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 AND SPACING UNIT)	Docket No.
LOCATED IN SECTION 14, TOWNSHIP 8)	
NORTH, RANGE 60 WEST, 6 TH P.M., IN)	
WELD COUNTY, COLORADO		

<u>APPLICATION</u>

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 60 West, 6th P.M. Section 14: 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 September 19, 2011, the Commission entered Order No. 535-69 which, among other things, established 40 approximate 640-acre drilling and spacing units for certain lands, including the Application Lands, and approved two horizontal wells within each unit, for the production of gas and associated hydrocarbons from the Niobrara Formation.
- 4. On July 29, 2013, the Commission entered Order No. 535-391 which, among other things pooled all interests within an approximate 640-acre drilling and spacing unit established for the Application Lands, for the development and operation of the Niobrara Formation.
- 5. Applicant requests approval to drill, at its option, an additional 14 horizontal wells, for a total of up to 16 horizontal wells in the Application Lands, with internal wellbores offset by 300 feet and unit boundary setbacks of 300 feet.
- 6. 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.

- 7. 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 14, for a total of up to 16 horizontal wells in said drilling and spacing 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).
- 8. According to Rule 507.b.(1), the names and addresses of the interested parties to this Application are set forth in <u>Exhibit B</u>, and the undersigned certifies that copies of this Application shall be served on each interested party as required by Rule 503.e.
 - 9. 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 14 for a total of up to 16 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: August 297, 2013.

Bv

Elizabeth Y. Gallaway 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

VERIFICATION

STATE OF TEXAS)	4.2
COUNTY OF HARRIS)	SS.
Land Manager for Carrizo Oil & Gas, II	nc. and	duly sworn upon oath, deposes and says that he is a d that he has read the foregoing Application and that best of his knowledge, information and belief. Craig Wiest
Subscribed and sworn to before	me thi	is 27th day of August, 2013.
Witness my hand and official sea	al.	
My commission expires: March 5	1016	
ROSS DANIEL WARDLAW Notary Public, State of Texas My Commission Expires March 05, 2016		Notary Public

Weld County, Colorado T8N-R60W Sec 14

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Exhibit B Interested Parties

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

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

Noble Energy WYCO, LLC and Noble Energy, Inc. 1625 Broadway, Ste. 2200 Denver, CO 80202

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

Chesapeake Exploration, LLC. P.O. Box 18496 Oklahoma City, OK 73154

David Bauer Weld County 1111 H Street Greeley, CO 80632

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) CARRIZO OIL AND GAS, INC., FOR AN) ORDER ALLOWING UP TO SIXTEEN) Cause No. HORIZONTAL WELLS IN AN ESTABLISHED) 640-ACRE DRILLING AND SPACING UNIT) Docket No. LOCATED IN SECTION 14, TOWNSHIP 8) NORTH, RANGE 60 WEST IN WELD) COUNTY, COLORADO
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 an attorney for Carrizo Oil and Gas, Inc., that on or before 5, 5, 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 B to the Application.
Elizabeth Y. Gallaway
Subscribed and sworn to before me August <u>39</u> , 2013. Witness my hand and official seal.
My commission expires: 10-04-13. PUBLIC S Level 13 Level 13 Level 13 Level 13 Level 13 Level 13 Level 14 Level 14 Level 15 Le
Notary Public