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

IN THE MATTER OF THE APPLICATION OF WINDSOR ENERGY GROUP, LLC FOR AN ORDER ESTABLISHING WELL LOCATION AND SETBACK RULES FOR THE DRILLING OF WILLIAMS FORK AND ILES FORMATION WELLS ON CERTAIN DESCRIBED LANDS IN GARFIELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

#### <u>APPLICATION</u>

COMES NOW Windsor Energy Group, LLC ("Applicant"), by its attorneys, Poulson, Odell and Peterson, LLC, and makes application to the Oil and Gas Conservation Commission of the State of Colorado for an order establishing well location and setback rules applicable to the drilling and producing of wells from the Williams Fork Formation and the Iles Formation of the Mesaverde Group underlying certain described lands in Garfield County, Colorado and in support of its application states and alleges as follows:

That Applicant is a corporation duly authorized to conduct business in the State of Colorado.

That an affiliated company of Applicant owns oil and gas leasehold interests covering all or a portion of the following described lands (hereinafter "Application Lands"):

Township 7 South, Range 91 West, 6<sup>th</sup> P.M. Section 18: Lot 1

That the Application Lands as to the Williams Fork and Formations are unspaced and subject to the Commission's Rule 318 (formerly Rule 316).

That the Application Lands were intended to be included in the application recently approved in Docket No. 0608-AW-13 but were inadvertently omitted therefrom. Such lands were however included in the plat which was submitted as part of the evidence supporting the application in Docket No. 0608-AW-13 (copy attached).

That various wells have been drilled, tested and completed in both the Williams Fork and Iles Formations of the Mesaverde Group upon the Application Lands and lands in the same general area as the Application Lands.

That as to the Application Lands, the Commission should allow Williams Fork Formation wells to be optionally drilled upon a ten (10) acre density basis with each such well to be located downhole anywhere upon such lands provided no such well

shall be located downhole any closer than 100 feet from a leaseline unless such boundary abuts or corners lands in respect of which the Commission has not at the time of the drilling permit application granted the right to drill 10 acre density wells in which event the Williams Fork Formation wells to be drilled upon the Application Lands should be drilled downhole no closer than 200 feet from that leaseline which so abuts or corners the lands in respect of which 10 acre density downhole drilling for Williams Fork wells has not been ordered by the Commission.

That, in connection with the drilling of Williams Fork wells, the Commission also should allow lles Formation wells to be drilled on a 10 acre density basis provided that, unless exception is granted pursuant to the Commission's rules, no well may be completed in the lles Formation any closer than 400 feet from a leaseline. Although the lles Formation has not been extensively drilled and produced in the area, there is some evidence that this formation may contain producible gas in quantities sufficient to complete and produce together with the Williams Fork Formation.

That, except as previously authorized by order of the Commission, wells to be drilled under this Application will be drilled from the surface either vertically or directionally from the equivalent of no more than one pad located on a given quarter quarter section unless exception is granted by the Colorado Oil and Gas Conservation Commission pursuant to application made for such exception.

The granting of this application will not promote waste; will not violate correlative rights and will assure the greatest ultimate recovery of gas and associated hydrocarbon substances from the reservoir.

That the names and addresses of the interested parties according to the information and belief of the Applicant are set forth in Exhibit A attached hereto and made a part hereof.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in October, 2006, that notice be given as required by law and that upon such hearing this Commission enter its order consistent with Applicant's proposals as set forth above.

Dated: August 24, 2006.

### POULSON, ODELL AND PETERSON, LLC

By:	
William A. Keefe	
POULSON, ODELL & PETERSON, LLC	
1775 Sherman Street, Suite 1400	
Denver Colorado 80203	

Phone: 303-861-4400

VERIFICATION			
STATE OF OKLAHOMA )			
) ss. COUNTY OF)			
John Witten, of lawful age, and being first duly sworn upon his oath, states and declares:			
That he is the Landman for Windsor Energy Group, LLC; that he has read the above and foregoing Application by him subscribed, knows the contents thereof, and that the allegations and matters therein stated are true and correct as he verily believes.			
John Witten			
Subscribed and sworn to before me September, 2006. Witness my hand and official seal. My commission expires:			

Notary Public

#### **EXHIBIT A**

Ronald J. Rogers & Lisa Specht, Trustees c/o Robert C Gavrell Caloia, Houpt & Hamilton, PC 1204 Grand Ave.
Glenwood Springs, CO 81601

Steven Arthur P O Box 55 Rangely, CO 81648

Encana Oil & Gas (USA) Inc. 370 17th Street, Suite 1700 Denver, CO 80202

William A. Keefe POULSON, ODELL & PETERSON, LLC 1775 Sherman Street, Suite 1400 Denver, CO 80203

Timothy Pinson Garfield County Henry Building 144 E. 3rd Street Rifle, CO 81650

John H. Witten Windsor Energy Group, LLC 14313 N. May Avenue, Suite 100 Oklahoma City, OK 73134

# OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION OF

WINDSOR ENERGY GROUP, LLC FOR AN ORDER ESTABLISHING WELL LOCATION AND SETBACK RULES FOR THE DRILLING OF	CAUSE NO.		
WILLIAMS FORK AND ILES FORMATION WELL ON CERTAIN DESCRIBED LANDS IN GARFIELD COUNTY, COLORADO			
AFFIDAVIT OF MAILING			
STATE OF COLORADO ) ss.			
CITY AND COUNTY OF DENVER )			
William A. Keefe of lawful age, and being first duly sworn upon his oath, states and declares:			
That he is the attorney for Windsor Energy Group, LLC, that on August, 2006, he caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit A to the Application.			
William A. Keefe			
Subscribed and sworn to before me on August, 2006.			
Witness my hand and official seal.			
My commission expires: July 22, 2007.			
Notary P	ıblic		
ivotary			