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

IN THE MATTER OF THE APPLICATION OF NOBLE ENERGY, INC. FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE 160-ACRE DESIGNATED **WELLBORE** SPACING UNIT LOCATED IN SECTIONS 2 AND 3, TOWNSHIP 3 NORTH, RANGE 64 6TH P.M., FOR THE WEST. CODELL-NIOBRARA AND J SAND FORMATIONS. WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

APPLICATION

COMES NOW Noble 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 within an approximate 160-acre designated wellbore spacing unit for the drilling of the Guttersen D02-33D Well, API No. 05-123-35036 ("Well") for the development of the Codell-Niobrara and J Sand Formations on the following described lands:

Township 3 North, Range 64 West, 6th P.M.

Section 2:

W1/2SW1/4

Section 3:

E1/2SE1/4

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 October 19, 1981, the Commission issued Order No. 232-23 which, among other things, established 320-acre drilling and spacing units underlying certain lands, and approved up to two wells within each unit, for the production of oil, gas and associated hydrocarbons from the J Sand Formation. The Application Lands are subject to this order for the J Sand Formation.
- 4. 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, with the permitted well locations in accordance with the provisions of Order No. 407-1. The Application Lands are subject to this order for the Codell-Niobrara Formation. Commission Order No. 407-584 also includes portions of Section 2, Township 3 North, Range 64 West, but does not apply and does not affect the relief requested in this Application.

- 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 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 and J Sand Formations.
- 6. Applicant designated the 160-acre wellbore spacing unit, as defined below, for the production of oil, gas, and associated hydrocarbons from the Codell-Niobrara and J Sand Formations pursuant to Rule 318A. and notified the appropriate parties under Rule 318A.
- 7. 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 in the Codell-Niobrara and J Sand Formations underlying the following designated approximate 160-acre wellbore spacing unit:

Township 3 North, Range 64 West, 6th P.M.

Section 2:

W1/2SW1/4

Section 3:

E1/2SE1/4

(hereafter "Wellbore Spacing Unit").

- 8. 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 the Well to the Codell-Niobrara and J Sand Formations on the Application Lands.
- 9. 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.
- 10. 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 and J Sand 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 the Wellbore Spacing Unit for the development of the Codell-Niobrara and J Sand 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 the Well in the Wellbore Spacing Unit to the Codell-Niobrara and J Sand 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 Well drilled to develop the Codell-Niobrara and J Sand Formations 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 1, 2013.

Respectfully submitted:

NOBLE ENERGY, INC.

By:

Jamie L. Jost

Elizabeth Y. Gallaway

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:

Noble Energy, Inc. ATTN: Jill Angelo

1625 Broadway, Suite 2200

Denver, CO 80202

VERIFICATION

STATE OF COLORADO)
CITY AND COUNTY OF DENVER) ss ()

Joseph H. Lorenzo, of lawful age, being first duly sworn upon oath, deposes and says that he is a Attorney-In-Fact for Noble 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.

Joseph H. Lorenz Attorney-In-Fact

Noble Energy, Inc.

Sie Crok

Subscribed and sworn to before this $6 \frac{1}{6}$ day of March, 2013.

Witness my hand and official seal.

[SEAL]

My commission expires: 04/24/2014

MELISSA B WITTLER
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 20064015978
MY COMMISSION EXPIRES APRIL 24, 2014

Melen B. Wittle

Notary Public

EXHIBIT A

Kerr-McGee Oil & Gas Onshore LP 1099 - 18th Street, Suite 1800 Denver, CO 80202

Petroleum Development Corporation 1775 Sherman Street, Suite 3000 Denver, CO 80203

Aceite Energy Corporation 11150 Huron Street, Suite 210 Northglenn, CO 80234

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

Farr Farms Company PO Box 878 Greeley, CO 80632

Guttersen & Company LLLP PO Box 2176 Greeley, CO 80632

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CAUSE NO.

DOCKET NO.

AFFIDAVIT OF MAILING

STATE OF COLORADO)
CITY AND COUNTY OF DENVER)ss.)

Elizabeth Y. Gallaway of lawful age, and being first duly sworn upon her oath, states and declares:

That she is the attorney for Noble Energy, Inc., that on or before March 15, 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.

Elizabeth Y. Gallaway

Subscribed and sworn to before me on March / 2/, 2013.

Witness my hand and official seal.

My commission expires:

expires: 10-04-13

Notary Public