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

IN THE MATTER OF AN APPLICATION BY BILL)	
BARRETT CORPORATION FOR AN ORDER POOLING)	CAUSE NOS. 407 & 535
ALL INTERESTS IN THE 640-ACRE DRILLING AND)	
SPACING UNITS ESTABLISHED FOR SECTION 10,)	DOCKET NO. To be assigned
TOWNSHIP 6 NORTH, RANGE 62 WEST, 6 TH P.M.,)	
FOR THE DEVELOPMENT/OPERATION OF THE)	
CODELL AND NIOBRARA FORMATIONS,)	
WATTENBERG FIELD, WELD COUNTY, COLORADO)	

APPLICATION

Bill Barrett Corporation ("BBC" or "Applicant"), by and through its attorneys, Burleson LLP, respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order: (1) pooling all interests in the approximate 640-acre drilling and spacing unit established for Section 10, Township 6 North, Range 62 West, 6th P.M., for the development and operation of the Niobrara Formation; and (2) pooling all interests in the approximate 640-acre drilling and spacing unit to be established for said Section 10, for the development and operation of the Codell Formation. 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 has registered as an operator with the Commission.
 - 2. Applicant owns majority leasehold interests in the below-listed lands:

Township 6 North, Range 62 West, 6th P.M. Section 10: All

These lands are hereinafter referred to as the "Application Lands." A map depicting the acreage comprising the Application Lands is attached hereto and marked as Exhibit A.

- 3. The Application Lands are unspaced with respect to the Codell Formation, which are common sources of supply underlying said lands and, as such, Rule 318.a. applies to said lands and under said rule, wells greater than 2,500 feet in depth shall be located not less than 600 feet from any lease line, and shall not be located less than 1,200 feet from any other producible or drilling well when drilling to the same common source of supply, unless authorized by order of the Commission upon hearing.
- 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 Cretaceous Age Formations from the base of the Dakota Formation to the surface. Rule 318A. supersedes all prior Commission drilling and spacing orders affecting well location and density requirements of Greater Wattenberg Area wells. On December 5, 2005, Rule 318A. was amended, among other things, 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, among other things, to address drilling of horizontal wells. The Application Lands are subject to this Rule for the Codell Formation.
- 5. On or about February 22, 2011, the Commission entered Order No. 535-4 (corrected on April 4, 2013) which, among other things, established 640-acre drilling and spacing units for certain lands, including the Application Lands, and approved one horizontal well for each unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation, with the treated interval of the permitted wellbore to be located no closer than 460 feet from the boundaries of the unit.
- 6. On or about January 23, 2012, the Commission entered Order No. 407-531 which, among other things, approved a well location exception from the Rule 318A. Greater Wattenberg Area drilling windows for the Dutch Lake #08-10H Well, to be drilled from a surface location of 519 feet FNL and 230 feet FWL in the NW¼ NW¼ of Section 10, Township 6 North, Range 62 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

Pooling of all interests for the development/operation of the Niobrara Formation

- 7. Applicant has filed a contemporaneous application with the Commission seeking an order to authorize the drilling of up to seven (7) additional horizontal wells, for a total of up to eight (8) wells, within the approximate 640-acre drilling and spacing unit established for the Application Lands, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- 8. Acting pursuant to the relevant provisions of §34-60-116(6) & (7), C.R.S., and Rule 530., Applicant seeks an order pooling all interests in the Application Lands for the initial permitted horizontal Niobrara Formation well drilled within the Application Lands and any subsequent horizontal wells authorized by the Commission (at present, BBC has plans to drill and complete the Dutch Lake #08-10H Well, API #05-123-35000, within the Application Lands), for the development and operation of the Niobrara Formation.
- 9. Applicant requests that the pooling order entered as a result of this Application be made effective as of the date of this Application, or the date that the costs specified in §34-60-116(7)(b)(II), C.R.S., are first incurred for the drilling of the initial permitted horizontal Niobrara well on the Application Lands, whichever is earlier.

Pooling of all interests for the development/operation of the Codell Formation

- 10. Applicant has filed a contemporaneous application with the Commission to establish an approximate 640-acre drilling and spacing unit for the Application Lands, for the production of oil, gas and associated hydrocarbons from the Codell Formation.
- 11. Acting pursuant to the relevant provisions of §34-60-116(6) & (7), C.R.S., and Rule 530., Applicant seeks an order pooling all interests in the Application Lands for the initial permitted horizontal Codell Formation well drilled within the Application Lands and any subsequent horizontal wells authorized by the Commission, for the development and operation of the Codell Formation.

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12. Applicant requests that the pooling order entered as a result of this Application be made effective as of the date of this Application, or the date that the costs specified in §34-60-116(7)(b)(II), C.R.S., are first incurred for the drilling of the initial permitted horizontal Codell well on the Application Lands, whichever is earlier.

* * *

- 13. The granting of this Application is in accord with the Oil and Gas Conservation Act, found at §34-60-101, et seq., C.R.S., and the Commission rules.
- 14. That the names and addresses of the interested parties (persons who own any interest in the mineral estate of the tracts to be pooled, except owners of overriding royalty interest) are attached hereto under <u>Exhibit B</u>. The Applicant shall submit a certificate of service for the Application within the seven days as required by Rule 503.e.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing, that notice be given as required by law and that upon such hearing this Commission enter its order:

- A. Pooling all interests in the Application Lands for the initial permitted horizontal Niobrara Formation well drilled within the Application Lands and any subsequent horizontal wells authorized by the Commission, for the development and operation of the Niobrara Formation, with the pooling order made effective as of the date of this Application, or the date that the costs specified in §34-60-116(7)(b)(II), C.R.S., are first incurred for the drilling of a Niobrara Formation well on the Application Lands, whichever is earlier.
- B. Pooling all interests in the Application Lands for the initial permitted horizontal Codell Formation well drilled within the Application Lands and any subsequent horizontal wells authorized by the Commission, for the development and operation of the Codell Formation, with the pooling order made effective as of the date of this Application, or the date that the costs specified in §34-60-116(7)(b)(II), C.R.S., are first incurred for the drilling of a Codell Formation well on the Application Lands, whichever is earlier.
- 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 an authorized well proposed for the Niobrara or Codell Formation, are pooled by operation of statute, pursuant to §34-60-116(7), C.R.S., and made subject to the cost recovery provisions thereof.
- D. For such other findings and orders as the Commission may deem proper or advisable in the premises.

DATED this / day of July, 2013.

Respectfully submitted,

Robert A. Willis (Colorado Bar No. 26308)

Burleson LLP

Wells Fargo Center

1700 Lincoln Street, Suite 1300

BILL BARRETT CORPORATION

Denver, CO 80203 (303) 801-3200

Applicant's Address: Bill Barrett Corporation Hal Writer, Senior Landman 1099 18th Street, Suite 2300 Denver, CO 80202

VERIFICATION

STATE OF COLORADO) ss. CITY & COUNTY OF DENVER

Hal Writer, Senior Landman for Bill Barrett Corporation, upon oath deposes and says that he has read the foregoing Application and that the statements contained therein are true to the best of his knowledge, information and belief.

BILL BARRETT CORPORATION

Hal Writer

Subscribed and sworn to before me this 17 day of July, 2013, by Hal Writer, Landman for Bill Barrett Corporation.

Witness my hand and official seal.

My commission expires: 1-15-261

NAMCY R. WEBER

TOTARY PUBLIC MY COMMISSION EXPIRES JANUARY 15, 2017

EXHIBIT B

INTERESTED PARTIES

The names and addresses of the interested parties (persons who own any interest in the mineral estate underlying Section 10, Township 6 North, Range 62 West, 6th P.M., except overriding royalty interest owners) according to the information and belief of the Applicant are set forth in this Exhibit B.

Bill Barrett Corporation 1099 18th Street, Suite 2300 Denver, CO 80202

Timothy L. Klingenberg and Rosemary Klingenberg 15065 Normandy Blvd. Jacksonville, FL 32234

David Klingenberg 515 12th Avenue NW Hampton, IA 95067

George G. Vaught, Jr. P.O. Box 13557 Denver, CO 80201

Laura Mix 705 7th Street Kersey, CO 80644

Nona Irene Storer 300 Harmony Road, #94 Fort Collins, CO 80526

Robert Lee Klingenberg 5523 Corte Sierra Pleasonton, CA 94566

Allen Klingenberg 2011 Stratford Montrose, CO 81401

Tim Klingenberg 6920 Arques Road Jacksonville, FL 32205 Robert A. Willis Burleson LLP 1700 Lincoln St., Suite 1300 Denver, CO 80203

Family Tree Corporation P.O. Box 260498 Lakewood, CO 80226

Daniel Klingenberg 20232 Weld County Road 51 Kersey, CO 80644

Paul L. McCulliss P.O. Box 3248 Littleton, CO 80161

Milton W. Klingenberg and Karen E. Klingenberg
4217 Fernbrook Drive
Loveland, CO 80538
Vern E. Klingenberg
34978 WCR #83
Briggsdale, CO 80611

Charlotte Ruth Hamlet 1100 Linda Street, Apt. B-205 Fort Morgan, CO 80701

Velda Boskind, n/k/a Velda J. Kennedy 2487 Harbor Way Winter Park, FL 32792

Michael J. Goodman and Sarah Goodman 39990 CR 74 Briggsdale, CO 80601 Richard Klingenberg 1419 North 8th Street Neodesha, KS 66757

Jon Robert Klingenberg 13138 Witt Avenue Butler, IL 62015

Rhonda Kay Agosto 17808 North 161st East Avenue Oolagah, OK 74053

Tammy Jill Parish 411 North Ellen Nixa, MO 65714

Charlotte Hamlet 1100 Linda Street, Apt. B-205 Fort Morgan, CO 80701

The Klingenberg Family Trust 4206 East Sourwood Drive Gilbert, AZ 85298

Family Tree Corporation P.O. Box 260498 Lakewood, CO 80226

Daniel Klingenberg 20232 Weld County Road 51 Kersey, CO 80644

Charlotte Ruth Hamlet 1100 Linda Street, Apt. B-205 Fort Morgan, CO 80701

Allen Klingenberg 2011 Stratford Montrose, CO 81401

Velda Boskind, n/k/a Velda J. Kennedy 2487 Harbor Way Winter Park, FL 32792

Tim Klingenberg 6920 Arques Road Jacksonville, FL 32205 Sharon Klingenberg Davis P.O. Box 1379 Salado, TX 76571

Gary Thomas Klingenberg 5126 Coba Calle Dickinson, TX 77539

Kimberly Rae McKee 10386 East Joe's Road Talala, OK 74080

Kelli Lynne Cushman 215 Ohio Neodesha, KS 66757

Irene Storer 4315 John F. Kennedy Parkway, Unit 12 Fort Collins, CO 80525

Timothy L. Klingenberg and Rosemary Klingenberg 15065 Normandy Blvd. Jacksonville, FL 32234 David Klingenberg 515 12th Avenue NW Hampton, IA 95067

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Laura Mix 705 7th Street Kersey, CO 80644

Milton W. Klingenberg and Karen E. Klingenberg 4217 Fernbrook Drive Loveland, CO 80538

Nona Irene Storer 300 Harmony Road, #94 Fort Collins, CO 80526 Fred W. Will 40008 CR 74 Briggsdale, CO 80611

Crosier, Kelly & Hall Partnership c/o Dee Ann K. Hall 5285 South Laredo Way Centennial, CO 80015 Fred O. Will and Molly O. Will Trust c/o Leonard Will 39290 CR 74 Briggsdale, CO 80611

Conrad H. Will and Lonnita D. Will 3556 School Street Fortuna, CA 95540

Vera Hoff 21506 CR54 Greeley, CO 80631-9058

Shirley L. Degenhart 21255 US Highway 34 Fort Morgan, CO 80701-7240

Margaret Rogers, Trustee of the Declaration of Trust of October 29, 1990, amended, of Margaret W. Rogers 6738 Linda Vista Blvd. Missoula, MT 59803

Crosier, Kelly & Hall Partnership c/o Dee Ann K. Hall 5285 South Laredo Way Centennial, CO 80015

Fred O. Will and Molly O. Will Trust c/o Leonard Will 39290 CR 74 Briggsdale, CO 80611

Conrad H. Will and Lonnita D. Will 3556 School Street Fortuna, CA 95540 Vern E. Klingenberg 34978 WCR #83 Briggsdale, CO 80611

Robert Lee Klingenberg 5523 Corte Sierra Pleasonton, CA 94566

The Karen R. Haley Revocable Trust Agreement, dated February 8, 2002 9550 East Orchard Drive Greenwood Village, CO 80111

David P. Hall 109 East 22nd Street Tulsa, OK 74114

Barbara Fordyce Hall c/o Brian C. Hall 8004 Weldon Springs Austin, TX 78726

John P. Ryan 3300 N. W. 61st Street Oklahoma City, OK 73112

James B. Smith, III P.O. Box 3812 Edgewood, NM 87015

Margaret C. Blake, f/k/a Margaret C. Smith 1602 Wheeling Avenue Mountain Lake Park, MD 21550

Sheila G. Callahan, f/k/a Sheila G. Smith 2921 Fox Lair Drive #302 Woodbridge, VA 22191

Tofte Energy Partners P.O. Box 4221 Casper, WY 82604 Vera Hoff 21506 CR54 Greeley, CO 80631-9058

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