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

IN THE MATTER OF THE AMENDED APPLICATION OF GREAT WESTERN OPERATING COMPANY, LLC FOR AN ORDER TO POOL ALL INTERESTS IN TWO ORDER 407-87 80-ACRE DRILLING AND SPACING UNITS AND THREE APPROXIMATE 160-ACRE WELLBORE SPACING UNITS FOR SECTION 29, TOWNSHIP 6 NORTH, RANGE 67 WEST, 6TH P.M. IN THE CODELL-NIOBRARA FORMATION, NEW WINDSOR FIELD, WELD COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO. 1306-UP-111

AMENDED APPLICATION

Summary Statement: The Application original filed on April 18, 2013 sought an order to pool all interests in five designated wellbore spacing units for the drilling of the H-Y 29-21 Well, the H-Y 29-31 Well, the H-Y 29-31 Well, the H-Y 29-52 Well. However, the H-Y 29-21 Well and the H-Y 29-31 Well were incorrectly identified as designated wellbore spacing units. These wells comprise two 80-acre drilling and spacing units under Commission Order No. 407-87 and is the basis for the Amended Application.

COMES NOW Great Western Operating Company, LLC ("Applicant"), by its attorneys, Beatty & Wozniak, P.C., and makes this **amended** application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order pooling all interests in the following described units for the development of the Codell-Niobrara Formation:

a. Two Order 407-87 80-acre drilling and spacing units for the H-Y 29-21 Well (API No. 05-123-35425), the H-Y 29-31 Well (API No. 05-123-35427) on the following described lands:

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

Section 29: E½NW¼ (DSU #1 - 80-acres - H-Y 29-21 Well)

Section 29: W½NE¼ (DSU #2 - 80-acres - H-Y 29-31 Well)

b. Three approximate 160-acre wellbore spacing units for the H-Y 29-31-8 Well (API No. 05-123-35437), the H-Y 29-51 Well (API No. 05-123-35432), the H-Y 29-52 Well (API No. 05-123-35434) on the following described lands:

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

Section 29: E½NW¼, W½NE¼ (WSU #1 - 160-acres - H-Y 29-31-8 Well)

Section 29: NE1/4 (WSU #2 - 160-acres - H-Y 29-51 Well)

Section 29: NW1/4 (WSU #3 - 160-acres - H-Y 29-52 Well)

Weld County, Colorado (collectively referred to as "the Application Lands").

In support thereof, Applicant states and alleges as follows:

- 1. Applicant is a limited liability company duly authorized to conduct business in the State of Colorado, and is a registered operator in good standing with the Commission.
 - 2. Applicant holds the right to operate on 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, gas and associated hydrocarbons from the Codell and Niobrara Formations, with the permitted well locations in accordance with the provisions of Order No. 407-1.
- 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.

REQUEST TO POOL ALL INTERESTS IN TWO ORDER 407-87 80-ACRE DRILLING AND SPACING UNITS

5. 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 **Order 407-87 80-acre drilling and spacing units:**

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

Section 29: E½NW¼ (DSU #1 - H-Y 29-21 Well)

Section 29: W½NE¼ (DSU #2 - H-Y 29-31 Well)

- 6. 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 H-Y 29-21 Well in DSU#1, and the H-Y 29-31 Well in DSU#2 to the Codell-Niobrara Formation on the Application Lands.
- 7. That in order to prevent waste and to protect correlative rights, all interests in the **two** Order 407-87 80-acre drilling and spacing units, DSU#1 and DSU#2, should be pooled for the orderly development of the Codell-Niobrara Formation, including any nonconsenting interests therein.

REQUEST TO POOL ALL INTERESTS IN THREE APPROXIMATE 160-ACRE WELLBORE SPACING UNITS

- 8. Applicant designated three approximate 160-acre wellbore spacing units for the H-Y 29-31-8 Well, the H-Y 29-51 Well, and the H-Y 29-52 Well, 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.
- 9. 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 units**:

Township 6 North, Range 67 West, 6th P.M.
Section 29: E½NW¼, W½NE¼ (WSU #1 - H-Y 29-31-8 Well)

Section 29: NE1/4 (WSU #2 - H-Y 29-51 Well)

Section 29: NW¹/₄ (WSU #3 - H-Y 29-52 Well)

- 10. 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 H-Y 29-31-8 Well in WSU#1, the H-Y 29-51 Well in WSU#2, and the H-Y 29-52 Well in WSU#3 to the Codell-Niobrara Formation on the Application Lands.
- 11. That in order to prevent waste and to protect correlative rights, all interests in the three approximate 160-acre wellbore spacing units, WSU #1, WSU #2, and WSU #3 should be pooled for the orderly development of the Codell-Niobrara Formation, including any nonconsenting interests therein.
- 12. 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 Wells, 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.

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 **two Order 407-87 80-acre drilling and spacing units DSU #1 and DSU #2** 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 **the H-Y 29-21 Well in DSU#1 and the H-Y 29-31 Well in DSU#2** 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 H-Y 29-21 Well and/or the H-Y 29-31 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 drilling of the H-Y 29-21 Well in DSU#1 and the H-Y 29-31 Well in DSU#2 to develop the Codell-Niobrara Formation comprising the Application Lands.
- D. Pooling all interests in the Application Lands and the **three approximate 160-acre wellbore spacing units WSU #1, WSU#2 and WSU #3** for the development of the Codell-Niobrara Formation.
- E. 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 H-Y 29-31-8 Well in WSU#1, the H-Y 29-51 Well in WSU#2, and the H-Y 29-52 Well in WSU#3 to the Codell-Niobrara Formation on the Application Lands.
- F. 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 H-Y 29-31-8 Well, the H-Y 29-51 Well and/or the H-Y 29-52 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 drilling of the H-Y 29-31-8 Well in WSU#1, the H-Y 29-51 Well in WSU#2, and the H-Y 29-52 Well in WSU#3 to develop the Codell-Niobrara Formation comprising the Application Lands.
- G. 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 **September**, 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: **August** 16, 2013.

Respectfully submitted:

GREAT WESTERN OPERATING COMPANY, LLC

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:

Great Western Operating Company, LLC ATTN: K. Wade Pollard, CPL 1700 Broadway, Suite 650 Denver, CO 80290

VERIFICATION

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

K. Wade Pollard, of lawful age, being first duly sworn upon oath, deposes and says that he is the Land Manager for Great Western Operating Company, LLC 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.

K. Wade Pollard Land Manager

Great Western Operating Company, LLC

Subscribed and sworn to before this 16 day of August, 2013.

Witness my hand and official seal.

[SEAL]

JESSICA DANIELLE VIRGO NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20134020753 MY COMMISSION EXPIRES MARCH 25, 2017

My commission expires: 3.25.17

EXHIBIT A

Edwin D. Kadlub C/O Barry W. Kadlub 309 Locust St Windsor, CO 80550

Philip G. Yastrow and Ellen J. Yastrow, joint tenants 6080 Trevino Ct. Ft. Collins, CO 80528

Randall L. Hocking 31591 County Road 17 Windsor, CO 80550

Randall L. Hocking and Patricia E. Quade Hocking, joint tenants 31591 County Road 17 Windsor, CO 80550

Jackes, LLC 1078 S. Coffman St. Longmont, CO 80501

Una A. Johnston 7614 S. County Road 3 Fort Collins, CO 80518

E. L. and Elsie M. Boddy, joint tenants NPR Interset was reserved in a 1984 WD Rec # 1986483 no current address located

Town of Windsor 301 Walnut Street Windsor, CO 80550

Ronald E. Hettinger 31477 County Road 17 Windsor, CO 80550

Poudre Heights Master Association, Inc. 2601 S. Lemay Ave. Suite 7-424 Fort Collins, CO 80525

Grizzly Petroleum Company, LLC 1700 Broadway, Suite 650 Denver, CO 80202

Billy G. Shutts and Patricia J. Shutts, tenants in common 8217 South County Road 5 Fort Collins, CO 80525

Poudre Heights, LLC 4910 Fox Street, Suite C Denver, CO 80216

Christine Kadlub Solomon 906 E. Dona Street Cheyenne, WY 89135

Thomas Edwin Kadlub P.O. Box 447 Roseau, MN 56751

Craig Alan Kadlub 10387 Burensburg Avenue Las Vegas, NV 89135

Barry Wayne Kadlub 309 Locust Avenue Windsor, CO 80550

Stacey Kadlub 6323 County Road 89 Roggen, CO 80652

Brooke Kadlub Ward P.O. Box 3275 West Wendover, NV 89883

Poudre Heights, LLC P.O. Box 74-0009 Arvada, CO 80006

Billy G. Shutts 2164 River West Drive Windsor, CO 80550

Patricia J. Shutts 2164 River West Drive Windsor, CO 80550

Charles I. Cummins 31013 Weld County Road 17 Windsor, CO 80550

Judith K. Cummins 31013 WCR 17 Windsor, CO 80550

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

IN THE MATTER OF THE **AMENDED** APPLICATION OF **GREAT** WESTERN OPERATING COMPANY, LLC FOR AN ORDER TO POOL ALL INTERESTS IN TWO ORDER 407-87 80-ACRE DRILLING AND SPACING **UNITS AND THREE APPROXIMATE 160-ACRE** WELLBORE SPACING UNITS FOR SECTION 29, TOWNSHIP 6 NORTH, RANGE 67 WEST, 6TH P.M. IN THE CODELL-NIOBRARA FORMATION, NEW WINDSOR FIELD, WELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

AFFIDAVIT OF MAILING

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

Gregory J. Nibert, Jr. of lawful age, and being first duly sworn upon his oath, states and declares:

That he is the attorney for Great Western Operating Company, LLC, that on or before August 2013, he caused a copy of the attached Amended Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit A to the Application.

Gregory J. Nibert, Jr.

Subscribed and sworn to before me on August 16th, 2013.

Witness my hand and official seal.

My commission expires: Harch 3, 8015

Notary Publi

MARY GRACE T. GO-HOVELAND Notary Public State of Colorado