

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

IN THE MATTER OF THE PROMULGATION AND) CAUSE NO. 112
ESTABLISHMENT OF FIELD RULES TO GOVERN)
OPERATIONS IN THE FRUITLAND COAL) DOCKET NO. 170700409
FORMATION, IGNACIO-BLANCO FIELD, LA PLATA)
COUNTY, COLORADO) TYPE: SPACING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 33 North, Range 7 West, N.M.P.M.
Section 8: All

APPLICATION

On April 19, 2017, BP America Production Company, Operator No. 10000, ("BP" or "Applicant") filed a verified application pursuant to §34-60-116, C.R.S., for an order to:

- 1) Establish an approximate 640-acre drilling and spacing unit for the Application Lands, and approve up to two horizontal wells in the unit that overlays existing 320-acre drilling and spacing units, for the production of gas and associated hydrocarbons from the Fruitland Coal Formation;
- 2) Require that the productive interval of the wellbores shall be located no closer than 660 feet from the boundaries of the proposed unit and no closer than 150 feet from any other producing well in the Fruitland Coal Formation, except that there shall be no setback between the proposed Wells and there shall be no internal section line setbacks;
- 3) Exclude any existing wells and any future vertical or directional wells producing oil, gas, and associated hydrocarbons from the Fruitland Coal Formation from the approximate 640-acre drilling and spacing unit; and
- 4) Applicant states that the production in existing or future wells shall be allocated according to the drilling and spacing unit in which the existing or future well is drilled.

APPLICABLE ORDERS AND RULES

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

- On June 17, 1988, the Commission entered Order No. 112-60 which established 320-acre drilling and spacing units for certain lands including the Application Lands, for the production of gas from the Fruitland coal seams, with the permitted well to be located no closer than 990 feet to any outer boundary of the unit, nor closer than 130 feet to any

interior quarter section line, for the production of methane gas from the Fruitland coal seams.

- On August 15, 1988, the Commission entered Order No. 112-61 which amended parts of Order No. 112-60 and established rules, for the production of coalbed methane in the Fruitland coal seams for certain lands including the Application Lands, with the productive interval of the wellbore to be no closer than 990 feet to any outer boundary of the unit, and no closer than 130 feet to any interior quarter section line, without exception granted by the Director.
- On December 17, 1990 (Corrected November 7, 1999), the Commission entered Order No. 112-85 which established additional field rules for certain lands including the Application Lands for the development and operation of the Fruitland coal seams.
- On July 11, 2000, the Commission entered Order No. 112-157 which allowed an optional additional well to be drilled in certain lands including the Application Lands, with the permitted well to be located in any undrilled quarter section no closer than 990 feet to any outer boundary of the unit nor closer than 130 feet to any interior quarter section line, for the development and operation of the Fruitland coal seams.
- On July 10, 2006, the Commission Order No. 112-190 which approved up to four wells in established 320-acre drilling and spacing units for certain lands, including the Application Lands, with the permitted well to be located no closer than 660 feet from the unit boundary with no interior section line setback, for the production of gas and associated hydrocarbons from the Fruitland coal seams.
- On May 18, 2015, the Commission entered Order No. 112-253 which pooled all interests in the approximate 320-acre drilling and spacing unit established for a portion of the Application Lands, for the development and operation of the Fruitland Coal Formation, to accommodate the Southern Ute 01-08 #1 Well (a/k/a Southern Ute GU 1-8 #1 Well or Southern Ute 1-8 #1 FC Well) (API No. 05-067-06003), and the Southern Ute 01-08 #2 Well (no API No.).

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 24-25, 2017

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 10, 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 July 10, 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: May 24, 2017

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

Attorney for Applicant:
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Spencer Legal LLC
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(303) 872-0120

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

IN THE MATTER OF THE PROMULGATION)
AND ESTABLISHMENT OF FIELD RULES)
TO GOVERN OPERATIONS IN THE)
IGNACIO-BLANCO FIELD, LA PLATA)
COUNTY, COLORADO)
)
)
)

Cause No. 112
Docket No. 170700409
Type: SPACING

SUMMONS AND NOTICE OF HEARING BY PUBLICATION

TO THE FOLLOWING INTERESTED PARTIES:

Adcock, Roy	Candelaria, Nickie (aka Nick) G.
Adcock, William	Candelaria, Orlando
Aires, Eddie	Casias, Arthur
Aires, Gertrude	Casias, Isadora
Archuleta, Flora D.	Chavez, Celia
Atencio, Abel	Kuebler, Thelma
Balaz, Tom	Montoya, Ophelia C.
Balaz, Vlasta Purvis	Potter, Marvin D.
Bradshaw, Fred L.	Salazar, Selina
Candelaria, Mercedes	Velasquez, Agustin
Salazar, Adonais	Weis, Nevis M. aka Nevis M. Reardon

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., BP America Production Company (“Applicant”), filed an Application for an order to establish a 640-acre drilling and spacing unit comprised of the Application Lands, with up to two horizontal wells in the unit, that overlays existing 320-acre drilling and spacing units, for the production of gas and associated hydrocarbons from the Fruitland Coal Formation for the following Application Lands:

Township 33 North, Range 7 West, N.M.P.M.
Section 8: All

The Commission scheduled this matter for hearing on:

Dates: July 24-25, 2017

Time: 9:00 a.m.

Place: Colorado Oil & Gas Conservation Commission
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 10, 2017.** 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 10, 2017.**

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:  _____
Peter Gowen, Acting Secretary

Dated: April 25, 2017

Colorado Oil and Gas Conservation
Commission 1120 Lincoln Street, Suite 801
Denver, Colorado 80203
<http://cogcc.state.co.us>

Phone: (303) 894-2100
Fax: (303) 894-2109

Attorney for Applicant:

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