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

IN THE MATTER OF THE APPLICATION OF AXIA)
ENERGY, LLC FOR AN ORDER POOLING ALL) Cause No.
INTERESTS IN THE MANCOS AND NIOBRARA)
FORMATIONS IN AN 889.21 ACRE EXPLORATORY	
DRILLING AND SPACING UNIT LOCATED IN)
MOFFAT COUNTY, COLORADO.	j

AMENDED APPLICATION

COMES NOW AXIA ENERGY, LLC (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 889.21 acre exploratory drilling and spacing unit for the drilling of the initial well, the Bulldog 1-22H-791 well ("Well"), to produce from the Mancos and Niobrara Formations located on the following lands:

Township 7 North, Range 91 West, 6th P.M.

Section 1:

Lots 9-20; a/d/a S½N½, S½

Section 12: Lots 1-6, 11-14; a/d/a W1/2, N1/2NE1/4

Moffat 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:

- Applicant is a limited liability company 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.
- Currently, the Application Lands are subject to Commission Rule 318.a. which provides that a well to be drilled in excess of two thousand five hundred (2,500) feet in depth shall be located not less than six hundred (600) feet from any lease line, and shall be 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 source of supply, unless authorized by order of the Commission upon hearing. The Application Lands, however, are subject to a 889.21 exploratory drilling and spacing unit application filed by Applicant concurrently with this Application.

- 4. 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 889.21 acre drilling and spacing unit for the development of the Mancos and Niobrara Formations, said order to apply to the currently-proposed Well and any subsequent well drilled in the unit.
- 5. 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 Well to the Mancos and Niobrara Formations on the Application Lands.
- 6. 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.
- 7. That in order to prevent waste and to protect correlative rights, all interests in the Application Lands and the 889.21 acre exploratory drilling and spacing unit for the Mancos and Niobrara Formations should be pooled for the orderly development of the formation, 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 889.21 acre exploratory drilling and spacing unit for the development of the Mancos and Niobrara Formations, including the currently-proposed 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 Well to the Mancos 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 Mancos and Niobrara Formations in the 889.21 acre drilling and spacing unit comprising the Application Lands.

For such other findings and orders as the Commission may deem proper D. or advisable in this matter.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in May, 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.

Dated: April 1, 2012

Respectfully submitted,

AXIA ENERGY, LLC

Jamie L. Jost

Dante E. Tomassoni

Beatty & Wozniak, P.C.

Attorneys for Applicant 216 16th Street, Suite 1100

Denver, Colorado 80202

Applicant's Address:

Axia Energy LLC

ATTN: Tab McGinley

1430 Larimer Street, Suite 400

Denver, Colorado 80202

VERIFICATION

STATE OF COLORADO)	
) ss	٠.
CITY AND COUNTY OF DENVER)	

Tab McGinley, Vice President of Land, of Axia Energy, LLC, upon oath deposes and says that he has read the foregoing Application and that the statements contained therein are true to the best of his knowledge, information, and belief.

Tab McGinley

Vice President of Land

Subscribed and sworn to before this 30th day of April, 2012.

Witness my hand and official seal.

My commission expires:

[SEAL]

Cindy J. Turner Notary Public State of Colorado

My Commission Expires 06/04/2013

EXHIBIT A INTERESTED PARTIES

Axia Energy, LLC Attn: Tab McGinley 1430 Larimer Street, Suite 400 Denver, CO 80202

OXY USA Inc. Attn: Kent Wooley 5 Greenway Plaza, Suite 110 Houston, Texas 77046

Quicksilver Resources, Inc. Attention: Scott Herstein 801 Cherry Street, Ste. 3700 Fort Worth, Texas 76102

Next Energy, LLC Attention: Jack Overstreet 4600 South Ulster Street, Suite 1225 Denver, CO 80237

SWEPI LP Attention: Jane Harris P.O. Box 576 Houston, TX 77001

Petro-Hunt LLC Attention: Jeff Herman 400 E. Broadway Ave., Suite 414 Bismarck, ND 58501

Allen I. Wright 11 Queens Wood Drive Owego, NY 13827

Alice Lorraine Robinson 4827 SE Tecumseh Road Berryton, KS 66409

Ann W. Lambert 3375 Cherokee Lane Provo, UT 84601 Barbara J. Goral and Donna R. Mahoney P.O. Box 30 Victor, MT 59875

Betty L. Adams 919 Pecan Humboldt, KS 66748

George Vaught, Jr. P.O. Box 13557 Denver, CO 80201

Carol Sue Johnson P.O. Box 394 Miami, TX 79059

Gustin Properties, LLC 1396 South Main Street Nixa, MO 65714

Charlene R. Powell 33237 N. 68th Place Scottsdale, AZ 85262

Ida E. Gordon, f/k/a Ida May Davis 532 Taylor Street Craig, CO 81626

Charlotte Morrell 2711 North 75th Terrace Kansas City, KS 66109

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Dale Renfro 417 Lucien Street, Box 216 Onaga, KS 66521 James Laurence Jordan and Linda Lee Jordan P.O Box 264 Dillon, MT 59725

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Janet E. Olsen 1746 North 900 East North Ogden, UT 84414

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Jencar, Ltd., a Utah Limited Partnership 1777 South 2600 East Salt Lake City, UT 84108

Deep Creek Investments, a Utah General Partnership 2400 Sunnyside Avenue Salt Lake City, UT 84108

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Donald E. Wright 7239 Lowell Drive Overland Park, KS 66204

Jon and Mary Thompson 2810 Old Broadmoor Road Colorado Springs, CO 80906 Eloise G. Brannon 7780 W. 38th Ave, Suite 302 Wheatridge, CO 80033

Joyce Hopkins P.O. Box 60229 Cheyenne Street New Stawn, KS 66839

Gary L. Wixom 1737 Nalulu Place Honolulu, HI 96821

Pamela Pleasant Foster 512 Yampa Avenue Craig, CO 81625

Judith P. Tipton Trust, Trustee of the Judith P. Tipton Trust, dated 10/14/2002 17387 E. 1090 Road Sweetwater, OK 73666

Paul McCulliss P.O Box 3248 Littleton, CO 80161

Julia Ann Easum Green 150 Du Rhu Drive #606 Mobile, AL 36608

Paule S. Hewlett 1736 Nicholson Street Houston, TX 77008

Kathleen Brannon 7780 W. 38th Ave, Suite 302 Wheatridge, CO 80033

Peter Pleasant 868 Breeze Street Craig, CO 81625

Kent S. Olsen 7065 South Penrose Court Littleton, CO 80122 Richard H. Winder 9115 Bontura Drive Granbury, TX 76049

Louis Pierre Johnson and Mary Kay Johnson 160 County Road 78 Craig, CO 81625

Rockie Rogers Kephart 4375 Centennial Blvd. Colorado Springs, CO 80919

Marcia Elaine Renfro Stithem 16675 142nd Road Hoyt, KS 66440

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Martin E. Sims 2899 Country Club Boulevard Orange Park, FL 32073

Roger Stutzman 1306 Club House Court Mansfield, TX 76063

McMurray Investment Company 5335 Roseleaf Drive Murray, UT 84123

Sharon K. Proctor and Steven R. Getty 920 NW 39Th Topeka, KS 66618

Michelle S. Lavin 14631 Mimosa Lane Tustin, CA 92780

Smith Minerals, Ltd., a Colorado Limited Partnership 119 Marshall Johnson Avenue South Port Lavaca, TX 77979 Norman S. Sheya 361 Bay View Terrace Costa Mesa, CA 92627

Stewart Family Trust, dtd 09/28/06 2405 St. Mary's Drive Salt Lake City, UT 84108

The Simpson Ranch 40756 St Hwy 13 Craig, Co 81625

Thomas R. Rogers, Jeanette S. Beckford and Harold L. Rogers c/o Harold L. Rogers 2189 Ironwood Road Fort Scott, KS 66701

Thomas J. Chamberlin 7619 N. Tatum Blvd. Paradise Valley, AZ 85253

Thomas P. Easum, Jr. 2340 Raintree Lake Circle Merritt Island, FL 32953

William E. Loudy 1396 South Main Street Nixa, Mo 65714

Richard M. Padon 4934 Arapaho Trail Billings, MT 59106

Tracy H. Winder P.O. Box 27 Craig, CO 81626

Nottingham Land and Livestock P.O. Box 969 Craig, CO 81625

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

IN THE MATTER OF THE APPLICATION OF AX ENERGY, LLC FOR AN ORDER POOLING AI INTERESTS IN THE MANCOS AND NIOBRAF FORMATIONS IN AN 889.21 ACRE EXPLORATOR DRILLING AND SPACING UNIT LOCATED MOFFAT COUNTY, COLORADO.	LL) Cause No RA)				
AFFIDAVIT OF MAILING					
STATE OF COLORADO					
CITY AND COUNTY OF DENVER)					
Jamie L. Jost, of lawful age, and being first declares:	duly sworn upon her oath, states and				
That she is the attorney for Axia Energy, LLC, that on or before April 2, 2012, she caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit A to the Application. Jamie L. Jost					
Subscribed and sworn to before me April 35, 2012.					
Witness my hand and official seal. My commission expires: 10-04-13 Note	ese Status				