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

IN THE MATTER OF AN APPLICATION BY WPX ENERGY)	
ROCKY MOUNTAIN, LLC, FOR AN ORDER APPROVING)	CAUSE NO. 527
THE EQUIVALENT OF ONE WELL PER 10 ACRES WELL)	
DENSITY FOR SECTION 6, TOWNSHIP 3 SOUTH, RANGE)	DOCKET NO. 1404-SP-2056
97 WEST, 6 TH P.M. AND CERTAIN PORTIONS OF)	
SECTIONS 1 AND 12, TOWNSHIP 3 SOUTH, RANGE 98)	
WEST, 6 TH P.M., FOR PRODUCTION FROM THE WILLIAMS)	
FORK AND ILES FORMATIONS, SULPHUR CREEK FIELD,)	
RIO BLANCO COUNTY, COLORADO)	

AMENDED APPLICATION

WPX Energy Rocky Mountain, LLC ("WPX" or "Applicant"), by and through its attorneys, Beatty & Wozniak, P.C., respectfully submits this Amended Application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order approving the equivalent of one well per 10 acres well density for Section 6, Township 3 South, Range 97 West, 6th P.M. and **certain portions** of Sections 1 and 12, Township 3 South, Range 98 West, 6th P.M. (described below), for the production of gas and associated hydrocarbons from the Williams Fork and Iles Formations. In support of its Amended 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 substantial leasehold interests in the below-listed lands:

Township 3 South, Range 97 West, 6th P.M.
Section 6: Lots 1-7, S½NE¼, SE¼NW¼, E½SW¼, SE¼ (All)

Township 3 South, Range 98 West, 6th P.M.

Section 1:

Lots 1, 2, S½NE¼, SE¼

Section 12: E½

Rio Blanco County, Colorado

These lands comprise approximately 1,281.31 acres, and are hereinafter referred to as the "Application Lands."

- 3. Rule 318.a. provides that for wells drilled in excess of 2,500 feet in depth shall be located not less than 600 feet from any lease line and not closer than 1,200 feet from any other producible of drilling oil or gas well when drilling to the same source of supply. The Application Lands are subject to this Rule.
- 4. Applicant requests the Commission approve the equivalent of one (1) well per 10 acres well density for the Application Lands, for the production of gas and associated hydrocarbons from the Williams Fork and Iles Formations, as necessary to economically and efficiently recover resources, while minimizing surface impacts, creating efficiencies for drilling and production, increasing the ultimate recovery of the reserves, preventing waste, and protecting correlative rights.
- 5. Further, Applicant states that, for any permitted wells to be drilled under this Amended Application, the bottomhole location should be located anywhere upon the Application Lands but no closer than 100 feet from the lease boundaries, without exception being granted by the Director. It (00333360.1)

is furthermore requested that in cases where the Application Lands abut or corner lands in respect of which the Commission has not at the time of drilling permit application granted the right to drill 10-acre density Williams Fork Formation and Iles Formation wells, the permitted well should be located downhole no closer than 200 feet from the lease boundaries, without exception being granted by the Director.

- 6. Furthermore, except as previously authorized by order of the Commission, wells authorized under this Amended Application shall be drilled from the surface either vertically or directionally from no more than one (1) pad located on a given quarter quarter section (or lots or parcels approximately equivalent thereto), unless exception is granted by the Commission pursuant to an application made for such exception.
- 7. The granting of this Amended 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.

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. Authorizing the equivalent of one (1) well per 10 acres well density for the Application Lands, for the production of gas and associated hydrocarbons from the Williams Fork and Iles Formations, with the bottomhole location of any permitted well located anywhere upon the Application Lands but no closer than 100 feet from the lease boundaries, however, in cases where the lands abut or corner lands in respect of which the Commission has not at the time of drilling permit application granted the right to drill 10-acre density Williams Fork Formation and Iles Formation wells, the permitted well should be located downhole no closer than 200 feet from the lease boundaries, without exception being granted by the Director.
- B. Requiring, except as previously authorized by order of the Commission, wells authorized under this Amended Application to be drilled from the surface either vertically or directionally from no more than one (1) pad located on a given quarter quarter section (or lots or parcels approximately equivalent thereto), unless exception is granted by the Commission pursuant to an application made for such exception.
- C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

DATED this day of June, 2	2014.			
	Respectfully submitted,			
	WPX ENERGY ROCKY MOUNTAIN, LLC By: Robert A. Willis (Colorado Bar No. 26308) Jillian Fulcher (Colorado Bar No. 45010) Beatty & Wozniak, P.C. Attorneys for Applicant 216 16th Street, Suite 1100 Denver, Colorado 80202			
Applicant's Address: WPX Energy Rocky Mountain, LLC Maxwell Faith, Senior Landman 1001 17th Street, Suite 1200 Denver, CO 80202				
VERIFICATION				
STATE OF COLORADO)			
CITY & COUNTY OF DENVER) ss.)			
Maxwell Faith, Senior Landman for says that he has read the foregoing Amen true to the best of his knowledge, information	or WPX Energy Rocky Mountain, LLC, upon oath deposes and ded Application and that the statements contained therein are on and belief.			
	WPX ENERGY ROCKY MOUNTAIN, LLC			
	Maxwell Faith			
Subscribed and sworn to before me Landman for WPX Energy Rocky Mountain				
Witness my hand and official seal.				
My commission expires: <u>9-27</u>	-2017 100 PHILLIAN			
JENNIFER PITTENGER Notary Public State of Colorado Notary ID 20134062771 My Commission Expires Sep 27, 2017	Notary Public			

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

IN THE MATTER OF AN APPLICATION BY ROCKY MOUNTAIN, LLC, FOR AN ORDE THE EQUIVALENT OF ONE WELL PER 10 DENSITY FOR SECTION 6, TOWNSHIP 3 S 97 WEST, 6 TH P.M. AND CERTAIN PORTI SECTIONS 1 AND 12, TOWNSHIP 3 SOUTH WEST, 6 TH P.M., FOR PRODUCTION FROM FORK AND ILES FORMATIONS, SULPHUR RIO BLANCO COUNTY, COLORADO	R APPROVING ACRES WELL SOUTH, RANGE ONS OF H, RANGE 98 I THE WILLIAMS) CAUSE NO. 527) DOCKET NO. 1404-SP-2056))
AFFIDA	AVIT OF MAILING	
STATE OF COLORADO)	
CITY AND COUNTY OF DENVER)ss.)	

Jennifer Pittenger, of lawful age, and being first duly sworn upon her oath, states and declares:

That she is a Legal Assitant for Beatty & Wozniak P.C. the attorneys for WPX Energy Rocky Mountain, LLC, that on or before June 12, 2014, she caused a copy of the attached Amended Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit A to the Application.

Jennifer Pittenger

Subscribed and sworn to before me June 11, 2014.

Witness my hand and official seal.

TERESA L. PETERSON NOTARY PUBLIC STATE OF COLORADO

NOTARY ID 19894002026 MY COMMISSION EXPIRES OCT.4, 2017

Notary Public

EXHIBIT A

INTERESTED PARTIES

The names and addresses of the interested parties (owners within the Application Lands) according to the information and belief of the Applicant are set forth in this <u>Exhibit A</u>.

XTO Energy, Inc. 810 Houston St. Ft. Worth, TX 76102 Attn: Paul Keffer

OXY USA WTP, LP PO Box 27570 Houston, TX 77227-7570 Attn: Kim Evans

Vantage Energy Piceance, LLC 116 Inverness Dr. East, Suite 107 Englewood, CO 80112 Attn: Mike Holland

Tom Gipson P.O. Box 231 Cisco, TX 76437

Joe Bishop PO BOX 880399 STEAMBOAT SPRINGS, CO 80488

Ira Jason Kahn 8205 SANTA MONICA BLVD PMB 1-349 LOS ANGELES, CA 90046-5192

Bureau of Land Management White River Field Office 73544 Highway 64 Meeker, CO 81641

Bureau of Land Management 2850 Youngfield Street Lakewood, CO 80215

Rio Blanco County P.O. Box 599 Meeker, CO 81641