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

IN THE MATTER OF THE APPLICATION OF RED) CAUSE NO.
HAWK PETROLEUM LLC FOR AN ORDER TO POOL)
ALL INTERESTS IN AN APPROXIMATELY 640-ACRE) DOCKET NO
EXPLORATORY DRILLING AND SPACING UNIT IN)
SECTION 10, TOWNSHIP 7 NORTH, RANGE 60)
WEST, 6TH P.M., WATTENBERG FIELD, WELD	,)
COUNTY, COLORADO)

APPLICATION

COMES NOW Red Hawk Petroleum LLC ("Applicant"), by and through its attorneys, Jost & Shelton Energy Group, P.C., and respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order pooling all interests in an approximate 640-acre drilling and spacing unit, for the development of the Niobrara Formation on the following described lands:

Township 7 North, Range 60 West, 6th P.M. Section 10: All

Weld County, Colorado (hereinafter "Application Lands").

In support of its application, Applicant states and alleges as follows:

- 1. Applicant is a Delaware corporation duly organized and authorized to conduct business in the State of Colorado, and is a registered operator in good standing with the Commission.
- 2. Applicant owns leasehold interests and holds the right to operate in the Application Lands.
- 3. Order No. 535-51, entered by the Commission on August 8, 2011, established an approximate 640-acre drilling and spacing unit for Section 10, Township 7 North, Range 60 West, 6th P.M., and other units for other lands, and approved one horizontal well within the unit established for Section 10, Township 7 North, Range 60 West, 6th P.M., regardless of lease lines within the unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation, with the treated interval of the permitted well to be located no closer than 600 feet from the boundary of the unit without exception being granted by the Director of the Commission.
- 4. The Application Lands are the subject of an application filed concurrently herewith and scheduled for the Commission's June 16, 2014 hearings to authorize up to additional seven (7) wells, for a total of up to eight (8) wells within the drilling and

spacing unit established for the Niobrara Formation in the Application Lands ("Additional Wells").

- 5. Applicant, pursuant to Commission Rule 530 and the provisions of C.R.S. § 34-60-116 (6) and (7), seeks an order to pool all interests, including but not limited to, any nonconsenting interests, in the Application Lands consisting of the 640-acre drilling and spacing unit for the development of the Niobrara Formation, said order to apply to the wells within the drilling and spacing unit.
- 6. 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) are first incurred for the drilling of each of the wells in the unit for the development of the Niobrara Formation on the Application Lands.
- 7. 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.
- 8. That in order to prevent waste and to protect correlative rights, all interests in the Application Lands and the 640-acre drilling and spacing should be pooled for the orderly development of the Niobrara 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 640-acre drilling and spacing unit on the Application Lands for the development of the Niobrara 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 the costs specified in C.R.S. § 34-60-116(7)(b) are first incurred for the drilling of each of the wells in the unit for the development of the Niobrara 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 authorized wells are pooled by operation of statute, pursuant to C.R.S. § 34-60-116(7), 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 this matter.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in June, 2014, 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 this day of April, 2014.

Respectfully submitted:

Red Hawk Petroleum LLC

By:

Jamie L. Jost James P. Parrot

Jost & Shelton Energy Group, P.C.

Attorneys for Applicant 1675 Larimer St., Suite 420 Denver, Colorado 80202

720.379.1812

Applicant's Address:
Red Hawk Petroleum LLC
4125 Blackhawk Plaza Circle
Suite 201A
Danville, CA 94506

VERIFICATION

STATE OF CALIFORNIA)
COUNTY OF CONTRA COSTA) ss.)

Clark R. Moore, of lawful age, being first duly sworn upon oath, deposes and says that he is Executive Vice President of Red Hawk Petroleum 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.

Red Hawk Petroleum LLC Executive Vice President

ACKNOWLEDGMENT

State of California

County of Contra Costa

On <u>April 16, 2014</u> before me, <u>Valentina Babichev, Notary Public</u> (insert name and title of the officer) personally appeared <u>Clark R. Moore</u>, who proved to me on the basis of satisfactory evidence to be <u>the person</u> whose <u>name is</u>/subscribed to the within instrument and acknowledged to me that <u>he</u> executed the same in <u>his</u> authorized <u>capacity</u>, and that by <u>his signature</u> on the instrument the <u>person</u>, or the entity upon behalf of which the <u>person</u> acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature Valenting Baler &

VALENTINA BABICHEV
COMM. # 1979715
NOTARY PUBLIC • CALIFORNIA
CONTRA COSTA COUNTY
MY COMM. EXP. MAY 26, 2016

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

IN THE MATTER OF THE APPLICATION OF RED) CAUSE NO. HAWK PETROLEUM LLC FOR AN ORDER TO POOL) ALL INTERESTS IN AN APPROXIMATELY 640-ACRE) DOCKET NO. EXPLORATORY DRILLING AND SPACING UNIT IN) SECTION 10, TOWNSHIP 7 NORTH, RANGE 60) WEST, 6TH P.M., WATTENBERG FIELD, WELD) COUNTY, COLORADO)
AFFIDAVIT OF MAILING
STATE OF COLORADO)
) ss. COUNTY OF DENVER)
Jamie L. Jost, of lawful age, and being first duly sworn upon her oath, states and declares:
That she is the attorney for Red Hawk Petroleum LLC, that on or before April 24, 2014, 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 A to the Application. Jamie L. Jost
Subscribed and sworn to before me this day of April, 2014.
Witness my hand and official seal.
My commission expires: 9/18/17
DANIELLE E CARROLL Notary Public State of Colorado Notary ID 20134059312 My Commission Expires Sep 18, 2017

EXHIBIT A

Red Hawk Petroleum LLC 4125 Blackhawk Plaza Circle Suite 201A Danville, CA 94506

Marathon Oil Company 5555 San Felipe Houston, TX 77056

RJ Resources Corp. c/o Platinum Partners Carnegie Hall Tower 152 West 57th Street, 4th Floor New York, NY 10019

Barracuda Investments, LLC, a Texas Limited Liability Company P.O. Box 802002 Dalls, TX 75380

United Surface and Minerals, LLC P.O. Box 170 Gainesville, TX 76240

Doris L. Poush 4109 Boulder Street Evans, CO 80620

Judith A. Acierno P.O. Box 768 Grand Lake, CO 80447 Robert B. Lindvall, Jerry L. Lindvall, Ronald N. Lindvall, Keith R. Lindvall as joint tennants C/O Robert B. Lindvall P.O. Box 129 Curtis, NE 69025

Marilyn K. Barber 440 Walnut Ave. Eaton, CO 80615

Paul R. Weitzel Marsha K. Arnold Paul R. Weitzel 40366 Weld County Rd. 99 Briggsdale, CO 80611

Marsha K. Arnold 2412 Third Ave. Scottsbluff, NE 69361

The United States Department of the Interior Bureau of Land Management 1849 C Street, N.W. Washington DC 20240

Gordon B. Lindvall and Leona L. Lindvall, as co-trustees of the Lindvall Living Trust, u/a dated September 17, 2012 211 Rainbow Dr. #11196 Livingtston, TX 77399

Maxine K. Van Doren 3820 W. Seventh Street Road Greeley, CO 80634

Paulette R. Hall 5241 W. 9th Street Drive Greeley, CO 80634