

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 CODELL AND)	DOCKET NO. 170500237
NIOBRARA FORMATIONS, WATTENBERG)	
FIELD, WELD COUNTY, COLORADO)	TYPE: POOLING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 5 North, Range 66 West, 6th P.M.
Section 1: W $\frac{1}{2}$ E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$
Section 12: W $\frac{1}{2}$ E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$
Section 13: W $\frac{1}{2}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$

APPLICATION

On March 2, 2017, Extraction Oil & Gas, Inc. (Operator No. 10459) ("Extraction" or "Applicant") filed a verified application pursuant to §34-60-116, C.R.S., for an order to:

- 1) Vacate Order No. 407-1773 which pooled all interests in two 720-acre horizontal wellbore spacing units for the Niobrara Formation and subject all nonconsenting interests to the cost recovery provisions of Section 34-60-116(7), C.R.S., for the CS-Sherwood 2-1-13 well (API No. 05-123-42909) and the CS-Sherwood 1-1-13 well (API No. 05-123-42911);
- 2) Pool all interests in two approximate 800-acre designated horizontal wellbore spacing units ("WSU") established for the development and operation of the Niobrara Formation ("WSU No. 1 and 2"); and
- 3) 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 date that any of the costs specified in §34-60-116(7)(b), C.R.S., were first incurred for the drilling of the CS-Sherwood 2-1-13 well (API No. 05-123-42909) (WSU No. 1) and the CS-Sherwood 1-1-13 well (API No. 05-123-42911) (WSU No. 2), each with estimated spud dates of third quarter 2017, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

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 August 29, 2016, the Commission entered Order No. 407-1773, which, among other things, pooled all interests in two 720-acre horizontal wellbore

spacing units for the Niobrara Formation and subject all nonconsenting interests to the cost recovery provisions of Section 34-60-116(7), C.R.S., for the CS-Sherwood 2-1-13 well (API No. 05-123-42909) and the CS-Sherwood 1-1-13 well (API No. 05-123-42911). Portions of the Application Lands are subject to this Order.

NOTICE IS HEREBY GIVEN, pursuant to C.R.S. §§ 34-60-101 to -130, and the Commission's Rules of Practice and Procedure, 2 CCR 404-1, that the Commission has scheduled this matter for hearing on:

Dates: May 1-2, 2017

Time: 9:00 a.m.

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

Additional information about the hearing on this Application will be in the Commission's Agenda, which is posted on the Commission website approximately three (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 April 17, 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 April 17, 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 
Peter Gowen, Acting Secretary

Dated: March 23, 2017

Colorado Oil and Gas Conservation Commission
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