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)	
OPERATIONS FOR THE NIOBRARA AND CODELL)	DOCKET NO. 180700534
FORMATIONS, WATTENBERG FIELD, WELD	j	
COUNTY, COLORADO)	TYPE: SPACING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 4 North, Range 63 West, 6th P.M.

Section 8: All Section 17: All

<u>APPLICATION</u>

On May 24, 2018, Confluence DJ LLC (Operator No. 10518) ("Confluence" or "Applicant"), filed a verified application pursuant to §34-60-116, C.R.S., for an order to:

- 1) Establish an approximate 1,280-acre drilling and spacing unit for Sections 8 and 17, Township 4 North, Range 63 West, 6th P.M. and approve the drilling of up to 27 horizontal wells within the proposed unit, for the production of oil, gas, and associated hydrocarbons from the Niobrara and Codell Formations.
- 2) Provide that the productive interval of any horizontal well shall be no closer than 460 feet from the boundaries of the unit and not less than 150 feet from the productive interval of another well within the unit producing from the formation, unless an exception is granted by the Director; and
- 3) Find that an approximate 1280-acre drilling and spacing unit for the development of the Niobrara and Codell Formations on the Application Lands will prevent waste, protect correlative rights, and maximize the efficient and economic production of the Niobrara and Codell Formations on the Application Lands.
- 4) Applicant states that all horizontal wells permitted for this Application shall be drilled from the surface of the drilling unit, or on adjacent lands, with consent of the landowner, from no more than two wellpads, unless an exception is granted by the Director.
- 5) Providing that relief granted under this Application be effective on oral order by the Commission, relying on the Applicant's desire to be bound by said oral order.
- 6) For such other findings and orders as the Commission may deem proper or advisable in the premises.

APPLICABLE ORDERS AND RULES

(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.

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 filling 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:
Jamie L. Jost
Kelsey H. Wasylenky
Jost Energy Law, P.C.
1401 17th Street, Suite 370
Denver, Colorado 80203
(720) 446-5620
jjost@jostenergylaw.com
kwasylenky@jostenergylaw.com