

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

IN THE MATTER OF THE PROMULGATION AND)	CAUSE NO. 535
ESTABLISHMENT OF FIELD RULES TO GOVERN)	
OPERATIONS FOR THE NIOBRARA, FORT)	DOCKET NO. 180700517
HAYS, CODELL, AND CARLILE FORMATIONS,)	
UNNAMED FIELD, WELD COUNTY, COLORADO)	TYPE: SPACING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 9 North, Range 58 West, 6th P.M.

Section 30: All

Section 31: All

APPLICATION

On May 7, 2018, Verdad Resources, LLC, (Operator No. 10651) ("Verdad" 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 No. 535-3 for Section 31, Township 9 North, Range 58 West, 6th P.M.;
- 2) Vacate an approximate 640-acre drilling and spacing unit established by Order No. 535-689, and modified by Order No. 535-789, for Section 30, Township 9 North, Range 58 West, 6th P.M.;
- 3) Establish an approximate 1,280-acre drilling and spacing unit for the Application Lands, and approve up to 14 horizontal wells within the unit, with the treated interval of any well within the unit located no closer than 600 feet from the unit boundary, and no closer than 150 feet from the treated interval of any other wellbore producing from the Niobrara, Fort Hays, Codell, and/or Carlile Formations, without exception being granted by the Director;
- 4) Require that the wells will be drilled and operated from no more than four surface locations within the unit, or at legal locations on adjacent lands.

APPLICABLE ORDERS AND RULES

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

- Rule 318.a. of the Rules and Regulations of the Oil and Gas Conservation Commission requires that, on unspaced lands, wells drilled in excess of 2,500 feet in depth be located not less than 600 feet from any lease line, and located not less than 1,200 feet from any

other producible or drilling oil or gas well when drilling to the same common source of supply.

- On March 8, 2011, the Commission entered Order No. 535-3, which established 160 approximate 640-acre drilling and spacing units for certain lands in Townships 8, 9, and 10, North, Ranges 58 through 62 West, 6th P.M., and approved one horizontal well in each unit, for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation, with the treated interval of the wellbore to be located no closer than 600 feet from the unit boundaries, without exception being granted by the Director.
- On September 14, 2015, the Commission entered Order No. 535-689, which established an approximate 640-acre drilling and spacing unit for Section 30, Township 9 North, Range 58 West, 6th P.M., and approved up to 32 horizontal wells within the unit, for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation, with the treated interval of each wellbore within the unit located no closer than 300 feet from the unit boundaries, and no closer than 150 feet from the productive interval of any other wellbore located within the same bench of the Niobrara Formation in the unit, and no closer than 100 feet from the productive interval of any other wellbore located in a bench above or below the bench where that wellbore is located in the unit, without exception being granted by the Director.
- On May 1, 2017, the Commission entered Order No. 535-789, which modified an approximate 640-acre drilling and spacing unit established by Order No. 535-689 to include the Codell Formation, and to provide that the productive interval of the wellbores producing from the Niobrara or Codell Formation will be located no closer than 300 feet from the unit boundaries, no closer than 150 feet from the productive interval of any other wellbore within the same bench of the Niobrara Formation or the Codell Formation in the unit, and no closer than 100 feet from the productive interval of any other wellbore located in a bench above or below the bench where that wellbore is located in the unit, without exception being granted by the Director.

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: July 30 - August 1, 2018
Time: 9:00 a.m.
Place: Colorado Oil and Gas Conservation Commission
The Chancery Building
1120 Lincoln Street, Suite 801
Denver, Colorado 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 July 16, 2018.** 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 16 2018, if a prehearing conference is requested by the Applicant, or any person who has filed a protest or intervention.** 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  _____
Julie Spence Prine, Secretary

Dated: June 21, 2018

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

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OF THE STATE OF COLORADO

IN THE MATTER OF THE PROMULGATION AND) CAUSE NO. 535
ESTABLISHMENT OF FIELD RULES TO GOVERN)
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CODELL, AND CARLILE FORMATIONS, UNNAMED)
FIELD, WELD COUNTY, COLORADO) TYPE: SPACING

SUMMONS BY PUBLICATION

THE PEOPLE OF THE STATE OF COLORADO

TO THE Following interested parties: **Frank Hough; George Rice Pickerill; Heirs of Charles Clark; Heirs of Ivan de Mitkiewicz; Heirs of Mabel Lampkin; Heirs of Rylan S. Lamkin; J.F. Harrington; Ray Baird; Robert Lewis; Royal Royalties Limited, as Trustee for Royal Syndicate No. 1; and All unknown persons who may claim any interest in the subject matter of this action**

You are hereby summoned and may appear and respond to the Application filed with the Commission in this docket. Pursuant to Sections 34-60-101 – 130, C.R.S., Verdad Resources LLC's (Operator No. 10651) ("Applicant"), filed an Application for an order to establish an approximate 1,280-acre drilling and spacing unit, and approve up to 14 horizontal wells within the unit in the below-described lands ("Application Lands"), for the production of oil, gas, and associated hydrocarbons from the Niobrara, Fort Hays, Codell, and Carlile Formations:

Township 9 North, Range 58 West, 6th P.M.

Section 30: All

Section 31: All

The Commission scheduled this matter for hearing on:

Date: July 30 - 31, 2018

Time: 9:00 a.m.

Place: Colorado Oil and Gas Conservation Commission
The Chancery Building
1120 Lincoln Street, Suite 801
Denver, Colorado 80203

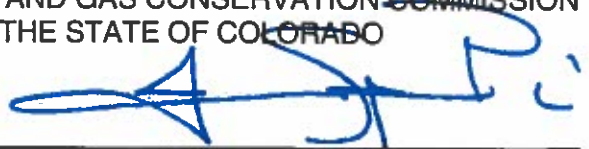
To oppose the Application, you must file with the Commission Secretary a protest pursuant to Commission Rule 509. You must file your protest on or before **July 16, 2018**. One electronic (cogcc.hearings_unit@state.co.us), one original and two copies of the protest shall be filed with the Commission. You must also serve a copy of the protest upon Applicant's attorney, listed below. If you file a protest, you must be able to participate in a prehearing conference during the week of **July 16, 2018, if a prehearing conference is requested by the Applicant, or any person who has filed a protest or intervention.**

If you fail to file a timely protest, the Commission may enter an order affecting your interests in the Application Lands without further notice. This matter may be continued to a future Commission hearing date, but that does not change your protest deadline.

A copy of the Application may be obtained from the Commission Secretary or Applicant's attorney.

OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

By



Julie Spence Prine, Secretary

Dated: May 18, 2018

Colorado Oil and Gas Conservation Commission
1120 Lincoln Street, Suite 801
Denver, Colorado 80203
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