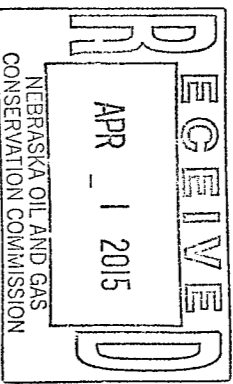


BEFORE THE NEBRASKA OIL AND GAS CONSERVATION COMMISSION

IN THE MATTER OF THE APPLICATION OF )  
ROXANNA NEBRASKA, LLC FOR AN ORDER )  
ESTABLISHING A SPACING UNIT FOR THE )  
PRODUCTION OF OIL AND ASSOCIATED )  
HYDROCARBON SUBSTANCES FROM THE HUNTON )  
FORMATION IN PART OF THE EAST HALF OF )  
THE SOUTHEAST QUARTER (E/2 SE/4) OF )  
SECTION SEVEN (7) AND PART OF THE EAST )  
HALF OF THE NORTHEAST QUARTER )  
(E/2 NE/4) OF SECTION EIGHTEEN (18), )  
TOWNSHIP ONE (1) NORTH, RANGE SIXTEEN )  
(16) EAST OF THE SIXTH (6<sup>TH</sup>) P.M., )  
RICHARDSON COUNTY, NEBRASKA, CONSISTING )  
OF 80-ACRE SPACING )

CASE NO. 15-01



APPLICATION

COMES NOW Roxanna Nebraska, LLC, Applicant in the above-entitled cause, and herewith represents unto this Honorable Commission, as follows:

1. Applicant is a Limited Liability Company organized and existing under and by virtue of the laws of Texas, having its principal place of business at 952 Echo Ln. Suite 364, Houston, Texas, 77024, and is duly authorized to transact business in the State of Nebraska.
2. Applicant is the owner of an interest in the oil and gas leasehold estate with regard to the following-described real estate, to-wit:

Township One (1) North, Range Sixteen (16) East of the Sixth (6th) P.M., Richardson County, Nebraska

Section Seven (7) and Section Eighteen (18):

The proposed spacing unit begins at a point 3,630 feet FNL and 3,960 feet FWL of Section Seven (7), thence Eastward 1,056 feet, thence South 3,300 feet into Section Eighteen (18), thence West 1,056 feet, then North 3,300 feet to point of origin.

3. Applicant intends to drill a horizontal Well identified as the Wayne 1-H in the spacing unit located in part of the East half of the Southeast Quarter (E/2 SE/4) of Section Seven (7) and part of the East half of the Northeast Quarter (E/2 NE/4) of Section Eighteen (18), Township One (1) North, Range Sixteen (16) East of the Sixth (6<sup>th</sup>) P.M., Richardson County, Nebraska. The well will be drilled to approximately 2,300 feet true vertical depth and 5,300 feet measured depth. Production is expected to be obtained from the Hunton Formation, as defined by the depths of the J-1 Zorn Lease (26147210520000) in Section Seven (7), Township One (1) North, Range Sixteen (16) East of the Sixth (6<sup>th</sup>) P.M., Richardson County, Nebraska, from a depth 2,280' - 2,320', with said J-1 Well being located approximately ¼ mile West of the proposed well location which is subject to this Application, a common source of supply. Applicant

- will obtain a drilling permit with regard to the proposed horizontal well.
4. The proposed spacing unit in Section Seven (7) and Section Eighteen (18) Township One (1) North, Range Sixteen (16) East of the Sixth (6<sup>th</sup>) P.M., Richardson County, Nebraska, The proposed spacing unit begins at a point 3,630 feet FNL and 3,960 feet FWL of Section Seven (7), thence Eastward 1,056 feet, thence South 3,300 feet into Section Eighteen (18), thence West 1,056 feet, then North 3,300 feet to point of origin.
  5. Applicant proposes to have the initial surface location approximately 300 feet North of the proposed spacing unit. Applicant has entered into an agreement with the surface owner allowing use of surface facilities and an easement for ingress and egress.
  6. Attached hereto, marked Exhibit "A" by this reference specifically incorporated herein, are Plats outlining and showing the following:
    - a. The areas to be spaced;
    - b. All governmental sections or lots equivalent thereto, directly or diagonally offsetting said areas; and
    - c. All wells, including dry, producing, abandoned or drilling wells properly located and designated thereon; and
    - d. Surface location.
  7. The geologic interval sought to be spaced is the stratigraphic equivalent the Hunton Formation, as defined by the depths of the J-1 (2614721052000) in Section Seven (7), Township One (1) North, Range Sixteen (16) East, Richardson County, Nebraska, from a depth of 2,280'-2,320', with said J-1 Well being located approximately  $\frac{1}{4}$  mile West of the proposed Well location which is subject to this Application, a common source of supply.
  8. The location of the proposed horizontal well in the Hunton Formation establishes the spacing pattern requested by Applicant.
  9. Available geologic evidence and data indicates that the reservoir underlying the areas sought to be spaced can be adequately drained by an 80-acre drilling and spacing unit.
  10. Applicant further believes, and therefore alleges, that the establishment of the proposed spacing unit for the production of oil as requested herein will prevent waste, avoid the drilling of unnecessary wells and will not affect the correlative rights of any interest owners in the spacing unit as defined in the Nebraska Oil and Gas Conservation Act.
  11. Attached hereto, marked Exhibit "B", and by this reference specifically incorporated herein, is a tabulation showing the names and address of each owner as defined in the Act, or operator, as shown by the Commission Records, of the land within the proposed spacing area, including all persons owning or having an interest in the oil and gas in the proposed spacing units or the production therefrom, and including each person owning a fee, leasehold, mineral or

royalty interest and also including the names and addresses of each owner as defined in the Act, or operator, as shown by the Commission Records, of all governmental quarter section or lots equivalent thereto, constituting the "offset or boundary area" of 80 acre tracts, directly or diagonally offsetting the proposed spacing area, and including each person owning a fee, leasehold, mineral or royalty interest, as disclosed by the public records of Richardson County, Nebraska.

WHEREFORE, Applicant prays that the Application be set for hearing; that notice of the pendency thereof be given in the manner provided by law and that upon evidence presented at said hearing an Order be entered to provide as follows:

A. Establishing an 80-acre spacing unit with regard to the following:

Township One (1) North, Range Sixteen (16) East of the Sixth (6th) P.M., Richardson County, Nebraska

Section Seven (7) and Section Eighteen (18):

The proposed spacing unit begins at a point 3,630 feet FNL and 3,960 feet FWL of Section Seven (7), thence Eastward 1,056 feet, thence South 3,300 feet into Section Eighteen (18), thence West 1,056 feet, then North 3,300 feet to point of origin.

B. Confirming and/or approving the proposed location of the horizontal well and approving the surface location.

C. For such other and further relief as may be just and equitable in the premises.

DATED this 1<sup>st</sup> day of April, 2015.

Roxanna Nebraska, LLC, Applicant



By: Steven F Mattoon NSBA #151110

For: Matzke & Mattoon, L.L.C.  
907 Jackson Street  
P.O. Box 316  
Sidney, Nebraska 69162-0316  
(308) 254-5595  
Attorneys for Applicant

EXHIBIT "A"

Map showing area to be spaced and government sections

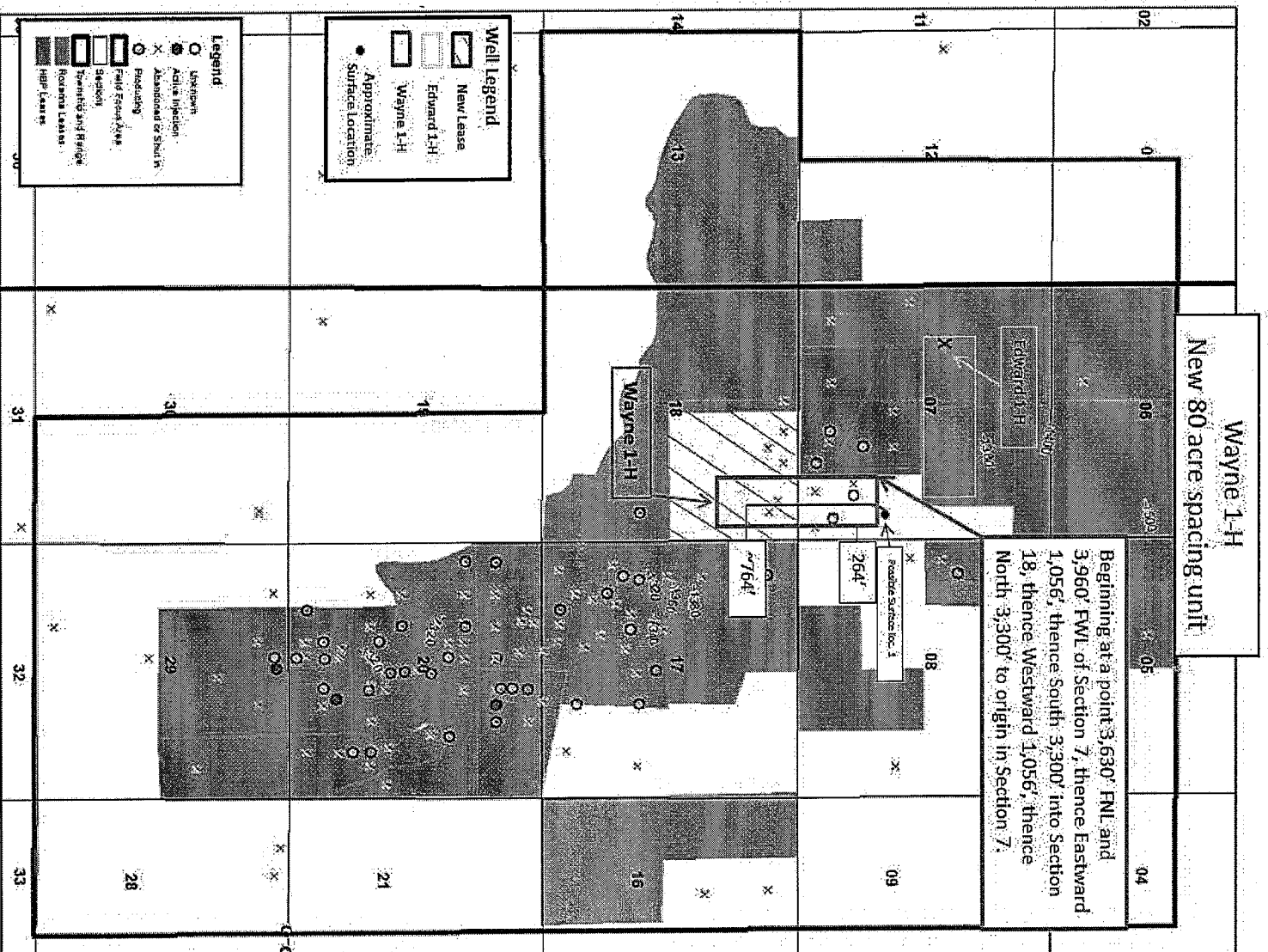


EXHIBIT "A"  
Surface Location

ROXANNA OIL  
WAYNE #1 H WELL LOCATION

Estimated top location  
of point A 137055710  
2110710

A to D = 2300'  
B to C = 2300'

Checked

Proposed  
UNIT dimensions  
1050' x 8500'  
80' well

- A 300' FULL SURF
- A-B 800'
- B 500' FULL "
- A-C 1800' FULL "
- D 3500' FULL "

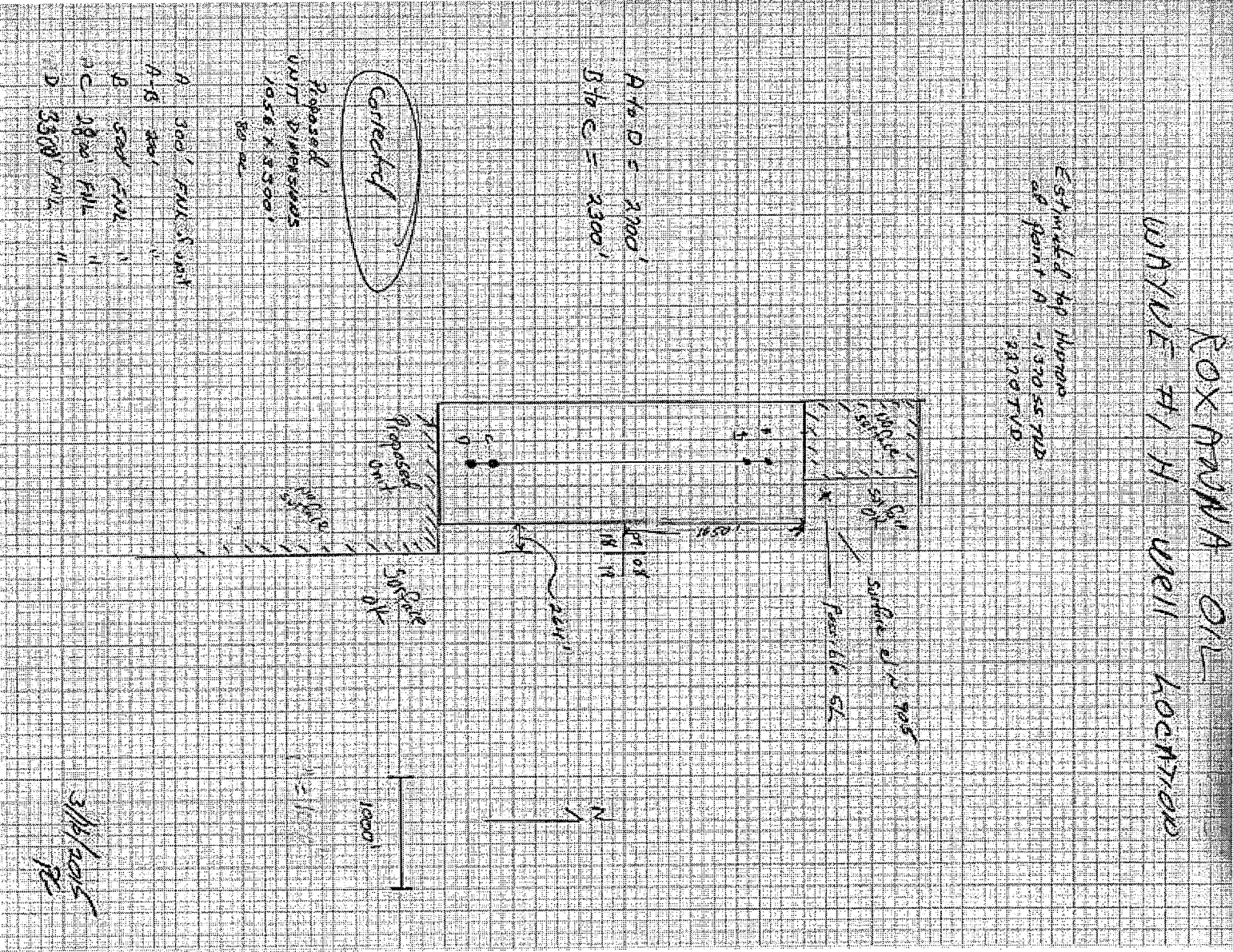
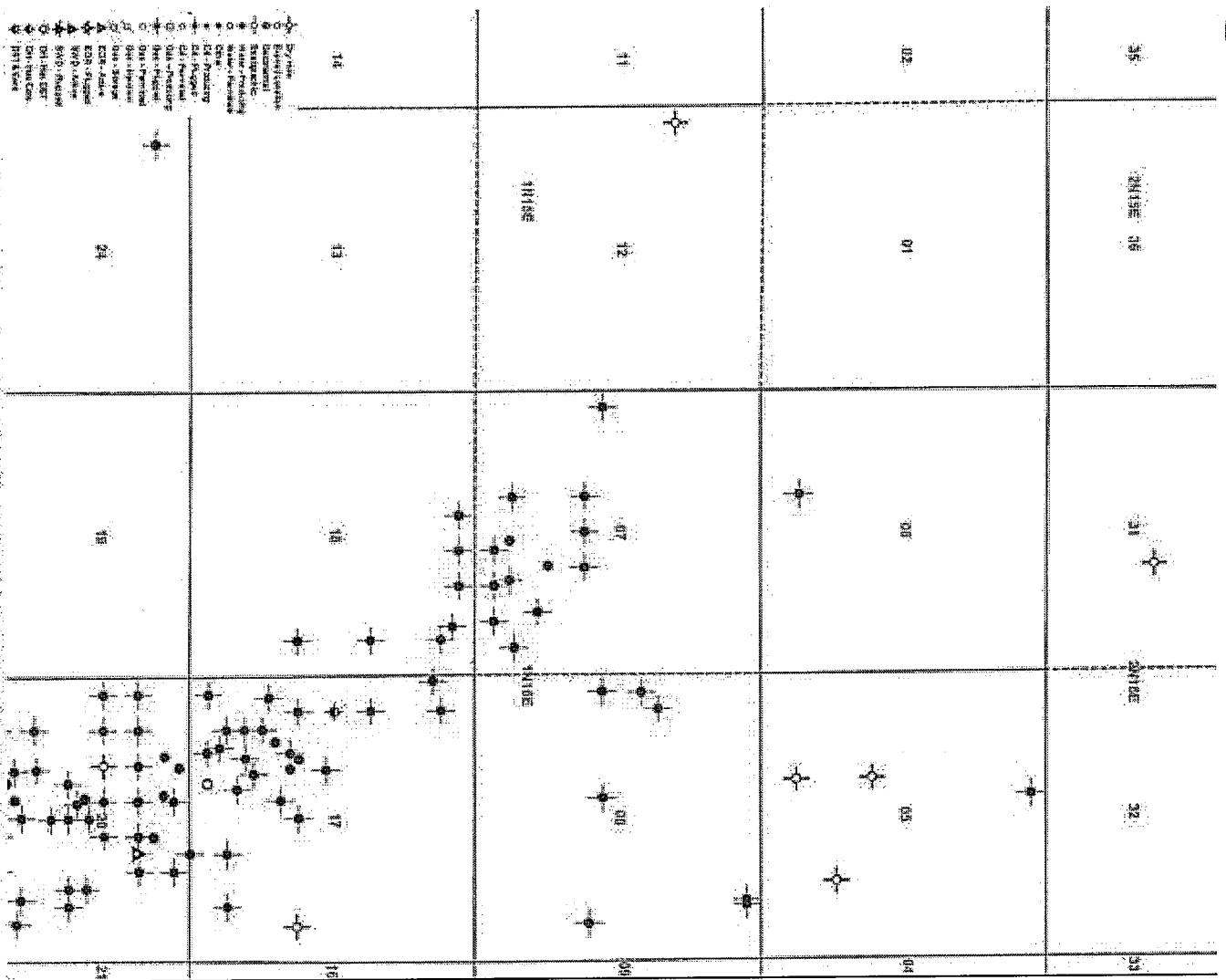


EXHIBIT "A"  
 Showing well status



Nebraska Oil and Gas Conservation Commission, P.O. Box 399, Seward, NE 68472, (308)254-4819



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EXHIBIT "B"  
Government Sections

O. William Von Seggern  
Donald J. Von Seggern  
308 N Ave C-4  
Cheyenne, WY 82007

(William Von Seggern)  
105 E 17<sup>th</sup> Street  
Falls City, NE 68355

Reesman Investment Corporation  
6411 S 179<sup>th</sup> Street  
Omaha, NE 68315

DM CROP, INC.  
71871 657 Blvd  
Falls City, Nebraska 68355

Mr. & Mrs. Dennis Hullman  
2003 Lane Street  
Falls City, Nebraska 68355

Lewis R. Weick and Darlene M. Weick,  
Co-Trustees of the Trust Agreement of  
Darlene M. Weick Dated April 27, 1999  
1123 N. Main Street  
Washington, IL 61571

Blaine Bilderback  
BNSF  
2500 Lou Menk Dr AOB 3  
Fort Worth, TX 76131-2830

Joy's Machine Shop & Supply, Inc.  
1512 W 14<sup>th</sup> Street  
Falls City, NE 68355

International Petroleum Service, LLC  
700 N. Main Street  
Eureka, KS 67045

Saenger Mineral Trust  
The Dennis E. Hedke & Annette B.  
Hedke Revocable Trust, UTA  
Antero Energy and Minerals, LLC  
Hedke Saenger Geoscience, Ltd  
8100 E 22<sup>nd</sup> St North  
Bldg 2200 Su 3  
Wichita, KS 67226

J. Fred Hambricht, Inc.  
125 N Market #1415  
Wichita, KS 67202

Thomas J. Witt  
P O Box 186  
Falls City, NE 68355

Dorothy A. Koelzer  
Josephine A. Austin  
Marylin J. Thomas  
Angela M. Hussenoeder  
Regina Wheeler  
Stefan A. Hussenoeder  
Sabrina King

No Address of Record