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

IN THE MATTER OF ALLEGED VIOLATIONS OF THE)	CAUSE NO. 1V
RULES AND REGULATIONS OF THE COLORADO)	
OIL AND GAS CONSERVATION COMMISSION BY)	DOCKET NO. 150500158
MARALEX RESOURCES, INC, GARFIELD & LA		TYPE: ENFORCEMENT
PLATA COUNTIES COLORADO	j	

NOTICE AND APPLICATION FOR HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

Pursuant to Rule 522.e.(2), the Colorado Oil and Gas Conservation Commission ("Commission" or "COGCC") Staff will apply to the Commission at its May 18 & 19, 2015 hearing for an Order Finding Violation ("OFV") against Maralex Resources, Inc. ("Maralex") (Operator No. 53255). This Notice and Application is being served to adjudicate the allegations made in the below-described Notice of Alleged Violation ("NOAV"), the allegations of which are incorporated herein.

Maralex is the operator of the Katie Eileen 34-7-35 2 Well (API No. 05-067-08014), Katie Eileen 34-7-35 2A Well (05-067-08803), Katie Eileen 34-7-35 3 Well (API No. 05-067-09351), and Katie Eileen 34-7-35 4 Well (API No. 05-067-09352) (collectively, the "Katie Eileen Wells") in La Plata County. Maralex is also the operator of the Federal 26-3 Well (API No. 05-045-06213) and Rifle Walton 25-2 Well (API No. 05-045-06290) in Garfield County.

On September 17, 2014, COGCC Staff issued NOAV Nos. 400687355, 400686674, 400688414, and 400688424 for violations at the Katie Eileen Wells of Order 112-85 (Rule 10) (Biennial bradenhead tests).

On December 11, 2014, COGCC Staff issued NOAV No. 200419078 for violations at the Federal 26-3 Well of Rule 317.e. (Casing and cement program to protect hydrocarbon formations and ground water) and Rule 605.b.(7) (Fired Vessel, Heater-Treater – Wildlife Screens). On December 11, 2014, COGCC Staff also issued NOAV No. 200419079 for a violation at the Rifle Walton 25-2 Well of Rule 319.b.(1) (Abandonment).

Well Name	NOAV No.	NOAV Date	<u>Violations</u>
			
Katie Eileen 34-7-35 2	400687355	9/17/2014	Order 112-85 (Rule 910)
Katie Eileen 34-7-35 2A	400686674	9/17/2014	Order 112-85 (Rule 910)
Katie Eileen 34-7-35 3	400688414	9/17/2014	Order 112-85 (Rule 910)
Katie Eileen 34-7-35 4	400688424	9/17/2014	Order 112-85 (Rule 910)
Federal 26-3	200419078	12/11/2014	Rules 317.e. & 605.b.(7)
Rifle Walton 25-2	200419079	12/11/2014	Rules 319.b.(1)

COGCC Staff requests that Maralex be found in violation of rules cited above and assessed a penalty pursuant to Rule 523.

NOTICE IS HEREBY GIVEN, pursuant to: 1) the general jurisdiction granted to the Oil and Gas Conservation Commission of the State of Colorado (Commission) under § 34-60-105 C.R.S.; 2) specific powers granted pursuant to § 34-60-106 C.R.S.; 3) the Colorado

Administrative Procedures Act at § 24-4-105 C.R.S.; and 4) the Commission's Series 500 Rules at 2CCR 404-1, that the Commission has scheduled the above-entitled matter for hearing on:

Date:

Monday, May 18, 2015

Tuesday, May 19, 2015

Time:

9:00 a.m.

Place:

Aims Community College, Fort Lupton Campus

Community Room in the Platte Building, Room PL111 & PL113

260 College Avenue Fort Lupton, CO 80621

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 May 4, 2015, briefly stating the basis of the protest or intervention. One electronic, 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 May 4, 2015. 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.

By

OIL AND GAS CONSERVATION COMMISSION

OF THE STATE OF SOLORADO

Dated: March 11, 2015

Colorado Oil and Gas Conservation Commission 1120 Lincoln Street, Suite 801 Denver, Colorado 80203

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