

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

IN THE MATTER OF THE PROMULGATION AND) CAUSE NO. 407
ESTABLISHMENT OF FIELD RULES TO GOVERN)
OPERATIONS FOR THE NIOBRARA AND CODELL) DOCKET NO. 160700275
FORMATIONS, WATTENBERG FIELD, WELD COUNTY,)
COLORADO) TYPE: SPACING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 6 North, Range 61 West, 6th P.M.

Section 2: All

Section 11: All

APPLICATION

On May 19, 2016 (amended June 9, 2016), Caerus WashCo LLC ("Caerus" or "Applicant") filed a verified application pursuant to § 34-60-116 C.R.S. for an order to:

1) Vacate an approximate 640-acre drilling and spacing unit established by Order 407-374 as it applies to Section 2, Township 6 North, Range 61 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation;

2) Maintain an approximate 640-acre drilling and spacing unit established by Order 407-374 as it applies to Section 11, Township 6 North, Range 61 West, 6th P.M., exclusively for the existing Frank Trust 11-11H well (API No. 05-123-32426), for the production of oil, gas and associated hydrocarbons from the Niobrara Formation, and

3) Establish an approximate 1280-acre drilling and spacing unit for the Application Lands for the production of oil, gas and associated hydrocarbons from the Niobrara and Codell Formations

4) Approve a total of up to 28 horizontal wells within the unit, with 24 horizontal wells to be drilled to the Niobrara Formation and four horizontal wells to be drilled to the Codell Formation, with the productive interval of each wellbore located no closer than 460 feet from the unit boundaries, and no closer than 100 feet from the productive interval of any other wellbore located within the unit, unless an exception is granted by the Director;

5) Applicant states that the proposed wells will be located on no more than four wellpads within the unit or on adjacent lands, without exception granted by the Director.

PRIOR 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. Sections 2 and 11, Township 6 North, Range 61 West, 6th P.M., are subject to this Rule.
- On July 8, 2010, the Commission entered Order No. 407-374 which, among other things, established eleven 640-acre drilling and spacing units for certain lands, including Sections 2 and 11, Township 6 North, Range 61 West, 6th P.M., and approved up to two horizontal wells in each unit, with bottomhole locations of any permitted well to be no closer than 460 feet from the boundary of the unit for the production of oil and gas and associated hydrocarbons from 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: July 18-20, 2016

Time: 9:00 a.m.

Place for July 18: Colorado Mountain College
1402 Blake Avenue
Senior Center Room
Glenwood Springs, CO 81601

Place for July 19-20: Glenwood Springs Community Center
100 Wolfson Road
Sopris Rooms A & B
Glenwood Springs, CO 81601

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 July 1, 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 July 4, 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

By *Peter J. Gowen*
for Julie Murphy, Secretary

Dated: June 9, 2016

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