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 EACH OF TWO)	
640-ACRE DRILLING AND SPACING UNITS)	Docket No.
FOR THE NIOBRARA FORMATION IN)	
SECTIONS 33 AND 34, TOWNSHIP 9)	
NORTH, RANGE 58 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 a total of up to six horizontal wells in each of the following-described 640-acre drilling and spacing units:

Township 9 North, Range 58 West, 6th P.M. Section 33: All ("DSU #1")

Township 9 North, Range 58 West, 6th P.M. Section 34: All ("DSU #2")

Weld County, Colorado (together the "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 September 19, 2011, the Commission entered Order No. 535-70, which among other things, established two approximate 640-acre drilling and spacing units for certain lands and allowed up to two horizontal wells in each unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation. This Order applies to DSU #2.
- 4. On October 31, 2011, the Commission entered Order No. 535-3, which among other things, established 160 approximate 640-acre drilling and spacing units for certain lands, and allowed one horizontal well in each unit, for the production of oil, gas

and associated hydrocarbons from the Niobrara Formation. This Order applies to DSU #1.

- 5. On January 23, 2012, the Commission entered Order No. 535-128, which among other things, pooled all interests in the applicable 640-acre drilling and spacing unit pursuant C.R.S. 34-60-116 for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation. This Order applies to DSU #1.
- 6. On November 15, 2012, the Commission issued Order No. 535-220 which, among other things, authorized up to four horizontal wells in each of two approximate 640-acre drilling and spacing units, 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. This Order applies to DSU #1 and DSU #2.
- 7. 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 each DSU #1 and DSU #2.
- 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 a total of up to six horizontal wells in each DSU #1 and DSU #2 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 23, 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 35 day of January, 2013.

Witness my hand and official seal.

My commission expires: 10 04 13

Notary Public

Exhibit A

Interested Parties

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

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

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 CARRIZO OIL AND GAS ORDER ALLOWING HORIZONTAL WELLS IN 640-ACRE DRILLING AND FOR THE NIOBRARA SECTIONS 33 AND 34 NORTH, RANGE 58 V COUNTY, COLORADO	S, INC., FOR AN UP TO SIX EACH OF TWO SPACING UNITS FORMATION IN 1, TOWNSHIP 9)	Cause No. Docket No.	
AFFIDAVIT OF MAILING				
STATE OF COLORADO)			

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

)ss.

That he is the attorney for Carrizo Oil and Gas, Inc., that on or before January <u>30</u>, 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 <u>Exhibit A</u> to the Application.

Kenneth E. Warner

Subscribed and sworn to before me January <u>3</u>, 2013.

Witness my hand and official seal.

CITY AND COUNTY OF DENVER

xpires: _

0-04-13

Notary Public