

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



| | | | |
|----|----|----|----|
| DE | ET | OE | ES |
|----|----|----|----|

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 ☐

Document Number:

400050047

Plugging Bond Surety

20010124

3. Name of Operator: KERR-MCGEE OIL & GAS ONSHORE LP

4. COGCC Operator Number: 47120

5. Address: P O BOX 173779

City: DENVER State: CO Zip: 80217-3779

6. Contact Name: REBECCA HEIM Phone: (720)929-6361 Fax: (720)929-7361

Email: REBECCA.HEIM@ANADARKO.COM

7. Well Name: COTTONWOOD Well Number: 24-33

8. Unit Name (if appl): _____ Unit Number: _____

9. Proposed Total Measured Depth: 8476

WELL LOCATION INFORMATION

10. QtrQtr: SESE Sec: 33 Twp: 2N Rng: 66W Meridian: 6

Latitude: 40.089539 Longitude: -104.775344

Footage at Surface: 799 FNL/FSL FSL 741 FEL/FWL FEL

11. Field Name: SPINDLE Field Number: 77900

12. Ground Elevation: 4986 13. County: WELD

14. GPS Data:

Date of Measurement: 02/05/2010 PDOP Reading: 2.4 Instrument Operator's Name: TRAVIS KRAICH

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

Footage at Top of Prod Zone: FNL/FSL 2600 FSL 1320 FEL 2600 FEL 1320 FEL
Sec: 33 Twp: 2N Rng: 66W Sec: 33 Twp: 2N Rng: 66W

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: 610 ft

18. Distance to nearest property line: 365 ft 19. Distance to nearest well permitted/completed in the same formation: 520 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.) |
|------------------------|----------------|-------------------------|-------------------------------|--------------------------------------|
| J-SAND | JSND | | 160 | S/2NE/4, N/2SE/4 |
| NIOBRARA-CODELL | NB-CD | 407 | 160 | S/2NE/4, N/2SE/4 |

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

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 Bon ☐ \$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):
SEE ATTACHED LEASE

25. Distance to Nearest Mineral Lease Line: 1320 ft 26. Total Acres in Lease: 5741

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: _____

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 |
|-------------|--------------|----------------|-----------------|---------------|--------------|---------------|------------|
| SURF | 12+1/4 | 8+5/8 | 24 | 950 | 665 | 950 | |
| 1ST | 7+7/8 | 4+1/2 | 11.6 | 8,476 | 200 | 8,476 | |

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

33. Comments NO CONDUCTOR CASING WILL BE USED

34. Location ID: _____

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: REBECCA.HEIM@ANADARKO.COM

Title: REGULATORY ANALYST II Date: 3/26/2010 Email: DJRegulatory@anadarko.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: _____ Director of COGCC Date: _____

API NUMBER

05

Permit Number: _____ Expiration Date: _____

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.

Attachment Check List

| Att Doc Num | Name | Doc Description |
|-------------|------------------------|---|
| 400050110 | PROPOSED SPACING UNIT | COTTONWOOD 24-33 SPACING UNIT MAP.pdf |
| 400050113 | PLAT | COTTONWOOD 24-33 PLAT.pdf |
| 400050114 | TOPO MAP | COTTONWOOD 24-33 2N66W33 Topo.pdf |
| 400050115 | OIL & GAS LEASE | OGL.pdf |
| 400050116 | SURFACE AGRMT/SURETY | Cottonwood SUA.pdf |
| 400050119 | DEVIATED DRILLING PLAN | COTTONWOOD 24-33 DIRECTIONAL.pdf |
| 400050120 | EXCEPTION LOC WAIVERS | COTTONWOOD 24-33 WAIVER 318A.a & 318A.c.pdf |
| 400050121 | MULTI-WELL PLAN | COTTONWOOD 3 PAD 2N66W33.pdf |
| 400050288 | 30 DAY NOTICE LETTER | COTTONWOOD NOTICE LETTER.pdf |

Total Attach: 9 Files