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 FORMATION,)	DOCKET NO. 180700526
UNNAMED FIELD, DENVER AND ADAMS)	
COUNTIES, COLORADO	j	TYPE: SPACING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 3 South, Range 65 West, 6th P.M.

Section 4: W½
Section 5: All
Section 6: E½

APPLICATION

On May 21, 2018, Axis Exploration, LLC (Operator No. 16046) ("Axis" or "Applicant") filed a verified application pursuant to §34-60-116, C.R.S., for an order to:

- 1) Vacate Order No. 535-849;
- 2) Establish an approximate 1,280-acre drilling and spacing unit covering the Application Lands for the development and operation of the Niobrara Formation;
 - 2) Approve up to 16 horizontal wells within the unit;
- 3) Require the treated interval of any wells within the unit to be no closer than 150 feet from the treated interval of any other wellbore producing from the Niobrara Formation, and no closer than 460 feet from the unit boundary, without exception being granted by the Director;
- 4) Require that the wells be drilled from no more than two well pads within the unit or from 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 September 11, 2017, the Commission entered Order No. 535-849, which established

an approximate 640-acre drilling and spacing unit for certain lands in Sections 4, 5, and 6, Township 3 South, Range 65 West, 6th P.M., an approved a total of up to eight horizontal wells within the unit, for the drilling of wells and producing of oil, gas, and associated hydrocarbons from the Niobrara Formation, with the treated interval of any horizontal well within the unit being no closer than 460 feet from the unit boundary, and no closer than 150 feet from the productive interval of any other wellbore located in the unit, unless an exception is 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 person protest intervention to the 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

Julie Spence Prine, Secretary

Dated: June 19, 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 Attorneys for Applicant:
Joseph C. Pierzchala
Geoffrey W. Storm
Welborn Sullivan Meck & Tooley, P.C.
1125 17th Street, Suite 2200
Denver, CO 80202
(303) 830-2500

jpierzchala@wsmtlaw.com gstorm@wsmtlaw.com