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

IN THE MATTER OF THE PROMULGATION)	CAUSE NO. 105
AND ESTABLISHMENT OF FIELD RULES TO)	
GOVERN OPERATIONS IN THE MCCLAVE)	DOCKET NO. 0805-EX-02
FIELD, KIOWA COUNTY, COLORADO)	

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

On May 15, 1957, the Commission issued Order No. 105-1, which among other things, established 640-acre drilling and spacing units for certain lands including Section 11, Township 20 South, Range 49 West, 6th P.M., for the production of oil and associated hydrocarbons from the McClave Sand.

On April 26, 1960, the Commission issued Order No. 105-2, which changed the location of the permitted well to require it to be located within a radius of 990 feet from the center of the 640-acre drilling and spacing unit, for certain lands including Section 11, Township 20 South, Range 49 West, 6th P.M.

Subsequent orders issued between April 17, 1973, and June 2, 1998, allowed 30 wells to be drilled as exception locations in the McClave Field.

On March 3, 2008, Strachan Exploration, Inc. filed with the Commission a verified application for an order to allow the Abrams #11-1 Well to be located 660 feet FNL and 660 feet FEL in the NE¼ NE¼ of Section 11, Township 20 South, Range 49 West, 6th P.M., to be drilled to a sufficient depth to adequately test and evaluate the McClave Sand.

Two wells have been drilled in the spacing unit: the McClave State #1 Well, located in the SE¼ SE¼ (330 feet FSL, 330 feet FEL) of Section 11, Township 20 South, Range 49 West, 6th P.M., was completed in the McClave Sand in October, 1952, and plugged and abandoned in 1968 after producing 130 MMCF of gas; and the State Pyles Calvert #1 Well, located in the SW¼ NE¼ (1980 feet FNL, 1980 feet FEL) of Section 11, Township 20 South, Range 49 West, 6th P. M., was completed in the McClave Sand in February, 1972, and plugged and abandoned with a casing leak in May, 2007 after producing 120 MMcf of gas.

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: 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 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 April 24, 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 April 28, 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 April 24, 2008, the Applicant may request that an administrative hearing be scheduled during the week of April 28, 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 April 4, 2008 Representative for Applicant: C. William Claxton Strachan Exploration, Inc. 383 Inverness Parkway Ste. 360 Englewood, Colorado 80112 (303) 785-7006