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

IN THE MATTER OF THE APPLICATION OF | CAUSE NO. PDC ENERGY, INC. FOR AN ORDER TO POOL ALL **INTERESTS** IN APPROXIMATE 160-ACRE DESIGNATED WELLBORE SPACING UNIT ESTABLISHED FOR SECTIONS 10 AND 11, TOWNSHIP 4 NORTH, RANGE 67 WEST, 6TH P.M. FOR **CODELL-NIOBRARA** THE FORMATION. WATTENBERG FIELD, WELD COUNTY. **COLORADO**

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 designated wellbore spacing unit for the drilling of the Purvis 10WD Well (API No. 05-123-32476) ("Well") for the development of the Codell-Niobrara Formation on the following described lands:

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

Section 10: SE1/4NE1/4, NE1/4SE1/4 Section 11: SW1/4NW1/4, NW1/4SW1/4

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

In support thereof, Applicant states and alleges as follows:

- 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.
- 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.
- On April 27, 1998, the Commission adopted Rule 318A, which, among other things, 4. 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 approximate 320-acre designated wellbore spacing unit:

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

Section 10: SE¼NE¼, NE¼SE¼
Section 11: SW¼NW¼, NW¼SW¼

(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 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 17, 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)
CITY AND COUNTY OF DENVER) ss. \
CHI AND COOM I OF DENVEN	,

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.

Subscribed and sworn to before this $\underline{\mathsf{L}} \omega^{\mathsf{LL}}$ day of April, 2013.

Witness my hand and official seal.

[SEAL]

My commission expires: 3514

PUBLIC 8 F

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 DESIGNATED WELLBORE SPACING UNIT ESTABLISHED FOR SECTIONS 10 AND 11, TOWNSHIP 4 NORTH, RANGE 67 WEST, 6TH P.M. FOR THE 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 , 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 <u>Exhibit A</u> to the <u>Application</u>.

Jamie L. Jost

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

Witness my hand and official seal.

My commission expires: 11132014

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

Notary Public

Exhibit A

PDC Energy 1775 Sherman Street, Suite 3000 Denver, CO 80203

Kerr McGee Oil & Gas Onshore L.P. P.O. Box 730875 Dallas, TX 75373

Nancy A. Melichar 208 S. Quentine Avenue Milliken, CO 80543

Christopher J. Evans & Sandra L. Evans, Joint Tenants 310 Broad Street Milliken, CO 80543

Fidel Hernandez 400 Broad Street Milliken, CO 80543

Carla Hernandez 400 Broad Street Milliken, CO 80543

Craig A Bacco 117 S Marjorie Avenue Milliken, CO 80543

Erik L. Miller and Stacia L. Miller, Joint Tenants 119 S Marjorie Avenue Milliken, CO 80543

David L Weinmeister 121 S Marjorie Avenue Milliken, CO 80543

Todd Ranslow and Alicia Ranslow, Joint Tenants 123 S Marjorie Avenue Milliken, CO 80543

Gabriel S Valles 125 S Marjorie Avenue Milliken, CO 80543 Burl C Atkerson 104 S Norma Avenue Milliken, CO 80543

Creation Group, Ltd 19 Old Town Square, #238, Ft Collins, CO 80524

Daren A Bauder and Jennifer L Bauder, Joint Tenants 206 S Norma Avenue Milliken, CO 80543

Jose Angel Quintana 101 S Norma Avenue Milliken, CO 80543

Enrique Aguilar 207 S Norma Avenue Milliken, CO 80543

Olivia Aguilar 207 S Norma Avenue Milliken, CO 80543

Shawn Eggleston 209 S Norma Avenue Milliken, CO 80543

Daen Manriquez 7314 Poudre Vista Dr. Greeley, CO 80634

Thea Siehl P O BOX 774 Johnstown, CO 80534

Kyle Tunheim and Jodi M Tunheim, Joint Tenants 301 Forestreet St. Milliken, CO 80543

Donald L Wilson and Laura L Wilson, Joint Tenants 208 S Olive Avenue Milliken, CO 80543 Lindsey S Kemper and Elizabeth A Kemper,
Joint Tenants
206 S Olive Avenue
Milliken, CO 80543

Paula Strickland 202 S Olive Avenue Milliken, CO 80543

Tim Smith 106 S Olive Avenue Milliken, CO 80543

Robert K McClure and Kimberly K McClure, Joint Tenants 102 S Olive Avenue Milliken, CO 80543

Jesus Caraveo and Cesar Caraveo, Joint Tenants 201 S Pauline Avenue Milliken, CO 80543

Ismael Saldivar and Jennie Saldivar, Joint Tenants P O BOX 125 Milliken, CO 80543-0125

Aurora Loan Services LLC (formerly owned by Claudia C. Olivas) 350 Highland Drive Lewisville, TX 75067

Aurora Loan Services LLC (formerly owned by Jesus Hernandez Olivas) 350 Highland Drive Lewisville, TX 75067 Samuel D Schleiger and Sabrina N Schleiger, Joint Tenants 209 S Pauline Avenue Milliken, CO 80543

Ulisses Palma and Mosses Palma, Joint Tenants 210 Quentine Avenue Milliken, CO 80543

Shane Campbell 202 S Quentine Avenue Milliken, CO 80543

Sarah Campbell 202 S Quentine Avenue Milliken, CO 80543

Justin Morales 8265 Spinnaker Bay Dr. Windsor, CO 80528

Justin Morales 202 S Quentine Avenue Milliken, CO 80543

Richard L Fleck, Jr., and Lisa Kay Fleck, Joint Tenants 2743 White Wing Rd Johnstown, CO 80534

Jason McLean 706 Alexandriveia Court Loveland, CO 80538

James Wakeman 308 S Quentine Avenue Milliken, CO 80543

Alan D Severance and Lisa M Klink-Severance, Joint Tenants 306 S Quentine Avenue Milliken, CO 80543 Eugene F Plampin and Atsuko Plampin, Joint Tenants 304 S Quentine Avenue Milliken, CO 80543

Ryan A. Masteller and Krysta N. Masteller, Joint Tenants 301 S Olive Avenue Milliken, CO 80543

Louis A Johnson 308 S Pauline Avenue Milliken, CO 80543

Timothy M Woodcock and Kathleen A Ryan-Woodcock, Joint Tenants 302 S Pauline Avenue Milliken, CO 80543

Donald J Plattel and Donna M Plattel, Joint Tenants 301 S Norma Avenue Milliken, CO 80543

David Lee Bradley and Mary Helen Bradley, Joint Tenants 303 S Norma Avenue Milliken. CO 80543

Steven B Miller and Edna J Miller, Joint Tenants 305 S Norma Avenue Milliken, CO 80543

Jesse J Luna and Tanel M Walter Luna, Joint Tenants PO BOX 314 Milliken, CO 80543

Donald L Ollila 304 S Olive Avenue Milliken, CO 80543 Cecilia M Ollila 304 S Olive Avenue Milliken, CO 80543

Leslie J Mayes and Lisa V Mayes, Joint Tenants 300 S Olive Avenue Milliken, CO 80543

Alejandro Martinez 317 Streetockton Court Gilcrest, CO 80623

Dawn Martinez 317 Streetockton Court Gilcrest, CO 80623

Blanca L Iglesias 309 S Marjorie Avenue Milliken, CO 80543

Elizabeth Ann Whitmore 21 S Greeley Avenue Johnstown, CO 80534

Blanca E. Ibarra 308 S Norma Avenue Milliken, CO 80543

Alvaro A Gonzales 308 S Norma Avenue Milliken, CO 80543

Johnny L Dodero and Pamela A Dodero, Joint Tenants 306 S Norma Avenue Milliken, CO 80543

Carlos Ortega and Elida Ortega, Joint Tenants 304 S Norma Avenue Milliken, CO 80543 Rene J Espiricueta and Maria E Espiricueta, 302 S Norma Avenue Milliken, CO 80543

"Earl Thompson c/o Velma Montoya Thompson" 6970 Los Tilo Rd Los Angeles, CA 90068

Larimer and Weld Counties School District RE 5J, a governmental subdivision of the State of Colorado 102 E Charlotte Street Johnstown, CO 80534

Larry E Brixius and Connie R. Brixius, Joint Tenants 312 Broad Street Milliken, CO 80543

Marcario Chavoya and Telma Loya, Joint Tenants 308 Broad Street Milliken, CO 80543

Delbert D Slaugh and Cathy L Slaugh, Joint Tenants 306 Broad Street Milliken, CO 80543

Michael L McCrary 113 S Marjorie Avenue Milliken, CO 80543

The First United Presbyterian Church of Milliken 201. S. Olive Milliken, CO 80543

Ruby Burciaga 115 S Marjorie Avenue P.O. Box 134 Milliken, CO 80543 Rodolfo Maldonado and Luz Maria Maldonado, Joint Tenants 109 S Norma Avenue Milliken, CO 80543

Darvin E Buseman and Darletta M Buseman, Joint Tenants 111 S Marjorie Avenue Milliken, CO 80543

Laveta Tharp, Ralph Tharp and Terry Tharp, Joint Tenants 431 Park Avenue, #242 New Castle, CO 81647

Laveta Tharp 431 Park Avenue, #242 New Castle, CO 81647

Ralph Tharp 431 Park Avenue, #242 New Castle, CO 81647

Terry Tharp 431 Park Avenue, #242 New Castle, CO 81647

Noreen & Co C/O Stanley Noreen 3085 Mill Vista Rd Unit 2508 Highlands Ranch, CO 80129

Dale A Crabb and Judith Crabb, Joint Tenants 106 S Norma Avenue Milliken, CO 80543

Jessica A Schurich 108 S Norma Avenue Milliken, CO 80543 Sue Marie Miller 110 S Norma Avenue Milliken, CO 80543

Guillermo Archuleta 200 S Norma Avenue Milliken, CO 80543

Rita A Dunn 202 S Norma Avenue Milliken, CO 80543

John Hehn 208 S Norma Avenue Milliken, CO 80543

Shelly Hehn No Address

Danette L Crespin, 210 S Norma Avenue Milliken, CO 80543

Donald K Koch and Sharon K Koch, Joint Tenants 401 Forest Street Milliken, CO 80543

Joseph A Wodylak and Joyce A Wodylak, Joint Tenants 103 S Norma Avenue Milliken, CO 80543

James G Wofford and Nickole R Wofford, Joint Tenants 105 S Norma Avenue Milliken, CO 80543

Rodolfo Maldonado and Luz Maria Maldonado, Joint Tenants 107 S Norma Avenue Milliken, CO 80543 Arnold Avalos and Laura M Avalos, Joint Tenants 109 S Norma Avenue Milliken, CO 80543

Lawrence Hereford and Mary Hereford, Joint Tenants 201 S Norma Avenue Milliken, CO 80543

Connie R Marrs 203 S Norma Avenue Milliken, CO 80543

Carlos Ramirez and Jamie Ramirez, Joint Tenants 205 S Norma Avenue Milliken, CO 80543

Leota Kay Solberg 1812 360 Street Hudson, SD 57034

Marlys A Lance 2212 Vermont Dr. C-102 Ft Collins, CO 80525

Donna R Hiladik 200 S Olive Avenue Milliken, CO 80543

Craig A Eidson and Kristin M Eidson, Joint Tenants 110 S Olive Avenue Milliken, CO 80543 John Everly 108 S Olive Avenue Milliken, CO 80543

Thomas W Schraeder and Jill M Schraeder, Joint Tenants 104 S Olive Avenue Milliken, CO 80543 First United Presbyterian Church of Milliken P O BOX 120 Milliken, CO 80543

Lynn Rausch 205 S Pauline Avenue Milliken, CO 80543

Troy W Ostermiller and Kelly R Ostermiller, Joint Tenants 211 S Pauline Avenue Milliken, CO 80543

Nancy A Melichar 208 S Quentine Avenue Milliken, CO 80543

Vivian J Christian 206 S Quentine Avenue Milliken, CO 80543

John F Eckert, Sr., and Carol A Eckert, Joint Tenants 204 S Quentine Avenue Milliken, CO 80543

Mitchell James Portella 301 S Pauline Avenue Milliken, CO 80543

Kathleen M Gonzales 303 S Pauline Avenue Milliken, CO 80543

Amber K Goodrich 307 S Pauline Avenue Milliken, CO 80543

Teresa Sanchez 302 S Quentine Avenue Milliken, CO 80543 Gary Anderson 300 S Quentine Avenue Milliken, CO 80543 Brian A Lane 303 S Olive Avenue Milliken, CO 80543

Alisa Lane 303 S Olive Avenue Milliken, CO 80543

Robert C Madala P O BOX 745111 Arvada, CO 80006

Michael F Primo 307 S Olive Avenue Milliken, CO 80543

Alan J Moore 309 S Olive Avenue Milliken, CO 80543

Gail T. Moore 309 S Olive Avenue Milliken, CO 80543

Mario A Garcia and Stephanie J Garcia, Joint Tenants 306 S Pauline Avenue Milliken, CO 80543

Luis A Garcia and Antonia M Garcia 304 S Pauline Avenue Milliken, CO 80543

Donald D Marick and Judy J Marick, Joint Tenants 300 S Pauline Avenue Milliken, CO 80543

Laurie M Tucker 307 S Norma Avenue Milliken, CO 80543

James L Zinniel, Jr. 308 S Olive Avenue Milliken, CO 80543 Kaylene S Purcell 306 S Olive Avenue Milliken, CO 80543

Rebecca A Marsh 302 S Olive Avenue Milliken, CO 80543

Esther Weber Binder, Floyd Dean Binder, Thomas Dale Binder and Carol Jean Sauer, Joint Tenants 420 Forest Street Milliken, CO 80543

Gerald J Hyney, Jr. 303 S Marjorie Avenue Milliken, CO 80543

Richard L Wakeman and Margaret R Wakeman, Joint Tenants PO BOX 39 Milliken, CO 80543

Mervin M. Cox & Betty L. Cox, Trustees of the Mervin M. Cox & Betty I. Cox Revocable Living Trust (Gordon H. Kilgore) 410 Broad Street Milliken, CO 80543

Mervin M. Cox & Betty L. Cox, Trustees of the Mervin M. Cox & Betty I. Cox Revocable Living Trust 410 Broad Street Milliken, CO 80543

Estate of Lucy Espinoza c/o Liz Strehlow 32560 County Rd 27 Greeley, CO 80631