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

IN THE MATTER OF PROMULGATION AND)	CAUSE NO. 407
ESTABLISHMENT OF FIELD RULES TO)	
GOVERN OPERATIONS FOR THE CODELL-)	DOCKET NO. 161000478
NIOBRARA FORMATION, WATTENBERG)	
FIELD, WELD 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 65 West, 6th P.M.

Section 19: N½ Section 20: N½

Township 5 North, Range 66 West, 6th P.M.

Section 24: NE1/4

APPLICATION

On August 2, 2016, Extraction Oil & Gas LLC (Operator No. 10459) ("Extraction" or "Applicant") submitted a request for hearing pursuant to Rule 318A.e.(5) requesting a hearing on an objection to a proposed horizontal wellbore spacing unit made by PDC Energy, Inc. (Operator No. 69175). Extraction requests an order to:

1) Establish an approximate 800-acre horizontal wellbore spacing unit pursuant to Rules 318A for the Application Lands, wherein Extraction plans to drill five horizontal wells, namely, the AJ-Evans wells, for the production of oil, gas and associated hydrocarbons from the Codell-Niobrara Formation. PDC Energy, Inc. (Operator No. 69175), has submitted an objection to the formation of said unit.

APPLICABLE ORDERS AND RULES

(available online at: http://cogcc.state.co.us, under "Regulation," then select "Orders" or "Rules")

On April 27, 1988, the Commission adopted Rule 318A which, among other things, allowed certain drilling locations to be utilized to drill or twin a well, deepen a well or recomplete a well and to commingle any or all Cretaceous Age Formations from the base of the Dakota Formation to the surface. Rule 318A supersedes all prior Commission drilling and spacing orders affecting well location and density requirements of Greater Wattenberg Area wells. On December 5, 2005, Rule 318A was amended, among other things, to allow interior infill and boundary wells to be drilled and wellbore spacing units to be established. On August 8, 2011, Rule 318A

was again amended, among other things, to address drilling of horizontal wells. The Application Lands are subject to Rule 318A for the Codell and Niobrara Formations.

Rule 318A.e.(5)C. provides that if an objection to a proposed Rule 318A.a.(4)
horizontal wellbore spacing unit is received, the operator proposing a wellbore
spacing unit may seek a hearing before the Commission on the objection and
creation of the unit.

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:

Date:

October 24-25, 2016

Time:

9:00 a.m.

Place:

Northeastern Junior College Hayes Student Center Ballroom

100 College Avenue Sterling, CO 80751

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 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 accommodations will be made.

At hearing, the Commission will consider the Application and enter an order pursuant to authority under statutes. Any interested party desired to protest or intervention should file with the Commission a written protest or intervention in accordance with Rule 509 no later than October 7, 2016. Such interested party shall, at the same time, serve a copy of the protest of 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 10, 2016. Pursuant to Rule 511., if the matter is contested, it may be approved without a hearing.

OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

Julie Murphy, Secretar

Dated: September 16, 2016

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

Denver, CO 80203

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