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

IN THE MATTER OF A VARIANCE IN THE BONDING)	CAUSE NO. 1
REQUIREMENTS OF RULE 706. OF THE COLORDO OIL AND	j	
GAS CONSERVATION COMMISSION RULES AND)	DOCKET NO. 1108-GA-09
REGULATIONS BY SANDLIN OIL CORPORATION)	

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

Rule 706. of the Rules and Regulations of the Oil and Gas Conservation Commission requires, in pertinent part, that an operator shall provide financial assurance to the Commission to ensure the protection of the soil, the proper plugging and abandonment of the well, and the reclamation of the site in accordance with law, in the amount of sixty thousand dollars (\$60,000) for statewide blanket financial assurance.

On May 19, 2011, Sandlin Oil Corporation ("Sandlin Oil"), by its representative, submitted an application for an order seeking a variance from the financial assurance requirements found in Rule 706.

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:

> Monday, August 8, 2011 Date:

Tuesday, August 9, 2011

9:00 a.m. Time:

Suite 801, The Chancery Building Place:

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 July 25, 2011, 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 July 25, 2011. Pursuant to Rule 503.g., 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 July 25, 2011, the Applicant may request that an administrative hearing be scheduled during the week of July 25, 2011. 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.

OF THE

IN THE NAME OF THE STATE OF COLORADO

OIL AND GAS CONSERVATION COMMISSION TATE OF COLORADO

Robert A. Willis, Acting Secretary

Dated at Suite 801 1120 Lincoln Street Denver, Colorado 80203 June 30, 2011

Representative of Sandlin Oil: Gary Sandlin Sandlin Oil Corporation 621 17th Street, Suite 2055 Denver, CO 80293 (303) 292-3313