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

IN THE MATTER OF THE APPLICATION OF EXTRACTION OIL & GAS, LLC FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE 320-ACRE DESIGNATED WELLBORE SPACING UNIT ESTABLISHED FOR SECTION 13, TOWNSHIP 6 NORTH, RANGE 67 WEST, 6TH P.M., FOR THE CODELL FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

# **APPLICATION**

COMES NOW Extraction Oil & Gas, LLC ("Applicant"), by its attorney, Gretchen VanderWerf, PC, and makes this application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order pooling all interests in an approximate 320-acre designated wellbore spacing unit for the drilling of the Rubyanna 13C-25W Well ("Well") for the development of the Codell Formation on the following described lands:

Township 6 North, Range 67 West, 6<sup>th</sup> P.M. Section 13: S½N½, N½S½

Weld County, Colorado

(the "Application Lands").

- 1. Applicant is a limited liability company duly authorized to conduct business in the State of Colorado and is a registered operator in good standing with the Commission.
  - 2. Applicant owns certain leasehold interests in the Application Lands.
- 3. On February 19, 1992, the Commission issued Order No. 407-87 (amended August 20, 1993) which, among other things, established 80-acre drilling and spacing units for the production of oil and/or gas from the Codell Formation underlying certain lands, including the Application Lands, with the permitted well locations in accordance with the provisions of Order No. 407-1.
- 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 of the Cretaceous Age Formations from the base of the Dakota Formation to the surface. On December 5, 2005, Rule 318A was amended 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 to, among other things, address drilling of horizontal wells. The Application Lands are subject to Rule 318A for the Codell Formation.
- 5. Applicant designated an approximate 320-acre wellbore spacing unit as defined below, for the production of oil, gas, and associated hydrocarbons from the Codell Formation pursuant to Rule 318A, and notified the appropriate parties under Rule 318A.

6. Applicant, pursuant to Commission Rule 530 and/or the provisions of C.R.S. § 34-60-116 (6) and (7), hereby requests an order to pool all interests, including but not limited to, any nonconsenting interests, in the Application Lands for the development of the Codell Formation underlying the following approximate 320-acre designated wellbore spacing unit:

Township 6 North, Range 67 West, 6th P.M. Section 13: S½N½, N½ S½

(the "Wellbore Spacing Unit")

- 7. Applicant requests that the Commission's pooling order be made effective as of the earlier of the date of this Application, or the date that the costs specified in C.R.S. § 34-60-116(7)(b)(II) are first incurred for the drilling of the Well in the Codell Formation on the Application Lands..
- 8. Applicant certifies that copies of this Application will be served on all persons owning an interest in the mineral estate of the tracts to be pooled within seven (7) days of the date hereof, as required by Rule 507.b.(2), and that at least thirty (30) days prior to the hearing on this matter, each such interest owner not already leased or voluntarily pooled will be offered the opportunity to lease, or to participate in the drilling of the Well, and will be provided with the information required by Rule 530, as applicable. The list of such interested parties is attached hereto as Exhibit A.
- 9. That in order to prevent waste and to protect correlative rights, all interests in the Wellbore Spacing Unit should be pooled for the orderly development of the Codell Formation, including any nonconsenting interests therein.

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

- A. Pooling all interests in the Application Lands and the Wellbore Spacing Unit for the development of the Codell Formation;
- B. Providing that the Commission's pooling order is made effective as of the earlier of the date of this Application, or the date that any of the costs specified in C.R.S. § 34-60-116 (7)(b)(II) are first incurred for the drilling of the Well to the Codell Formation on the Application Lands:
- 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 the Well are pooled by operation of statute, pursuant to C.R.S. § 34-60-116(6) and (7), and made subject to the cost recovery provisions thereof with respect to the Well drilled to develop the Codell Formation on the Application Lands;
- D. For such other findings and orders as the Commission may deem proper or advisable in this matter.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in December, 2013, that notice be given as required by law, and that upon such hearing, the Commission enter its order consistent with Applicant's request as set forth above.

Dated: October <u>/7</u>, 2013.

Respectfully submitted,

Extraction Oil & Gas, LLC.

By: Gretchen CanderNeaf
Gretchen VanderWerf, PC
Attorney for Applicant
1525 17th Street

Denver, Colorado 80202 Phone: 303-298-9939

# Applicant's Address:

Extraction Oil & Gas, LLC Attn: Mark J. Choury 1888 Sherman Street, Suite 500 Denver, Colorado 80203

# STATE OF COLORADO STATE OF COLORADO SS. CITY AND COUNTY OF DENVER Mark J. Choury, of lawful age, being first duly sworn upon oath, deposes and says that he is the Vice President of Land and Business Development for Extraction Oil & Gas, 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. By: Mark J. Choury Subscribed and sworn to before me this //o day of October, 2013. Witness my hand and official seal. My commission expires:

REBECCA E VAN BLARICOM Notary Public State of Colorado

<u>veea & No Blureson</u> Public

## **EXHIBIT A**

### **INTERESTED PARTIES**

Noble Energy WyCo, LLC 1625 Broadway, Suite 2000 Denver, CO 80202 Dan W. Tellinghuisen 27520 WCR 13 Johnstown, CO 80534

Lee A. Stark 1803 Garfield Avenue Loveland, CO 80538 Phillip W. Kennedy and Leota Kennedy (address unknown)

Extraction Oil & Gas, LLC 1888 Sherman Street, Suite 500 Denver, CO 80203 Lynn Merrill 180 Calabria Drive Windsor, CO 80550

Tekton Windsor, LLC 640 Plaza Drive, Suite 290 Highlands Ranch, 80129 Leonard W. Scott and Kay Annette Scott 33093 May Drive Windsor, CO 80550

Kerr-McGee Oil & Gas Onshore, LP 1099 18<sup>th</sup> Street, Suite 1800 Denver, CO 80202

Carol Clevenger 33129 May Drive Windsor, CO 80550

Willard G. and Linda Owens 3525 Diane Place Greeley, CO 80631 Marjorie Straube 33112 May Drive Windsor, CO 80550

Edward D. Kadlub and Marjorie A. Kadlub 309 Locust Street Windsor, CO 80550 Diane E. Brunner 33050 May Drive Windsor, CO 80550

Ray Berris 33630 WCR 23 Windsor, CO 80550 Rodney L. Swanson and Patty J. Swanson 33034 May Drive Windsor, CO 80550 David Leonard Stromberger 11095 392 Way Windsor, CO 80550

NDIRA, Inc., fbo Wayne N. Wood ROTH IRA 1070 W. Century Drive, Suite 101 Louisville, CO 80027

Anadarko E & P Company, LP 1099 18<sup>th</sup> Street, Suite 1800 Denver, CO 80202

Robert M. Maffei and Mona A. Maffei 33657 Weld County Road 25 Greeley, CO 80631

David Bauer Weld County 1111 H Street Greeley, CO 80632

Colorado Division of Wildlife 6060 Broadway Denver, CO 80216 NDIRA, Inc., fbo Joshua J. Wood ROTH IRA 1070 W. Century Drive, Suite 101 Louisville, CO 80027

Wild Oats Ranch 402 Mallard Drive Windsor, CO 80550

K. Douglas Kreykes and Jeannie L.Leonard33571 Weld County Road 25Greeley, CO 80631

Kadlub Family Farms, LLLP 309 Locust Street Windsor, CO 80550

Kent Kuster Colorado Department of Public Health and Environment 4300 Cherry Creek Drive South Denver, CO 80246-1530