

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

IN THE MATTER OF THE APPLICATION OF CAERUS) CAUSE NO. 510
PICEANCE LLC FOR AN ORDER TO POOL ALL)
INTERESTS WITHIN AN APPROXIMATE 80-ACRE) DOCKET NO. 1401-UP-33
DRILLING AND SPACING UNIT FOR SECTION 14,)
TOWNSHIP 7 SOUTH, RANGE 96 WEST, 6TH P.M.,)
FOR THE WILLIAMS FORK AND ILES FORMATIONS)
OF THE MESAVERDE GROUP, GRAND VALLEY)
FIELD, GARFIELD COUNTY, COLORADO)

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

On September 16, 2013, the Commission entered Order No. 510-66 which, among other things, established an approximate 80-acre drilling and spacing unit, for the production of gas and associated hydrocarbons from the Williams Fork and Iles Formations. Section 14, Township 7 South, Range 96 West, 6th P.M. is subject to this Order for the Williams Fork and Iles Formations of the Mesaverde Group.

On November 27, 2013, Caerus Piceance LLC ("Caerus" 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 pool all interests within an approximate 80-acre drilling and spacing unit established for the below-described lands ("Application Lands"), for the development and operation of the Williams Fork and Iles Formations of the Mesaverde Group, effective as of the earlier of the date of the Application, or the date that any of the costs specified in C.R.S. §34-60-116(7)(b)(II) were first incurred for the drilling of the Nolte 43A-14, Nolte 43B-14, Nolte 43C-14, Nolte 44A-14, Nolte 44B-14, and Nolte 44C-14 ("Wells") and to subject any nonconsenting interests to the cost recovery provisions of C.R.S. §34-60-116(7):

Township 7 South, Range 96 West, 6th P.M.
Section 14: E½SE¼

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, January 27, 2014
Tuesday, January 28, 2014

Time: 9:00 a.m.

Place: Centennial Building
1313 Sherman Street, Room 318
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.

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 January 10, 2014, 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 January 13, 2014.** 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 **January 10, 2014, the Applicant may request that an administrative hearing be scheduled beginning January 10, 2014.** 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: December 23, 2013

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 Caerus:
J. Michael Morgan
Justin Plaskov
Lohf Shaiman Jacobs Hyman & Feiger PC
950 South Cherry Street, Suite 900
Denver, Colorado 80246
(303) 753-9000
(303) 753-9997 (fax)
mmorgan@lohshaiman.com