

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

IN THE MATTER OF THE PROMULGATION	)	CAUSE NO. 520
AND ESTABLISHMENT OF FIELD RULES TO	)	
GOVERN OPERATIONS IN THE OAKDALE	)	DOCKET NO. 0807-UP-17
FIELD, HUERFANO 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 2,500 feet in depth be located not less than 600 feet from any lease line, and located not less than 1,200 feet from any other producible or drilling oil or gas well when drilling to the same common source of supply. The below-listed application lands are subject to this Rule for the Entrada and Dakota Formations.

On May 23, 2008, Spoon Valley Energy, LLC (“Spoon Valley”), by its attorney, filed with the Commission a verified application for an order to establish standup 320-acre drilling and spacing units for production from the Entrada and Dakota Formations, and to pool all nonconsenting interests in said lands for the operation and development of the Entrada and Dakota Formations.

Township 29 South, Range 69 West, 6th P.M.

Section 10: W½, more specifically described as: That portion of the following lands located within the E½ NW¼,

Lot 9 of the Abeyta Creek Acres Subdivision, containing 2.61 acres, more or less

Lot 10 of the Abeyta Creek Acres Subdivision, containing 24.81 acres, more or less

Lots 11, 12, 13 of the Abeyta Creek Acres Subdivision, containing 37.47 acres, more or less and the remainder of Section 10: E½NW¼, being the E½ NW¼ of Section 10 less and except those portions of Lots 9, 10, 11, 12, 13 of the Abeyta Creek Acres Subdivision lying within the E½ NW¼ of said Section 10, containing 15.11 acres, more or less W½ W½, NE¼ SW¼, SE¼ SW¼, containing 240.00 acres, more or less

Section 15: All, more specifically described as: NW¼ NW¼, SW¼, E½ NW¼, SW¼ NW¼, W½ NE¼, SE¼ NE¼, NE¼ NE¼, Less and Except a tract of land located in part of the E½ NW¼ of said Section 15 and part of the W½ NE¼ of said Section 15, and more particularly described in Warranty Deed Book 369, page 512, containing 26.397 acres, more or less; the resulting total being 453.60 acres, more or less

A tract of land located in part of the E½ NW¼ of Section 15, and part of the W½ NE¼ of Section 15, more particularly described in Warranty Deed Book 369, page 512, Less and Except a tract of land located therein, containing 5.00 acres, more or less; the resulting total being 21.397 acres, more or less

A tract of land located in part of the E½ NW¼ of Section 15, Township 29 South, Range 69 West, 6th P.M. and part of the W½ NE¼ of Section 15, Township 29 South, Range 69 West, 6th P.M. containing 5.00 acres, more or less

SE $\frac{1}{4}$ , Less & Except two (2) tracts of land containing 4.60 acres, more or less, conveyed to Southern Pacific Transportation Company (now San Luis & Rio Grande Railroad, Inc. and more particularly described in Warranty Deed recorded in Book 52, page 566 records of Huerfano County, Colorado, containing 155.40 acres, more or less

Two (2) tracts of land lying in the SE $\frac{1}{4}$  conveyed to Southern Pacific Transportation Company (now San Luis & Rio Grande Railroad, Inc.) and more particularly described in Warranty Deed recorded in Book 52, page 566 records of Huerfano County, Colorado, containing 4.60 acres, more or less.

Section 21: All, containing 640.00 acres, more or less

Section 22: N $\frac{1}{2}$ , SW $\frac{1}{4}$ , W $\frac{1}{2}$  SE $\frac{1}{4}$ , SE $\frac{1}{4}$  SE $\frac{1}{4}$ , NE $\frac{1}{4}$  SE $\frac{1}{4}$  containing 640.00 acres, more or less

Section 26: N $\frac{1}{2}$ , SW $\frac{1}{4}$ , N $\frac{1}{2}$  SE $\frac{1}{4}$ , SE $\frac{1}{4}$  SE $\frac{1}{4}$ , SW $\frac{1}{4}$  SE $\frac{1}{4}$ , containing 640.00 acres, more or less

Section 27: E $\frac{1}{2}$ , NW $\frac{1}{4}$ , SW $\frac{1}{4}$ , containing 640.00 acres, more or less

Section 28: E $\frac{1}{2}$ , containing 320.00 acres, more or less

Section 34: NW $\frac{1}{4}$ , S $\frac{1}{2}$  NE $\frac{1}{4}$ , N $\frac{1}{2}$  S $\frac{1}{2}$ , N $\frac{1}{2}$  NE $\frac{1}{4}$ , S $\frac{1}{2}$  S $\frac{1}{2}$ , containing 640.00 acres, more or less

Section 35: NW $\frac{1}{4}$  NW $\frac{1}{4}$ , E $\frac{1}{2}$ , NE $\frac{1}{4}$  NW $\frac{1}{4}$ , S $\frac{1}{2}$  NW $\frac{1}{4}$ , N $\frac{1}{2}$  SW $\frac{1}{4}$ , S $\frac{1}{2}$  SW $\frac{1}{4}$  containing 640.00 acres, more or less

Township 30 South, Range 69 West, 6th P.M.

Section 2: W $\frac{1}{2}$ , more specifically described as:

Lot 4, SW $\frac{1}{4}$  NW $\frac{1}{4}$  (Lot 4 and the SW $\frac{1}{4}$  NW $\frac{1}{4}$  comprising the W $\frac{1}{2}$  NW $\frac{1}{4}$ ), NW $\frac{1}{4}$  SW $\frac{1}{4}$ , Less & Except a tract of land located in the NW $\frac{1}{4}$  SW $\frac{1}{4}$  of said Section 2, more particularly described in instrument recorded at Reception No. 335243 and containing 11.48 acres, more or less, the total being 108.87 acres, more or less

Lot 3, SE $\frac{1}{4}$  NW $\frac{1}{4}$  (Lot 3 and the SE $\frac{1}{4}$  NW $\frac{1}{4}$  comprising the E $\frac{1}{2}$  NW $\frac{1}{4}$ ), NE $\frac{1}{4}$  SW $\frac{1}{4}$ , Less & Except a tract of land located in the NE $\frac{1}{4}$  SW $\frac{1}{4}$  of Section 2, more particularly described in that instrument recorded at Reception No. 335244 and containing 9.35 acres, more or less; the total being 111.10 acres, more or less

S $\frac{1}{2}$  SW $\frac{1}{4}$ , a tract of land located in the NW $\frac{1}{4}$  SW $\frac{1}{4}$ , more particularly described in instrument recorded at Reception No. 335243, containing 11.48 acres, more or less, and a tract of land located in the NE $\frac{1}{4}$  SW $\frac{1}{4}$ , more particularly described in instrument recorded at Reception No. 335244, containing 9.35 acres, more or less; the total being 100.83 acres, more or less

Section 3: E $\frac{1}{2}$ , more specifically described as:

Lot 2, SW $\frac{1}{4}$  NE $\frac{1}{4}$  (Lot 2 and the SW $\frac{1}{4}$  NE $\frac{1}{4}$  comprising the W $\frac{1}{2}$  NE $\frac{1}{4}$ ), N $\frac{1}{2}$  SE $\frac{1}{4}$ , Less & Except a tract of land located in the NE $\frac{1}{4}$  SE $\frac{1}{4}$  of said Section 3, more particularly described in that instrument recorded at Reception No. 335243 and containing 6.09 acres, more or less; the total being 154.47 acres, more or less

SE $\frac{1}{4}$  SE $\frac{1}{4}$  and a tract of land located in the NE $\frac{1}{4}$  SE $\frac{1}{4}$ , more particularly described in that instrument recorded at Reception No. 335243, containing 6.09 acres, more or less; the total being 46.09 acres, more or less

Lot 1, SE $\frac{1}{4}$  NE $\frac{1}{4}$  (Lot 1 and SE $\frac{1}{4}$  NE $\frac{1}{4}$  comprising the E $\frac{1}{2}$  NE $\frac{1}{4}$ ), containing 80.39 acres, more or less, SW $\frac{1}{4}$  SE $\frac{1}{4}$ , containing 40.00 acres, more or less

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, July 15, 2008  
Wednesday, July 16, 2008

Time: 9:00 a.m.

Place: Suite 801, The Chancery Building  
1120 Lincoln Street  
Denver, Colorado 80203

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 1, 2008, 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 13 copies shall be filed with the Commission. **Anyone who files a protest or intervention must be able to participate in a prehearing conference during the week of June 30, 2008.** 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 1, 2008, the Applicant may request that an administrative hearing be scheduled during the week of June 30, 2008.** 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  
June 13, 2008

Attorneys for Applicant:  
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