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

IN THE MATTER OF THE PROMULGATION AND)	CAUSE NO. 535
ESTABLISHMENT OF FIELD RULES TO)	
GOVERN OPERATIONS FOR THE CODELL AND)	DOCKET NO. 150900543
NIOBRARA FORMATIONS, UNNAMED FIELD,	ý	
WELD COUNTY, COLORADO	ý	TYPE: SPACING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 10 North, Range 66 West, 6th P.M.

Section 7: All Section 18: All

APPLICATION

On July 16, 2015, amended August 5, 2015, Extraction Oil & Gas, LLC (Operator No. 10459) ("Extraction" or "Applicant") filed a verified application pursuant to §34-60-116, C.R.S., for an order to:

- 1) Vacate two approximate 640-acre drilling and spacing units established by Order No. 535-2 for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation;
- 2) Modify Order No. 535-599 to include the Niobrara Formation and allow for up to eight wells within the unit for the production of oil, gas, and associated hydrocarbons from the Niobrara and Codell Formations, with the productive interval of each wellbore to be no closer than 600 feet from the east and west unit boundaries and 300 feet from the north and south unit boundaries; and
- 3) Allow the surface location to be at a legal location with the drilling and spacing unit or on adjacent lands.

APPLICABLE RULES AND ORDERS

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

- On August 12, 2010, the Commission entered Order No. 535-2 which established 145
 approximate 640-acre drilling and spacing units and approved one horizontal well within
 each unit for the production of oil, gas and associated hydrocarbons from the Codell and
 Niobrara Formations.
- On December 15, 2014, the Commission entered Order No. 535-599 which 1) vacated two approximate 640-acre drilling and spacing units established by Order No. 535-2 for

the production of oil, gas, and associated hydrocarbons from the Codell Formation; 2) established an approximate 1.280-acre drilling and spacing unit for the production of oil. gas, and associated hydrocarbons from the Codell Formation; 3) approved up to four (4) horizontal wells within the unit; and 4) required that the productive interval of each wellbore shall be no closer than 600 feet from the productive interval of any other wellbore producing from the Codell Formation and no closer than 300 feet from a unit boundary unless such boundary abuts or corners lands for which the Commission has not at the time of the drilling application granted the right to locate the productive interval of the wellbore no closer than 300 feet from a unit boundary, without exception being granted by the Director.

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 14, 2015

Tuesday, September 15, 2015

Time:

9:00 a.m.

Place:

Western State Colorado University University Center, South Ballroom

600 North Adams Street Gunnison, CO 81231

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 August 31, 2015. Such interested party shall, at the same time, serve a copy of the protest or intervention 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 August 31, 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 Murphy, Secretary

Dated: August 7, 2015

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