

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. 0608-AW-14
GARFIELD COUNTY, COLORADO )	

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

Rule 318.a. of the Rules and Regulations of the Oil and Gas Conservation 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. Certain lands in Townships 4 through 7 South, Ranges 97 through 99 West, 6<sup>th</sup> P.M. are subject to this rule.

On June 21, 2006, Chevron USA Inc., by its attorney, filed with the Commission a verified application for an order to allow the equivalent of one (1) well per 10 acres for production of gas and associated hydrocarbons from the Williams Fork, Iles and Sego Formations, for the below-listed lands. For the Williams Fork Formation wells, the permitted well shall be located no closer than one hundred (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 on the application lands should be drilled downhole no closer than two hundred (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. For Iles Formation and Sego Formation wells, the permitted wells shall be located no closer than six hundred (600) feet from the outside boundary of the application lands.

Township 4 South, Range 98 West, 6<sup>th</sup> P.M.

Section 30:	All Except E $\frac{1}{2}$ E $\frac{1}{2}$ E $\frac{1}{2}$
Sections 31 through 33:	All
Section 34:	All Except E $\frac{1}{2}$ E $\frac{1}{2}$ E $\frac{1}{2}$

Township 4 South, Range 99 West, 6<sup>th</sup> P.M.

Section 25:	S $\frac{1}{2}$
Section 26:	SE $\frac{1}{4}$
Section 35:	E $\frac{1}{2}$
Section 36:	All

Township 5 South, Range 97 West, 6<sup>th</sup> P.M.

Section 31:	Coral T No 35 & 36 Claims (S $\frac{1}{2}$ )
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Township 5 South, Range 98 West, 6<sup>th</sup> P.M.

Section 3:	S $\frac{1}{2}$ S $\frac{1}{2}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$ NW $\frac{1}{4}$ , W $\frac{1}{2}$ W $\frac{1}{2}$ SW $\frac{1}{4}$
Section 4:	S $\frac{1}{2}$ , W $\frac{1}{2}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$ , S $\frac{1}{2}$ S $\frac{1}{2}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$ , S $\frac{1}{2}$ NW $\frac{1}{4}$ , Lots 10-13
Section 5:	All
Section 6:	All Except Lot 18
Sections 7 through 9:	All
Section 10:	W $\frac{1}{2}$ E $\frac{1}{2}$ NE $\frac{1}{4}$ , W $\frac{1}{2}$ NE $\frac{1}{4}$ , Lots 1-3, Tracts 64 and 65
Section 13:	S $\frac{1}{2}$ N $\frac{1}{2}$ , Lots 1, 2, and 9
Section 15:	Tracts 65, 67, 73, 74, 77, 78, 79, Lots 6, 7, and 8
Sections 16 through 18:	All
Section 19:	E $\frac{1}{2}$
Section 20:	All
Sections 21 and 22:	All Except Lot 1
Sections 23 through 29:	All
Sections 32 and 33:	N $\frac{1}{2}$ N $\frac{1}{2}$
Section 34:	N $\frac{1}{2}$ NW $\frac{1}{4}$ , E $\frac{1}{2}$
Section 35:	All Except SW $\frac{1}{4}$ SW $\frac{1}{4}$

Section 36: All Except Tract 104

Township 5 South, Range 99 West, 6<sup>th</sup> P.M.

Section 1: All  
Section 2: All Except NW $\frac{1}{4}$   
Section 3: SE $\frac{1}{4}$   
Section 9: SE $\frac{1}{4}$   
Section 10: All Except NW $\frac{1}{4}$   
Sections 11 and 12: All  
Section 13: All Except SW $\frac{1}{4}$   
Sections 14 and 15: N $\frac{1}{2}$

Township 6 South, Range 97 West, 6<sup>th</sup> P.M.

Section 6: Tracts 52, 59, 62 and Lot 26  
Section 7: All  
Section 8: NW $\frac{1}{4}$  NW $\frac{1}{4}$   
Section 18: NE $\frac{1}{4}$  NW $\frac{1}{4}$ , SW $\frac{1}{4}$  & Lots 5, 6, 9, and 10  
Section 19: S $\frac{1}{2}$   
Sections 30 and 31: All

Township 6 South, Range 98 West, 6<sup>th</sup> P.M.

Section 1: Tracts 52, 52A, 59, Lots 5 through 7  
Section 2: W $\frac{1}{2}$   
Section 3: All Except Tract 48A  
Section 4: All Except Tract 39A  
Section 5: All  
Sections 6 and 7: E $\frac{1}{2}$   
Section 8: All  
Section 9: All Except Lot 1  
Section 10: All Except Tract 48A  
Section 11: All Except Lot 1  
Sections 12 and 13: All  
Sections 14 and 15: All Except Tract 68  
Sections 16 and 17: All  
Sections 18 and 19: E $\frac{1}{2}$   
Sections 20 and 21: All  
Section 22: All Except Tracts 77K, 77T, 77U, 77V, 95B, 95C  
Section 23: All Except NE $\frac{1}{4}$  SE $\frac{1}{4}$  SW $\frac{1}{4}$  SW $\frac{1}{4}$ , W $\frac{1}{2}$  NW $\frac{1}{4}$  SE $\frac{1}{4}$  SW $\frac{1}{4}$ , NW $\frac{1}{4}$  SW $\frac{1}{4}$  SE $\frac{1}{4}$  SW $\frac{1}{4}$ , W $\frac{1}{2}$  SW $\frac{1}{4}$  SE $\frac{1}{4}$  NW $\frac{1}{4}$ , W $\frac{1}{2}$  W $\frac{1}{2}$  NE $\frac{1}{4}$  SW $\frac{1}{4}$   
Sections 24 through 26: All  
Section 27: All Except Tracts 97A, 97B, and 97C  
Section 28: All  
Section 29: All Except Lots 4 through 6  
Section 30: NE $\frac{1}{4}$   
Section 32: Tract 132A  
Section 33: Tracts 132A, 133A, 134A  
Section 34: All Except Tract 117B, Lots 7 and 10  
Sections 35 and 36: All

Township 7 South, Range 98 West, 6<sup>th</sup> P.M.

Section 1: All  
Section 2: SE $\frac{1}{4}$  SE $\frac{1}{4}$ , N $\frac{1}{2}$  SE $\frac{1}{4}$ , S $\frac{1}{2}$  NE $\frac{1}{4}$ , SE $\frac{1}{4}$  NW $\frac{1}{4}$ ,  
Lots 1 through 3  
Section 11: NE $\frac{1}{4}$  SE $\frac{1}{4}$ , SE $\frac{1}{4}$  NE $\frac{1}{4}$   
Section 12: All

That, except as previously authorized by order of the Commission, wells to be drilled under this application will be drilled from the surface either vertically or directionally from no more than one (1) pad located on a given quarter quarter section unless exception is granted by the Colorado Oil and Gas Conservation Commission pursuant to application made for such exception.

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: Wednesday, August 16, 2006  
Thursday, August 17, 2006

Time: 8:30 a.m.

Place: Meeker Town Hall  
345 Market Street/Hwy 13  
Meeker, Colorado 81641-3421

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 Margaret Humecki 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 July 31, 2006, 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.). **Anyone who files a protest or intervention must be able to participate in a prehearing conference during the week of July 31, 2006.** Pursuant to Rule 503.f., 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 **July 31, 2006, the Applicant may request that an administrative hearing be scheduled for the week of July 31, 2006.** In the alternative, pursuant to Rule 511.b., if the matter is uncontested, the applicant may request, and the Director may recommend approval on the basis of the merits of the verified application and the supporting exhibits.

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  
July 13, 2006

Attorney for Applicant:  
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