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

| IN THE MATTER OF THE PROMULGATION AND |) CAUSE NO. 540 |
|---------------------------------------|------------------------|
| ESTABLISHMENT OF FIELD RULES TO |) |
| GOVERN OPERATIONS FOR THE NIOBRARA |) DOCKET NO. 160300105 |
| FORMATION, UNNAMED FIELD, MOFFAT |) |
| COUNTY, COLORADO |) TYPE: SPACING |

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

<u>APPLICATION LANDS</u>

Township 5 North, Range 90 West, 6th P.M.

Section 27: Lots 1, 2, 3, 5, 6, SW¼NE¼,

S½NW¼, N½SW¼

Section 28: E½ of Lot 4, E½NE¼SE¼

Containing 452.97 acres, more or less, Moffat County, Colorado

APPLICATION

On January 5, 2016, GRMR Oil & Gas, LLC (Operator No. 10524) ("GRMR" or "Applicant") filed a verified application pursuant to Section 34-60-116, C.R.S., for an order to:

- 1) Establish one approximate 452.97-acre drilling and spacing unit for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation;
- 2) Approve the Searcy Gulch 1-27 Well (API No. 05-081-07719) currently drilled in the proposed unit; and
- 3) Require the productive interval of the wellbore of any permitted well to be located no closer than 600 feet from the unit boundaries.

APPLICABLE RULES AND ORDERS

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

 Rule 318.a. provides that a well drilled in excess of 2,500 feet in depth 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 source of supply, unless authorized by order of the Commission upon hearing. The Application Lands are subject to this Rule for the Niobrara Formation. NOTICE IS HEREBY GIVEN, pursuant to §§ 34-60-101 to -130, C.R.S. and the Commission's Rules of Practice and Procedure, 2 CCR 404-1, that the Commission has scheduled this matter for hearing on:

Dates: March 7-8, 2016

Time: 9:00 a.m.

Place: Colorado Oil and Gas Conservation Commission

The Chancery Building

1120 Lincoln Street, Suite 801

Denver, CO 80203

Additional information about the hearing on this Application will be in the Commission's Agenda, which is posted on the Commission website approximately 3 days before the hearing.

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 February 22, 2016. 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 February 22, 2016. 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

Julie Murphy, Secretary

Dated: January 25, 2016

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: James Mowry

Crowley Fleck PLLP 101 West Brundage Street Sheridan, WY 82801

307-673-3000

imowry@crowleyfleck.com