### 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-NIOBRARA )	
FORMATION IN A DESIGNATED 160-ACRE )	Docket No
WELLBORE SPACING UNIT LOCATED IN THE )	
WATTENBERG FIELD, WELD COUNTY, )	
COLORADO.	

#### APPLICATION

COMES NOVV 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 designated 160-acre wellbore spacing unit for the drilling of the Monfort E 31-27 Well ("Well") to produce from the Codell-Niobrara Formation located in the following lands:

Township 6 North, Range 65 West, 6th P.M.

Section 30: S½SE¼, Section 31: N½NE¼

Weld County, Colorado ("Application Lands").

In support thereof, the 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 certain leasehold interests in 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-Niobrara Formation underlying certain lands, including Section 31, Township 6 North, Range 65 West, with the permitted well locations in accordance with the provisions of Order No. 407-1.
- 4. Section 30, Township 6 North, Range 65 West is unspaced as to the Codell-Niobrara Formation, but has been designated as a 160-acre wellbore spacing unit pursuant to Rule 318A.(a)(4)(C), described below.
- 5. On April 27, 1998, the Commission adopted Rule 318A, which, among other things, 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. On December 5, 2005, Rule 318A was amended to allow interior infill and boundary wells to be drilled and wellbore spacing units to be established.

- 6. On August 8, 2011, Rule 318A was amended to allow, among other things, wellbore spacing units to be established on unspaced lands within GWA pursuant to certain notice and hearing procedures. This amendment was effective on September 30, 2011. The Application Lands are subject to Rule 318A for the Codell-Niobrara Formation.
- 7. Applicant designated a 160-acre Wellbore Spacing Unit, as defined below, for the production of oil, gas, and associated hydrocarbons from the Codell-Niobrara Formation pursuant to Rule 318A. and notified the appropriate parties under Rule 318A.
- 8. Applicant, pursuant to Commission Rule 530 and the provisions of C.R.S. §34-60-116 (6) and (7), seeks an order to pool all interests, including but not limited to, any nonconsenting interests, and in the following designated 160-acre wellbore spacing unit, located within the Application lands, for production from the Codell- Niobrara Formation:

Township 6 North, Range 65 West, 6th P.M.

Section 30: S½SE¼, Section 31: N½NE¼

(referred to herein as the "Wellbore Spacing Unit").

- 9. Applicant directionally drilled the Well within the designated Wellbore Spacing Unit with a surface location of 1280' FSL, 1455' FEL of Section 30, Township 6 North, Range 65 West and a bottomhole location of 53' FSL, 1311' FEL of Section 30, Township 6 North, Range 65 West.
- 10. 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 any of the costs specified in C.R.S. § 34-60-116(7)(b)(II) were first incurred for the drilling of the Well.
- 11. 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.
- 12. That in order to prevent waste and to protect correlative rights, all interests in the Application Lands and Wellbore Spacing Unit should be pooled for the

orderly development of the Codell-Niobrara 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 Wellbore Spacing Unit for the development of the Codell-Niobrara Formation.
- 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 any of the costs specified in C.R.S. § 34-60-116(7)(b)(II) were first incurred for the drilling of the Well.
- 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 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-Niobrara Formation in the drilling unit comprised of 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 May, 2012, that 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 this  $\frac{30}{100}$  day of March, 2012.

Respectfully submitted:

NOBLE ENERGY, INC.

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: Jim Hull
1625 Broadway, Suite 2200
Denver, CO 80202

## EXHIBIT A Interested Parties

Noble Energy, Inc. ATTN: Jim Hull 1625 Broadway, Suite 2200 Denver, CO 80202

Monago Operating, Inc. % Rex William Monahan III 12 Dos Rios Greeley, CO 80634-9501

H & C Colton Company Attention Clark Colton P.O. Box 3705 Littleton, CO 80161

Lamar B. Roemer 35 N. Wyden Dr. Houston, TX 77056

Swift Beef Company 1770 Promontory Circle Greeley, CO 80634

Hoshiko Farms, Inc. P.O. Box 119 Kersey, CO 80644

### **VERIFICATION**

STATE OF COLORADO	)	
CITY AND COUNTY OF DENVER		SS

Joseph H. Lorenzo, of lawful age, being first duly sworn upon oath, deposes and says that he is Attorney-in-Fact for Noble Energy, Inc. 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.

Joseph H. Lorenzo, Attorney-In-Fact Noble Energy, Inc.

Subscribed and sworn to before this Albay of March, 2012.

Witness my hand and official seal.

[SEAL]

My commission expires:

MALLORY WEINDORF Notary Public State of Colorado

My Committee Expires June 10, 2012

5

# 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 ) INTERESTS IN THE CODELL-NIOBRARA ) FORMATION IN A DESIGNATED 160-ACRE ) WELLBORE SPACING UNIT LOCATED IN THE ) WATTENBERG FIELD, WELD COUNTY, ) COLORADO. )
AFFIDAVIT OF MAILING
STATE OF COLORADO )
)ss. CITY AND COUNTY OF DENVER )
Elizabeth Gallaway of lawful age, and being first duly sworn upon her oath, states and declares:
That she is the attorney for Noble Energy, Inc., that on or before March
Subscribed and sworn to before me on March 30, 2012.
Witness my hand and official seal.
My commission expires: <u>١٥٠ ٥ ੫ - 13</u> .
Notary Public  STATE OF THE PROPERTY OF THE PROPERTY OF THE PUBLIC OF TH