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

IN THE MATTER OF THE APPLICATION | CAUSE NO. OF HRM RESOURCES, LLC FOR AN ORDER POOLING ALL INTERESTS IN A PENDING 160-ACRE DRILLING AND SPACING UNIT LOCATED SECTION 36, TOWNSHIP 6 NORTH, RANGE 66 WEST P.M., IN THE CODELL AND NIOBRARA FORMATIONS. BRACEWELL FIELD, WELD COUNTY, COLORADO

DOCKET NO.

## **APPLICATION**

HRM Resources, LLC ("Applicant"), by its attorneys, Beatty & Wozniak, P.C., submits this application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order pooling all interests within an approximate 160acre drilling and spacing unit for the development of the Codell and Niobrara Formations on the following described lands:

> Township 6 North, Range 66 West, 6<sup>th</sup> P.M. Section 36: NE1/4

Weld County, Colorado ("Application Lands").

In support thereof, 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 substantial leasehold interests in the Application Lands.
- 3. Section 36, Township 6 North, Range 66 West is comprised of a proposed 160-acre drilling and spacing unit for development of the Codell and Niobrara Formations. The application for the proposed 160-acre drilling and spacing unit is being filed concurrently with this pooling application for the Commission's February 2013 Hearing. Approval of this pooling application is contingent upon Commission approval of said companion application.
- On February 18, 1985, the Commission Issued Order No. 381-5, which among other things, approved an optional additional well to be drilled in the undrilled 40acre tract of the established 80-acre drilling and spacing units for certain lands, including the Application Lands, for the production of oil and associated hydrocarbons from the Codell and Niobrara Formations.

- 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 Formations 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 drilling and spacing units to be established. The Application Lands are subject to Rule 318A for the Codell and Niobrara Formation.
- 6. 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, in the Application Lands in the Codell and Niobrara Formations underlying the following approximate 160-acre drilling and spacing unit:

Township 6 North, Range 66 West, 6<sup>th</sup> P.M. Section 36: NE<sup>1</sup>/<sub>4</sub>

(hereafter "Drilling and Spacing 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 a 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 as applicable. 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 should be pooled for the orderly development of the Codell and Niobrara 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 Drilling and Spacing Unit for the development of the Codell and Niobrara Formations.
- 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) are first incurred for the drilling of a well in the Drilling and Spacing Unit 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 Well are pooled by operation of statute, pursuant to C.R.S. § 34-60-116(6) and (7), and made subject to the cost recovery provisions thereof with respect to the five wells authorized to develop the Codell and Niobrara Formations in the Drilling and 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 February, 2013, 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: December 3, 2012.

Respectfully submitted:

HRM RESOURCES, LLC

By:

Kenneth A. Wonstolen Gregory J. Nibert Jr. Beatty & Wozniak, P.C. Attorneys for Applicant 216 16th Street, Suite 1100 Denver, Colorado 80202 (303) 407-4499

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Applicant's Address: HRM Resources LLC. c/o L. Roger Hutson 410 17<sup>th</sup> St., Suite 1200 Denver, CO 80202

# **VERIFICATION**

STATE OF COLORADO )
) ss. CITY AND COUNTY OF DENVER)
L. Roger Hutson, of lawful age, being first duly sworn upon oath, deposes and say that he is the President/CEO of HRM Resources LLC 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.  L. Roger Hutson  President/CEO  HRM Resources, LLC
Subscribed and sworn to before this /3 Hday of December, 2012.
Witness my hand and official seal.
[SEAL]
My commission expires: 6/16/2014  Opin Dolland

#### **EXHIBIT A**

Alfredo Nava and Carmela Nava 1406 N 25th Ave Ct Greeley, CO 80631

Anselmo Ortega 1408 N 26th Ave Greeley, CO 80631

AVG and Company, LLP c/o Annabelle M. Canzona 3527 W 12th St Greeley, CO 80634

Beatrice Cervantes 1505 N 26th Ave Greeley, CO 80631

Bernadette Wendy Duran 1514 N 25th Ave Ct Greeley, CO 80631

Blanche Estella Castillo 1410 N 26th Ave Greeley, CO 80631

Brenda A Crews 3822 W. 11th St #36 Greeley, CO 80634

Bucklen Equipment Company 804 N. 25th Ave Greeley, CO 80631

Byron Kent Grams and Jenny Lynette Grams 1501 N 25th Ave Greeley, CO 80631

City of Greeley, acting by and through it Water Enterprise c/o Greeley Water and Sewer Department 1100 10th St Greeley, CO 80631

Clifford Ralph Todd 1001 Texas Dr Carthage, TX 75633

Collier C Foose 727 Peyton Dr Ft Collins, CO 80525

Colony Improvement Corporation 1527 N 25th Ave Ct Greeley, CO 80631 Cottonwood Land and Farms, LLC 4770 Baseline Rd, Suite 300 Boulder, CO 80303

Darrell D Wells 1831 Chesapeake Cir Johnstown, CO 80534

David and Tammy Miracle 1509 N 26th Ave Greeley, CO 80631

Donaciano Andres Garcia and Andrea Garcia 408 11th Ave Greeley, CO 80631

Emma Jean Silva 1516 N 25th Ave Greeley, CO 80631

Fernando and Alma-Delia Aguilar 1504 N 25th Ave Ct Greeley, CO 80631

Flatiron Companies PO Box 229 Boulder, CO 80306

Florentina Cavazos 1508 N 25th Ave Ct Greeley, CO 80631

Francisco J Madrigal 1415 N 25th Ave Greeley, CO 80631

Hugo Nava and Rosario A Ortiz 1414 N 25th Ave Ct Greeley, CO 80631

Inez and Pedro R Gutierrez 401 N 21st Ave Greeley, CO 80631

James W Todd 3528 Townsend Dallas, TX 75633

Javier and Leticia Gurrola 1409 N 25th Ave Ct Greeley, CO 80631

Jess P Gomez and Josie Gomez, Jr 1512 N 25th Ave Greeley, CO 80631 Joe Anthony Gutierrez and Linda Mae Rios 1405 N 25th Ave Ct Greeley, CO 80631

Jordance Energy, Inc 1615 California St, Suite 702 Denver, CO 80202 Jordance Energy, Inc. 3323 South Birch St Denver, CO 80222

Jose A and Beneranda Marquez 1513 N 25th Ave Greeley, CO 80631

Jose D Alvarez-Flores 1410 N 25th Ave Ct Greeley, CO 80631

Jose Mendoza 325 23rd Ave Ct Greeley, CO 80631

Jose Mendoza and Rosie Aguilor a/k/a Rosita Elvira Aguilar 1507 N 25th Ave Ct Greeley, CO 80631

Joseph C Filipponi, Trustee of the Joseph Filipponi Trust dated 3/21/2012 Box 337012 Greeley, CO 80633

Juana Rodriguez, Antonio Rodriguez and Yolanda Jorgensen 1405 N 26th Ave Greeley, CO 80631

Karen M. Crews 3087 Oaklawn St Columbus, OH 43224

Manuel Gallegos 1513 N 26th Ave Greeley, CO 80631

Manuel Varela and Aurora Varela 1411 N 26th Ave Greeley, CO 80631

Maria G Martinez, Ignacio Martinez and Valentino Martinez 1403 N 26th Ave Greeley, CO 80631 Maximo and Margarita Ortega 1510 N 25th Ave Ct Greeley, 80631

Michael Anthony Gutierrez-Segura 4728 Everglade Ct Greeley, CO 80634-9274

Nicolas R Brownwood 24707 County Rd #1 LaSalle, CO 80645

Noble Energy Production, Inc 1626 Broadway, Suite 2200 Denver, CO 80202

Pedro and Ernestina Rodriguez 1508 N 25th Ave Greeley, CO 80631

Pedro P Gutierrez 1400 N 25th Ave Ct Greeley, CO 80631

Peter B and Zulema B Gutierrez 1406 N 26th Ave Greeley, CO 80631

Peter N Gutierrez, Joe B Gutierrez and Zulema B Gutierrez 2511 M St Greeley, CO 80631 R.M. Hiner Construction Company, Inc. 11 Austin Rd Lamar, CO 81052

Ralph Clifford Todd 110 N Pinewood Carthage, TX 75633

Ruben Montoya 1413 N 25th Ave Ct Greeley, CO 80631

Rosalie Anne Fontes f/k/a Rosalie Anne Sedillos 1504 N 26th Ave Greeley, CO 80631

Rose M Castillo c/o Susie M Jojola 1421 N 25th Ave Ct Greeley, CO 80634-9274

Ruby Dee Gutierrez 1506 N 26th Ave Greeley, CO 80631

Saul Cisneros 1511 N 25th Ave Ct Greeley, CO 8631 Sunshine Valley Petroleum Corp 950 Stafford Casper, WY 82609

Templo Bethel Assembly of God 1527 N 25th Ave Ct Greeley, CO 80631

Vicente Vega-Chavez and Felicitas Ruiz de Vega 1500 N 25th Ave Ct Greeley, CO 80631 Washington Properties IV, LLC

c/o Patti M Stickler and David B Stickler PO Box 7063 Loveland, CO 80537

Weld County, Colorado 1150 O St, Room #107 Greeley, CO 80631

Yrene Palmer Lopez and Margaret Lopez 1416 N 25th Ave Ct Greeley, CO 80631

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DOCKET NO.

# AFFIDAVIT OF MAILING

STATE OF COLORADO	)
CITY AND COUNTY OF DENVER	)ss

Kenneth A. Wonstolen of lawful age, and being first duly sworn upon his oath, states and declares:

That he is the attorney for HRM Resources LLC, that on or before December 20, 2012, he 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.

Kenneth A. Wonstolen

Subseribed and sworn to before me on December 13, 2012.

and official seal.

My commission expires: 10 - 0 4- 13

Notary Public