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

IN THE MATTER OF THE APPLICATION OF PDC ENERGY. INC. FOR AN ORDER TO POOL ALL **INTERESTS** IN AN **APPROXIMATE** 160-ACRE **WELLBORE** SPACING UNIT FOR SECTIONS 20, 21, 28 AND 29, TOWNSHIP 4 NORTH, RANGE 67 WEST, 6TH P.M. IN THE CODELL-NIOBRARA FORMATION. WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

APPLICATION

COMES NOW PDC Energy, Inc. ("Applicant"), by its attorneys, Beatty & Wozniak, P.C., and makes this application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order pooling all interests in an approximate 160 acre wellbore spacing unit for the drilling of the Ryland 20YD Well (API No. 05-123-31999) ("Well") for the development of the Codell-Niobrara Formation on the following described lands:

Township 4 North, Range 67 West, 6th P.M.

Section 20: SE¼SE¼ Section 21: SW¼SW¼ Section 28: NW¼NW¼ Section 29: NE¼NE¼

Weld County, Colorado (hereinafter "Application Lands").

In support thereof, Applicant states and alleges as follows:

- 1. Applicant is a corporation duly authorized to conduct business in the State of Colorado, and is a registered operator in good standing with the Commission.
 - 2. Applicant owns certain leasehold interests in the Application Lands.
- 3. On February 19, 1992, the Commission issued Order No. 407-87 (amended August 20, 1993), which among other things, established 80-acre drilling and spacing units for the production of oil and/or gas from the Codell-Niobrara Formation underlying certain lands, including the Application Lands, with the permitted well locations in accordance with the provisions of Order No. 407-1. Order No. 407-730 also includes portions of the Sections 21 and 28, Township 4 North, Range 67 West, but does not apply to and has no effect on the relief requested in the Application.
- 4. 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 wellbore spacing units to be established. On August 8, 2011,

Rule 318A was again amended to, among other things, address drilling of horizontal wells. The Application Lands are subject to Rule 318A for the Codell-Niobrara Formation.

- 5. Applicant designated an approximate 160 acre wellbore spacing unit as defined below, for the production of oil, gas, and associated hydrocarbons from the Codell-Niobrara Formation pursuant to Rule 318A. and notified the appropriate parties under Rule 318A.
- 6. Applicant, pursuant to Commission Rule 530 and/or the provisions of C.R.S. § 34-60-116 (6) and (7), hereby requests an order to pool all interests, including but not limited to, any nonconsenting interests, in the Application Lands for the development of the Codell-Niobrara Formation underlying the following designated wellbore spacing unit:

Township 4 North, Range 67 West, 6th P.M.

Section 20: SE1/4SE1/4
Section 21: SW1/4SW1/4
Section 28: NW1/4NW1/4
Section 29: NE1/4NE1/4

(hereafter, "the Wellbore 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 the Well to the Codell-Niobrara Formation 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 Wellbore Spacing Unit should be pooled for the orderly development of the Codell-Niobrara Formation, 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 the Wellbore Spacing Unit for the development of the Codell-Niobrara Formation.
- 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 each of the Well to the Codell-Niobrara Formation 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 Well drilled to develop the Codell-Niobrara Formation in the Wellbore 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 May, 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: March <u>J</u>, 2013.

Respectfully submitted:

PDC ENERGY, INC.

By:

Jamie L. Jost

Gregory J. Nibert Jr.

Beatty & Wozniak, P.C.

Attorneys for Applicant

216 16th Street, Suite 1100 Denver, Colorado 80202

(303) 407-4499

Applicant's Address:

PDC Energy, Inc. ATTN: Marie McCord

1775 Sherman Street, Suite 3000

Denver, CO 80203-4341

VERIFICATION

STATE OF COLORADO)	
	,	SS
CITY AND COUNTY OF DENVER)	

John Krattenmaker, of lawful age, being first duly sworn upon oath, deposes and says that he is the Landman for PDC Energy, 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.

John Kraftenmaker

Landman

PDC Energy, Inc.

Subscribed and sworn to before this ____day of March, 2013.

Witness my hand and official seal.

[SEAL]

My commission expires: 3/5/14



Lanie Owen Owens

EXHIBIT A

PDC Energy Inc. 1775 Sherman Street, Suite 3000 Denver, CO 80203-4341

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

Graham B. Blanton 1804 Pugh Fayetteville, NC 28305

L Gordon Pfefferkorn Jr. Trust L. Gordon Pfefferkorn Jr, Trustee 715 Coliseum Drive Winston-Salem, NC 27106

Robert L. Boschert 70 Huntington Parkway St. Charles, MO 63301

Richard M. Haber 1311 North Church Avenue Tampa, FL 33607

Maureen Ardolino 8871 Sailport Drive Huntington Beach, CA 92646

Danielle Zucker 311 South Medio Los Angeles, CA 90047

Janeane Ardolino 19311 Sunray Lane, #103 Huntington Beach, CA 92648

Issac Ardolino 5051 N. Sabino Canyon Tucson, CA 85750

Claude Stull 11807 Admiration Drive Bridgeton, MO 63044

K.P. Babi V. Varada 1630 Chadwick Place Blue Bell, PA 19422 Richard L. Kies 259 Deer Creek Lane Cape Girardeau, MO 63701

Edward Foerstel & Debra Foerstel 3998 US Highway 61 Bloomsdale, MO 63627

Cimarron Petroleum Corporation P.O. Box 2768 Amarillo, TX 79105

Richard R. Chotin 509 Olive Street, Suite 500 St. Louis, MO 63101

American Investment Bank, (David S. Toth, DPM) 514 Water Street Chardon, OH 44024

American Investment Bank, Leslie Wint 79 Esplanade Mt. Vernon, NY 10553

Gregory J. Bunton 11437 St. Charles Rock Rd. Bridgeton, MO 63044

Troy B. Fergman & Marilyn Fergen J/T 219 W. North Avenue, #4 Chicago, IL 60610

Michael R. Freeman, MD Rt 2, Box 386ECape Girardeau, MO 63701

William D. Grahm 1008 Wellington St. Louis, MO 63017

H.W. Hardy 711 Louisiana, Suite 1300 Houston, TX 7702 Meyer Lewshin 1253 N. Vine Street, #16 Los Angeles, CA 90038

Peter C. Merrill & Joyce T. Merrill 9825 Waterbury Drive Ladue, MO 63124

Robert G. Rager 7002 South Chapparal Circle East Aurora, CO 80016

Gurijala N. Reddy, M.D. 6 Fieldcrest Avenue Wheeling, WV

Jack D. Tatom & Janet M.Tatom P.O. Box 191 Cosmopolis, WA 98537

Jack I. Tompkins 10022 Briar Drive Houston, TX 77042

Gary Van Shaften 2 Timberline Drive Wayneon, NJ 07470

R. Dean Burchett & Lovena Burchett C/O Dean Burchett Eric Equities, Inc. 2021 E. 4th Street Suite 218 Santa Ana, CA 92705

Ethelyn L. Looy P.O. Box 1404 New York, NY 10185

Shoreline Energy Holdings, Inc. 400-209 8th Ave., S.W. Calgary, AB CA T2P 1B8

Alistair Holdings Management, LLC 205 Birdcreek Drive, #211 Temple, TX 76502

Anadarko E&P Company LLp 1099 18th Street, Suite 1800 Denver, CO 80202

Anthony Energy Ltd. 7900 Monticello Drive Granbury, TX 76049

Argonaut Ventures LLC P.O. Box 4210 GrandJunction, CO 81502

Belton Oak Village 401K Katen Barge, Trustee 3824 Greenbriar Dallas, TX 75225

Darwin D. Boscamp 8450 CR 464 Brownwood, TX 76801

Linda Boscamp 8450 CR 464 Brownwood, TX 76801

Bunning Trust dated November 3, 2006 Juanita F. Bunning, Trustee 762 North Burritt Buffalo, WY 82834

CKT Energy Investments, LLC 941 Patrician Court Fairview, TX 75069

Cimmaron Resources, Inc. 1776 South Jackson Street Suite 1101Denver, CO 80210

Comanche Enterprised, Inc. 1800 Shady Grove Rd. Weatherford, TX 76088

DKL Investments, LLC 5531 Winston Court Dallas, TX 75220

Equity Trust Co., Custodian FBO William Hamilton IRA

611 Oak Park Drive Brownwood, TX 76801

Bobby G. & Edna C. Evans Family Trust, Bobby G. & Edna C. Evans, Trustees 9000 Hwy 251 Pocahontas, AR 72455 Duane Thomas Evans 1322 North Shore Drive Catawissa, MO 63015-0000

Norma J. Evans 1402 South Cherry Street, #122 Tomball, TX 77375

FBO Investments, LLP P.O. Box 4210 Grand Junction, CO 81502

R. Bruce Fickel, II P.O. Box S Berthoud, CO 80513

Fougasse Ventures, LLC 2429 Bissonnet, Suite 532 Houston. TX 77005

GRP Energy, LP 5656 Sherry Lane Suite 1221 Dallas, TX 75225

Gary & Judy Tedford Trust 620 Oak Bluff Fairview, TX 75069

Shirley L. Goodrum P.O. Box 1604-76385 6571 Bus Highway 287 Vernon, TX 76384

Griffith Family Trust 11/17/08 Jerry A. & Judy F. Griffith Trustees 672 Country Road 1175 Mountain Home, AR 72653 Michael E. Griffith 441 N 2480 West Hurricane, UT 84737

J. Fred Perry 2501 11th Street Brownwood, TX 76801

Jane Frances King Trust c/o American National Bank 3033 East 1st Avenue Denver, CO 80206-5617

Kastman Oil Company P.O. Box 5930 Lubbock, TX 79408-5930

Laura E. Leonard Insurance Trust Obie P. Leonard, III, Trustee P.O. Box 1718 Ft Worth, TX 76101

Lennan Main, Ltd. P. O. Box 171692 Fort Worth, TX 76101

Daniel M. Leonard P.O. Box 471692 Fort Worth, TX 76147-1401

David P. Leonard P. O. Box 1718 Fort Worth, TX 76101

Madison Capital Energy Income Fund II LP 402 Gammon Place, Suite 200 Madison, WI 53719

Madison Capital Energy Income Fund III LP 402 Gammon Place, Suite 200 Madison, WI 53719

Helen Y. McCarty Revocable Trust dated December 12, 1994 Helen Y. Hanna, Trustee P.O. Box 596 Longmont, CO 80501 Michael H. McCarty RT 11/26/01 Michael H. McCarty, Trustee P.O. Box 1418 Cody, WY 82414

Timothy D. McCarty Trust Charles L. Sisk, Trustee P.O. Box 17850 Boulder, CO 80308-0850

McCarty Weld Farms 801 Panorama Circle Longmont, CO 80501

Patrick W. McCarty 3000 CR 30 Parachute, CO 80501

Jon O'Sullivan 2215 Cedar Springs, Suite 1401 Dallas, TX 75225

Wendy O'Sullivan 5845 Lupton Dallas, TX 75225

O. Paul Leonard, III P.O. Box 1718 Fort Worth, TX 76101

Ogle Enterprises, LLC P.O. Box 4210 Grand Junction, CO 81502

PSE Investments LLC 5429 LBJ Freeway, Suite 400 Dallas, TX 75240 Thomas Hill Puff 1320 Lake Street Fort Worth, TX 76102

Cole B. Ramey 2001 Ross Avenue, Suite 4400 Dallas, TX 75201

Richard J. Fairservis Living Trust 1721 Goodstein Drive Casper, WY 82601

David Richardson 2301 South Capital of Texas Highway Suite J-102 Austin, TX 78746

Ronald E. Rodgers 17866 Country Club Drive Kemp, TX 75143

Roman Marketing LLC 7209 East Aurora Scottsdale, AZ 85266

Ryland Royalty 6850 TPC Drive, Suite 202 McKinney, TX 75070

SSS Holdings LLP c/o Jerree Stroh P.O. Box 390 Tabernash, CO 80478

Stream Family LP P.O. Box 40 Lake Charles, LA 70602

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

IN THE MATTER OF THE APPLICATION OF PDC ENERGY, INC. FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE 160-ACRE WELLBORE SPACING UNIT LOCATED IN SECTIONS 20, 21, 28 AND 29, TOWNSHIP 4 NORTH, RANGE 67 WEST, 6TH P.M. IN THE CODELL-NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

STATE OF COLORADO

CAUSE NO.

DOCKET NO.

AFFIDAVIT OF MAILING

CITY AND COUNTY OF DENVER)ss.)	
Jamie L. Jost of lawful age, and	being first duly sworn upon her oath, sta	ites and declares:
That abo is the atternoy for DI	OC Energy Inc. that an ar hefere Ma	rob / 2012 o

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That she is the attorney for PDC Energy, Inc., that on or before March 1/2, 2013, 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.

prepaid, addressed to the parties listed on Exhibit A to the Application

Jamie L. Jost

Subscribed and sworn to before me on March \mathcal{Z} , 2013.

Witness my hand and official seal.

My commission expires:

TERRIPHI HILLIS

Notary Public

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