

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

IN THE MATTER OF THE APPLICATION OF	)	Cause No.
CARRIZO OIL AND GAS, INC., FOR AN	)	
ORDER ALLOWING UP TO SIX	)	Docket No.
HORIZONTAL WELLS IN A 1280-ACRE	)	
DRILLING AND SPACING UNIT FOR THE	)	
NIOBRARA FORMATION IN SECTIONS 17	)	
AND 18, TOWNSHIP 7 NORTH, RANGE 60	)	
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 six horizontal wells in the following-described 1280-acre drilling and spacing unit:

Township 7 North, Range 60 West, 6<sup>th</sup> P.M.  
Section 17: All  
Section 18: All

Weld County, Colorado ("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 June 27, 2011, the Commission entered Order No. 535-41 which, among other things, established nine approximate 640-acre drilling and spacing units for certain lands, including Section 18, Township 7 North, Range 60 West, and approved up to two horizontal wells within each unit for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation.
4. On August 8, 2011 the Commission issued Order No. 535-65 which, among other things, established two approximate 640-acre drilling and spacing units for certain lands, including Section 17, Township 7 North, Range 60 West, and allowed up to two horizontal wells within each unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation. This Order supersedes Order No. 535-51 which, among other things, established nine approximate 640-acre drilling and spacing units for certain lands, including Section 17, Township 7 North, Range 60 West, and approved up to one horizontal well within each unit.

5. On August 20, 2012 the Commission issued Order No. 535-195 which, among other things, established one 1,280-acre drilling and spacing unit, and allowed up to two horizontal wells on the Application Lands for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

6. Applicant requests that up to six horizontal wells be authorized for production of oil, gas and associated hydrocarbons from the Niobrara Formation in the Application Lands.

7. 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.

8. 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.

9. 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 six horizontal wells in the Application Lands 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: November 2, 2012

By: 

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

Address of Applicant  
Carrizo Oil & Gas, Inc.  
ATTN: Craig Wiest  
1000 Louisiana Street, Suite 1500  
Houston, TX 77002

VERIFICATION

STATE OF TEXAS

)

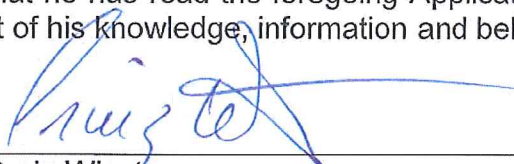
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ss.

COUNTY OF Harris

)

Craig Wiest, of lawful age, being first duly sworn upon oath, deposes and says that he is a Land Manager for Carrizo Oil & Gas, 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.

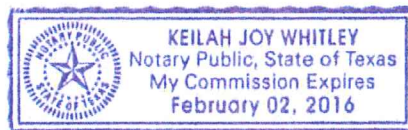


Craig Wiest

Subscribed and sworn to before me this 26th day of October, 2012.

Witness my hand and official seal.

My commission expires: 2/2/2016



  
Notary Public

## Exhibit A

### Interested Parties

John T. Ashabranner  
P.O. Box 40  
North Zulch, TX 77872

John H. McQuown  
14091 East Marina Drive, Condo #101  
Aurora, CO 80014

W.L. Byrd  
Address Unknown

Lew Allen, Jr.  
1040 So. Arroyo Blvd.  
Pasadena, CA 91105

Lorraine Martin  
2601 Cocono Southwest  
Albuquerque, MN 87105

Johnnie M. Martin  
2601 Cocano Southwest  
Albuquerque, NM 87105

Joint Resources Company  
5416 Birchman Avenue  
Fort Worth, TX 76107

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

New Frontier Energy, Inc.  
1801 Broadway, Suite #920  
Denver, CO 80202

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

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

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

Thomas G. Dorrough Trust  
P.O. Box 1196  
Englewood, CO 80150

Noble Energy, Inc.  
1625 Broadway, Suite 2200  
Denver, CO 80202

Marathon Oil Company  
5555 San Felipe  
Houston, TX 77253

WYOCO Royalty Partners LLC.  
P.O. Box 280969  
Lakewood, CO 80228

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

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WEST IN WELD COUNTY, COLORADO )

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 November \_\_\_\_, 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 November 2, 2012.

Witness my hand and official seal.

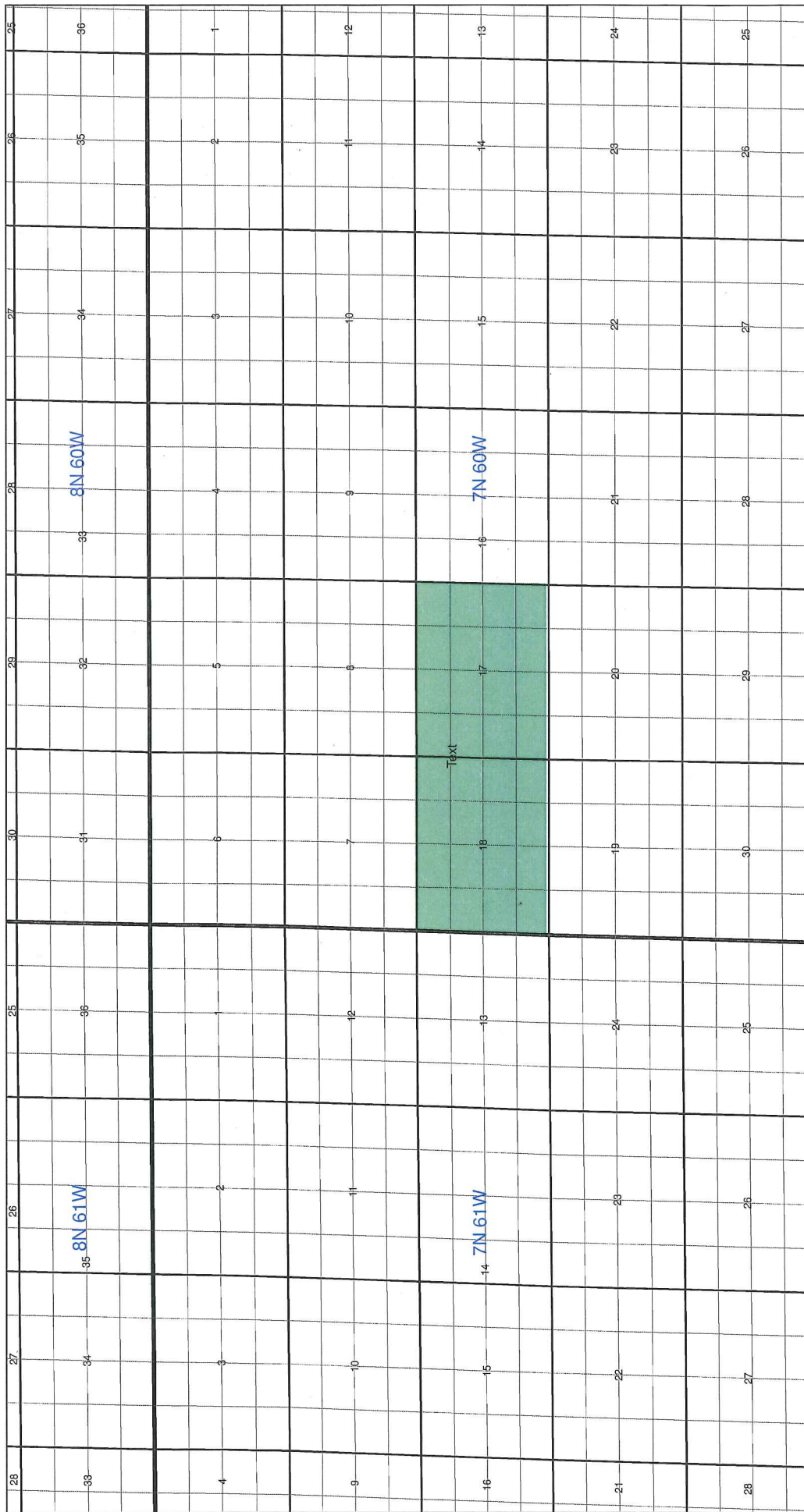
My commission expires: April 16, 2016.



  
\_\_\_\_\_  
Notary Public



# Section 17 & 18-7N60W



6 Wells 600' Spacing

January 1280