

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

IN THE MATTER OF THE PROMULGATION AND)	CAUSE NO. 407
ESTABLISHMENT OF FIELD RULES TO GOVERN)	
OPERATIONS FOR THE CODELL-NIOBRARA)	DOCKET NO. 1406-UP-167
FORMATION, WATTENBERG FIELD, WELD)	
COUNTY, COLORADO)	

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 4 North, Range 67 West, 6th P.M.
Section 10: S½ NW¼, N½ SW¼

APPLICATION

On April 17, 2014, PDC Energy, Inc ("PDC" or "Applicant") filed a verified application pursuant to §34-60-116 C.R.S. for an order to:

- 1) Pool all interests in an approximate 160-acre wellbore spacing unit for the development and operation of the Codell-Niobrara Formation; and
- 2) Subject any nonconsenting interests to the cost recovery provisions of §34-60-116(7), C.R.S., effective as of the earlier of the date of the Application, or the date that any of the costs specified in §34-60-116(7)(b), C.R.S. were first incurred for the drilling of the Binder 10KDU well (API No. 05-123-31015).

PRIOR RULES AND ORDERS

(available online at: <http://cogcc.state.co.us>, under "ORDERS")

- On April 27, 1998, the Commission adopted Rule 318A, the Greater Wattenberg Area Special Well Location, Spacing and Unit Designation Rule.
- On December 19, 1983, Order No. 407-1 (amended March 29, 2000), among other things, established 80-acre drilling and spacing units for the production of oil and/or gas and associated hydrocarbons from the Codell Formation underlying certain lands with the unit to be designated by the operator drilling the first well in the quarter section. The permitted well shall be located in the center of either 40-acre tract within the unit with a tolerance of 200 feet in any direction. The operator shall have the option to drill an additional well on the undrilled 40-acre tract in each 80-acre drilling and spacing unit.
- On February 19, 1992, Order No. 407-87 (amended August 20, 1993) established 80-acre drilling and spacing units for the production of oil and/or gas from the Codell and Niobrara Formations underlying certain lands, with the permitted well locations in accordance with the provisions of Order No. 407-1.

- On May 29, 2012, Order No. 407-656 pooled all interests within five approximate 80-acre designated drilling and spacing units, for the development and operation of the Codell and Niobrara Formations.
- On January 7, 2013, Order No. 407-745 vacated four of five 80-acre designated drilling and spacing units and repooled the interests, for the development and operation of the Codell and Niobrara Formations.
- On September 16, 2013, Order No. 407-865 pooled all interests in an approximate 160-acre designated wellbore spacing unit, for the development and operation of the Niobrara Formation.

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, June 16, 2014
Tuesday, June 17, 2014

Time: 9:00 a.m.

Place: Rifle Branch Library
Garfield County Public Library District
207 East Avenue
Rifle, CO 81650

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.

At hearing, the Commission will consider the Application and enter an order pursuant to its authority under the statute. **Any interested party desiring to protest or intervene should file with the Commission a written protest or intervention in accordance with Rule 509., no later than June 2, 2014.** 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 June 2, 2014.** Pursuant to Rule 511., if the matter is uncontested, it may be approved without a hearing, based on review of the merits of the verified application and supporting exhibits.

OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO



By _____
Robert J. Frick, Secretary

Dated: May 12, 2014

Colorado Oil and Gas Conservation Commission
1120 Lincoln Street, Suite 801
Denver, Colorado 80203
Website: <http://cogcc.state.co.us>
Phone: (303) 894-2100
Fax: (303) 894-2109

Attorneys for PDC:
Jamie L. Jost
Joseph M. Evers
Jost & Shelton Energy Group, P.C.
1675 Larimer Street, Suite 420
Denver, Colorado 80202
(720) 379-1812
jjost@jsenergygroup.com
jevers@jsenergygroup.com