

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 ESTABLISHING A 640-ACRE )	Cause No.
DRILLING AND SPACING UNIT FOR THE )	
NIOBRARA FORMATION AND ALLOWING )	Docket No.
UP TO THIRTEEN HORIZONTAL WELLS IN )	
SECTION 21, TOWNSHIP 10 NORTH, )	
RANGE 59 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 creating a 640-acre drilling and spacing unit and authorizing up to thirteen horizontal wells in the following-described lands:

Township 10 North, Range 59 West, 6<sup>th</sup> P.M.  
Section 21: All

Weld County, Colorado (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. A well location map of the Application Lands is attached as Exhibit A.
3. Applicant requests the right to drill up to thirteen horizontal wells in the Niobrara Formation in the proposed 640-acre drilling unit.
4. Applicant requests approval to drill, at its option, up to thirteen horizontal wells, in the proposed unit, with internal wellbores offset by 300 feet. Applicant also requests authorization to locate the "heel-and-toe" of the completed interval of the laterals no less than 100 feet from the unit boundaries perpendicular to the well laterals, while maintaining a 600 foot setback from the unit boundaries parallel to the well laterals.
5. Applicant asserts that the requested 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.

6. That in order to promote efficient drainage of the Niobrara Formation underlying the application lands, to prevent waste, and to protect correlative rights, the Commission should establish the drilling unit as requested herein and allow the drilling of up to thirteen horizontal wells in said unit. The specified size and configuration of the requested drilling unit is not smaller than the maximum area that can be economically and efficiently drained by the requested well(s).

7. The names and addresses of the interested parties to this Application which include, as appropriate, offset operators, lessees, or mineral owners, are set forth in Exhibit B, and the undersigned certifies that copies of this Application shall be served on each interested party as required by Rule 503.e.

8. Applicant agrees to be bound by the oral order of the Commission.

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:

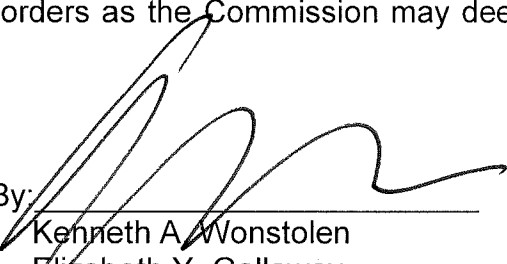
A. Establishing the requested drilling and spacing unit for production of oil, gas, and associated hydrocarbons from the Niobrara Formation.

B. Providing that Applicant may drill, at its option, up to thirteen horizontal wells, in the proposed unit, with internal wellbores offset by 300 feet.

C. Providing that the "heel-and-toe" of the completed interval of the laterals may be located no less than 100 feet from the unit boundaries perpendicular to the well laterals, while maintaining no less than a 600 foot setback from the unit boundaries parallel to the well laterals.

D. For such other findings and orders as the Commission may deem proper or advisable in the matter.

Dated: April 18, 2013

By:   
Kenneth A. Wonstolen  
Elizabeth Y. Gallaway  
Beatty & Wozniak, P.C.  
216 Sixteenth Street-Suite 1100  
Denver, CO 80202-5115

Address of Applicant  
Carrizo Oil & Gas, Inc.  
Attn: Craig Wiest  
500 Dallas Street, 2300  
Houston, TX 77002

VERIFICATION

STATE OF TEXAS

)

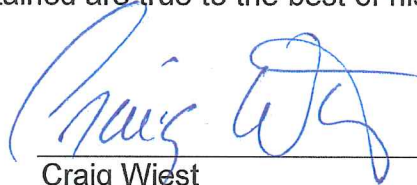
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ss.

COUNTY OF HARRIS

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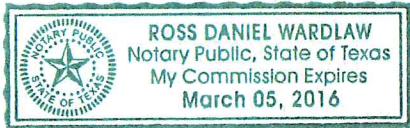
Craig Wiest, of lawful age, being first duly sworn upon oath, deposes and says that he is a Land Manager for Carrizo Oil & Gas, Inc. and that he has read the foregoing Application and that the matters therein contained are true to the best of his knowledge, information and belief.

  
\_\_\_\_\_  
Craig Wiest

Subscribed and sworn to before me this 17<sup>TH</sup> day of April, 2013.

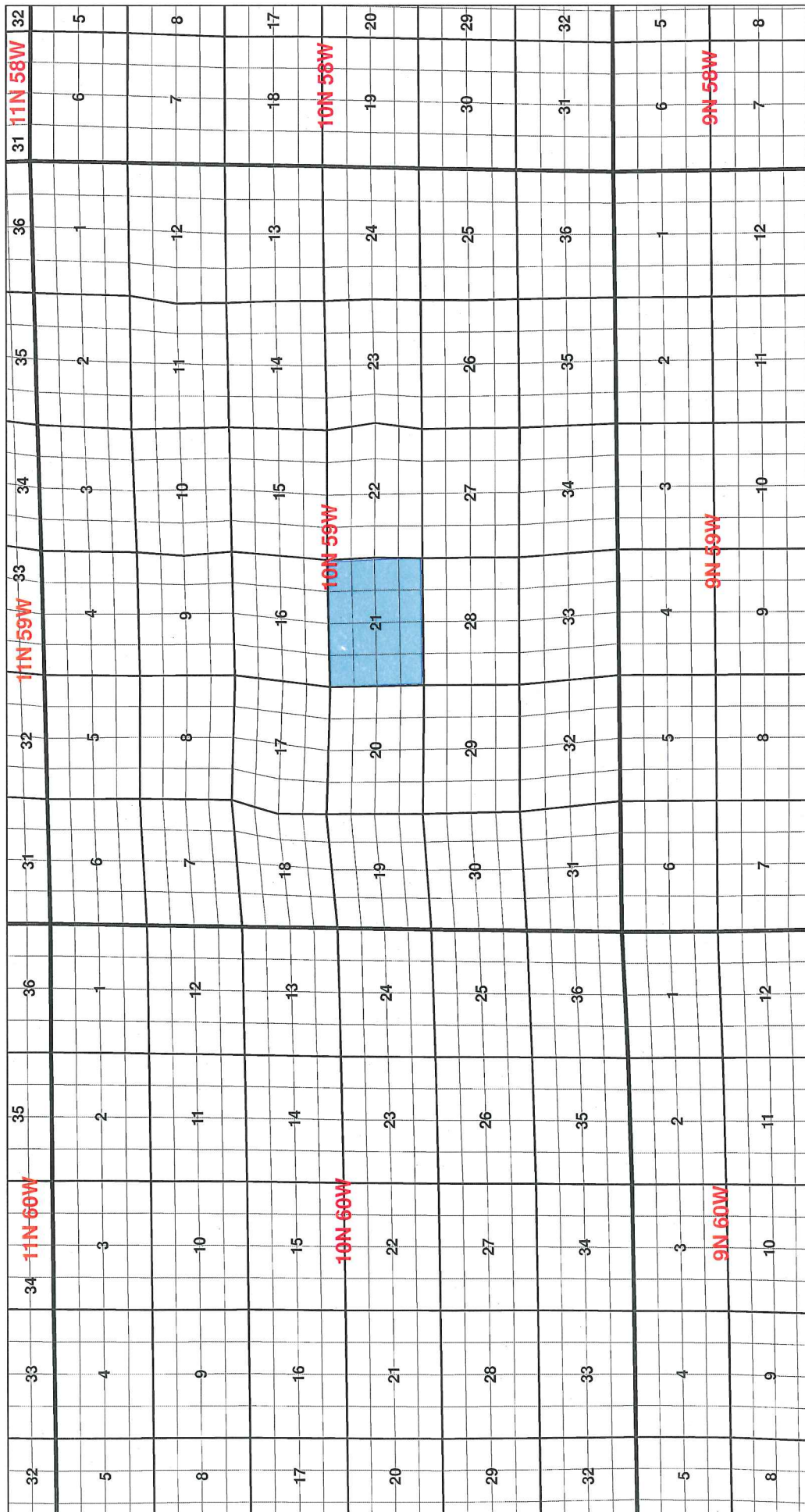
Witness my hand and official seal.

My commission expires: MARCH 5, 2016



  
\_\_\_\_\_  
Notary Public

Weld County, Colorado  
T10N-R59W Sec: 21



## Exhibit B

### Interested Parties

OIL India (USA) Inc.  
Address Unknown

IOCL (USA) Inc.  
Address Unknown

Haimo Oil & Gas LLC  
Address Unknown

Whiting Oil and Gas Corp.  
1700 Broadway, Suite 2300  
Denver, CO 80290-2300

United States of America  
1849 C Street NW Room 5665  
Washington D.C. 20240

Betty A. Shearston  
4120 So. Fox  
Englewood, CO 80110

David Bauer  
Weld County  
1111 H Street  
Greeley, CO 80632

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

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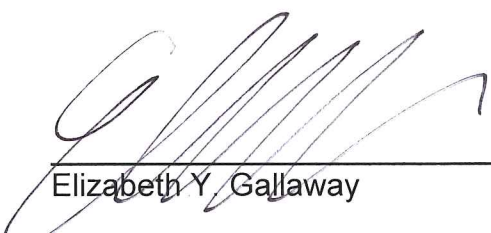
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COLORADO )

AFFIDAVIT OF MAILING

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

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

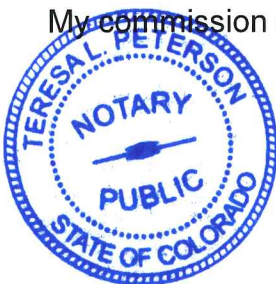
That she is an attorney for Carrizo Oil and Gas, Inc., that on or before April 29,  
2013, she caused a copy of the attached Application to be deposited in the United  
States Mail, postage prepaid, addressed to the parties listed on Exhibit B to the  
Application.

  
Elizabeth Y. Gallaway

Subscribed and sworn to before me April 18, 2013.

Witness my hand and official seal.

My commission expires: 10-04-13.



  
Notary Public

BEFORE THE OIL AND GAS CONSERVATION COMMISSION  
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IN THE MATTER OF THE APPLICATION OF )  
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RANGE 59 WEST IN WELD COUNTY, )  
COLORADO )

Cause No. 535

Docket No. 1306-SP-108

Intake No. 85

SUPPLEMENTAL AFFIDAVIT OF MAILING

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

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

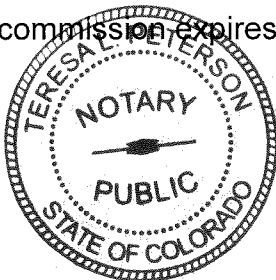
That she is an attorney for Carrizo Oil and Gas, Inc. and that on May 22, 2013, she caused a copy of the above-captioned Application to be deposited in the United States Mail, postage prepaid, addressed to the additional interested parties listed on the attached list.

  
Elizabeth Y. Gallaway

Subscribed and sworn to before me May 22, 2013.

Witness my hand and official seal.

My commission expires: 10-04-13



  
Notary Public

Additional Interested Parties

Nelson Ranches, Inc.  
58900 Weld County Road 382  
Grover, CO 80729

Gary L. Steele  
1517 Prairie Road  
Colorado Springs, CO 80909

David R. Steele  
P.O. Box 93  
Montrose, CO 81402

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