### 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 ALLOWING UP TO SIXTEEN	)	Cause No.
HORIZONTAL WELLS IN AN ESTABLISHED	)	
640-ACRE DRILLING UNIT LOCATED IN	)	Docket No.
SECTION 36, TOWNSHIP 8 NORTH, RANGE	)	
62 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 authorizing up to sixteen horizontal wells in the following-described lands:

Township 8 North, Range 62 West, 6<sup>th</sup> P.M. Section 36: 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 <u>Exhibit A</u>.
- 3. On August 12, 2010, the Commission issued Order No. 535-1 which, among other things, established four approximate 640-acre drilling and spacing units for certain lands, including the Application Lands, and allowed up to two optional horizontal wells in each of the units for development and operation of the Niobrara Formation.
- 4. On January 7, 2013, the Commission issued Order No. 535 238 which, among other things approved up to six horizontal wells within certain lands, including the Application Lands, for the development and operation of the Niobrara Formation.
- 5. On June 17, 2013, the Commission issued Order No. 535-340 which, among other things, approved up to thirteen horizontal wells within the Application Lands for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- 6. Applicant requests approval to drill, at its option, an additional three horizontal wells, for a total of up to sixteen horizontal wells in the unit, with internal wellbores offset by 300 feet and unit boundary setbacks of 300 feet.

- 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 allow the drilling of an additional three, for a total of up to sixteen 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 <a href="Exhibit B">Exhibit B</a>, 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, at its option, an additional three for a total of up to sixteen horizontal wells in the unit, with internal wellbores offset by 300 feet and unit boundary setbacks of 300 feet.
- B. For such other findings and orders as the Commission may deem proper or advisable in the matter.

Dated: July 15, 2013

By: Kenneth A. Wonstolen

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

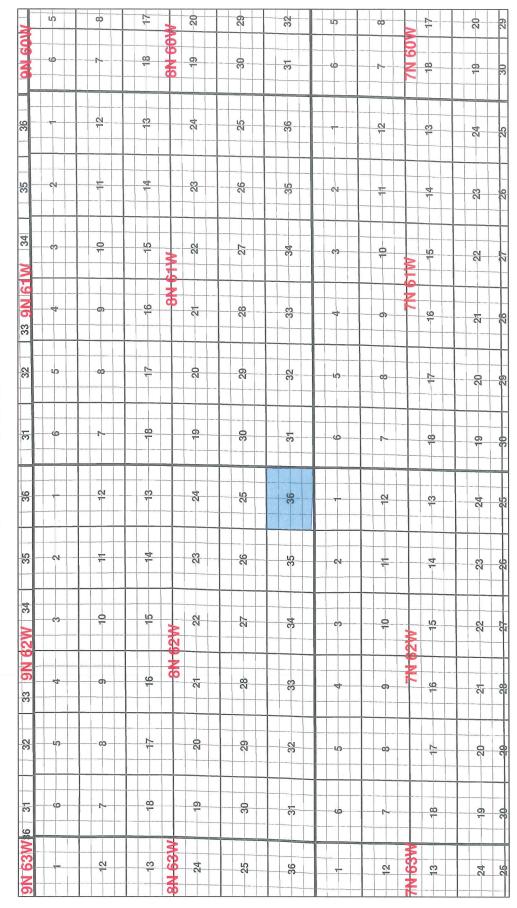
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### **VERIFICATION**

STATE OF TEXAS	)
COUNTY OF HARRIS	) SS. )
that he is Land Manager for Carrizo Oil	g first duly sworn upon oath, deposes and says & Gas, Inc. and that he has read the foregoing contained are true to the best of his knowledge,  Craig E. Wiest
Subscribed and sworn to before m	ne this <u>l1<sup>ttl</sup></u> day of July, 2013.
Witness my hand and official seal.	
My commission expires: 3/5/w/6	
ROSS DANIEL WARDLAW Notary Public, State of Texas My Commission Expires March 05, 2016	Notary Public

Exhibit A

Weld County, Colorado T8N-R62W Sec 36



### Exhibit B

### **Interested Parties**

Haimo Oil & Gas, LLC Attn: Mr. Jianwen Dou 593, Zhangsutan Lanzhou Gansu Province, 730010, PRC

IOCL (USA), Inc. c/o Thompson Knight, LLP Attn: Arthur J. Wright 333 Clay St, Suite 3300 Houston, TX 77002

David Bauer Weld County 1111 H Street Greeley, CO 80632

Tom Schreiner, Energy Liaison Colorado Parks and Wildlife Northeast Region Office 6060 Broadway Denver, CO 80216 Oil India (USA), Inc. c/o Thompson Knight, LLP Attn: Arthur J. Wright 333 Clay St, Suite 3300 Houston, TX 77002

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 OIL AND GAS, INC.,	,			
ORDER ALLOWING UP TO	SIXTEEN )	Cause No.		
HORIZONTAL WELLS IN AN ESTA 640-ACRE DRILLING UNIT LOC SECTION 36, TOWNSHIP 8 NORTH 62 WEST IN WELD COUNTY, COLO	CATED IN ) H, RANGE )	Docket No.		
AFFIDAVIT OF MAILING				
STATE OF COLORADO	)			
CITY AND COUNTY OF DENVER	)ss. )			

Kenneth A. Wonstolen, of lawful age, and being first duly sworn upon his oath, states and declares:

That he is an attorney for Carrizo Oil and Gas, Inc., that on or before July 25, 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 Exhibit B to the Application.

Kenneth A. Wonstolen

Subscribed and sworn to before me July 18, 2013.

Witness my hand and official seal.

My commission expires:

10-04-13

Notary Public

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

IN THE MATTER OF THE APPLICATION OF CARRIZO OIL AND GAS. INC., FOR AN ORDER ALLOWING UP TO SIXTEEN HORIZONTAL WELLS IN AN ESTABLISHED 640-ACRE DRILLING UNIT LOCATED IN SECTION 36, TOWNSHIP 8 NORTH, RANGE 62 WEST IN WELD COUNTY, COLORADO

Cause No. 535

Docket No. 1309-AW-57

### 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 the attorney for Carrizo Oil and Gas, Inc. and that on or before August 16, 2013 she caused a copy of the above-captioned Application to be deposited in the United States Mail, postage prepaid, addressed to the party listed below.

Colorado State Land Board 1127 Sherman Street Suite 300 Denver, CO 80203

Elizabeth Y. Gallaway

Subscribed and sworn to before me August 16, 2013.

Witness my hand and official seal.

compassion expires: 10 - 04-13

Notary Public

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

IN THE MATTER OF THE APPLICATION OF	)	CAUSE NO. 535
CARRIZO OIL AND GAS, INC., FOR AN ORDER	)	
ALLOWING UP TO SIXTEEN HORIZONTAL	)	DOCKET NO.
WELLS IN AN ESTABLISHED 640-ACRE	)	
DRILLING UNIT LOCATED IN SECTION 36,	)	
TOWNSHIP 8 NORTH, RANGE 62 WEST IN	)	Intake No. 66
WELD COUNTY, COLORADO	)	

### **ENTRY OF APPEARANCE**

The undersigned, a member of the firm of Beatty & Wozniak, P.C., attorneys for Carrizo Oil and Gas, Inc., applicant in the above-referenced application, enters her appearance therein.

Dated this 7<sup>th</sup> day of August, 2013.

BEATTY & WOZNIAK, P.C.

By:

Elizabeth Y. Gallaway 216 Sixteenth Street, Suite 1100 Denver, Colorado 80202-5155 303-407-4499