

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 )  
GOVERN OPERATIONS FOR THE NIOBRARA ) DOCKET NO. 151000666  
AND CODELL FORMATIONS, WATTENBERG )  
FIELD, WELD COUNTY, COLORADO ) TYPE: POOLING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

(Wellbore Spacing Units #1-3)  
Township 5 North, Range 66 West, 6th P.M.  
Section 5: NE $\frac{1}{4}$   
Section 4: N $\frac{1}{2}$   
Section 3: NW $\frac{1}{4}$

(Wellbore Spacing Units #4-7)  
Township 5 North, Range 66 West, 6th P.M.  
Section 5: NE $\frac{1}{4}$   
Section 4: NW $\frac{1}{4}$

(Wellbore Spacing Unit #8)  
Township 5 North, Range 66 West, 6th P.M.  
Section 5: N $\frac{1}{2}$ NE $\frac{1}{4}$   
Section 4: N $\frac{1}{2}$ N $\frac{1}{2}$   
Section 3: N $\frac{1}{2}$ NW $\frac{1}{4}$

Township 6 North, Range 66 West, 6th P.M.  
Section 32: S $\frac{1}{2}$ SE $\frac{1}{4}$

APPLICATION

On September 11, 2015, Synergy Resources Corporation ("Synergy" or "Applicant") filed a verified application pursuant to §34-60-116, C.R.S., for an order to:

1) Pool all interests in eight designated horizontal Wellbore Spacing Units established for the Application Lands, for the development and operation of the Niobrara and Codell Formations; and

2) Subject any non-consenting 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 SRC Wiedeman A-5-3NBHZ well (API No. 05-123-40064), the SRC Wiedeman 11-5-3NCHZ well (API No. 05-123-40066), the SRC Wiedeman 21-5-3NBHZ well (API No. 05-123-40069), the

SRC Wiedeman 12-5-4CHZ well (API No. 05-123-40065), and the SRC Wiedeman 12-5-4NCHZ well (API No. 05-123-40068) for the development and operation of the Codell and Niobrara Formations; the SRC Wideman 22-5-4NBHZ well (API No. 05-123-40063) for the development and operation of the Niobrara Formation; and the SRC Wiedeman 22-5-4CHZ well (API No. 05-123-40067) and the SRC Wiedeman 21-5-3CHZ well (API No. 05-123-40560) for the development and operation of the Codell Formation.

APPLICABLE RULES AND ORDERS

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

- On April 27, 1998, the Commission adopted Rule 318A, the Greater Wattenberg Area Special Well Location, Spacing and Unit Designation Rule.
- On February 19, 1992, Order No. 407-87 (amended August 20, 1993) established 80-acre drilling and spacing units for the production of oil, gas and associated hydrocarbons from the Codell and Niobrara Formations, with the permitted well locations in accordance with the provisions of Order No. 407-1.
- On September 15, 2014, the Commission approved Order No. 407-1112, which pooled all non-consenting interests in four approximate 400 acre Wellbore Spacing Units in the NW¼ of Section 3 and the NE¼, E½NW¼ of Section 4, Township 5 North, Range 66 West, 6<sup>th</sup> P.M. for the development and operation of the Codell and Niobrara Formations.

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, October 26, 2015  
Tuesday, October 27, 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 October 9, 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 October 12, 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: September 18, 2015

Colorado Oil and Gas Conservation Commission  
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