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 34, TOWNSHIP 9 NORTH, RANGE |) | |
| 58 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 9 North, Range 58 West, 6th P.M. Section 34: 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 issued Order No. 535-70 which, among other things, established two approximate 640-acre drilling and spacing units for certain lands, including Application Lands, and approved up to two horizontal wells within each unit, for the production of gas and associated hydrocarbons from the Niobrara Formation.
- 4. On November 15, 2012, the Commission issued Order No. 535-220 which, among other things, approved up to four horizontal wells within each of two approximate 640-acre drilling and spacing units consisting for certain lands, including Application Lands, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- 5. On March 25, 2013, the Commission issued Order No. 535-293 which, among other things, approved up to a total of six horizontal wells within each of two approximate 640-acre drilling and spacing units consisting of certain lands, including Application Lands, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

- 6. On July, 29 2013, the Commission issued Order No. 535-365 which, among other things, approved an order to pool all interests within an approximate 640-acre drilling and spacing unit consisting of certain lands, including Application Lands, for the development and operation of the Niobrara Formation.
- 7. Applicant requests approval to drill, at its option, an additional ten 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.
- 8. 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 ten, 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).
- 9. The undersigned certifies that copies of this Application shall be served on each interested party, according to Rule 507.b.(1) and (4), and as required by Rule 503.e.
 - 10. Applicant agrees to be bound by the oral order of the Commission.

By:

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 ten 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: October 1, 2013.

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

| COUNTY OF HARRIS |) | 55. | | | | |
|---|---------|--------------|---------------|--------------|-------------|-----------------|
| Ross D. Wardlaw, of lawfu Senior Landman for Carriz that the matters therein co | & liO o | Gas, Inc. an | nd that he ha | s read the f | foregoing A | Application and |

Subscribed and sworn to before me this 17th day of October, 2013.

.Witness my hand and official seal.

STATE OF TEXAS

My commission expires: 6/14/2014

Notary Public Patricial Sichmond

PATRICIA A. RICHMOND Notary Public, State of Texas My Commission Expires June 14, 2014

Ross D. Wardlaw

EXHIBIT A

Weld County, Colorado T9N-R58W Sec 34

