

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

IN THE MATTER OF THE VERIFIED APPLICATION OF COHORT ENERGY COMPANY FOR AN ORDER ESTABLISHING WELL LOCATION AND SETBACK RULES FOR THE DRILLING OF FOXHILLS FORMATION WELLS UNDERLYING CERTAIN LANDS IN MOFFAT COUNTY, COLORADO	CAUSE NO: ORDER NO: DOCKET NO:
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VERIFIED APPLICATION

COMES NOW the Applicant, Cohort Energy Company, by its attorneys, Poulson, Odell & 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 gas and associated hydrocarbons from the Foxhills Formation underlying certain described lands in Moffat County, Colorado. In support thereof, Cohort Energy Company states as follows:

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

2. The Applicant desires to space the following described lands located in Moffat County, Colorado:

Township 12 North, Range 96 West, 6th P.M.
Section 31: SW ¼

Township 12 North, Range 97 West, 6th P.M.
Section 36: SE¼

3. That Applicant owns an interest in all or part of those lands.

4. That the Application Lands are unspaced for the Foxhills Formation and are subject to Rule 318 of this Commission, which requires that wells drilled in excess of two thousand five hundred (2,500) feet in depth be located not less than six hundred (600) feet from the lease line, and located not less than one thousand two hundred (1,200) feet from any other producible or drilling oil or gas well when drilling to the same common source of supply.

5. As to the Application Lands, geological and engineering information obtained in the drilling and producing of a well located in the area and productive of gas and associated hydrocarbons from the Foxhills Formation indicates that in order to adequately and efficiently drain the gas and associated hydrocarbons from the Formation, it is necessary for Applicant and other operators to have the option to drill said wells on a one hundred sixty (160)-acre density basis. All such future wells shall be located downhole anywhere on the Application Lands, but no closer than six hundred (600) feet from the drilling unit boundary, without exception granted by the Director. In cases where the Application Lands abut or corner lands where the Commission has not, at the time of the drilling permit application, granted the right to drill one hundred sixty (160)-acre density Foxhills Formation wells, the well should be located downhole no closer than six hundred (600)

feet from the drilling unit boundary that so abuts or corners the lands where one hundred sixty (160)-acre density downhole drilling formation Foxhills Formation wells has not been ordered by the Commission.

6. Applicant alleges and believes that the granting of this Application will prevent waste, protect correlative rights, and assure the greatest ultimate recovery of gas and associated hydrocarbons from the reservoir.

7. Pursuant to Rule 503(d) of this Commission, within seven (7) days of the filing of this Application, the Applicant shall submit a Certificate of Service to the Commission demonstrating that the Applicant served a copy of the Application on all persons entitled to Notice by mailing a copy thereof, first-class postage prepaid, to the last known mailing address of the interested parties. Applicant shall simultaneously submit said list of interested parties to the Commission via electronic media.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in November, 2007, 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: September 13, 2007.

COHORT ENERGY COMPANY

By:

Scott M. Campbell
POULSON, ODELL & PETERSON, LLC
1775 Sherman Street, Suite 1400
Denver, Colorado 80203
Telephone: (303) 861-4400
Facsimile: (303) 861-1225

VERIFICATION

STATE OF COLORADO)	
)	ss.
COUNTY OF DOUGLAS)	

Kelly J. Krattenmaker, of lawful age, being first duly sworn upon oath, deposes and says that he is the Area Manager – Land, for Cohort Energy Company, and that he has read the foregoing Application and that the matters therein contained are true to the best of his knowledge, information and belief.

COHORT ENERGY COMPANY

By: _____
Kelly J. Krattenmaker, Area Manager – Land

Subscribed and sworn to before me this _____ day of September, 2007.

Witness my hand and official seal.

My commission expires: _____.

Notary Public

EXHIBIT "A"

KELLY KRATTENMAKER
COHORT ENERGY COMPANY
7074 SOUTH REVERE PARKWAY
CENTENNIAL, COLORADO 80112

WELDON C. JULANDER
4625 EAST MANSFIELD AVENUE
ENGLEWOOD, COLORADO 80113

MICHAEL HORTON
SAMSON RESOURCES COMPANY
370 17TH STREET, SUITE 3000
DENVER, COLORADO 80202

ROB J. MAIER
OXY USA WTP LP
5 GREENWOOD PLAZA, SUITE 110
HOUSTON, TEXAS 77046-0521

JEFF COMSTOCK
MOFFAT COUNTY
221 W VICTOR WAY, SUITE 130
CRAIG CO 81625

JOHN HUSBAND
BLM – LITTLE SNAKE FIELD OFFICE
455 EMERSON STREET
CRAIG, COLORADO 81625

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AFFIDAVIT OF MAILING

STATE OF COLORADO)
) ss.
COUNTY OF DENVER)

Scott M. Campbell, of lawful age, being first duly sworn upon oath, states and declares:

That he is the attorney for Cohort Energy Company, Applicant herein; that on the 13th day of September, 2007, he caused a copy of the attached Application and Notice of Hearing to be deposited in the United States Mail, postage prepaid, addressed to each of the parties listed on Exhibit "A" to the Application.

POULSON, ODELL & PETERSON, LLC

By: _____
Scott M. Campbell
1775 Sherman Street, Suite 1400
Denver, Colorado 80203-4319
Telephone: (303) 861-4400
Facsimile: (303) 861-1225

Subscribed and sworn to before me this 13th day of September, 2007.

Witness my hand and official seal.

My commission expires: March 8, 2010.

Notary Public

DRAFT

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

IN THE MATTER OF THE VERIFIED APPLICATION OF COHORT ENERGY COMPANY FOR AN ORDER ESTABLISHING WELL LOCATION AND SETBACK RULES FOR THE DRILLING OF FOXHILLS FORMATION WELLS UNDERLYING CERTAIN LANDS IN MOFFAT COUNTY, COLORADO	CAUSE NO: ORDER NO: DOCKET NO:
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NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

That the Application Lands are unspaced for the Foxhills Formation and are subject to Rule 318 of this Commission, which requires that wells drilled in excess of two thousand five hundred (2,500) feet in depth be located not less than six hundred (600) feet from the lease line, and located not less than one thousand two hundred (1,200) feet from any other producible or drilling oil or gas well when drilling to the same common source of supply.

That the Applicant desires to space on a one hundred sixty (160)-acre density basis. All such future wells shall be located downhole anywhere on the Application Lands, but no closer than six hundred (600) feet from the drilling unit boundary, without exception granted by the Director. In cases where the Application Lands abut or corner lands where the Commission has not, at the time of the drilling permit application, granted the right to drill one hundred sixty (160)-acre density Foxhills Formation wells, the well should be located downhole no closer than six hundred (600) feet from the drilling unit boundary that so abuts or corners the lands where one hundred sixty (160)-acre density downhole drilling formation Foxhills Formation wells has not been ordered by the Commission.

The Applicant desires to space the following described lands located in Moffat County, Colorado:

Township 12 North, Range 96 West, 6th P.M.
Section 31: SW ¼

Township 12 North, Range 97 West, 6th P.M.
Section 36: SE¼

That Applicant owns an interest in all or part of those lands.

NOTICE IS HEREBY GIVEN that the Oil and Gas Conservation Commission of the State of Colorado, pursuant to the above, has scheduled the above-entitled matter for hearing on:

Date: Monday-Tuesday, November 5 or
November 6, 2007

Time: 9:00 A.M.

Place: Suite 801, The Chancery Building
1120 Lincoln Street
Denver, Colorado 80203

In accordance with the Americans with Disabilities Act, if any party requires special accommodations as a result of a disability for this hearing, please contact Margaret Humecki at (303) 894-2100 ext. 139 prior to the hearing, and arrangements will be made.

Pursuant to said hearing in the above-entitled matter at the time and place aforesaid, or at any adjourned meeting, the Commission will enter such Orders as it deems appropriate to protect the health, safety, and welfare of the public and to prevent the waste of oil and gas, either or both, in the operations of said field, and to carry out the purposes of the statute.

In accordance with Rule 509, any interested party desiring to protest the granting of the Application or to intervene on the Application should file with the Commission a written protest or intervention no later than October 22, 2007 briefly stating the basis of the protest or intervention.

Such interested party shall, at the same time, serve a copy of the protest or intervention to the person filing the Application. An original and twelve (12) copies shall be filed with the Commission (Rule 503). Anyone who files a protest or intervention must be able to participate in a prehearing conference during the week of October 22, 2007. Pursuant to Rule 503.f., if a party who has received notice under Rule 503.b. wishes to receive further pleadings in the above-referenced matter, that party must file a protest or intervention in accordance with these rules. In accordance with the practices of the Commission, should no protests or interventions be filed in this matter by October 22, 2007, the Applicant may request that an administrative hearing be scheduled for the week of October 22, 2007. In the alternative, pursuant to Rule 511.b., if the matter is uncontested, the Applicant may request, and the Director may recommend approval on the basis of the merits of the Verified Application and exhibits.

IN THE NAME OF THE STATE OF COLORADO:

OIL AND GAS CONSERVATION COMMISSION OF
THE STATE OF COLORADO

By: _____
Patricia C. Beaver, Secretary

Dated at Suite 801
1120 Lincoln Street
Denver, Colorado 80203
_____, 2007

Attorney for Applicant:
Scott M. Campbell
Poulson, Odell & Peterson, LLC
1775 Sherman Street, Suite 1400
Denver, Colorado 80203-4319
(303) 861-4400