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

IN THE MATTER OF THE APPLICATION OF COLEMAN)	CAUSE NO. 112
OIL & GAS, INC. FOR AN ORDER APPROVING UP TO)	
FOUR INFILL WELLS WITHIN AN APPROXIMATE 320-)	DOCKET NO. 1309-AW-65
ACRE DRILLING AND SPACING UNIT LOCATED IN)	
SECTION 16, TOWNSHIP 33 NORTH, RANGE 7 WEST,)	
N.M.P.M FOR THE FRUITLAND COAL SEAM	ý	
FORMATION, IGNACIO-BLANCO FIELD, LA PLATA	ý	
COUNTY, COLORADO	ý	

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

On June 15, 1988, the Commission entered Order No. 112-60 which, among other things, established 320-acre drilling and spacing units for production of gas from the Fruitland Coal Seam Formations with 990 foot setbacks to the outer boundary of each unit and a 130 foot setbacks to the interior quarter section line. Section 16, Township 33 North, Range 7 West, N.M.P.M. is subject to Order No. 112-60 for the Fruitland Coal Seam Formation.

On December 17, 1990, the Commission entered Order No. 112-85 which amended Order No. 112-61 (which originally amended Order No. 112-60) and confirmed the approximate 320-acre drilling and spacing units established for the production of gas from the Fruitland Coal Seam Formation. The units consisted of the $N\frac{1}{2}$ and $S\frac{1}{2}$ or the $S\frac{1}{2}$ and $S\frac{1}{2}$ of a full section with the one permitted well located, when north of the north line of Township 32 North, in the $S\frac{1}{2}$ and $S\frac{1}{2}$ of the section, and when south of the north line of Township 32 North, in the $S\frac{1}{2}$ and $S\frac{1}{2}$ of the section, and no closer than 990 feet to any outer boundary of the unit, nor closer than 130 feet to any interior quarter section line. Section 16, Township 33 North, Range 7 West, N.M.P.M. is subject to Order No. 112-85 for the Fruitland Coal Seam Formation.

On July 11, 2000, the Commission entered Order No. 112-157 which amended Order Nos. 112-60, 112-61 and 112-85 to allow an additional well to be drilled within certain 320-acre drilling and spacing units, with the permitted well to be located in any undrilled quarter section no closer than 990 feet from the boundaries of the quarter section, nor closer than 130 feet to any interior quarter section line. Section 16, Township 33 North, Range 7 West, N.M.P.M. is subject to Order No. 112-157 for the Fruitland Coal Seam Formation.

On July 18, 2013, Coleman Oil & Gas, Inc. ("Coleman" or "Applicant"), by its attorneys, filed with the Commission pursuant to §34-60-116, C.R.S., a verified application ("Application") for an order to: 1) approve up to four additional infill wells in the below-described approximate 320-acre drilling and spacing unit ("Application Lands"); 2) reduce the previously established outer boundary setback from 990 feet to 660 feet within the Application Lands; 3) eliminate any interior quarter section setbacks; and 4) limit surface locations to no more than four pads within the Application Lands.

Township 33 North, Range 7 West, 6th P.M. Section 16: N½

NOTICE IS HEREBY GIVEN, pursuant to: 1) the general jurisdiction granted to the Oil

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

Date:

Monday, September 16, 2013

Tuesday, September 17, 2013

Time:

9:00 a.m.

Place:

Colorado Oil and Gas Conservation Commission

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 August 30, 2013, 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. One electronic (cogcc.hearings_unit@state.co.us), one original and two 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 September 3, 2013. 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 August 30, 2013, the Applicant may request that an administrative hearing be scheduled beginning September 3, 2013. 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.

OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

By

Robert J. Frick. Secretary

Dated: August / 2013

Colorado Oil and Gas Conservation Commission 1120 Lincoln Street, Suite 801

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