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

IN THE MATTER OF THE APPLICATION OF	)
URSA OPERATING COMPANY LLC, FOR AN	)
ORDER ALLOWING UP TO TWO	) Cause No.
HORIZONTAL WELLS IN AN ESTABLISHED	)
640-ACRE DRILLING UNIT LOCATED IN	) Docket No
SECTIONS 11 AND 14, TOWNSHIP 6	)
SOUTH, RANGE 92 WEST IN GARFIELD	)
COUNTY, COLORADO	)

#### <u>APPLICATION</u>

Ursa Operating Company LLC ("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 authorizing up to two horizontal wells in the following-described lands:

Township 6 South, Range 92 West, 6th P.M.

Section 11: W½
Section 14: W½

Garfield County, Colorado (the "Application Lands").

In support of its Application, 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 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 hereto.
- 3. On May 29, 2012, the Commission issued Order No. 191-94/510-61 which, among other things, established an approximate 640-acre exploratory drilling and spacing unit consisting of the Application Lands for the production of oil, gas and associated hydrocarbons from the Williams Fork Formation and also pooled all interests in the Application Lands. The drilling and spacing unit overlays the existing drilling and spacing units (or portions thereof) established for vertical wells.
- 4. Applicant requests approval to drill one additional horizontal well, for a total of up to two horizontal wells in the unit.
- 5. Applicant asserts that the requested well is necessary to prevent waste, protect correlative rights, and to assure the maximum efficient recovery of oil, gas and associated hydrocarbons from the Williams Fork Formation on the Application Lands.
- 6. That in order to promote efficient drainage of the Williams Fork Formation underlying the application lands, to prevent waste, and to protect correlative rights, the Commission should allow the drilling of one additional well, for a total of up to two 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. According to Rule 507.b.(1), the names and addresses of the interested parties to this Application are set forth in <u>Exhibit A</u>, 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. Providing that Applicant may drill one additional well for a total of up to two horizontal wells in the unit.
- B. For such other findings and orders as the Commission may deem proper or advisable in the matter.

Dated: July <u>6</u>, 2013

By:

Kenneth A, Wonstolen Gregory J. Nibert Jr. Beatty & Wozniak, P.C. 216 16th Street-Suite 1100 Denver, CO 80202-5115

Address of Applicant
Jarred McGhee
Ursa Operating Company LLC
1050 17th St., Suite 2400
Denver, CO 80265

## **VERIFICATION**

STATE OF CO	LORADO			)
COUNTY OF	Benver	9	· Š	ss.

Jarred McGhee, of lawful age, being first duly sworn upon oath, deposes and says that he is a LandMan for Ursa 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.

Jarred McGhee

Subscribed and sworn to before me this \_\_\_\_\_ day of July, 2013.

Witness my hand and official seal.

My commission expires:

no si Jeuna

### Exhibit A

Alpine Bank PO Box 10000 Glenwood Springs, CO 81602

Angelo Centofante II and Sandra J. Centofante, as joint tenants 1819 Fawn Ct. Silt, CO 81652

Bill Barrett Corporation 1099 18<sup>th</sup> St., Ste. 2300 Denver, CO 80202

Board of County Commissioners, Garfield County 108 8<sup>th</sup> Street Glenwood Springs, CO 80202

Oakes, LLLP 3012 Ironwood Circle @ The Boulders Carefree, AZ 85377

Kimiko Powers 13114 Highway 82 Carbondale, CO 81623

Kenan P. and Misty A. Cooley, as joint tenants 1831 Fawn Court Silt, CO 81652

Kirby H. Wynn Garfield County 0375 County Road 352, Bldg 2060 Rifle, CO 81650-8412

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

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

IN THE MATTER OF THE APPLICATION OF URSA OPERATING COMPANY LLC, FOR AN ORDER ALLOWING UP TO TWO HORIZONTAL WELLS IN AN ESTABLISHED 640-ACRE DRILLING UNIT LOCATED IN SECTIONS 11 AND 14, TOWNSHIP 6 SOUTH, RANGE 92 WEST IN GARFIELD COUNTY, COLORADO	) ) Cause No. ) Docket No. )
AFFIDAVIT OF MA	AILING
STATE OF COLORADO )	
)SS.	

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

That he is an attorney for Ursa Operating Company LLC, that on or before July <u>35</u>, 2013, he 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 Application.

Gregory J. Nibert Jr.

Subscribed and sworn to before me July 14, 2013.

Witness my hand and official seal.

My commission expires:

Notary Public

