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 THREE **APPROXIMATE** 160-ACRE **WELLBORE** SPACING **UNITS ESTABLISHED** FOR SECTIONS 17 AND 20, TOWNSHIP 4 NORTH, RANGE 67 WEST, FOR 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 to pool all interests in three (3) approximate 160-acre wellbore spacing units for the drilling of the Brown 20ND Well (API No. 05-123-31554), Brown 20AD Well (API No. 05-123-31553) (collectively "Wells") for the development of the Codell-Niobrara Formation on the following described lands:

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

Section 20: E½NW¼, W½NE¼ (WSU#1 - Brown 20ND)

Section 20: E½NW¼, W½NW¼ (WSU#2 - Brown 20AD)

(a.d.a. NW1/4)

Section 17: SE¼SW¼, SW¼SE¼ (WSU#3 - Brown 20MD)

Section 20: NW¼NE¼, NE¼NW¼

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 entered 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.
- 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 three (3) approximate 160-acre wellbore spacing units 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 three (3) designated wellbore spacing units:

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

Section 20: E½NW¼, W½NE¼ (WSU#1 - Brown 20ND)

Section 20: E½NW¼, W½NW¼ (WSU#2 - Brown 20AD)

(a.d.a. NW1/4)

Section 17: SE1/4SW1/4, SW1/4SE1/4 (WSU#3 - Brown 20MD)

Section 20: NW1/4NE1/4, NE1/4NW1/4

- 7. That in order to prevent waste and to protect correlative rights, all interests in WSU#1, WSU#2 and WSU#3 should be pooled for the orderly development of the Codell-Niobrara Formation, including any nonconsenting interests therein.
- 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 of each of the Brown 20ND Well in WSU#1, the Brown 20AD Well in WSU#2 and the Brown 20MD Well in WSU#3 to the Codell-Niobrara Formation 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 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 WSU#1, WSU#2 and WSU#3 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 Brown 20ND Well in WSU#1, the Brown 20AD Well in WSU#2 and the Brown 20MD Well in WSU#3 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 Wells 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 Wells drilled to develop the Codell-Niobrara Formation in WSU#1, WSU#2 and WSU#3 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 June, 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: April / , 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

OTATE OF OOLOHAD	STATE	OF	COL	OR.	ADC
------------------	-------	----	-----	-----	-----

) 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 Krattenmaker

Landman

PDC Energy, Inc.

Witness my hand and official seal.

[SEAL]

My commission expires: 2-23-2015

NOTARY PUBLIC

My Commission Expires 02/23/2015

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 THREE APPROXIMATE 160-ACRE WELLBORE SPACING UNITS ESTABLISHED FOR SECTIONS 17 AND 20, TOWNSHIP 4 NORTH, RANGE 67 WEST, FOR **CODELL-NIOBRARA** FORMATION, WATTENBERG FIELD. WELD COUNTY, **COLORADO**

CAUSE NO.

DOCKET NO.

AFFIDAVIT OF MAILING

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

Jamie L. Jost of lawful age, and being first duly sworn upon her oath, states and declares:

That she is the attorney for PDC Energy, Inc., that on or before April 20, 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.

Jamie L. Jost

Subscribed and sworn to before me on April 17, 2013.

Witness my hand and official seal.

My commission expires: 11/13/2016

TANYA S. COHEN NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20084038573 MY COMMISSION EXPIRES NOV. 13, 2016

Notary Public

EXHIBIT A

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

Wolverine Exploration Program C/O Jack Davis 124 W. Allegan Street, Suite 700 Lansing, MI 48933

Gerrity Drilling Program 84-D, Ltd. C/O Robert Gerrity 101 12th Street Del Mar, CA 92014

Howard Kaplan Gruber, Miller & Kaplan 700 N. Washington Lansing, MI 48906

Clarence & Dorothy Weber 8558 Imperial Circle Palmetto, FL 34221

Ken T. Bowden 508 W. Grand River Lansing, MI 48906 4772

William S. Spielman 935 Rosewood Avenue East Lansing, MI 48823

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

Alistair Holdings Mgmt LLC 2005 Birdcreek Drive #211 Temple, TX 76502

Anthony Energy, Ltd 7900 Monticello Drive Granbury, TX 76049

Argonaut Ventures LLC PO Box 4210 Grand Junction, CO 81502 Belton Oak Village 401K Karen Barge Ttee 3824 Greenbrier Dallas, TX 75225

Ralph M & Luann Bernard JT 2122 Widgeon Drive Johnstown, CO 80534

Sally Ann Boehnke 2044 Widgeon Drive Johnstown, CO 80534

Darwin D Boscamp 5531 Winston Court Dallas, TX 75220

Linda Boscamp 8450 CR 464 Brownwood, TX 76801

Gregory W Brown 1913 Goldenvue Drive Johnstown, CO 80534-0000

Bunning Trust dtd Nov 3, 2006 Jaunita F Bunning Trustee 762 North Burritt Buffalo, WY 82834

CKT Energy Investments LLC 941 Patrician Court Fairview, TX 75069

Louis J & Tammi Cannaliato JT 2140 Widgeon Drive Johnstown, CO 80534

James R Chick & Stephanie M Betz JT 2038 Widgeon Drive Johnstown, CO 80534

Cimmaron Resources Inc 1776 South Jackson Street Suite 1101 Denver, CO 80210 Comanche Enterprises Inc 1800 Shady Grove Road Weatherford, TX 76088

Cossack Family Trust James R & JoAnn E Cossack Ttee 2223 Black Duck Avenue Johnstown, CO 80534

DKL Investments LLC 5531 Winston Court Dallas, TX 75220

Vaughn S & Sharon K Davis JT 2112 Black Duck Avenue Johnstown, CO 80534

John & Pamela Denison JT 212 Gadwall Lane Johnstown , CO 80534

Donald R & Kristie C. Drage 2124 Black Duck Ave Johnstown, CO 80534

Equity Trust Co Custodian FBO William Hamilton IRA 611 Oak Park Drive Brownwood, TX 76801

Bobby Gene Evans 9000 Highway 251 Pocahontas, AR 72455-0000

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 PO Box 4210 Grand Junction, CO 81502 Martin L & Joie D Foster JT 2130 Black Duck Avenue Johnstown, CO 80534

Fougasse Ventures LLC 2429 Bissonnet Suite 532 Houston, TX 77005

GRP Energy LP 5956 Sherry Lane Suite 1221 Dallas. TX 75225

Joseph S & Chanin R Gaona JT 2050 Widgeon Drive Johnstown, CO 80534

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

Shirley L Goodrum PO Box 1604-76385 6571.0 Bus Highway 287 Vernon, TX 76384

Robert E & Nancy A Gorman JT 2224 Black Duck Avenue Johnstown, CO 80534

Jerry A Griffith 672 County Road 1175 Mountain Home, AR 72653-8056

Michael E Griffith 441 N 2480 W Hurricane, UT 84737

William F Griffith 566 Walnut Hill Lane Marshall, TX 75670

J C & Anna M Hoffecker JT 2104 Widgeon Drive Johnstown, CO 80534 J Fred Perry 2501 11th Street Brownwood, TX 76801

Kastman Oil Company PO Box 5930 Lubbock, TX 79408-5930

Sue C Kinnamon 2136 Black Duck Avenue Johnstown, CO 80534

Laura E Leonard Insurance TR Obie P Leonard III Ttee PO Box 1718 Fort Worth, TX 76101

Lennan Main, Ltd PO Box 1718 Fort Worth, TX 76101

Daniel M Leonard PO Box 471692 Fort Worth, TX 76147-1401

David P Leonard PO 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

Timothy F & Paula Marshall JT 241 Gadwall Lane Johnstown, CO 80534

Debra Annette McCoy 7207 Dana Drive Palmdale, CA 93551-4706 Jon O'Sullivan 2215 Cedar Springs Suite 1401 Dallas, TX 75201

Wendy O'Sullivan 5845 Lupton Dallas, TX 75225

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

Ogle Enterprises LLC PO Box 4210 Grand Junction, CO 81502

Brian K Osell & Emily A Archuleta JT 2128 Widgeon Drive Johnstown, CO 80534

PSE Investments LLC 5429 LBJ Freeway Ste 400 Dallas, TX 75240

Robert E Peck 2116 Widgeon Drive Johnstown, CO 80534

Pioneer Ridge HOA c/o BRE Real Estate Inc 9331 Commerce Center St #1-A Highlands Ranch, CO 80129

Ronald & Karen Pomeroy Ttees Ronald A Pomeroy RT 5/9/06 Karen Lynn Pomeroy RT 5/9/06 2118 Black Duck Avenue Johnstown, CO 80534

Thomas Hill Puff 1320 Lake Street Fort Worth, TX 76102 Cole B Ramey 2001 Ross Ave Suite 4400 Dallas, TX 75201

Richard J Fairservis Living TR 172 Goodstein Drive Casper, WY 82601

David Richardson 2301 South Capital of TX Hwy 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

Kenneth & Adnachiel Romero JT 2134 Widgeon Drive Johnstown, CO 80534

Ryland Royalty 6850 TPC Drive Suite 202 McKinney, TX 75070

Frank & Arlene Wind 4816 Broadmoor Court Ft. Collins, CO 80528

Joe Tarantino 3702 Valley View Ct. Loveland, CO 80537

Gerrity Bakken, LLC 180 State Street Suite 200 Southlake, TX 76092 Scott A Santeramo & Brechen R Santeramo JT 2043 Widgeon Drive Johnstown, CO 80534

Dennis E Schenkenberger & Ann L Schenkenberger JT 235 Gadwall Lane Johnstown, CO 80534

Judith Jane Sitzman 1700 Viewpoint Road Lakewood, CO 80215-0000

Stream Family LP PO Box 40 Lake Charles, LA 70602

Brian L & Susan M Williams JT 20300 Weld County Road 17 Johnstown, CO 80534

HKN Bakken, Inc. 180 State Street Suite 200 Southlake, TX 76092

MRPC II, LLC Attn: Andy Peterson 2154 W. Eisenhower Blvd. Loveland, CO 80537

Great Western Railway Company PO Box 974517 Dallas, TX 75397