

BEFORE THE OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION OF)	
LARAMIE ENERGY, LLC)	CAUSE NO. 429
BRUSH CREEK FIELD)	
MESA COUNTY, COLORADO)	DOCKET NO. ____

VERIFIED APPLICATION

COMES NOW, the Applicant, Laramie Energy, LLC, by and through its attorneys, Poulson, Odell & Peterson, LLC, and makes application to the Oil and Gas Conservation Commission of the State of Colorado for an order to permit, at the option of the operator, additional wells to be drilled in a drilling and spacing unit in the Brush Creek Field in Mesa County, Colorado. In support thereof, Laramie Energy, LLC states as follows:

APPLICATION LANDS

I

Applicant is the owner of oil and gas leases in the Brush Creek Field in the following described lands, hereafter referred to as Application Lands:

Township 9 South, Range 94 West, 6th P.M.
Section 1: SE/4

Applicant is also the operator of wells producing from the Mesaverde Formation in the Brush Creek Field.

EXISTING ORDER

II

In Cause No. 429, Order No. 429-1 dated May 30, 1985, as of May 20, 1985, the Oil and Gas Conservation Commission established drilling and spacing units in the Application Lands, among other lands in the Brush Creek Field, for production of gas and associated hydrocarbons from the Mesaverde Formation (including the Cozzette-Corcoran Sandstones). The order establishes drilling and spacing units of 160-acres to consist of a quarter-section of land for the production of gas and associated hydrocarbons from the Mesaverde Formation. The order provides that the permitted wells are to be located no closer than 600 feet from the quarter-section lines. The order states that wells in the area designated as the Brush Creek Field producing or producible at the time of the order are designated as the permitted wells for the unit on which they are located.

APPLICATION

III

Subsequent operations of the wells producing from the Mesaverde Formation in the Brush Creek Field have provided geological and engineering evidence to the effect that in the Application Lands one well producing from the Mesaverde Formation will not efficiently and economically drain an area of 160 acres. Based upon Applicant's analysis of existing data, Applicant asserts that up to four wells may be required in the Application Lands to drain the Mesaverde Formation efficiently and economically.

Applicant requests that, at the option of the operator, three additional wells be permitted to be drilled to and completed in the Mesaverde Formation in each 160-acre drilling and spacing unit in the Application Lands, with the result that up to four wells can be drilled to and completed in the Mesaverde Formation in the Application Lands. Applicant alleges that such drilling and spacing unit is not smaller than the maximum area that can be efficiently and economically drained by four wells producing from the Mesaverde Formation, and that the correlative rights of all parties will be protected. Applicant further alleges that the additional wells may be drilled in a manner consistent with the protection of public health, safety and welfare.

IV

To prevent waste, to protect correlative rights, to ensure the proper and efficient development of the Mesaverde Formation in the Application Lands, and to ensure the greatest ultimate recovery of gas and associated hydrocarbon substances from the Mesaverde Formation in the Application Lands, Applicant requests that, after notice and hearing as provided by law, the Commission issue its order providing that, at the option of the operator, four wells may be drilled to and completed in the Mesaverde Formation in the Application Lands.

GENERAL PROVISIONS

V

Applicant states that to the best of its information and belief Exhibit A attached to this Verified Application is the list of the names of owners required to be notified in accordance with Commission Rule 507 covering the Application Lands.

VI

WHEREFORE, Applicant respectfully requests that this matter be set for hearing by the Commission; that notice hereof be given as required by law; and that upon hearing this Commission issue its order granting this Application as requested. Applicant further requests that the Commission in its order grant such other provisions as the Commission may find to be necessary or desirable in the cause.

DATED this 19th day of October, 2005.

Respectfully submitted,

Laramie Energy, LLC

BY: _____
Carleton L. Ekberg, Esq.
Poulson, Odell & Peterson, LLC
1775 Sherman Street, Suite 1400
Denver, Colorado 80203
(303) 861-4400

Applicant's Address:
Laramie Energy, LLC
1512 Larimer Square
Suite 1000
Denver, Colorado 80202

VERIFICATION

STATE OF COLORADO)
) ss.
COUNTY OF DENVER)

Brian H. Ary, Vice President of Engineering and Operations of Laramie Energy, LLC, upon oath, deposes and says that he has read the foregoing Verified Application before the Oil and Gas Conservation Commission of the State of Colorado, and states that the matters contained therein are true to the best of his knowledge and believe.

Brian H. Ary

Subscribed to and sworn to before me this _____ day of October, 2005 by Brian H. Ary, Vice President of Engineering and Operations of Laramie Energy, LLC.

My Commission expires:

Notary Public

Address
