

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

IN THE MATTER OF PROMULGATION AND) CAUSE NO. 191
ESTABLISHMENT OF FIELD RULES TO)
GOVERN OPERATIONS IN THE MAMM CREEK) DOCKET NO. 0706-SP-15
FIELD AREA, GARFIELD COUNTY, COLORADO)

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

On February 22, 1994, the Commission issued Order No. 191-4, which among other things, established 640-acre drilling and spacing units, for certain lands including Section 36, Township 6 South, Range 92 West, 6th P.M., for the production of gas and associated hydrocarbons from the from the Mesaverde Formation.

On October 21, 1997, the Commission issued Order No. 191-5, which among other things, vacated the 640-acre drilling and spacing units established in Order No. 191-4 for Section 36, Township 6 South, Range 92 West, 6th P.M. and established sixteen (16) 40-acre drilling and spacing units for said lands, for the production of gas and associated hydrocarbons from the Mesaverde Group.

On January 10, 2005, the Commission issued Order No. 191-8, which among other things, allowed the optional drilling of one (1) well per ten (10) acres for the NW $\frac{1}{4}$ NE $\frac{1}{4}$ and SW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 36 in Township 6 South, Range 92 West, 6th P.M., for the production of gas and associated hydrocarbons from the Williams Fork Formation.

On August 10, 2006, Bill Barrett Corporation ("BBC") self reported that the Scott 2-36 Well drilled and completed as a vertical well in November 2001 by a predecessor operator had a downhole location in the Williams Fork Formation partially within the adjoining 40-acre drilling and spacing unit. The mislocated downhole location was not discovered by BBC until 2006.

After self-reporting the downhole mislocation, BBC engineers undertook to determine the production from the Williams Fork Formation that was attributable to the 40-acre drilling and spacing unit upon which the well was drilled and the production that was attributable to the 40-acre adjoining drilling and spacing unit. These allocations were then proposed to the interested parties in both drilling units but to date BBC has not received 100% approval of such allocations.

On April 11, 2007, BBC, by its attorney, filed with the Commission a verified application to form a ten (10) acre drilling and spacing unit to apply specifically to Williams Fork Formation production from the Scott 2-36 Well (which has been shut-in since September 2005). This 10-acre drilling and spacing unit would consist of the S $\frac{1}{2}$ S $\frac{1}{2}$ S $\frac{1}{2}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$ and the N $\frac{1}{2}$ N $\frac{1}{2}$ N $\frac{1}{2}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 36 of Township 6 South, Range 92 West, 6th P.M. Such application requests that future production from the well be allocated to each of the above 5 acre tracts based upon the determinations made by BBC's engineers.

That the above proposed ten (10) acre drilling and spacing unit for the production of gas and associated hydrocarbons from the Williams Fork Formation and the allocation of production therefrom as proposed in Applicant's application will allow further development of the Williams Fork Formation to occur will not promote waste will not violate correlative rights and will assure the greatest ultimate recovery of gas and associated hydrocarbons substances from the reservoir.

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: Tuesday, June 12, 2007

Time: 8:30 a.m.

Place: Public Hearing Room
Old Court House
544 Rood Avenue, 2nd Floor
Grand Junction, CO 81501
(Free public parking lot at 6th and White)

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 May 25, 2007, 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 May 29, 2007.** 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 **May 25, 2007, the Applicant may request that an administrative hearing be scheduled during the week of May 29, 2007.** 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
May 11, 2007

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