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 SIX)	Cause No.
HORIZONTAL WELLS IN A 640-ACRE)	
DRILLING AND SPACING UNIT FOR THE)	Docket No.
NIOBRARA FORMATION IN SECTION 3,) —	
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 two additional wells for a total of six horizontal wells in the following-described 640-acre drilling and spacing unit:

Township 7 North, Range 60 West, 6th P.M. Section 3: All

Weld County, Colorado ("Application Lands").

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 issued Order No. 535-41 which, among other things, established nine approximate 640-acre drilling and spacing units, and allowed up to two horizontal wells on certain lands including the Application Lands for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- 4. On September 19, 2011, the Commission issued Order No. 535-79 which, among other things, pooled all interests in the approximate 640-acre drilling and spacing unit established for the Application Lands.
- 5. On November 15, 2012, the Commission issued Order No. 535-216 which, among other things, authorized up to four horizontal wells in the approximate 640-acre drilling and spacing unit, with the treated interval of each horizontal wellbore to be no closer than 600 feet from the unit boundaries, and separated by a minimum of 600 feet from the treated interval of any other wellbore located in the unit, for the production of oil,

gas and associated hydrocarbons from the Niobrara Formation underlying the Application Lands.

- 6. Applicant requests that a total of up to six horizontal wells be authorized for production of oil, gas and associated hydrocarbons from the Niobrara Formation in the Application Lands.
- 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 a total of up to six horizontal wells in the Application Lands for production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- B. For such other findings and orders as the Commission may deem proper or advisable in the matter.

Dated: January 25, 2013

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 COLORADO

) ss. CITY AND COUNTY OF DENVER)			
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 $\frac{23^{10}}{23^{10}}$ day of January, 2013.			
Witness my france and official seal.			
My commission expires; 0 9 0 4 13 PUBLIC Notary Public			

Exhibit A

Interested Parties

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

Diamond Resources Co. P.O. Box 1938 Williston, ND 58802-1938

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

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

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

IN THE MATTER OF THE APPLICATION	FOR AN)	0 N
ORDER ALLOWING UP T HORIZONTAL WELLS IN A 6	O SIX) S40-ACRE)	Cause No.
DRILLING AND SPACING UNIT IN SECOND	FOR THE)	Docket No.
TOWNSHIP 7 NORTH, RANGE 60 WELD COUNTY, COLORADO	, ,	
AFFIL	DAVIT OF MAILING	2
STATE OF COLORADO)	
CITY AND COUNTY OF DENVER)ss.)	

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

That he is the attorney for Carrizo Oil and Gas, Inc., that on or before January $\underline{30}$, 2013, he caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on $\underline{\text{Exhibit A}}$ to the Application.

Kenneth E. Warner

Subscribed and sworn to before me January <u>33</u>, 2013.

Witness my hand and official seal.

My congruission expires: 10 - 0

Notary Public