

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

IN THE MATTER OF THE PROMULGATION AND)	CAUSE NO. 112
ESTABLISHMENT OF FIELD RULES TO GOVERN)	
OPERATIONS IN THE IGNACIO-BLANCO FIELD,)	DOCKET NO. 0710-AW-22
LA PLATA COUNTY, COLORADO)	

NOTICE OF CONTINUATION OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

On June 17, 1988, the Commission issued Order No. 112-60, which among other things, established 320-acre drilling and spacing units for the production of gas and associated hydrocarbons from the Fruitland coal seams including the below-listed lands, with the permitted well to be located no closer than 990 feet to any outer boundary of the unit, nor closer than 130 feet to any interior quarter section line. Subsequent Order No. 112-85 amended Order No. 12-60 to include additional field rules for the lands subject to Order No. 112-60.

Township 33 North, Range 10 West, N.M.P.M., (SUL)
Section 5: N½ and S½

Township 34 North, Range 9 West, N.M.P.M., (SUL)
Section 5U: All
Section 6U: All
Section 7U: N½ and S½
Section 8U: N½ and S½
Section 18: N½

Township 34 North, Range 10 West, N.M.P.M., (SUL)
Section 12U: S½
Section 13: N½

On July 1, 2000, the Commission issued Order No. 112-157 which granted, at the discretion of the operator, an additional well within certain 320-acre drilling and spacing units, including the above described units, for production from the Fruitland coal seams, with permitted wells to be located in the center of the NE¼ and SW¼ of the section, and no closer than 990 feet to any outer boundary of the unit, nor closer than 130 feet to any interior quarter section line, subject to the Director approving exceptions for the permitted well location geological, topographic or surface location concerns.

On August 9, 2007, Chevron U.S.A. Inc., and Four Star Oil & Gas Company ("Applicants"), by their attorney, filed with the Commission a verified application for an order to allow up to four (4) wells in each of the 320-acre drilling and spacing units consisting of the below-listed lands for the production of gas and associated hydrocarbons from the Fruitland Coal seams, with the bottomhole of each well to be located no closer than 660 feet to any outer boundary of the unit and no closer than 130 feet to any interior section line, providing that the Director has the right to approve exceptions to the permitted well locations for geological, topographic or surface location concerns.

Township 33 North, Range 10 West, N.M.P.M., (SUL)
Section 5: N½ and S½

Township 34 North, Range 9 West, N.M.P.M., (SUL)
Section 5U: All
Section 6U: All
Section 7U: N½ and S½
Section 8U: N½ and S½
Section 18: N½

Township 34 North, Range 10 West, N.M.P.M., (SUL)
Section 12U: S½
Section 13: N½

On September 12, 2007, La Plata County filed with the Commission an intervention to the application. On September 12, 2007, Mary Parnell, Molly E. Watson, Richard K. Watson, Theresa Watson, and James C. Garnand filed with the Commission a protest to the application. On September 17, 2007, the San Juan Citizens Alliance filed with the Commission an intervention to the application.

On September 19, 2007, Applicants amended their application to continue all the application lands except Section 5, Township 33 North, Range 10 West, N.M.P.M. to the November 2007 hearing. On September 19, 2007, La Plata County withdrew its intervention only with respect to the amended application lands. On September 20, 2007, Mary Parnell, Molly E. Watson, Richard K. Watson, Theresa Watson, and James C. Garnand withdrew their protest with respect to all of the application lands. On September 20, 2007, the San Juan Citizens Alliance withdrew its intervention only with respect to the amended application lands.

On October 2, 2007, corrected November 1, 2007, the Commission issued Order No. 112-208, which allowed up to four wells to be optionally drilled into and produced in each of the 320-acre drilling and spacing units consisting of the N½ and S½ of Section 5, Township 33 North, Range 10 West, N.M.P.M. for the production of gas and associated hydrocarbons for the Fruitland coal seams.

That the bottomhole for each well shall be located within each 320-acre drilling and spacing unit no closer than 660 feet to any outer boundary of the unit and no closer than 130 feet to any interior section line, with the Director having the right to approve exceptions to the permitted well locations for geological, topographic or surface location concerns.

On October 15, 2007, the Applicants by their attorney, filed with the Commission a written request to continue the matter to the January hearing for the below-listed lands, and the hearing in this matter was continued.

Township 34 North, Range 9 West, N.M.P.M., (SUL)

- Section 5U: All
- Section 6U: All
- Section 7U: N½ and S½
- Section 8U: N½ and S½
- Section 18: N½

Township 34 North, Range 10 West, N.M.P.M., (SUL)

- Section 12U: S½
- Section 13: N½

On January 3, 2008, the Applicants by their attorney, filed with the Commission a written request to continue the matter to the May hearing, and the hearing in this matter was continued.

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

- Date: Thursday, May 8, 2008
Friday, May 9, 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 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
April 7, 2008

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