

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) DOCKET NO. 180400342
CODELL FORMATIONS, WATTENBERG FIELD,)
WELD COUNTY, COLORADO) TYPE: POOLING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 6 North, Range 65 West, 6th P.M.
Section 33: All
Section 34: All

APPLICATION

On March 1, 2018, 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) Pool all interests in an approximate 1,280-acre drilling and spacing unit for the Application Lands for the production of oil, gas, and associated hydrocarbons from the Niobrara and Codell Formations;

2) 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 Wake East 2 Well (API No. 05-123-45274), the Wake East 3 Well (API No. 05-123-45279), the Wake East 4 Well (API No. 05-123-45280), the Wake East 5 Well (API No. 05-123-45283), the Wake East 6 Well (API No. 05-123-45285), the Wake East 7 Well (API No. 05-123-45282), the Wake East 8 Well (API No. 05-123-45281), the Wake East 9 Well (API No. 05-123-45517), the Wake East 10 Well (API No. 05-123-45514), the Wake East 11 Well (API No. 05-123-45276), the Wake East 12 Well (API No. 05-123-45288), the Wake East 13 Well (API No. 05-123-45284), the Wake East 14 Well (API No. 05-123-45273), the Wake East 15 Well (API No. 05-123-45275), the Wake East 16 Well (API No. 05-123-45278), the Wake East 17 Well (API No. 05-123-45277), the Wake East 18 Well (API No. 05-123-45287), the Wake East 19 Well (API No. 05-123-45271), the Wake East 20 Well (API No. 05-123-45286), and the Wake East 21 Well (API No. 05-123-45272) ("Wells").

APPLICABLE ORDERS AND RULES

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

- On April 27, 1988, the Commission adopted Rule 318A, the Greater Wattenberg Area Special Well Location, Spacing and Unit Designation Rule, which was amended on August 8, 2011, to among other things, address the drilling of horizontal wells and requires that a horizontal wellbore spacing unit must include any governmental quarter-quarter section

that are located less than 460' from the completed interval of the wellbore lateral. Rule 318A supersedes all prior Commission drilling and spacing orders affecting well location and density requirements of the Greater Wattenberg Area.

- On February 19, 1992 (amended August 20, 1993), the Commission entered Order No. 407-87 which, among other things, established 80-acre drilling and spacing units, for the production of oil, gas, and associated hydrocarbons from the Codell-Niobrara Formations, the Codell Formation, and the Niobrara Formation underlying certain lands, including the Application Lands, with the permitted well locations in accordance with the provisions of Order No. 407-1.
- On June 17, 2014, the Commission entered Order No. 407-1048, which approved Noble Energy, Inc.'s request for an order to pool all interests in two approximate 480-acre designated horizontal wellbore spacing units established for the S½S½ of Section 26, S½SE¼ of Section 27, N½NE¼ of Section 34, and N½N½ of Section 35, Township 6 North, Range 65 West, 6th P.M., and to subject all nonconsenting parties to the cost recovery provisions of Section 34-60-116(7), C.R.S., for the Steadfast E27-62-1HN Well (API No. 05-123-38156) and the Healy E34-69HN Well (API No. 05-123-38156), effective as of the date of the Application, for development and operation of the Niobrara Formation.
- On June 23, 2017, the Commission entered Order No. 407-2049, which established an approximate 1,280-acre drilling and spacing unit for Sections 33 and 34, Township 6 North, Range 65 West, 6th P.M., and approved a total of up to 22 horizontal wells within the unit, for the production of oil, gas, and associated hydrocarbons from the Niobrara and Codell Formations, with the productive interval of each wellbore being no closer than 150 feet from the productive interval of any other wellbore producing from the Niobrara and Codell Formations, and no closer than 460 feet from the unit boundary, without exception being granted by the director. The Application Lands are subject to this order.

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: April 30 - May 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 April 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 April 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: March 23, 2018

Colorado Oil and Gas Conservation Commission
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