

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

|                                     |   |            |
|-------------------------------------|---|------------|
| IN THE MATTER OF THE APPLICATION OF | ) |            |
| CARRIZO OIL AND GAS, INC., FOR AN   | ) |            |
| ORDER ALLOWING UP TO TWO            | ) | Cause No.  |
| HORIZONTAL WELLS IN TWO 640-ACRE    | ) |            |
| DRILLING AND SPACING UNITS FOR THE  | ) | Docket No. |
| NIOBRARA FORMATION IN SECTIONS 2    | ) |            |
| AND 11, TOWNSHIP 8 NORTH, RANGE 61  | ) |            |
| WEST IN WELD COUNTY, COLORADO       | ) |            |

APPLICATION

Carrizo Oil and Gas, 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 authorizing up to two horizontal wells in each of the following-described 640-acre drilling and spacing units:

Township 8 North, Range 61 West, 6<sup>th</sup> P.M.  
Section 2: All ("DSU #1")

Township 8 North, Range 61 West, 6<sup>th</sup> P.M.  
Section 11: All ("DSU #2")

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

and further providing that the treated interval of each horizontal wellbore may be separated by a minimum of 600 feet for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

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 an operator in good standing with the Commission.
2. Applicant owns substantial leasehold interests in the Application Lands.
3. On February 22, 2011, the Commission issued Order No. 535-3, which among other things, established 160 approximate 640-acre drilling and spacing units for the production of oil, gas and associated hydrocarbons from the Niobrara Formation underlying certain lands, including the Application Lands, and allowed up to one horizontal well in each of the units. This Order applies to DSU #1 and DSU #2.

4. On December 12, 2011, the Commission entered Order 535-106, which, among other things, pooled all interests in an approximate 640-acre drilling and spacing unit for the development and operation of the Niobrara Formation. This Order applies to DSU #2.

5. Applicant requests that up to two horizontal wells be authorized for production of oil, gas and associated hydrocarbons from the Niobrara Formation in DSU #1 and DSU #2.

6. In accordance with Rule 318, Applicant will locate and drill the wells so that the treated interval of the horizontal wells is no closer than 600 feet from the boundaries of the units. Applicant requests that the 1,200 foot internal wellbore setback of Rule 318 be relaxed so that the treated interval of the horizontal wells may be separated by a minimum of 600 feet.

7. Applicant asserts that additional wells are necessary to prevent waste, protect correlative rights, and to assure the maximum efficient recovery of oil, gas and associated hydrocarbons from the Niobrara Formation on the Application Lands.

8. The names and addresses of the interested parties to this Application are set forth in Exhibit A, and the undersigned certifies that copies of this Application shall be served on each interested party as required by Rule 503.e.

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

A. Authorizing up to two horizontal wells in DSU #1 and DSU #2 for production of oil, gas and associated hydrocarbons from the Niobrara Formation.

B. Providing that said wells shall be located and drilled so that the treated interval of the wellbores are no closer than 600 feet from the boundaries of the unit and are separated by a minimum of 600 feet.

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


Dated: September 14 2012

Kenneth A. Wonstolen  
Elizabeth Y. Gallaway  
Beatty & Wozniak, P.C.  
216 Sixteenth Street-Suite 1100  
Denver, CO 80202-5115

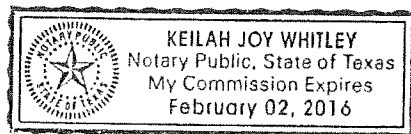
## VERIFICATION

COUNTY OF HARRIS

SS.

  
Craig Wiest

My commission expires: 2/2/2014



Keriah Joy Wenz  
Notary Public

## Exhibit A

### Interested Parties

Noble Energy WYCO, LLC.  
1625 Broadway, Suite 2200  
Denver, CO 80202

Marubeni Denver Julesburg LLC  
5555 San Felipe  
Houston, TX 77056

SKV, LLC  
P.O. Box 300687  
Denver, CO 80218

Prima Exploration, Inc.  
100 Fillmore Street  
Suite 450  
Denver, CO 80206

Apple Creek, LLC  
335 South York St.  
Denver, CO 80209

Prima Exploration, Inc., as Nominee  
for Marchall Resources, LLC  
4295 South Fox Street  
Englewood, CO 80110

Geraldine Nelson  
130 W. Market  
Wichita, KS

Estate of Jerry McDannald, deceased  
P.O. Box 795  
Collinsville, TX 76233

Alan B. Hall AKA Alan Bradley Hall  
P.O. Box 10761  
Houston, TX 77206-0761

Kathryn B. Stahlman and Robbin L.  
Peppler as Trustees of the  
Grandchildren's Trust I  
316 Pearson Road  
Dayton, OH 45433

Robert Driscoll LaRue  
1984 Pikes Peak St.  
Erie, CO 80516

First Interstate Bank of Denver, N.A.  
as trustee under a certain Agreement  
for the Moran Family Minerals Trust  
dated as of August 1, 1988  
P.O. Box 5825  
Denver, CO 80217

Larry D. Kort  
1305 N. Williams  
Hastings, NE 68901

Chesapeake Exploration, LLC  
P.O. Box 18496  
Oklahoma City, OK 73154

Continental Resources, Inc.  
P.O. Box 1032  
Enid, OK 73702

Tracker Resource Development III,  
LLC  
1050 Seventeenth St.  
Suite 2200  
Denver, CO 80265

Gene F. Lang & Co.  
19751 East Mainstreet  
Suite 334  
Parker, CO 80138

Blackland Petroleum, LLC  
17190 East Dorado Pl.  
Centennial, CO

Mary Sue McDannald Carlson  
5025 Riverway #12  
Houston, TX 77056

Barry Cleaves McDannald  
3810 West Main (FM518)  
P.O. Box 863  
League City, TX 77574

Elizabeth Hall Walker  
P.O. Box 1737  
Conroe, TX 77301

Richard J. Bartels and Robbin L.  
Peppler as Trustees of the  
Grandchildren's Trust II  
2131 62nd Court  
Greeley, CO 80634

William Blake LaRue  
Address Unknown

Mary Little McDannald  
Address Unknown

Harold F. Cramer  
485 Race St.  
Denver, CO 80202

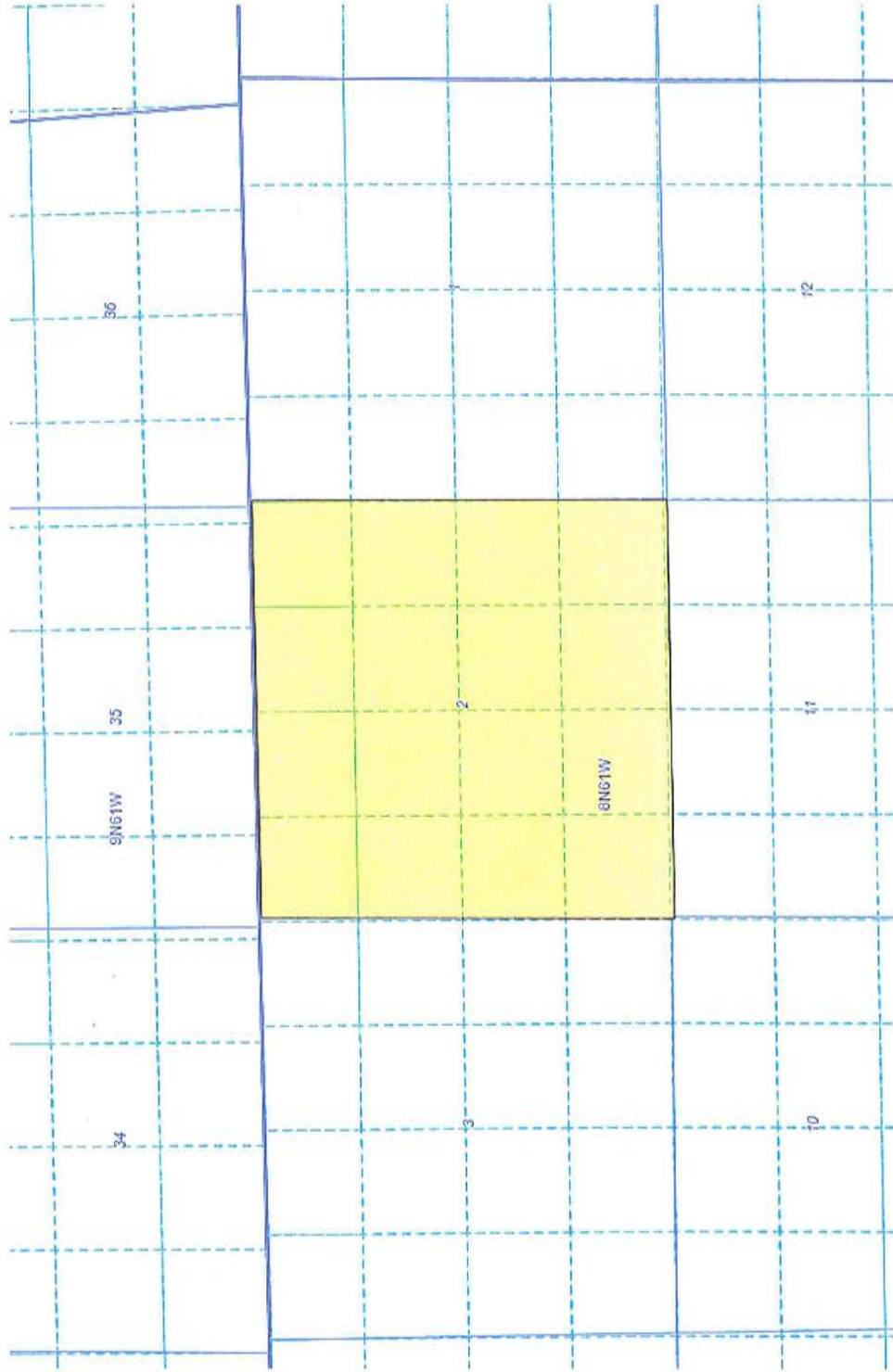
Eugene H. Johnson and Damaris M.  
Johnson  
6416 North Highway 1  
Wellington, CO 80549

Michael Warren, Energy Liaison  
Colorado Parks and Wildlife  
Northwest Regional Office  
711 Independent Avenue  
Grand Junction, CO 81505

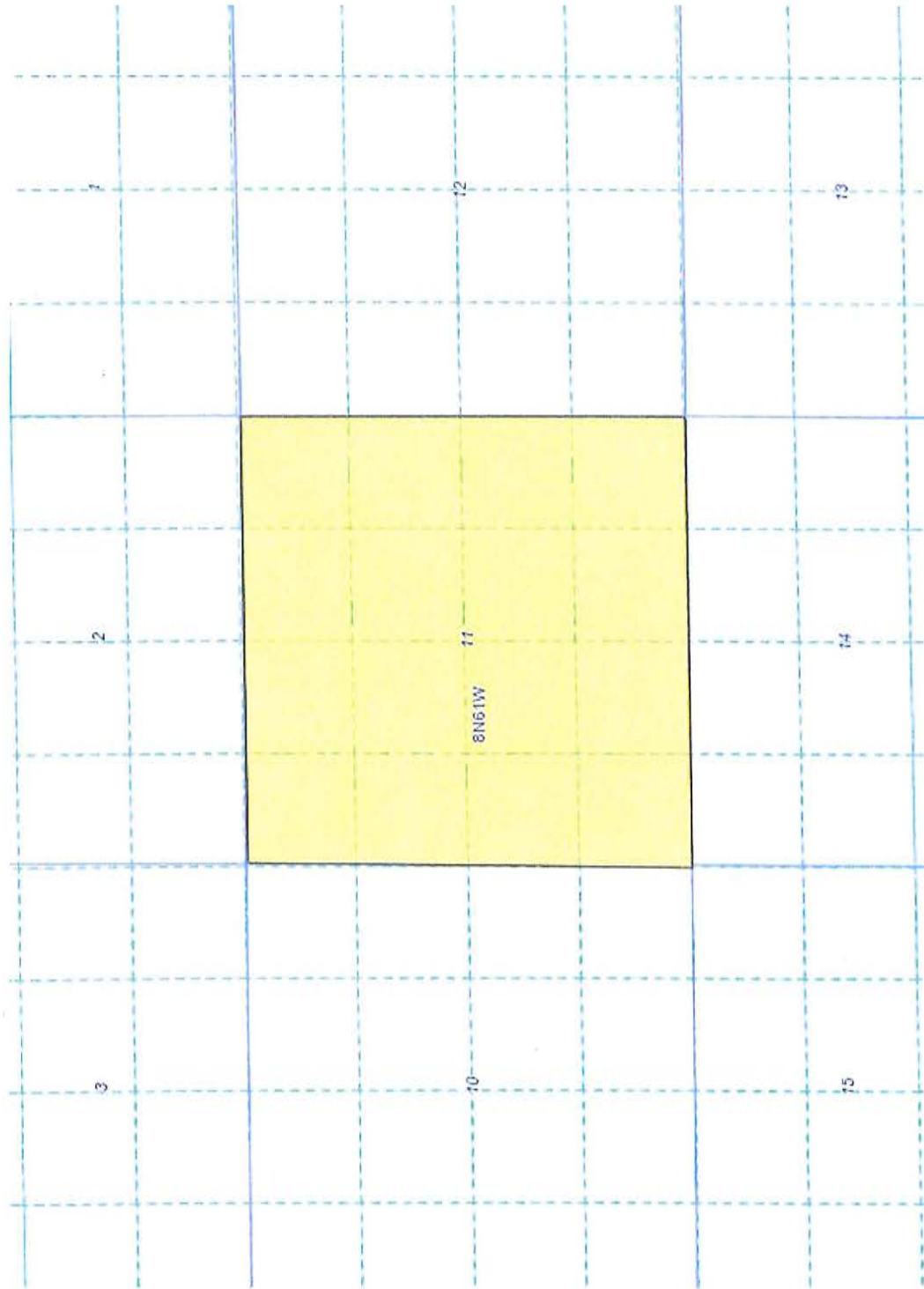
Kent Kuster  
Oil & Gas Consultant Coordinator  
Colorado Department of  
Public Health & Environment  
4300 Cherry Creek Drive South  
Denver, CO 80246-1530

David Bauer  
Weld County  
1111 H Street  
Greeley, CO 80632

Township 8 North, Range 61 West Sec 2



Township 8 North, Range 61 West Sec 11



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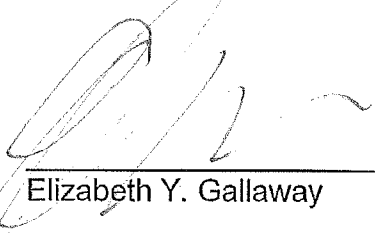
AFFIDAVIT OF MAILING

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

Elizabeth Y. Gallaway, of lawful age, and being first duly sworn upon her oath,  
states and declares:

That she is the attorney for Carrizo Oil and Gas, Inc., that on or before  
September 24, 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.

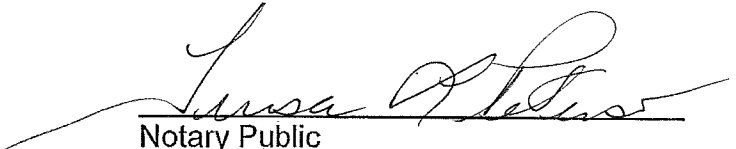


  
Elizabeth Y. Gallaway

Subscribed and sworn to before me September 17, 2012.

Witness my hand and official seal.

My commission expires: 10-04-13.

  
Notary Public