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

IN THE MATTER OF THE APPLICATION OF)
NOBLE ENERGY, INC. TO ESTABLISH)
FIELD RULES TO GOVERN OPERATIONS) Cause No
FOR THE DEVELOPMENT OF THE)
NIOBRARA FORMATION FOR CERTAIN) Docket No
DESCRIBED LANDS IN WELD COUNTY,)
COLORADO)

APPLICATION

Noble Energy, Inc. ("Applicant"), by and through its attorneys, Beatty & Wozniak, P.C., respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order to: (i) vacate an existing 640-acre drilling and spacing unit, (ii) establish one (1) approximate 320-acre drilling and spacing unit, and (iii) allow one (1) horizontal well to be drilled within the 320-acre drilling and spacing unit for production of gas from the Niobrara Formation underlying the following lands. In support of its Application, Applicant states and alleges as follows:

- 1. Applicant is a corporation duly authorized to conduct business in the State of Colorado and is a registered operator in good standing with the Commission.
 - 2. Applicant holds certain leasehold interests in the following lands:

Township 8 North, Range 63 West, 6th P.M. Section 17: W½

Weld County, Colorado ("Application Lands").

A reference map of the Application Lands is attached hereto.

- 3. On June 30, 2011, the Commission entered Order No. 535-39 which, among other things, established 640-acre drilling and spacing units for certain lands, including the Application Lands, approved up to two (2) horizontal wells within each unit, and provided that the treated interval of the wellbore for any permitted horizontal well shall be located no closer than 600' from the boundary of the unit without exception being granted by the Director of the Commission.
- 4. Applicant requests that the Commission (i) vacate the 640-acre drilling and spacing unit established by Order No. 535-39 as to Section 17, Township 8 North, Range 63 West, (ii) establish a 320-acre drilling and spacing unit for the Application Lands, and (iii) allow a total of one (1) horizontal well to be drilled within the 320-acre drilling and spacing unit for production of oil, gas and associated hydrocarbons from the Niobrara Formation underlying the Application Lands.
- 5. Applicant asserts that the requested relief will promote economical and efficient drainage, protect correlative rights, avoid waste, reduce surface impacts, and will effectively

recover oil, gas and associated hydrocarbons from the Niobrara Formation for the Application Lands. Drilling and spacing units of the size and shape specified above are not smaller than the maximum area that can be economically and efficiently drained by the proposed well in each such drilling and spacing unit.

- 6. In addition to the one (1) horizontal well, the Applicant also requests that the Commission establish that one or more vertical wells may be drilled and completed in the established 320-acre drilling and spacing unit comprising the Application Lands. Applicant states that any vertical well proposed to be drilled and completed shall be located anywhere on the surface within the drilling and spacing unit, with the treated interval of the wellbore not less than 150' from any existing or permitted oil or gas wellbore, unless an exception is authorized by the Director.
- 7. Applicant is requesting to drill and complete one (1) horizontal well in the 320-acre drilling and spacing units comprised of the Application Lands. The proposed horizontal well shall be located on the surface anywhere within the designated drilling and spacing unit with treated interval of the horizontal well to be no closer than 600' from the boundaries of the drilling and spacing unit. The Applicant further maintains that the proposed horizontal wells will have no adverse effect on correlative rights of adjacent owners.
- 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, and the undersigned certifies that copies of this Application shall be served on each interested party within the next seven days as required by Rule 503.e.

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 August, 2011.

Respectfully submitted,

NOBLE ENERGY, INC.

By: Elizabeth Gallaway Kenneth Wonstolen

Attorneys for Applicant 216 16th Street, Suite 1100 Denver, Colorado 80202

Beatty & Wozniak, P.C.

Applicant's Address: 1625 Broadway, Suite 2200 Denver, CO 80202

VERIFICATION

STATE OF COLORADO)	
CITY AND COUNTY OF DENVER)	SS.
he is Attorney-in-Fact for Noble En	awful age, being first duly sworn upon oath, deposes and says that ergy, Inc. and that he has read the foregoing Application and that ue to the best of his knowledge, information and belief.
	Joseph Lorenzo Senior Land Manager
Subscribed and sworn to before this	s day of August, 2011.
Witness my hand and official seal.	
[SEAL]	
My commission expires:	
	Notary Public

EXHIBIT A

INTERESTED PARTIES

Noble Energy 1625 Broadway, Suite 2200 Denver, CO 80202

The United States of America U. S. Dept. of the Interior Bureau of Land Management Colorado State Office 2850 Youngfield Street Lakewood, Colorado 80215

Rodeo Energy Partners, LLC P.O. Box 4782 Englewood, CO 80155

Alda M. McCartney 625 Alton Way, 1B Denver, CO 80231

Kent Kuster Colorado Department of Public Health and Environment 4300 Cherry Creek Drive South Denver, CO 80246-1530

Celia Greenman Colorado Division of Wildlife 6060 Broadway Denver, CO 80216

David Bauer Weld County 1111 H Street Greeley, Co 80632

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

IN THE MATTER OF THE APPLICATION OF NOBLE ENERGY, INC. TO ESTABLISH FIELD RULES TO GOVERN OPERATIONS FOR THE DEVELOPMENT OF THIS NIOBRARA FORMATION FOR CERTAIN DESCRIBED LANDS IN WELD COUNTY COLORADO	H) S) Cause No E) N) Docket No
STATE OF COLORADO)	
)ss. CITY AND COUNTY OF DENVER)	
Elizabeth Gallaway, of lawful age, and declares:	d being first duly sworn upon her oath, states and
•	rgy, Inc. and that on or before 2011, she to be deposited in the United States Mail, postage nibit A attached hereto.
	Elizabeth Gallaway
Subscribed and sworn to before me	2011.
Witness my hand and official seal.	
My commission expires:	
	Notary Public