

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

IN THE MATTER OF THE APPLICATION) CAUSE NO. 1
OF UNIOIL FOR AN EXTENSION OF)
TIME FOR PERMITS-TO-DRILL, WELD) DOCKET NO. 0911-GA-11
COUNTY, COLORADO)

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

On December 23, 2008, the Applications for Permits-to-Drill ("APDs") for the Zeiler #23-7U Well (API No. 05-123-26539) located in the NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 7, Township 5 North, Range 67 West, 6th P.M. and the Zeiler #24-7U Well (API No. 05-123-26540) located in the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 7, Township 5 North, Range 67 West, 6th P.M. were issued by the Colorado Oil and Gas Conservation Commission to Unioil, with an expiration date of December 22, 2009.

On December 24, 2008, the APDs for the Zeiler #13-7U Well (API No. 05-123-26538) located in the NW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 7, Township 5 North, Range 67 West, 6th P.M. and the Zeiler #14-7U Well (API No. 05-123-25448) located in the SW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 7, Township 5 North, Range 67 West, 6th P.M. were issued by the Colorado Oil and Gas Conservation Commission to Unioil, with an expiration date of December 23, 2009.

Rule 303.h of the Rules and Regulations of the Colorado Oil and Gas Conservation Commission, which were in effect on the dates that the afore-referenced APDs were approved, states: "If operations are not commenced on the permitted well within one (1) year after date of approval, the permit shall become null and void."

On November 3, 2009, Unioil, by its attorneys, filed with the Commission a written request for an order for a variance under Rule 502.b. for a one year extension to commence drilling operations for the Zeiler #23-7U Well, the Zeiler #24-7U Well, and the Zeiler #13-7U Well, for the production of gas and associated hydrocarbons from the Sussex, Shannon, Niobrara, Codell, and "J" Sand Formations, and the Zeiler #14-7U Well, for the production of gas and associated hydrocarbons from the Niobrara, Codell, and "J" Sand 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, November 30, 2009
Tuesday, December 1, 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. 5139, 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 November 16, 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 November 16, 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 **November 16, 2008, the Applicant may request that an administrative hearing be scheduled during the week of November 16, 2008.** In the alternative, pursuant to Rule 511., 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 _____
Robert A. Willis, Acting Secretary

Dated at Suite 801
1120 Lincoln Street
Denver, CO 80203
November 6, 2009

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