

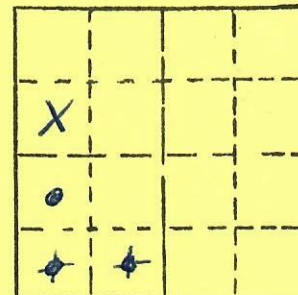


81-789

VERBAL REQUEST

NOTICE OF INTENTION TO DRILL XBonding Status Blanket

NOTICE OF INTENTION TO ABANDON _____

OTHER Cont. (Denton Bros.)COMPANY Piedmont Expl. Inc. ADDRESS _____BY Dean Cummins Owner PHONE NO. _____
Title ExtensionWELL NO. 2 LEASE DOLL EstateCOUNTY Weld FIELD GrailLocation SW NW Sec. 14 Twp. 7N Range 58W Meridian 6_____ feet from _____ Section line, and _____ feet from _____ Section Line
N or S E or WESTIMATED DATE OF WORK 5-10-81 ESTIMATED TIME —DETAILS OF PLAN OF WORK: T.D. 6500 FORMATION JSURFACE CASING 8 5/8" @ 200'Lease w 1/2 14APPROVED BY J. A. Mc Kee DATE 5-5-81

Date: May 19, 1999

To: Rich Griebing, Director

From: Larry Robbins

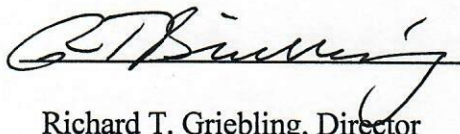
Re: Recommendation that the Director make an application to the Commission for an Order Finding Violation.

Per Commission Rule 522.c.(1), I am requesting that you make an application to the Commission for an Order Finding Violation (OFV) against Sunset Hill Oil Company Inc. who filed for bankruptcy in 1986 and is no longer in business. K. P. Kauffman (bankruptcy trustee) who was issued the NOAV replied, the three (3) Doll Estate wells and the Copeland well located in Section 14, T.7N. R.58W were not part of the bankruptcy estate. All four (4) wells have been plugged, yet the wellsites require some minor clean-up. Commission staff is requesting that the plugging bond be claimed and the restoration completed

COGCC staff is requesting that the matter be heard at Commission hearing. If you agree that an application for an OFV be issued, please sign and forward this memo to Ginger.

Thank You.

I agree that an application to the Commission for an Order Finding Violation be issued against Sunset Hill Oil Co., Inc.

A handwritten signature in dark ink, appearing to read "R. T. Griebing", with a stylized flourish at the end.

Richard T. Griebing, Director

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

IN THE MATTER OF ALLEGED VIOLATIONS OF THE
RULES AND REGULATIONS OF THE COLORADO OIL
AND GAS CONSERVATION COMMISSION BY
SUNSET HILL OIL COMPANY INC.,
WELD COUNTY, COLORADO

) CAUSE NO. 1
)
)

) DOCKET NO. 9907-OV-04
)

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

On June 5, 1997 Colorado Oil and Gas Conservation Commission ("COGCC") staff issued a Notice of Alleged Violation ("NOAV") for the Doll Estate #1 Well located in the NW¼ SW¼ of Section 14, Township 7 North, Range 58 West, 6th P.M. The NOAV cited a violation of Rule 1004, which required that the remaining oilfield junk be removed and the wellsite contoured and re-vegetated. The Doll Estate #1 Well was plugged and abandoned on November 27, 1990. The NOAV required an abatement date for reclamation of the Doll Estate #1 wellsite no later than June 30, 1997.

K.P. Kauffman Company, Inc. ("KPK") was appointed as bankruptcy trustee for Sunset Hill Oil Company Inc.

On June 13, 1997, KPK responded to the NOAV stating "It is KPK's belief that the captioned well has never been under the operation of KPK nor has the well or lands ever been assigned to KPK".

The Doll Estate #2, Doll Estate #3 and Copland #1 Wells located in Section 14, Township 7 North, Range 58 West, 6th P.M. were plugged in 1990 yet all three (3) wellsites still require minor cleanup and reclamation. Based on the information provided by KPK, the Sunset Hill Oil Company Inc. plugging bond in the amount of Thirty Thousand Dollars (\$30,000) should be claimed and the monies used to remove any remaining equipment and debris such as risers, anchors, piping and gravel and to reclaim the wellsites.

COGCC staff has estimated the cleanup and wellsite reclamation costs for all the wells at approximately Six Thousand Dollars (\$6,000).

The Director finds that failure to complete restoration operations is a continuing violation of Rule 1004, by Sunset Hill Oil Company.

Because Sunset Hill Oil Company Inc. is bankrupt, the Commission should make a claim on Sunset Hill Oil Company Inc.'s plugging bond to complete restoration activities at the Doll Estate #1, Doll Estate #2, Doll Estate #3 and the Copeland #1 Wells located in Section 14, Township 7 North, Range 58 West.

NOTICE IS HEREBY GIVEN, that the Oil and Gas Conservation Commission of the State of Colorado, pursuant to the above, has scheduled the above-entitled matter for hearing on:

Date: Monday, July 12, 1999
Tuesday, July 13, 1999
Time: 8:30 a.m. – 5:30 p.m.
Place: Suite 801, The Chancery Building
1120 Lincoln Street
Denver, Colorado 80203

In accordance with the Americans with Disabilities Act, if any party requires special accommodations for this hearing as a result of a disability, please contact the COGCC at (303) 894-2100 prior to the hearing.

Pursuant to said hearing in the above-entitled matter at the time and place aforesaid, or at any adjourned meeting, the Commission will enter such orders as it deems appropriate to prevent the waste of oil and gas, either or both, in the operations of said field, and to carry out the purposes of the statute.

Any interested party desiring to protest the granting of the application or to intervene should file with the Commission a written protest or a notice to intervene no later than July 2, 1999, briefly stating the basis of the protest or intervention. **Such interested party shall, at the same time, serve a copy of the protest or notice to intervene to the person filing the application.** An original and nine (9) copies, accompanied by a fee of Seventy dollars (\$70.00) shall be filed with the Commission. Pursuant to Rule 503.e., if a party who has received notice under Rule 503.b. wishes to receive further pleadings in the above-referenced matter, that party must file a protest or intervention in accordance with these rules.

IN THE NAME OF THE STATE OF COLORADO

OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

By 
Patricia C. Beaver, Secretary

Dated at Suite 801
1120 Lincoln Street
Denver, Colorado 80203
June 9, 1999