

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

IN THE MATTER OF THE PROMULGATION AND)	CAUSE NO. 510
ESTABLISHMENT OF FIELD RULES TO GOVERN)	
OPERATIONS IN THE GRAND VALLEY FIELD,)	DOCKET NO. 0507-AW-12
GARFIELD COUNTY, COLORADO)	

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

On May 16, 1994, the Commission issued Order No. 510-1 which amended Rule 316 (now Rule 318) of the Rules and Regulations of the Colorado Oil and Gas Conservation Commission and established new setback rules for production of gas and associated hydrocarbons from the Williams Fork Formation.

Rule 318.a. of the Rules and Regulations of the Commission requires that wells drilled in excess of two thousand five hundred (2,500) feet in depth be located not less than six hundred (600) feet from any lease line, and located not less than one thousand two hundred (1,200) feet from any other producible or drilling oil or gas well when drilling to the same common source of supply, unless authorized by order of the Commission upon hearing. The below-listed lands are subject to this Rule:

Township 6 South, Range 97 West, 6th P.M.

Section 3: Lots 7, 8, 9, 10, 11, 12, 13, 14, 15 and 16, S½

Section 4: All

Section 5: All

Section 6: Lots 13, 14, 15, 16, 17, 18, 22, 23, 24, 25, E½ SW¼ and SW¼

Section 8: E½, E½ NW¼, SW¼ NW¼ and SW¼

Section 9: All

Section 10: All

Section 15: All

Section 16: All

Section 17: All

Section 18: E½ and SE¼ NW¼

Section 19: NE¼ and E½ NW¼

Section 20: All

Section 29: All

Section 32: All

Township 7 South, Range 97 West, 6th P.M.

Section 5: Tracts Subtracts A and B of Tract 82, Subtracts A and B of Tract 83, that portion of Tracts 80 and 81 lying in Section 5

Section 6: All

Section 7: All

On May 25, 2005, Oxy USA WTP LP, by its attorney, filed with the Commission a verified application for an order to allow wells to be drilled for the production of gas and associated hydrocarbons from the Williams Fork Formation, on the lands described above, the equivalent of one well per 10 acres, with the permitted well to be located no closer than 100 feet from the outside boundary of the Application Lands unless such boundary abuts or corners lands in respect of which the Commission has not at the time of the drilling permit application granted the right to drill 10 acre density wells in which event the Williams Fork Formation wells to be drilled upon the Application Lands should be drilled downhole no closer than 200 feet from that portion of the boundary which so abuts or corners the lands in respect of which 10 acre density downhole drilling for Williams Fork Formation wells has not been ordered by the Commission. Wells to be drilled under this Application will be drilled from the surface either vertically or directionally from no more than one pad located on a given quarter quarter section unless exception is granted by the Colorado Oil and Gas Conservation Commission.

NOTICE IS HEREBY GIVEN, that the Oil and Gas Conservation Commission of the State of Colorado, pursuant to the above, has scheduled the above-entitled matter for hearing on:

Date: Monday, July 11, 2005

Time: 10:00 a.m.

Place: Garfield County Fairgrounds
New Indoor Arena Meeting Facility
1001 Railroad Avenue
Rifle, CO 81650

In accordance with the Americans with Disabilities Act, if any party requires special accommodations as a result of a disability for this hearing, please contact Matt Walker at (303) 894-2100 ext. 139, prior to the hearing and arrangements will be made.

Pursuant to said hearing in the above-entitled matter at the time and place aforesaid, or at any adjourned meeting, the Commission will enter such orders as it deems appropriate to protect the health, safety and welfare of the public and to prevent the waste of oil and gas, either or both, in the operations of said field, and to carry out the purposes of the statute.

In accordance with Rule 509., any interested party desiring to protest the granting of the application or to intervene on the application should file with the Commission a written protest or intervention no later than June 27, 2005, briefly stating the basis of the protest or intervention. Such interested party shall, at the same time, serve a copy of the protest or intervention to the person filing the application. An original and nine (9) copies shall be filed with the Commission (Rule 503.f.). **Anyone who files a protest or intervention must be available to participate in a prehearing conference during the week of June 27, 2005.** Pursuant to Rule 503.e., if a party who has received notice under Rule 503.b. wishes to receive further pleadings in the above-referenced matter, that party must file a protest or intervention in accordance with these rules. In accordance with the practices of the Commission, should no protests or interventions be filed in this matter by June 27, 2005, **the Applicant may request that an administrative hearing be scheduled for the week of June 27, 2005.**

IN THE NAME OF THE STATE OF COLORADO

OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

By _____
Patricia C. Beaver, Secretary

Dated at Suite 801
1120 Lincoln Street
Denver, Colorado 80203
June 10, 2005

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