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

IN THE	MATTER	OF TH	IE AME	ENDED	)	
<b>APPLICATION</b>	ON OF EN	CANA OIL	& GAS	(USA)	)	
INC. FOR	AN ORDI	ER INCR	EASING	WELĹ	)	Cause No.
DENSITY F	OR THE W	ILLIAMS F	ORK AN	D THE	)	
ILES FOR	MATIONS	OF THE	MESA\	/ERDE	)	Docket No.
GROUP IN	I CERTAIN	DESCRIE	BED LAN	DS IN	)	
GARFIFI D	COUNTY, C	OI ORADO	)		)	

## **AMENDED** APPLICATION

EnCana Oil & Gas (USA) Inc. ("Applicant"), by and through its attorneys, Beatty & Wozniak, P.C., respectfully submits this **Amended** Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order increasing well density for certain described lands in Garfield County, Colorado and in support of its Application states and alleges as follows:

- 1. Applicant is a corporation duly authorized to conduct business in the State of Colorado.
- 2. Applicant owns leasehold interests in the following described lands:

Township 7 South, Range 93 West, 6th P.M.

Section 8: S/2NW/4, N/2SW/4

Garfield County, Colorado

(hereafter the "Application Lands").

- 3. That the Application Lands are unspaced and subject to Rule 318a well location rules of this Commission.
- 4. That to promote efficient drainage within the Williams Fork and Iles Formations in the Application Lands, the Commission should increase the number of wells which can be optionally drilled into and produced from the Williams Fork and Iles Formations underlying the Application Lands to the equivalent of one Williams Fork Formation per ten (10) acres with the option to produce the Iles Formation on a one (1) well per twenty (20) acre basis.
- 5. All future Williams Fork and Iles wells should be located downhole anywhere upon the Application Lands but no closer than 100 feet from the boundaries of any lease line unless such lease line abuts or corners lands in respect of which the Commission has not at the time of drilling permit application granted the right to drill 10-acre density wells in which event the wells should be drilled downhole no closer than 200 feet from the lease line which so abuts or corners the lands in respect of which 10-acre density downhole drilling for Williams Fork and Iles well has not been ordered by the Commission. Applicant does not intend by this Application to drill more than four (4) Williams Fork and **two (2)** Iles wells downhole per governmental quarter quarter section and no more than one (1) surface pad shall be located on a quarter quarter section.
- 6. That Applicant has drilled, tested and completed wells in the Williams Fork and Iles Formations of the Mesaverde Group on the lands nearby to Application Lands.
- 7. That the above-proposed drilling density will allow more efficient and economic drainage of the Williams Fork and Iles Formations of the Mesaverde Group; will prevent waste; will not adversely effect correlative rights and will assure the greatest ultimate recovery of gas and associated hydrocarbon substances from the reservoir.
- 8. That the names and addresses of the interested parties according to the information and belief of the Applicant are set forth in <u>Exhibit A</u> attached hereto and made a part hereof.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing, 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 this day of <b>June</b> ,	2008.
	Respectfully submitted,
	ENCANA OIL & GAS (USA) INC.
	By: Michael J. Wozniak Beatty & Wozniak, P.C.

Attorneys for Applicant 216 16<sup>th</sup> Street, Suite 1100 Denver, Colorado 80202 (303) 407-4499

Applicant's Address: 1675 Broadway, Suite 2000 Denver, CO 80202

# **VERIFICATION**

STATE OF COLORADO	
CITY & COUNTY OF DENVER	) ss. )
	of EnCana Oil & Gas (USA) Inc., upon oath deposes and says Application and that the statements contained therein are true to belief.
	ENCANA OIL & GAS (USA) INC.
	By: Marian M. Learned
Subscribed and sworn to before me Oil & Gas (USA) Inc.	this day of <b>June</b> , 2008, by Marian M. Learned of EnCana
Witness my hand and official seal.	
My commission expires:	
	Notary Public
[SEAL]	

#### **EXHIBIT A**

### **INTERESTED PARTIES**

Attn Judith H. Jordan Garfield County 144 E. 3rd Street, Suite 203 Rifle, CO 81650

Yates Petroleum Corporation, Yates Drilling Company AGO Petroleum Corporation, MYCO Industries, Inc Attn Kathy Porter 1055 Fourth St Artesia, NM 88210

Attn Annette Apperson Williams Production RMT Company Tower 3, Suite 1000 1515 Arapahoe Street Denver, CO 80202

Attn Duane Spencer Bureau of Land Management 2850 Youngfield Street Lakewood, CO 80215

Attn Hank Szymanski Bureau of Land Management 2850 Youngfield Street Lakewood, CO 80215

Attn Murray Brooks Benson Mineral Group, Inc 1560 Broadway, Suite 1900 Denver, CO 80202

Denver Seminary 6399 S Santa Fe Drive Littleton, CO 80120

Attn Carol Rudolph Grass Mesa Ranch 3169 8 Street Boulder, CO 80304

Attn Dr. David R. Youberg, General Partner Youberg Beaver Creek Ranch, LP 215 S. 10<sup>th</sup> Street Sac City, IA 50583

Attn Charles A. Shear Sunnyside Production Company P.O. Box 426 Colbran, CO 81624

Attn Marian Learned EnCana Oil & Gas (USA) Inc 370 17th Street, Suite 1700 Denver, CO 80202