

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

IN THE MATTER OF AN APPLICATION BY KERR-)	
MC GEE OIL & GAS ONSHORE LP FOR AN ORDER)	CAUSE NO. ____
POOLING ALL INTERESTS IN AN APPROXIMATE)	
720-ACRE ESTABLISHED HORIZONTAL WELLBORE)	DOCKET NO. <i>To be assigned</i>
SPACING UNIT LOCATED IN PORTIONS OF)	
SECTIONS 25, 26, 35 AND 36, TOWNSHIP 3 NORTH,)	
RANGE 68 WEST, 6 TH P.M. AND SECTIONS 30 AND 31,)	
TOWNSHIP 3 NORTH, RANGE 67 WEST, 6 TH P.M., FOR)	
THE DEVELOPMENT/OPERATION OF THE)	
CODELL/NIOBRARA FORMATIONS, WATTENBERG)	
FIELD, WELD COUNTY, COLORADO)	

APPLICATION

Kerr-McGee Oil & Gas Onshore LP ("Kerr-McGee" or "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 pooling all interests in an approximate 720-acre horizontal wellbore spacing unit established for portions of Sections 25, 26, 35 and 36, Township 3 North, Range 68 West, 6th P.M. and Sections 30 and 31, Township 3 North, Range 67 West, 6th P.M., for development and operation of the Codell/Niobrara Formations. In support of its Application, Applicant states and alleges as follows:

1. Applicant is a limited partnership formed under the laws of the State of Delaware; is a wholly owned subsidiary of Anadarko Petroleum Corporation; is duly authorized to conduct business in the State of Colorado; and is a registered operator in good standing with the Commission.

2. Applicant owns substantial leasehold interests in the below-listed lands:

Township 3 North, Range 68 West, 6th P.M.

Section 25: S $\frac{1}{2}$ S $\frac{1}{2}$

Section 26: S $\frac{1}{2}$ S $\frac{1}{2}$

Section 35: N $\frac{1}{2}$ N $\frac{1}{2}$

Section 36: N $\frac{1}{2}$ N $\frac{1}{2}$

Township 3 North, Range 67 West, 6th P.M.

Section 30: SW $\frac{1}{4}$ SW $\frac{1}{4}$

Section 31: NW $\frac{1}{4}$ NW $\frac{1}{4}$

Weld County, Colorado

These lands are hereinafter referred to as the "Application Lands" and depicted in Exhibit A attached hereto.

3. 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.

4. Pursuant to Rule 318A., Applicant designated an approximate 720-acre horizontal wellbore spacing unit, comprised of the Application Lands, for the Hansen State 26C-36HZ well (API No. 05-123-39195) ("Well") for production of oil, gas and associated hydrocarbons from the Codell/Niobrara Formations. Applicant notified all owners in the proposed wellbore spacing unit pursuant to Rule 318A.e.(6). Applicant did not receive objections to the establishment of the proposed horizontal wellbore spacing unit within the 30-day response period.

5. Acting pursuant to the relevant provisions of §34-60-116(6) & (7), C.R.S., and Rule 530., Applicant seeks an order pooling all interests, including, but not limited to, any nonconsenting interests and leased mineral interests, in the approximate 720-acre horizontal wellbore spacing unit established for the Application Lands for the development and operation of the Codell/Niobrara Formations.

6. That certain royalty owners whose oil and gas leases pre-date the widespread use of horizontal drilling and did not contemplate formation of horizontal wellbore spacing units under Rule 318A. have not agreed to participate in the wellbore spacing unit for purposes of royalty payments. Applicant has contacted each of these royalty owners, or has made diligent efforts to do so, to obtain their consent to participate in the wellbore spacing unit for purposes of royalty payments. Applicant has not been able to contact some of these individuals, or has received no response from them.

7. Applicant requests that the pooling order entered as a result of this Application be made effective as of the date of this Application.

8. Further, Applicant requests 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 made subject to the cost recovery provisions of §34-60-116(7), C.R.S.

9. The granting of this 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.

10. Applicant requests that relief granted under this Application should be effective on oral order by the Commission, and Applicant hereby agrees to be bound by said oral order.

11. That the names and addresses of the interested parties (persons who own any interest in the mineral estate of the tracts to be pooled, except owners of overriding royalty interest) according to the information and belief of the Applicant are set forth in Exhibit B attached hereto. The Applicant shall submit a certificate of service for the Application within the seven days as required by Rule 503.e.

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. Pooling all interests in the approximate 720-acre horizontal wellbore spacing unit established for the Application Lands for the development and operation of the Codell/Niobrara Formations, with the pooling order made effective as of the date of this Application.

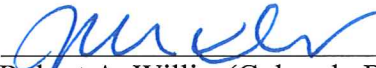
B. Providing that the interests of any owners with whom the Applicant has been unable to secure a lease or other agreement to participate in the drilling of the Well, are pooled by operation of statute, pursuant to §34-60-116(6) & (7), C.R.S., and made subject to the cost recovery provisions thereof.

C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

DATED this 12th day of April, 2014.

Respectfully submitted,

KERR-MCGEE OIL & GAS ONSHORE LP

By: 
Robert A. Willis (Colorado Bar No. 26038)
Jillian Fulcher (Colorado Bar No. 45010)
Beatty & Wozniak, P.C.
Attorneys for Applicant
216 16th Street, Suite 1100
Denver, Colorado 80202
(303) 407-4499
rwillis@bwenergylaw.com
jfulcher@bwenergylaw.com

Address of Applicant

Kerr-McGee Oil & Gas Onshore LP
ATTN: R.C. Kimball, CPL
1099 18th Street, Suite 1800
Denver, Colorado 80202

VERIFICATION

STATE OF COLORADO

)

) ss.

CITY & COUNTY OF DENVER

)

R.C. Kimball, Staff Landman for Kerr-McGee Oil & Gas Onshore LP, upon oath deposes and says that he has read the foregoing Application and that the statements contained therein are true to the best of his knowledge, information and belief.

KERR-MCGEE OIL & GAS ONSHORE LP


R.C. Kimball

Subscribed and sworn to before me this 17th day of April, 2014, by R.C. Kimball,
Staff Landman for Kerr-McGee Oil & Gas Onshore LP.

Witness my hand and official seal.

My commission expires: 10-07-17

TERESA L. PETERSON
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 19894002026
MY COMMISSION EXPIRES OCT. 4, 2017

Teresa
Notary Public


Notary Public

T3N, R67W & T3N, R68W
Weld County

Exhibit A
Application Map



Application lands -

21	22	23	24	19
		T3N, R68W		T3N, R67W
28	27	26	25	30
33	34	35	36	31
4	3	2	1	6

EXHIBIT B

INTERESTED PARTIES

The names and addresses of the interested parties (persons who own any interest in the mineral estate of the tracts to be pooled, except owners of overriding royalty interest) according to the information and belief of the Applicant are set forth in this Exhibit B.

KERR-MCGEE OIL & GAS ONSHORE LP
1099 18TH STREET, SUITE 1800
DENVER, CO 80202

THE HIGHLAND DITCH COMPANY
PO BOX 649
MEAD, CO 80542-0649

DOUTHIT MINERALS, LLC
C/O GLEN S. DOUTHIT
4886 STATE HWY 66
LONGMONT, CO 80504

EDWARD AND MAGDALEN RADEMACHER
LIVING
TRUST DATED MAY 19, 1993
2439 EAGLEVIEW CIR
LONGMONT, CO 80501-7315

WOODBINE PRODUCTION CORPORATION
C/O LARRY T. LONG
PO BOX 1777
KILGORE, TX 75663-1777

VARRA COMPANIES, INC.
8120 GAGE STREET
FREDERICK, CO 80516

CONRAD DALE HOPP AND MARTHA ANN
HOPP
11413 WELD COUNTY ROAD #13
LONGMONT, CO 80501

WINIFRED J. SIEGRIST
875 WEST 64TH AVENUE
DENVER, CO 80221

MICHELLE L. SANDOVAL
875 WEST 64TH AVENUE
DENVER, CO 80221

BEATTY & WOZNIAK, P.C.
216 16TH STREET, SUITE 1100
DENVER, COLORADO 80202

TRUSTEES OF THE WILLIAM EDWARDS TRUST
CHARLENE KROULIK @ BANK OF THE WEST
PO BOX 1588
TULSA, OK 74101

THE GLEN S. DOUTHIT IRREVOCABLE MARITAL
TRUST
C/O LORI CATE, TRUSTEE
4886 STATE HWY 66
LONGMONT, CO 80504

CARMA BAYSHORE, LLC, A COLORADO LLC
188 INVERNESS DR W, SUITE 150
ENGLEWOOD, CO 80112

RADEMACHER TRUST, LLC
13184 WCR 13
LONGMONT, CO 80504

STATE OF COLORADO
STATE BOARD OF LAND COMMISSIONERS
1127 SHERMAN ST, #300
DENVER, CO 80203

ROBERT L. SIEGRIST
875 WEST 64TH AVENUE
DENVER, CO 80221

MICHAEL U. SIEGRIST
875 WEST 64TH AVENUE
DENVER, CO 80221

SECOND ROYALTY, LLC, A COLORADO LLC
9800 MT PYRAMID CT, #340
ENGLEWOOD, CO 80112

ROSE C. HANSEN LIVING TRUST, DATED
7/22/1998
6625 WELD COUNTY ROAD 5
ERIE, CO 80516

ANDARKO E&P ONSHORE, LLC
1099 18TH STREET, SUITE 1800
DENVER, CO 80202

FLOYD ADLER
401 WESTVIEW COURT
LONGMONT, CO 80501

JERALD OIL, LLC, A COLORADO LLC
ATTN: JERALD ADLER, MGR
3835 E. HARMONY AVE
MESA, AZ 85206

LINDA L. ADLER
2210 69TH AVENUE
GREELEY, CO 80634

SHIRLEY ANN'S OIL, LLC, A COLORADO LLC
630 LOOMIS CT
LONGMONT, CO 80501

EVA JANE KONG
19803 REDBEAM AVE
TORRANCE, CA 90503

MARY MCCAIN
6660 VAN GORDON CT
ARVADA, CO 80004

CAROLYN ROE
1788 WEST 113TH AVE
DENVER, CO 80234

LILY WOODEN
712 WEST STREET
FORT MORGAN, CO 80701

GEORGIA LEHR AND THE JENNIFER GERBER
SPECIAL NEEDS TRUST U/A DATED 2/9/10
C/O GEORGIA LEHR, TRUSTEE
6362 S. REED CT
LITTLETON, CO 80123

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AFFIDAVIT OF MAILING

STATE OF COLORADO)
)ss.
CITY AND COUNTY OF DENVER)

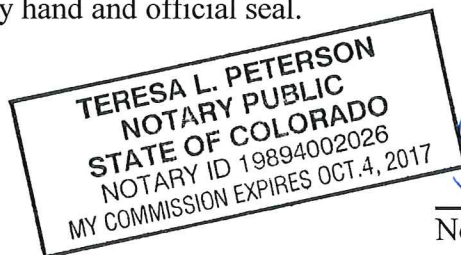
Jennifer Pittenger, of lawful age, and being first duly sworn upon her oath, states and declares:


That she is a Legal Assistant at Beatty & Wozniak, P.C., attorneys for Kerr-McGee Oil & Gas Onshore LP, and on or before April 24, 2014, 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.


Jennifer Pittenger

Subscribed and sworn to before me this 17th day of April, 2014.

Witness my hand and official seal.




Notary Public