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

IN THE MATTER OF THE AMENDED APPLICATION OF OXY USA WTP LP FOR AN ORDER ESTABLISHING WELL LOCATION AND SETBACK RULES FOR THE DRILLING OF WILLIAMS FORK FORMATION WELLS ON CERTAIN DESCRIBED LANDS IN THE GRAND VALLEY FIELD AREA, GARFIELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

AMENDED APPLICATION

COMES NOW Oxy USA WTP LP ("Applicant"), a Texas limited partnership, by its attorneys, Poulson, Odell and Peterson, LLC, and makes this amended 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 of the Mesaverde Group underlying certain described lands in the Grand Valley Field area, Garfield County, Colorado and in support of its amended application states and alleges as follows:

- 1. That Applicant is a limited partnership duly authorized to conduct business in the State of Colorado.
- 2. That Applicant either own the oil and gas mineral estate or owns the leasehold interest covering all or a portion of the oil and gas mineral estate in the following described lands (hereinafter "Application Lands"):

Township 6 South, Range 97 West, 6th P. M.

Section 34: Lots 1 and 2

Township 7 South, Range 96 West, 6th P. M.

Section 9: S/2
Section 10: SW/4
Section 15: NW/4
Section 16: All

Section 17: NE/4, S/2

Section 18: S/2

Section 19: N/2, SW/4

Section 20: N/2 Section 30: NW/4

Township 7 South, Range 97 West, 6th P. M.

Section 3: Tracts 71 and 72, Amended Tract 75, Lots 5 - 7,

SE/4SE/4

Sections 3, 4 & 9: Tract 77F

Section 4: Tracts 77B, 77C, 79E, 79F and 79G

Section 5: Lots 5 - 10, Tracts 84 and 85 Section 8: Lots 1 - 8, Tracts 85, 88 and 89

Section 9: Lots 1 and 2, Tracts 92, 93, 94A, 94B, 94C, 94D, 94E,

94F and 95

 Section 10:
 All

 Section 11:
 S/2S/2

 Section 12:
 S/2S/2

 Section 13:
 All

 Section 14:
 W/2

 Section 15:
 All

 Section 16:
 All

Section 17: Lots 1 - 9, Tracts 103 and 111, S/2 SE/4

Section 18: Lots 5 - 10, Tracts 103 and 104, SE/4 SW/4, SW/4

SE/4

Section 19: Lots 5 - 9, W/2 NE/4, & E/2 NW/4 Section 20: Lots 1 - 3, E/2, E/2 W/2, & SW/4 SW/4

Section 21: Lots 3 and 4, Tract 112A (Echo #2), Tract 113 (Echo

#3), Tract 114A, Tract 114 B (Echo #1 claim), Tract

115 A (Echo #4), Tract 124A-1 (Echo #6)

Section 22: All except Tract 112B

Section 23: All Section 24: All Section 25: N/2 Section 26: N/2

Section 27: Tract 120 A (Texas #41), Tracts 121B & C (Ransom

#6 claim), Tract 122 (Texas #30), Tracts 123A & B (Ransom #5 claim), and Tract 124 A1 (Echo #6)

Section 28: Tract 124A1

3. That the following described Application Lands are subject to the Commission Order 510-1 which establishes setback rules for the Williams Fork Formation such that permitted Williams Fork Wells shall be located no closer than 400 feet from the boundaries of any lease line and no closer than 800 feet from any existing Williams Fork Formation well or wells:

Township 7 South, Range 97 West

Sections 11, 12, 13, 14

Township 7 South, Range 96 West

Section 9: S/2
Section 10: SW/4
Section 15: NW/4
Section 16: All

Section 17: NE/4, S/2

Section 18: S/2

Section 19: N/2, SW/4

Section 20: N/2 Section 30: NW/4

- 4. That the remainder of the Application Lands are unspaced and subject to the Commission's Rule 318 (formerly Rule 316).
- 5. That multiple wells have been drilled, tested and completed in the Williams Fork Formation of the Mesaverde Group upon the Application Lands or upon lands in close proximity to the Application lands with the result that Williams Fork wells now should be allowed to be drilled on a ten (10) acre density basis upon the Application Lands.
- 6. That as to the Application Lands, the Commission should allow all future Williams Fork wells drilled thereon to be located downhole anywhere upon such lands but no closer than 100 feet from the outside boundary of the Application Lands 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 wells to be drilled upon the Application Lands should be drilled downhole no closer than 200 feet from that portion of the boundary 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.
- 7. That, except as previously authorized by order of the Commission, wells to be drilled under this Amended Application will be drilled from the surface either vertically or directionally from 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.

- 8. The granting of this amended 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.
- 9. 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 September, 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: July_____, 2006.

POULSON, ODELL AND PETERSON, LLC

By:_______William A. Keefe

William A. Keefe 1775 Sherman Street, Suite 1400 Denver, Colorado 80203 Phone: 303-861-4400

VERIFICATION

STATE OF TEXAS)
COUNTY OF HARRIS) SS.)
says that she is the Regulatory Advi	age, being first duly sworn upon oath, deposes and isor for Oxy USA WTP LP and that she has read the I that the matters therein contained are true to the best belief.
	Donna G. Havins
Subscribed and sworn to befo	ore me this day of July, 2006.
Witness my hand and official	seal.
My commission expires:	
	Notary Public

OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

IN THE MATTER OF THE AMENDED APPLICATION OF OXY USA WTP LP FOR AN	
ORDER ESTABLISHING WELL LOCATION	CAUSE NO.
AND SETBACK RULES FOR THE DRILLING OF	
WILLIAMS FORK FORMATION WELLS ON	DOCKET NO.
CERTAIN DESCRIBED LANDS IN THE GRAND	
VALLEY FIELD AREA, GARFIELD COUNTY,	
COLORADO	
AFFIDAVIT OF MAII	<u>LING</u>
STATE OF COLORADO)	
) ss. CITY AND COUNTY OF DENVER)	
William A. Keefe of lawful age, and being fir and declares:	st duly sworn upon his oath, states
That he is the attorney for Oxy USA WTP LP, a copy of the attached Amended Application in the su United States Mail, postage prepaid, addressed to the Amended Application.	abject docket to be deposited in the
William A. k	Keefe
Subscribed and sworn to before me on July	, 2006.
Witness my hand and official seal.	
My commission expires: July 22, 2007.	
Notary Publi	c

EXHIBIT "A"

ABO PETROLEUM CORPORATION 105 SOUTH FOURTH STREET ARTESIA, NM 88210

ALBERTSON RANCHES CO PO BOX 420 DEBEQUE, CO 81630-9723

BARRETT RESOURCES CORPORATION 1515 ARAPAHOE STREET, #1000 DENVER, CO 80202

BUREAU OF LAND MANAGEMENT PO BOX 1009 GLENWOOD SPRINGS, CO 81602-1009

BUREAU OF LAND MANAGEMENT 2815 H ROAD GRAND JUNCTION, CO 81506

CHEVRON USA INC. C/O CHEVRON TEXACO PROPERTY TAX P O BOX 285 HOUSTON, TX 77001

CONOCOPHILLIPS 600 N DAIRY ASHFORD RD HOUSTON, TX 77079-1100

DANIEL W. STROOCK 55 FROST STREET CAMBRIDGE, MA 92140

EDWARD N. JUHAN 7675 W 14TH AVE, STE 202 LAKEWOOD, CO 80214 ENCANA Oil & Gas (USA) Inc. 555 17th ST., Suite 1850 DENVER, CO 80202

FEDERAL OIL SHALE LLC 3520 S. GLENCOE ST DENVER, CO 80237

HUNTER FAMILY LTD PARTNERSHIP P.O. BOX 6728 HELENA, MT 59604

JELCO G.V., INC. 971 MICHIGAN AVENUE NAPLES, FL 34103

JOAN L. SAVAGE 5953 COUNTY ROAD 320 RIFLE, CO 81650

JRMD, LLC P.O. BOX 1926 RIFLE, CO 81650-1926

JUHAN LTD PARTNERSHIP 2440 N COYOTE DR, STE 121 TUCSON, AZ 85745

LARAMIE ENERGY LLC 730 17th ST. STE 405 DENVER, CO 80202

MARY EDITH LOGAN ESTATE

1311 W. RIVERSIDE CARLSBAD, NEW MEXICO 88220 MYCO INDUSTRIES, INC. 105 SOUTH FOURTH STREET ARTESIA, NM 88210

OPAL C. LATHAM PO BOX 127 DE BEQUE, CO 81630-0127

PATRICIA DUNN 625 SIERRA COURT GRAND JUNCTION, CO 81501

PATRICIA P. COYNE 2 VISTA CLIFF PLACE APT 221 RICHARDSON, TX 75080

PETRO ATLAS CORPORATION P.O. BOX 281089 LAKEWOOD, CO 80228

PETROLEUM DEVELOPMENT CORPORATION 103 EAST MAIN STREET, P.O. BOX 26 BRIDGEPORT, WV 26330

PGR PARTNERS, LLC 370 17TH ST., STE 4300 DENVER, CO 80202

PICEANCE OPERATING COMPANY, LLC 5201 TRUXTUN AVE., STE 300 BAKERSFIELD, CA 93309-0640

PUCKETT LAND COMPANY 5460 S QUEBEC ST STE 250 GREENWOOD VLG, CO 80111-1917 RODERICK B. POTTER 14337 N COPPERSTONE DR ORO VALLEY, AZ 85755

SAVAGE LIMITED PARTNERSHIP 1 5953 COUNTY ROAD 320 RIFLE, CO 81650

SHELL FRONTIER OIL & GAS INC. C/O SHELL OIL COMPANY P.O. BOX 576 HOUSTON, TX 77001

SHELL OIL COMPANY P.O. BOX 576 HOUSTON, TEXAS 77001

SUE STUART MORTIMORE ERPH VANDE BOVENKAMP c/o LOEB PARTNERS 41 WALL STREET NEW YORK, NY 10005

TETON PICEANCE LLC 410 17TH ST., STE 1850 DENVER, CO 80202

THE GEORGE M. ANDERSON TRUST, c/o GEORGE M. ANDERSON TRUSTEE P.O. BOX 37 DEBEQUE, CO 81630

WILLIAMS PRODUCTION RMT CO 1515 ARAPAHOE ST. TWR 3 STE1000 DENVER, CO 80202

YATES DRILLING COMPANY

105 SOUTH FOURTH STREET ARTESIA, NM 88210

YATES PETROLEUM CORPORATION 105 SOUTH FOURTH STREET ARTESIA, NM 88210

ZENITH DRILLING CORPORATION 1861 NORTH ROCK ROAD, STE 200 WICHITA, KS 67206-1264

WILLIAM A. KEEFE POULSON, ODELL & PETERSON, LLC 1775 SHERMAN, SUITE 1400 DENVER, CO 80203

DONNA G. HAVINS REGULATORY ADVISOR OCCIDENTAL OIL AND GAS CORP 5 GREENWAY PLAZA, SUITE 110 HOUSTON, TX 77046-0521

TIMOTHY PINSON GARFIELD COUNTY HENRY BUILDING 144 E. 3RD STREET RIFLE, CO 81650

UNKNOWN ADDRESSES

DAVID BAKER (DECEASED)

PDC 2004A, LIMITED PARTNERSHIP

PDC 2004B, LIMITED PARTNERSHIP