

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

IN THE MATTER OF THE PROMULGATION AND ) CAUSE NO. 540  
ESTABLISHMENT OF FIELD RULES TO GOVERN )  
OPERATIONS IN AN UNNAMED FIELD, ) DOCKET NO. 1205-SP-50  
MOFFAT COUNTY, COLORADO )

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

Rule 318.a. of the Rules and Regulations of the Oil and Gas Conservation Commission requires that wells drilled in excess of 2,500 feet in depth be located not less than 600 feet from any lease line, and located not less than 1,200 feet from any other producible or drilling oil or gas well when drilling to the same common source of supply. Sections 5, 8 and 17, Township 7 North, Range 89 West, 6<sup>th</sup> P.M. are unspaced as to the Mancos, Niobrara, Frontier, and Mowry Formations ("Mancos Group Formations"), and are therefore subject to Rule 318.a.

On March 30, 2012, Axia Energy, LLC ("Axia" or "Applicant"), by its attorneys, filed with the Commission a verified application ("Application") for an order to establish an approximate 970.06-acre exploratory drilling and spacing unit for the below-listed lands ("Application Lands"), for the production of oil, gas and associated hydrocarbons from the Mancos Group Formations, and authorize one or more horizontal wells, to be located anywhere on the surface, or on adjacent lands, with the treated interval of any horizontal well to be no closer than 600-feet from the boundaries of the unit, without exception being granted by the director:

Township 7 North, Range 89 West, 6<sup>th</sup> P.M.

Section 5: Lots 13, 14, 19, 20; a/d/a SE $\frac{1}{4}$   
Section 8: Lots 1-16; a/d/a ALL  
Section 17: Lots 1-4; a/d/a N $\frac{1}{2}$  N $\frac{1}{2}$

NOTICE IS HEREBY GIVEN, pursuant to: 1) the general jurisdiction granted to the Oil and Gas Conservation Commission of the State of Colorado (Commission) under § 34-60-105 C.R.S.; 2) specific powers granted pursuant to § 34-60-106 C.R.S.; 3) the Colorado Administrative Procedures Act at § 24-4-105 C.R.S.; and 4) the Commission's Series 500 Rules at 2CCR 404-1, that the Commission has scheduled the above-entitled matter for hearing on:

Date: Tuesday, May 29, 2012  
Wednesday, May 30, 2012

Time: 9:00 a.m.

Place: COGCC Offices  
1120 Lincoln Street, Suite 801  
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.

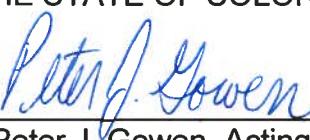
**In accordance with Rule 509., any interested party desiring to protest the granting of the application or to intervene on the application should file with the Commission a written protest or intervention no later than May 14, 2012, briefly stating the basis of the protest or intervention. Such interested 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 May 14, 2012. 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 **May 14, 2012, the Applicant may request that an administrative hearing be scheduled beginning May 14, 2012.** 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



Peter J. Gowen, Acting Secretary

Dated at Suite 801  
1120 Lincoln Street  
Denver, Colorado 80203  
April 20, 2012

Attorneys for Axia:  
Jamie L. Jost  
Dante E. Tomassoni  
Beatty & Wozniak, P.C.  
216 16<sup>th</sup> Street, Suite 1100  
Denver, Colorado 80202  
(303) 407-4499