

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. 181000712  
CODELL FORMATIONS, WATTENBERG FIELD, )  
WELD COUNTY, COLORADO ) TYPE: SPACING

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

APPLICATION LANDS

Township 5 North, Range 67 West, 6<sup>th</sup> P.M.

Section 25: All  
Section 26: All  
Section 35: All  
Section 36: All

Township 5 North, Range 66 West, 6<sup>th</sup> P.M.

Section 31: All  
Section 32: All  
Section 33: All  
Section 34: All

APPLICATION

On July 30, 2018, SRC Energy Inc. (Operator No. 10311) ("SRC" or "Applicant"), filed a verified application pursuant to §34-60-116, C.R.S., for an order to:

- 1) Modify the setbacks established by Order No. 407-1955 such that for any permitted wells, the treated intervals of the wellbore should be no closer than 150 feet from the western boundary of the drilling and spacing unit, with an inter-well setback of no closer than 150 feet from the treated interval of a well producing from the Niobrara and Codell Formations, without exception being granted by the Director;
- 2) Establish an approximate 2,560-acre drilling and spacing unit for the Application Lands, for production of oil, gas, and associated hydrocarbons from the Niobrara and Codell Formations;
- 3) Approve the drilling of 52 horizontal wells in the proposed unit, to be drilled in an east/west orientation;

4) Allow any horizontal wells to be drilled under this Application for production from the Niobrara and Codell Formations will be drilled from the surface of the drilling unit, or on adjacent lands with consent of the landowner, from no more than five surface locations, unless an exception is granted by the Director;

5) Allow the wellbores of any horizontal wells to be drilled under this Application may enter the Niobrara and Codell Formations anywhere within the unit, or on adjacent lands, without exception being granted by the Director; and

6) Allow the treated intervals of the wellbores to be no closer than 460 feet from the northern and southern boundaries of the proposed unit and no closer than 150 feet from the eastern and western boundaries of the proposed unit, with an inter-well setback no closer than 150 feet from the treated interval of a well producing from the same formation.

#### APPLICABLE ORDERS AND RULES

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

- On February 19, 1992 (amended August 20, 1993), the Commission issued Order 407-87, which, among other things, established 80-acre drilling and spacing units for production of oil, gas and associated hydrocarbons from the Niobrara and Codell Formations, with the permitted well locations to be in accordance with Order No 407-1. The Application Lands are subject to this Order for the production of oil, gas, and associated hydrocarbons from the Niobrara and Codell Formations.
- On April 27, 1998, the Commission adopted Rule 318A, the Greater Wattenberg Area Special Well Location, Spacing and Unit Designation Rule.
- On May 1, 2017, the Commission entered Order No 407-1961 which, among other things, established an approximate 1,280-acre drilling and spacing unit for Sections 25 and 26, Township 5 North, Range 67 West, 6<sup>th</sup> P.M., and authorized up to 13 horizontal wells for the production of oil, gas, and associated hydrocarbons from the Niobrara and Codell Formations.
- On May 1, 2017, the Commission entered Order No. 407-1955, which among other things, established an approximate 2,560-acre drilling and spacing unit covering Sections 31, 32, 33, and 34, Township 5 North, Range 66 West, 6<sup>th</sup> P.M., and authorizing the drilling of up to 26 horizontal wells within the proposed unit, for the production of oil, gas, and associated hydrocarbons from the Niobrara and Codell Formations, with the treated intervals of the wellbore of any permitted wells to be located not less than 460 feet from the boundaries of the proposed unit, with an inter-well setback of not less than 150 feet from the treated interval of a well producing from the Niobrara and Codell Formations, without exception being granted by the Director.
- On July 24, 2017, the Commission entered Order Nos. 407-2114 which, among other things, amended the inter-well setbacks for the approximate 2,560 acre drilling and spacing unit established by Docket No. 407-1955 "to allow not less than 100 feet from the productive interval of another well within 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: December 17-18, 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 three 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 December 3, 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 December 3, 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: November 1, 2018

Colorado Oil and Gas Conservation Commission  
1120 Lincoln Street, Suite 801  
Denver, CO 80203  
Website: <http://cogcc.state.co.us>  
Phone: (303) 894-2100  
Fax: (303) 894-2109

Attorneys for Applicant:  
James Parrot  
Jillian Fulcher  
Jobediah Rittenhouse  
Beatty & Wozniak, P.C.  
216 16th Street, Suite 1100  
Denver, Colorado 80202  
(303) 407-4499  
[jparrot@bwenergylaw.com](mailto:jparrot@bwenergylaw.com)  
[jfulcher@bwenergylaw.com](mailto:jfulcher@bwenergylaw.com)  
[jrittenhouse@bwenergylaw.com](mailto:jrittenhouse@bwenergylaw.com)

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. 181000712  
FORMATIONS, WATTENBERG FIELD, WELD COUNTY, )  
COLORADO ) TYPE: SPACING

**SUMMONS BY PUBLICATION**

THE PEOPLE OF THE STATE OF COLORADO

TO THE Following interested parties: **Frank Willey, Steve McCartney; and All unknown persons who may claim any interest in the subject matter of this action**

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., SRC Energy Inc. (Operator No. 10311) (“Applicant”), filed an Application for an order to establish an approximate 2,560-acre drilling and spacing unit, and approve up to 52 horizontal wells within the unit in the below-described lands (“Application Lands”), for the production of oil, gas, and associated hydrocarbons from the Niobrara and Codell Formations:

Township 5 North, Range 67 West, 6<sup>th</sup> P.M.

Section 25: All  
Section 26: All  
Section 35: All  
Section 36: All

Additionally, the Application requests modification of the setbacks in an approximate 2,560-acre drilling and spacing unit established by Order No. 407-1955, for the production of oil, gas, and associated hydrocarbons from the Niobrara and Codell Formations. The lands subject to Order No. 407-1955 are as follows:

Township 5 North, Range 66 West, 6<sup>th</sup> P.M.

Section 31: All  
Section 32: All  
Section 33: All  
Section 34: All

The Commission scheduled this matter for hearing on:

Date: October 29 - 30, 2018  
Time: 9:00 a.m.  
Place: Colorado Oil and Gas Conservation Commission  
The Chancery Building  
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 **October 15, 2018**. 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 **October 15, 2018, if a prehearing conference is requested by the Applicant, or any person who has filed a protest or intervention.**

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  \_\_\_\_\_  
Julie Spence Prine, Secretary

Dated: August 6, 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:  
Jillian Fulcher  
Jobediah J. Rittenhouse  
Beatty & Wozniak, P.C.  
216 16th Street, Suite 1100  
Denver, Colorado 80202  
(303) 407-4499  
[jfulcher@bwenerylaw.com](mailto:jfulcher@bwenerylaw.com)  
[jrittenhouse@bwenerylaw.com](mailto:jrittenhouse@bwenerylaw.com)