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

IN THE MATTER OF THE PROMULGATION)	CAUSE NO. 369
AND ESTABLISHMENT OF FIELD RULES TO)	
GOVERN OPERATIONS FOR THE WILLIAMS)	DOCKET NO. 150500328
FORK AND ILES FORMATIONS, UNNAMED)	
FIELD, MESA COUNTY, COLORADO)	TYPE: SPACING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 9 South, Range 93 West, 6th P.M. Section 19: NE/4, NE/4NW/4, Lot 1, Lot 2, Lot 3

APPLICATION

On March 19, 2015, Piceance Energy, LLC (Operator No. 10433) ("Piceance" or "Applicant") filed a verified application pursuant to §34-60-116, C.R.S., for an order to:

- 1) Establish an approximate 323.72-acre drilling and spacing unit for the Application Lands for the production of oil, gas and associated hydrocarbons from the Williams Fork and Iles Formations:
 - 2) Approve the equivalent of one well per ten acres density within the unit; and
- 3) Applicant requests that the wells are drilled from no more than one wellpad per quarter-quarter section.

EFFECTIVE RULES AND ORDERS

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

- Rule 318.a. of the Commission Rules provides a well that is to be drilled 2,500 feet or greater shall be located not less than 600 feet from any lease line, and shall be located not less than 1,200 feet from any other producible or drilling oil or gas well when drilling to the same common source of supply, unless authorized by the Commission upon hearing.
- On September 22, 2008, the Commission entered Order No. 369-5 establishing well location and density rules for the Application Lands approving the equivalent of one well per 10 acres drilled vertically or directionally from no more than one pad located on any given quarter-quarter section (or lots or parcels approximately equivalent thereto) with each well to be located no closer than 100 feet from the lease line or drilling and spacing unit boundary line unless an exception is granted by the Commission Director. If the drilling and spacing unit

abuts or corners lands not subject to 10 acre well density for the Williams Fork and lles Formations, wells are to be located downhole no closer than 200 feet from the drilling and spacing unit boundary unless an exception is granted by the Commission 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, May 18, 2015

Tuesday, May 19, 2015

Time:

9:00 a.m.

Place:

Aims Community College

Platte Building, Room PL111 and PL113

260 College Avenue

Fort Lupton, Colorado 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.

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 May 4, 2015. Such interested party shall, at the same time, serve a copy of the protest or person application. intervention the filina the One to 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 May 4, 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

Ву

ulie Murphy, Secretary

Dated: April 13, 2015

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 Applicant:

David R. Little

Bjork Lindley Little PC

1600 Stout Street, Suite 1400

Denver, Colorado 80202

(303) 892-1400

dlittle@bjorklindley.com