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 (COUNTY, COLORADO (CAUSE NO. 407)

CAUSE NO. 407

DOCKET NO. 170600358

TYPE: POOLING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 2 North, Range 67 West, 6th P.M. Section 10: N½NE¼ Section 3: E½

Township 3 North, Range 67 West, 6th P.M. Section 34: SE¼, S½NE¼

Wellbore Spacing Unit ("WSU") Nos. 1 and 2 – 640-acres Butterball 24C-34HZ Well (Codell Formation) Butterball 24N2-34HZ Well (Niobrara Formation)

Township 2 North, Range 67 West, 6th P.M.

Section 10: NE¼NE¼ Section 11: NW¼NW¼ Section 3: E½E½ Section 2: W½W½

Township 3 North, Range 67 West, 6th P.M.

Section 34: E½SE¼, SE¼NE¼ Section 35: W½SW¼, SW¼NW¼

WSU Nos. 3 and 4 - 640-acres

Butterball 40C-34HZ Well (Codell Formation) Butterball 40N-34HZ Well (Niobrara Formation)

Township 2 North, Range 67 West, 6th P.M. Section 10: NW¼NE¼

Section 3: W½E½

Township 3 North, Range 67 West, 6th P.M. Section 34: W½SE¼, SW¼NE¼

WSU Nos. 5 and 6 – 320-acres

Butterball 24N-34HZ Well (Niobrara Formation) Butterball 10N-34HZ Well (Niobrara Formation)

Township 2 North, Range 67 West, 6th P.M.

Section 10: N½NW¼

Section 3: W1/2

Township 3 North, Range 67 West, 6th P.M.

Section 34: SW1/4, S1/2NW1/4

WSU Nos. 7 thru 9 - 640-acres

Butterball 22C-34HZ Well (Codell Formation) Butterball 22N2-34HZ Well (Niobrara Formation) Butterball 22N-34HZ Well (Niobrara Formation)

Township 2 North, Range 67 West, 6th P.M.

Section 10: NE¼NW¼, NW¼NE¼

Section 3: E1/2W1/2, W1/2E1/2

Township 3 North, Range 67 West, 6th P.M.

Section 34: E½SW¼, W½SE¼, SW¼NE¼, SE¼NW¼

WSU Nos. 10 thru 13 - 640-acres

Butterball 25C-34HZ Well (Codell Formation)

Butterball 25N-34HZ Well (Niobrara Formation)

Butterball 25N2-34HZ Well (Niobrara Formation)

Butterball 25C2-34HZ Well (Codell Formation)

Township 2 North, Range 67 West, 6th P.M.

Section 10: NW1/4NW1/4

Section 9: NE1/4NE1/4

Section 3: W1/2W1/2

Section 4: E½E½

Township 3 North, Range 67 West, 6th P.M.

Section 33: E½SE¼, SE¼NE¼

Section 34: W½SW¼, SW¼NW¼

WSU Nos. 14 and 15 - 640-acres

Butterball 40N-33HZ Well (Niobrara Formation)

Butterball 32C-34HZ Well (Codell Formation)

Township 2 North, Range 67 West, 6th P.M.

Section 10: NW14NW14

Section 3: W1/2W1/2

Township 3 North, Range 67 West, 6th P.M.

Section 34: W1/2SW1/4, SW1/4NW1/4

WSU No. 16 - 320-acres

Butterball 12N-34HZ Well (Niobrara Formation)

APPLICATION

On April 13, 2017, Kerr-McGee Oil & Gas Onshore LP (Operator No. 47120) ("Kerr-McGee" or "Applicant") filed a verified application pursuant to § 34-60-116 C.R.S. for an order to:

- 1) Pool all interests in three approximate 320-acre horizontal wellbore spacing units and thirteen approximate 640-acre horizontal wellbore spacing units established for the Application Lands, for the development and operation of the Niobrara and Codell Formations; and
- Subject any nonconsenting 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 drilling of the Butterball 24C-34HZ Well (API No. 05-123-44320), the Butterball 24N2-34HZ Well (API No. 05-123-44317), the Butterball 40C-34HZ Well (API No. 05-123-44319), the Butterball 40N-34HZ Well (API No. 05-123-44315), the Butterball 10N-34HZ Well (API No. 05-123-44413), the Butterball 22C-34HZ Well (API No. 05-123-44406), the Butterball 22N2-34HZ Well (API No. 05-123-44411), the Butterball 22N-34HZ Well (API No. 05-123-44409), the Butterball 25N-34HZ Well (API No. 05-123-44409), the Butterball 25N-34HZ Well (API No. 05-123-44407), the Butterball 25C2-34HZ Well (API No. 05-123-44519), and the Butterball 12N-34HZ Well (API No. 05-123-44520).

APPLICABLE RULES AND ORDERS

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

- 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 (amended August 20, 1993), the Commission entered Order No. 407-87 which established 80-acre drilling and spacing units for the production of oil, gas and associated hydrocarbons from the Niobrara Formation, with the permitted well locations in accordance with the provisions of Order No. 407-1.

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:

June 12-13, 2017

Time:

9:00 a.m.

Place:

Rio Blanco County Courthouse

555 Main Street Meeker, CO 81641

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 May 26, 2017. 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 May 26, 2017. 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

Peter Gowen, Acting Secretary

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Dated: May 3, 2017

Colorado Oil and Gas Conservation Commission

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