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 AND)	DOCKET NO. 150700400
NIOBRARA FORMATIONS, WATTENBERG)	
FIELD, WELD COUNTY, COLORADO)	TYPE: SPACING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 4 North, Range 68 West, 6th P.M. Section 12: N1/2

APPLICATION

On May 21, 2015, Cub Creek Energy, LLC ("Cub Creek" or "Applicant"), Operator #10542, filed a verified application pursuant to §34-60-116, C.R.S. On June 10, 2015, Cub Creek filed a verified amended application pursuant to §34-60-116, C.R.S. for an order to:

- 1) Establish an approximate 320-acre drilling and spacing unit for the Application Lands, for the production of oil, gas and associated hydrocarbons from the Codell and Niobrara Formations;
 - 2) Approve up to nine horizontal wells within the unit; and
- 3) Require the productive interval of the wellbore to be located no closer than 460 feet from the unit boundaries and not less than 150 feet from the productive interval of any other wellbore located in the unit, without exception being granted by the Director; and
- 4) Maintain allocation of proceeds for any existing wells located within the proposed unit and producing from the Codell and/or Niobrara Formations and excluding those wells from the drilling and spacing units proposed for the Application Lands; and
- 5) Applicant states that the proposed wells will be located on no more than two wellpads within the unit, without exception granted by the Director.

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

On December 19, 1983, the Commission entered Order No. 407-1 (amended March 29, 2000) which, among other things, established 80-acre drilling and spacing units for the production of oil, gas and associated hydrocarbons from the Codell Formation, with the

unit to be designated by the operator drilling the first well in the quarter section. Section 12, Township 4 North, Range 68 West, 6th P.M. is subject to this Rule for the Codell Formation.

- On February 19, 1992 (amended August 20, 1993), the Commission entered Order No. 407-87 which established 80-acre drilling and spacing units for the production of oil, gas and associated hydrocarbons from the Codell and Niobrara Formations, with the permitted well locations in accordance with the provisions of Order No. 407-1. Section 12, Township 4 North, Range 68 West, 6th P.M. is subject to this Rule for the Codell and Niobrara Formations.
- On April 27, 1998, the Commission adopted Rule 318A, the Greater Wattenberg Area Special Well Location, Spacing and Unit Designation Rule. Section 12, Township 4 North, Range 68 West, 6th P.M. is subject to this Rule for the Codell and Niobrara Formations.

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, July 20, 2015

Tuesday, July 21, 2015

Time:

9:00 a.m.

Place:

Colorado Oil and Gas Conservation Commission

1120 Lincoln St., 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.

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 July 6, 2015. Such interested party shall, at the same time, serve a copy of the protest or intervention application. to the person filing the 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 July 6, 2015. Pursuant to Rule 511, if the matter is uncontested, it may be approved without a hearing.

OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

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ulie Murphy, Secretary

Dated: June 12, 2015

Colorado Oil and Gas Conservation Commission

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