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

IN THE MATTER OF THE PROMULGATION AND)	CAUSE NO. 139
ESTABLISHMENT OF FIELD RULES TO GOVERN)	
OPERATIONS IN THE RULISION FIELD,)	DOCKET NO. 0812-SP-25
GARFIELD COUNTY COLORADO)	

NOTICE OF CONTINUATION OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

On July 16, 1991, the Commission issued Order No. 139-21, which among other things, established 320-acre drilling and spacing units, including the W½ of Section 21, Township 6 South, Range 93 West, 6th P.M., with the permitted well to be located in the NE¼ and SW¼ of each governmental section and no closer than 600 feet to the boundaries of the quarter section and no closer than 1200 feet from another producing or producible well in the same formation, for production of gas and associated hydrocarbons from the Mesaverde Formation.

On October 9, 2008, Laramie Energy II, LLC ("Laramie"), by its attorneys, filed with the Commission, a verified application for an order to vacate the 320-acre drilling and spacing unit consisting of the W½ of Section 21, Township 6 South, Range 93 West, 6th P.M. as established in Order No. 139-21, establish an approximate 80-acre laydown drilling and spacing unit consisting of the N½ NW¼ of said Section 21, and allow the equivalent of one well per 10 acres, for production of gas and associated hydrocarbons from the Williams Fork and Iles Formations.

That as to all future Williams Fork Formation wells and Iles Formation wells to be drilled upon the requested 80-acre drilling and spacing unit, the wells should be located downhole anywhere in the unit but no closer than 100 feet from the boundaries of the unit, without exception being granted by the Director of the Oil and Gas Conservation Commission. It is provided, however, that in cases where a unit abuts or corners lands in respect of which the Commission has not at the time of drilling permit application granted the right to drill 10-acre density Williams Fork Formation wells, the wells should be located downhole no closer than 200 feet from the boundary or boundaries of the drilling unit so abutting or cornering such lands, without exception being granted by the Director of the Oil and Gas Conservation Commission.

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 pad located on a given quarter quarter section (or lots or parcels approximately equivalent thereto) unless exception is granted by the Director of the Oil and Gas Conservation Commission pursuant to application made for such exception. In addition, all wells drilled to the lles Formation will be drilled only in connection with the drilling of Williams Fork Formation wells.

On December 5, 2009, the Bureau of Land Management submitted a written protest to the application, which caused Laramie to continue the application to the January hearing in anticipation of filing an amended application.

On December 31, 2008, Laramie, by its attorneys, filed with the Commission a written request to continue this matter to the February hearing, and the hearing in this matter has been continued in order to amend and renotice the application.

On January 8, 2009, Laramie, by its attorneys, submitted a verified amended application to vacate the 320-acre drilling and spacing unit consisting of the W½ of Section 21, Township 6 South, Range 93 West, 6th P.M. as established in Order No. 139-21, and establish an approximate 160-acre drilling and spacing unit consisting of the NW¼ of said Section 21, and allow the equivalent of one well per 10 acres, for production of gas and associated hydrocarbons from the Williams Fork and Iles Formations.

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: Monday, February 23, 2009

Tuesday, February 24, 2009

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		
-	Robert A. Willis, Acting Secretary	

Dated at Suite 801 1120 Lincoln Street Denver, Colorado 80203 January 20, 2009 Attorneys for Applicant: William A. Keefe/Susan L. Aldridge Beatty & Wozniak, P.C. 216 16th Street, Suite 1100 Denver, CO 80202 (303) 407-4475