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

| IN THE MATTER OF THE PROMULGATION |) | CAUSE NO. 407 |
|-------------------------------------|-----------------|----------------------|
| AND ESTABLISHMENT OF FIELD RULES TO | ¹²) | |
| GOVERN OPERATIONS FOR THE WILLIAMS |) | DOCKET NO. 150700440 |
| FORK FORMATION, PARACHUTE FIELD, |) | |
| GARFIELD COUNTY, COLORADO |) | TYPE: POOLING |

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 7 South, Range 96 West, 6th P.M.

Section 24: Lots 1, 5 and 6; and adjacent lands thereto, lying up to the center line of the Colorado River, NE¼NE¼; S½ NE¼; S½ (excluding Lots 2, 3 and 4, North of the center line of the Colorado River)

<u>APPLICATION</u>

On May 21, 2015, Ursa Operating Company LLC, Operator No. 10447 ("Ursa" or "Applicant") filed a verified application pursuant to §34-60-116, C.R.S., for an order to:

1) 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 BAT 34B-24-07-96 Well (API No. 05-045-22416), the BAT 24A-24-07-96 Well (API No. 05-045-22105), the BAT 32A-24-07-96 Well (API No. 05-045-22105), the BAT 24B-24-07-96 Well (API No. 05-045-22424), the BAT 24C-24-07-96 Well (API No. 05-045-22418), the BAT 34D-24-07-96 Well (API No. 05-045-22417), and the BAT 24D-24-07-96 Well (API No. 05-045-22415).

APPLICABLE RULES AND ORDERS

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

- On June 17, 2013 (Corrected January 9, 2014 and April 15, 2014), the Commission entered Order Nos. 139-116 and 440-67 which, among other things, established an approximate 563.1-acre drilling and spacing unit for Application Lands and approved 10acre bottomhole density within the unit, for the production of oil, gas and associated hydrocarbons from the Williams Fork Formation.
- On July 29, 2013 (Corrected January 9, 2014), the Commission entered Order Nos. 139-117 and 440-69 which, among other things, pooled all interests in the Application Lands and subjected all nonconsenting interests to the cost recovery provisions of §34-60-116 (7), C.R.S., for the BAT 32C-24-07-96 Well, the BAT 32B-24-07-96 Well, the BAT 12B-

24-07-96 Well and the BAT 12A-24-07-96 Well, for development and operation of the Williams Fork Formation.

- On January 27, 2014, the Commission entered Order No. 139-118 which, among other things, subjected all nonconsenting interests to the cost recovery provisions of §34-60-116 (7), C.R.S., for the drilling of the BAT 12C-24-07-96 Well, the BAT 12D-24-07-96 Well, the BAT 13A-24-07-96 Well, the BAT 13B-24-07-96 Well, the BAT 33D-24-07-96 Well, the BAT 33A-24-07-96 Well, for the development and operation of the Williams Fork Formation.
- On July 28, 2014, the Commission entered Order No. 139-121 which, among other things, subjected all nonconsenting interests to the cost recovery provisions of §34-60-116 (7), C.R.S., for the drilling of the BAT 13C-24-07-96 Well, the BAT 33D-24-07-96 Well, the BAT 13D-24-07-96 Well, and the BAT 34A-24-07-96 Well, for the development and operation of the Williams Fork 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, July 20, 2015

Tuesday, July 21, 2015

Time:

9:00 a.m.

Place:

Colorado Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801

Denver, CO 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 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 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

By Julie Murphy, Secretary

Dated: June 8, 2015

Colorado Oil and Gas Conservation Commission

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