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

IN THE MATTER OF THE APPLICATION OF NOBLE	)		
ENERGY, INC. FOR AN ORDER POOLING ALL	)	Cause No	
INTERESTS IN THE CODELL AND NIOBRARA	)		
FORMATIONS IN A158.05-ACRE WELLBORE	)	Docket No	
SPACING UNIT LOCATED IN THE WATTENBERG	)		
FIELD, WELD COUNTY, COLORADO.	)		

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

COMES NOW Noble Energy, Inc. (referred to herein as "Applicant"), by and through its undersigned attorneys, and makes application to the Colorado Oil and Gas Conservation Commission ("Commission"), for an order to pool all interests within a 158.05-acre wellbore spacing unit for the Codell-Niobrara Formation for the drilling of the Watkins C12-24 well to produce from the Codell-Niobrara Formation located in the following lands:

Township 4 North, Range 64 West, 6<sup>th</sup> P.M Section 12: W½SE¼, E½SW¼

Weld County, Colorado (the "Application Lands").

In support thereof, the Applicant states and alleges as follows:

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 owns leasehold interests in a substantial portion of the Application Lands.
- 3. On February 19, 1992, the Commission issued Order No. 407-87 (amended August 20, 1993), which among other things, established 80-acre drilling and spacing units for the production of oil and/or gas from the Codell and Niobrara Formations underlying certain lands, including the Application Lands, with the permitted well locations in accordance with the provisions of Order No. 407-1. Order No. 407-1 (amended on March 29, 2000 in accordance with Order No. 407-17, entered November 18, 1985), among other things, established 80-acre drilling and spacing units for the production of oil and/or gas and associated hydrocarbons from the Codell Formation underlying certain lands, including the Application Lands, with the drilling and spacing unit to be designated by the operator drilling the first well in the quarter section, (or the Director, if the operator fails to designate). The permitted well shall be located in the center of either 40-acre tract within the drilling and spacing unit with a tolerance of 200

feet in any direction. The operator shall have the option to drill an additional well on the undrilled 40-acre tract in each 80-acre drilling and spacing unit.

- 4. On April 27, 1998, the Commission adopted Rule 318A, which, among other things, established drilling windows and allowed certain drilling locations to be utilized to drill or twin a well, deepen a well or recomplete a well and to commingle any or all of the Cretaceous Age Formation from the base of the Dakota Formation to the surface. The Application Lands are subject to Rule 318A. Pursuant to Rule 318A.k., Rule 318A supersedes all prior Commission drilling and spacing orders affecting well location and density requirements of GWA wells.
- 5. Pursuant to Rule 318A, Applicant designated an 158.05-acre wellbore spacing unit consisting of the Application Lands for the production of oil, gas, and associated hydrocarbons from the Codell and Niobrara Formations and notified all owners in the proposed wellbore spacing unit pursuant to Rule 318A.e.(6). Applicant did not receive any objections to the establishment of the proposed 158.05-acre wellbore spacing unit within the 30-day response period, and, as such, certifies to the Commission that it did not receive any objections to the well location, proposed spacing unit, or proposed formations.
- 6. Applicant, pursuant to the provisions of C.R.S. § 34-60-116 (6) & (7) and Commission Rule 530, seeks an order pooling all interests, including, but not limited to, any nonconsenting interests, in the Application Lands consisting of the 158.05-acre wellbore spacing unit for the development of the Codell and Niobrara Formations, said order to apply to the currently-allowed well and any subsequent well drilled in the unit.
- 7. Applicant requests that the Commission's pooling order be made effective as of the earlier of the date of this Application, or the date that the costs specified in C.R.S. § 34-60-116(7)(b)(II) are first incurred for the drilling of the Watkins C12-24 well to the Codell and Niobrara Formations on the Application Lands.
- 8. Applicant certifies that copies of this Application will be served on all persons owning an interest in the mineral estate of the tracts to be pooled within seven (7) days of the date hereof, as required by Rule 507.b(2), and that at least thirty (30) days prior to the hearing on this matter, each such interest owner not already leased or voluntarily pooled will be offered the opportunity to lease, or to participate in the drilling of the well, and will be provided with the information required by Rule 530. The list of such interested parties is attached hereto as Exhibit A.
- 9. That in order to prevent waste and to protect correlative rights, all interests in the Application Lands and the designated 158.05-acre wellbore spacing unit for the Codell and Niobrara Formations should be pooled for the orderly development of the formations, including any nonconsenting interests therein.

WHEREFORE, Applicant requests that this matter be set for hearing at the next available opportunity, that notice be given as required by law, and that upon such hearing, the Commission enter its order:

- A. Pooling all interests in the Application Lands and 158.05-acre wellbore spacing unit for the development of the Codell and Niobrara Formations, including the currently-allowed well and all subsequent wells.
- B. Providing that the Commission's pooling order is made effective as of the earlier of the date of this Application, or the date that the costs specified in C.R.S. § 34-60-116(7)(b)(II) are first incurred for the drilling of the Watkins C12-24 well to the Codell and Niobrara Formations on the Application Lands.
- C. Providing that the interests of any owners with whom the Applicant has been unable to secure a lease or other agreement to participate in the drilling of the authorized well are pooled by operation of statute, pursuant to C.R.S. § 34-60-116(7), and made subject to the cost recovery provisions thereof with respect to all wells drilled to develop the Codell and Niobrara Formations in the 158.05-acre wellbore spacing unit comprising the Application Lands.
- D. For such other findings and orders as the Commission may deem proper or advisable in this matter.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in April, 2012, notice be given as required by law, and that upon such hearing, the Commission enter its order consistent with Applicant's request as set forth above.

	NOBLE ENERGY, INC.
	Respectfully submitted:
Dated: February, 2012	

By:

Jamie L. Jost Elizabeth Y. Gallaway Beatty & Wozniak, P.C. Attorneys for Applicant 216 16th Street, Suite 1100 Denver, Colorado 80202 (303) 407-4499

Applicant's Address:
Noble Energy, Inc.
ATTN: Wade Pollard
1625 Broadway, Suite 2200

Denver, CO 80202

### Exhibit A Interested Parties

Branzan Alternative Investment Fund, LLLP 475 Seventeenth Street, Suite 570 Denver, CO 80202

Cozzens Living Trust dated August 25, 2010 3170 Soaring Bird Circle Colorado Springs, CO 80920

LHB Ventures, LLC P.O. Box 46063 Denver, CO 80201-6063

Herbet H. Duell 1019 County Road #330 Ignacio, CO 81137

John R. Duell and Lucille C. Duell, Trustees under the John R. and Lucille C. Duell Living Trust dated 4-10-2000 26542 WCR #51 Greeley, CO 80631

Estate of Winefred H. Jacobs (Address unknown)

Ray E. Duell and Genevieve E. Duell 1019 County Road #330 Ignacio, CO 81137

Bettie Kay Miller (Address unknown)

Carol S. Fowler 15204 52<sup>nd</sup> Avenue SE Everett, WA 98208

Cynthia M. Spurlock P.O. Box 25365 Tempe, AZ 85285-5365

Centennial Mineral Holdings, LLC 8235 Douglas Avenue, Suite 815 Dallas, TX 75225

Miriam R. Key 3836 Drexmore Road Keller, TX 76244

Martha H. Salser P.O. Box 571 Kersey, CO 80644 Lois E. Knittle 1901 Westridge Drive Edmond, OK 73013

Ardis Kerns 1811 Montview Blvd Greeley, CO 80634

Judy Brannberg P.O. Box 211 Louviers, CO 80131

Clyde Nelson 7455 Centennial Glen Dr. Colorado Springs, CO 80919

Helen Crews 6600 W. 20<sup>th</sup> Street, #35 Greeley, CO 80634

Bruce Glen Duell 1575 Monroe Street Denver, CO 80206

Larry Dwayne Duell 1910 Homestead Road Greeley, CO 80634

Marlys Allison 7246 Flowering Almond Dr. Colorado Springs, CO 80923

Marie G. Owens (address unknown)

Oncken Family Partnership 1400 Valley Wind Land Missoula, MT 59804

R.R. Pennington 9000 Gulf Freeway, Suite 215 Houston, TX 77017

Brown & Stanwood 9000 Gulf Freeway, Suite 215 Houston, TX 77017

Kerr-McGee Oil & Gas Onshore, L.P. P.O. Box 1330 Houston, TX 77251-1330

#### **VERIFICATION**

STATE OF COLORADO )	
) ss. CITY AND COUNTY OF DENVER)	
says that he is Attorney-in-Fact for Noble	being first duly sworn upon oath, deposes and Energy, Inc. and that he has read the foregoing contained are true to the best of his knowledge,
	Joseph H. Lorenzo, Attorney-In-Fact Noble Energy, Inc.
Subscribed and sworn to before this	_day of February, 2012.
Witness my hand and official seal.	
[SEAL]	
My commission expires:	_
	Notary Public

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IN THE MATTER OF THE APPLICATION OF THE MATTER OF THE APPLICATION OF THE CODELL AND NITERESTS IN THE CODELL AND NITERESTS IN A158.05-ACRE WE SPACING UNIT LOCATED IN THE WARFIELD, WELD COUNTY, COLORADO	DLING ALL IOBRARA LLBORE ATTENBERG	) Cause No ) Docket No )			
AFFIDAVIT OF MAILING					
STATE OF COLORADO	)				
CITY AND COUNTY OF DENVER	)ss. )				
Jamie L. Jost of lawful age, and declares:	nd being first du	uly sworn upon her oath, states and			
That she is the attorney for N 2012, she caused a copy of the at States Mail, postage prepaid, addr Application.	ttached Applica				
	Jami	e L. Jost			
Subscribed and sworn to before	re me on Februa	ary, 2012.			
Witness my hand and official s	seal.				
My commission expires:					
	Nota	ry Public			