

FORM
2

Rev
12/05

State of Colorado
Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80205 Phone: (303) 894-2100 Fax: (303) 894-2109



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| DE | ET | OE | ES |
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Document Number:

400033401

Plugging Bond Surety

20060153

APPLICATION FOR PERMIT TO:

1. ☒ Drill, ☐ Deepen, ☐ Re-enter, ☐ Recomplete and Operate

2. TYPE OF WELL

OIL ☐ GAS ☒ COALBED ☐ OTHER _____
SINGLE ZONE ☐ MULTIPLE ZONE ☒ COMMINGLE ZONE ☒

Refiling ☒

Sidetrack ☐

3. Name of Operator: EXXON MOBIL CORPORATION

4. COGCC Operator Number: 28600

5. Address: P O BOX 4358

City: HOUSTON State: TX Zip: 77210-4358

6. Contact Name: Lynn Neely Phone: (281)654-1949 Fax: (262)313-9747
Email: lynn.r.neely@exxonmobil.com

7. Well Name: Freedom Unit Well Number: 297-32A10

8. Unit Name (if appl): Freedom Unit Unit Number: COC69547X

9. Proposed Total Measured Depth: 13500

WELL LOCATION INFORMATION

10. QtrQtr: SENE Sec: 32 Twp: 2S Rng: 97W Meridian: 6

Latitude: 39.836054 Longitude: -108.298270

Footage at Surface: 1478 FNL/FSL FNL 642 FEL/FWL FEL

11. Field Name: Piceance Creek Field Number: 68800

12. Ground Elevation: 6553 13. County: RIO BLANCO

14. GPS Data:

Date of Measurement: 01/25/2006 PDOP Reading: 1.9 Instrument Operator's Name: D. Petty

15. If well is ☒ Directional ☐ Horizontal (highly deviated) **submit deviated drilling plan.**

Footage at Top of Prod Zone: FNL/FSL 1698 FNL 93 FWL 1698 FNL 93 FWL
Sec: 33 Twp: 2S Rng: 97W Sec: 33 Twp: 2S Rng: 97W

16. Is location in a high density area? (Rule 603b)? ☐ Yes ☒ No

17. Distance to the nearest building, public road, above ground utility or railroad: 269 ft

18. Distance to nearest property line: 150 ft 19. Distance to nearest well permitted/completed in the same formation: 830 ft

20. LEASE, SPACING AND POOLING INFORMATION

| Objective Formation(s) | Formation Code | Spacing Order Number(s) | Unit Acreage Assigned to Well | Unit Configuration (N/2, SE/4, etc.) |
|------------------------|----------------|-------------------------|-------------------------------|--------------------------------------|
| Mesaverde | MVRD | | | |
| Ohio Creek | OHCRK | | | |
| Wasatch | WSTC | | | |

21. Mineral Ownership: ☐ Fee ☐ State ☒ Federal ☐ Indian Lease #: COC62807

22. Surface Ownership: ☐ Fee ☐ State ☒ Federal ☐ Indian

23. Is the Surface Owner also the Mineral Owner? ☒ Yes ☐ No Surface Surety ID#:

23a. If 23 is Yes: Is the Surface Owner(s) signature on the lease? ☒ Yes ☐ No

23b. If 23 is No ☐ Surface Owners Agreement Attached or ☐ \$25,000 Blanket Surface Bond ☐ \$2,000 Surface Bond ☐ \$5,000 Surface Bond

24. Using standard QtrQtr, Sec, Twp, Rng format enter entire mineral lease description upon which this proposed wellsite is located (attach separate sheet/map if you prefer):
No change from original mineral lease description

25. Distance to Nearest Mineral Lease Line: 93 ft 26. Total Acres in Lease: 1248

DRILLING PLANS AND PROCEDURES

27. Is H2S anticipated? ☐ Yes ☒ No If Yes, attach contingency plan.

28. Will salt sections be encountered during drilling? ☐ Yes ☒ No

29. Will salt (>15,000 ppm TDS CL) or oil based muds be used during drilling? ☒ Yes ☐ No

30. If questions 27 or 28 are yes, is this location in a sensitive area (Rule 903)? ☐ Yes ☒ No If 28, 29, or 30 are "Yes" a pit permit may be required.

31. Mud disposal: ☐ Offsite ☒ Onsite

Method: ☐ Land Farming ☐ Land Spreading ☐ Disposal Facility Other: Burial

Note: The use of an earthen pit for Recompletion fluids requires a pit permit (Rule 905b). If air/gas drilling, notify local fire officials.

| Casing Type | Size of Hole | Size of Casing | Weight Per Foot | Setting Depth | Sacks Cement | Cement Bottom | Cement Top |
|-------------|--------------|----------------|-----------------|---------------|--------------|---------------|------------|
| CONDUCTOR | 26 | 20 | Line Pipe | 120 | 140 | 120 | 0 |
| SURF | 14+3/4 | 10+3/4 | 45.5 | 4,000 | 2,235 | 4,000 | 0 |
| 2ND | 9+7/8 | 7 | 26 | 7,800 | 1,035 | 7,800 | 3,900 |
| 3RD | 6+1/8 | 4+1/2 | 15.1 | 12,400 | 620 | 12,400 | 6,100 |

32. BOP Equipment Type: ☒ Annular Preventer ☒ Double Ram ☒ Rotating Head ☐ None

33. Comments Well pad has been built and first row of wells have been drilled (A1-A5). No additional disturbance will be done. BML is surface and mineral owner. No rig on location. Wells scheduled to spud 4th quarter 2010. Per Mark Del Pico (ExxonMobil) the filing of a Form2A for this location should not be required because the following location conditions have been fully addressed: The pad has been built. The pits have been constructed. The refile will not require any expansion / additional surface disturbance of the pad. The location does not require a variance from any of the rules listed in Rule 306.d.(1).(A).(ii). The location is not in a wildlife restricted surface occupancy area.

34. Location ID: 335900

35. Is this application in a Comprehensive Drilling Plan ? ☐ Yes ☐ No

36. Is this application part of submitted Oil and Gas Location Assessment ? ☐ Yes ☐ No

I hereby certify all statements made in this form are, to the best of my knowledge, true, correct, and complete.

Signed: _____ Print Name: Lynn Neely

Title: Regulatory Specilaist Date: 1/28/2010 Email: lynn.r.neely@exxonmobil.com

Based on the information provided herein, this Application for Permit-to-Drill complies with COGCC Rules and applicable orders and is hereby approved.

COGCC Approved: David G. Neslin Director of COGCC Date: 3/22/2010

API NUMBER

05 103 11129 00

Permit Number: _____

Expiration Date: 3/21/2011**CONDITIONS OF APPROVAL, IF ANY:**

All representations, stipulations and conditions of approval stated in the Form 2A for this location shall constitute representations, stipulations and conditions of approval for this Form 2 Permit-to-Drill and are enforceable to the same extent as all other representations, stipulations and conditions of approval stated in this Permit-to-Drill.

1)24 HOUR SPUD NOTICE REQUIRED. E-MAIL: Shaun.Kellerby@state.co.us 2)CEMENT TOP VERIFICATION BY CBL REQUIRED. 3)THE MOISTURE CONTENT OF ANY DRILL CUTTINGS IN A CUTTINGS PIT, TRENCH, OR PILE SHALL BE AS LOW AS PRACTICABLE TO PREVENT ACCUMULATION OF LIQUIDS GREATER THAN DE MINIMIS AMOUNTS. AT THE TIME OF CLOSURE, THE DRILL CUTTINGS MUST ALSO MEET THE APPLICABLE STANDARDS OF TABLE 910-1. 4)THE PROPOSED SURFACE CASING IS MORE THAN 50' BELOW THE DEPTH OF THE DEEPEST WATER WELL WITHIN 1MILE OF THE SURFACE LOCATION WHEN CORRECTED FOR ELEVATION DIFFERENCES. THE DEEPEST WATER WELL WITHIN 1 MILE IS 000 FEET DEEP.

Attachment Check List

| Att Doc Num | Name | Doc Description |
|-------------|------------------|----------------------|
| 400033407 | FORM 2 SUBMITTED | LF@2396542 400033407 |

Total Attach: 1 Files