

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,) DOCKET NO. 181000717
AND 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 7 North, Range 67 West, 6th P.M.

Section 5: All
Section 6: All
Section 7: All
Section 8: All

APPLICATION

On August 20, 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) Vacate Order No. 407-2503, which established two approximate 1,280-acre stand-up drilling and spacing units for certain lands located in Sections 5, 6, 7, and 8, Township 7 North, Range 67 West, 6th P.M., which authorized the drilling of 20 horizontal wells within each proposed unit, for production of oil, gas and associated hydrocarbons from the Codell-Niobrara Formation.

2) Establish two approximate 1,280-acre drilling and spacing units for the Application Lands as described below, and approving the drilling of 20 horizontal wells within each proposed unit, for production of oil, gas and associated hydrocarbons from the Codell and Niobrara Formations, with the treated intervals of any horizontal well permitted under this Application located not less than 460 feet from unit boundaries and not less than 150 feet from any other well producing or drilling from the Codell and Niobrara Formations, without exception being granted by the Director:

Township 7 North, Range 67 West, 6th P.M.

Section 5: All
Section 6: All

Drilling and Spacing Unit ("DSU") No. 1

Township 7 North, Range 67 West, 6th P.M.

Section 7: All
Section 8: All

DSU No. 2

3) Limit the drilling of any permitted wells under this Application to no more than eight multi-well pads either: (1) on lands overlying the drilling and spacing units from either inside a Rule 318A GWA drilling window or lands outside the GWA windows with landowner consent, absent exception granted by the Director, or (2) on lands outside the drilling and spacing units with landowner consent, absent exception granted by the Director.

APPLICABLE ORDERS AND RULES

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

- On April 27, 1988, the Commission adopted Rule 318A which, among other things, allowed certain drilling locations to be utilized to drill or twin a well, deepen a well or recomplete a well and to commingle any or all Cretaceous Age Formations from the base of the Dakota Formation to the surface. Rule 318A supersedes all prior Commission drilling and spacing orders affecting well location and density requirements of Greater Wattenberg Area ("GWA") wells. On December 5, 2005, Rule 318A was amended, among other things, to allow interior infill and boundary wells to be drilled and wellbore spacing units to be established. On August 8, 2011, Rule 318A was again amended, among other things, to address drilling of horizontal wells. The Application Lands are subject to Rule 318A for the Codell and Niobrara Formations.
- On June 11, 2018, the Commission issued Order No. 407-2503 which, among other things, established two approximate 1,280-acre stand-up drilling and spacing units for the Application Lands (one drilling and spacing unit for Sections 5 & 8, Township 7 North, Range 67 West, 6th P.M., and another drilling and spacing unit for Sections 6 & 7, Township 7 North, Range 67 West, 6th P.M.), with authority to drill 20 horizontal wells within each unit, for the production of oil, gas and associated hydrocarbons from the Codell-Niobrara Formation, with the treated intervals of any permitted well located not less than 460 feet from unit boundaries and not less than 150 feet from any other well producing or drilling from the Codell and/or Niobrara Formations.

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: 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

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 October 15, 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 October 15, 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  _____
Julia Spence Pine, Secretary

Dated: September 24, 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:
Robert A. Willis
Poulson, Odell & Peterson, LLC
1775 Seventeenth Street, Suite 1400
Denver, CO 80203
Phone: (303) 264-4418
rwillis@popllc.com