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

| IN THE MATTER OF THE PROMULGATION AND |) | CAUSE NO. 1 |
|---|---|-----------------------|
| ESTABLISHMENT OF FIELD RULES TO GOVERN |) | |
| OPERATIONS IN THE JOHNSON'S CORNER FIELD, |) | DOCKET NO. 1003-GA-06 |
| LARIMER COUNTY, COLORADO |) | |

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

Rule 502.a. of the Colorado Oil and Gas Conservation Commission ("Commission" or "COGCC") authorizes the Commission, on its own motion, to initiate proceedings upon any questions relating to the conduct of oil and gas operations in the State of Colorado or the administration of the Colorado Oil and Gas Conservation Act by notice of hearing.

At its hearing on February 22, 2010, the Commission moved to initiate proceedings related to two Applications for Permits-to-Drill ("APDs") filed by Magpie Operating, Inc. on June 13, 2008 for the following locations:

State Chase #33-36 Well:

Township 5 North, Range 68 West, 6th P.M. Section 36: NW½ SE½

1,874 feet from the south line ("FSL") and 1,981 feet from the east line ("FEL"), just south of the center of the drilling window measuring 400 feet by 400 feet for the quarter-quarter section

State Chase #34-36 Well:

Township 5 North, Range 68 West, 6th P.M. Section 36: SW½ SE½

597 FSL 1,798 FEL, within the drilling window measuring 400 feet by 400 feet for the quarter-quarter section

The APDs are located on a property owned by Wendy (a.k.a., Laura) Chase and Mike Sutak, which is comprised of 77.599 approximate acres located in portions of the W½ of the SE¼ of Section 36, Township 5 North, Range 68 West, 6th P.M.

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, March 25, 2010

Friday, March 26, 2010

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 THE NAME OF THE STATE OF COLORADO

OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

| Ву | |
|----|-------------------------|
| - | Carol Harmon, Secretary |

Dated at Suite 801 1120 Lincoln Street Denver, Colorado 80203 March 12, 2010 Attorneys for Magpie: John Jacus/Sam Niebrugge Davis, Graham & Stubbs LLP 1550 17th Street Suite 500 Denver, CO 80202

Attorneys for the Colorado State Land Board: Heather Warren/Ed Hamrick State of Colorado, Department of Law 1525 Sherman Street Denver, CO 80203

Attorney for Chase & Sutak: Phillip D. Barber 1675 Larimer Street, Suite 620 Denver, Colorado 80202 (303) 894-0880