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

IN THE MATTER OF THE PROMULGATION AND)	CAUSE NO. 7
ESTABLISHMENT OF FIELD RULES TO GOVERN)	
OPERATIONS FOR THE CRETACEOUS DAKOTA)	DOCKET NO. 170900624
SANDSTONES FORMATION, WEST PADRONI)	
FIELD, LOGAN COUNTY, COLORADO)	TYPE: UNITIZATION

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 10 North, Range 52 West, 6th P.M.

Section 31: Lots 1, 2, 3, 4, E½ W½ (a/d/a W½), SE¼

Township 9 North, Range 52 West, 6th P.M.

Section 6: Lots 1, 2, 3, 4, 5, 6, 7, SE¼ NW¼, E½ SW¼, S½

NE1/4, SE1/4 (a/d/a All)

Section 7: E½ NE¼

Township 9 North, Range 53 West, 6th P.M.

Section 1: Lot 1, SE¼ NE¼, E½ SE¼ (a/d/a E½ E½)

<u>APPLICATION</u>

On July 13, 2017, Citation Oil & Gas Corp., Operator No. 17180 ("Citation" or "Applicant"), filed a verified application pursuant to §34-60-118, C.R.S., for an order to:

- 1) Establish an approximate 1,376-acre unit ("West Padroni (Dakota) Unit") for the purpose of unit development for enhanced recovery of hydrocarbons from the Dakota Group Sands; and
- 2) Approve operations for the West Padroni (Dakota) Unit pursuant to the Unit Agreement and Unit Operating Agreement.

APPLICABLE ORDERS AND RULES

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

 On August 15, 2005, the Commission entered Order No. 7-3 which, among other things, established 20-acre drilling and spacing units, for the production of oil, gas and associated hydrocarbons from the Dakota O-Sand Formation, with the permitted well locations to be in accordance with Order No. 7-3.

- On November 27, 2006, the Commission entered Order No. 7-4, which, among other things, approved an exception location to Order No. 7-3 for the location of the DuBois 7H well as specified in Order No. 7-4 for the production of oil, gas and associated hydrocarbons from the Dakota O-Sand Formation.
- Rule 401.a of the Rules and Regulations of the Oil and Gas Conservation Commission
 provides that no person shall perform any enhanced recovery operations, cycling or
 recycling operations including the extraction and separation of liquid hydrocarbons from
 natural gas in connection therewith, or operations for the storage of gaseous or liquid
 hydrocarbons, nor shall any person carry on any other method of unit or cooperative
 development or operation of a field or a part of either, without having first obtained
 written authorization from the Commission to perform the aforementioned activities or
 operations.

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: September 11 - 12, 2017

Time: 9:00 a.m.

Place: Durango Public Library

Program Room #2 1900 East Third Avenue Durango, CO 81301

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 August 28, 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 August 28, 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

By_

James Rouse, Acting Secretary

Dated: August 2, 2017

Colorado Oil and Gas Conservation Commission

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