

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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APPLICATION FOR PERMIT TO:

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

2. TYPE OF WELL

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

Refiling ☐
Sidetrack ☐

Document Number:

2558044

Plugging Bond Surety

20100017

3. Name of Operator: ENCANA OIL & GAS (USA) INC

4. COGCC Operator Number: 100185

5. Address: 370 17TH ST STE 1700

City: DENVER State: CO Zip: 80202-5632

6. Contact Name: NICK G. CURRAN Phone: (720)876-5288 Fax: (720)876-6288
Email: NICK.CURRAN@ENCANA.COM

7. Well Name: ELMQUIST Well Number: 2-4-33

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

9. Proposed Total Measured Depth: 8179

WELL LOCATION INFORMATION

10. QtrQtr: SENW Sec: 23 Twp: 2N Rng: 68W Meridian: 6

Latitude: 40.126950 Longitude: -104.974030

Footage at Surface: 1641 FNL/FSL FNL 1604 FEL/FWL FWL

11. Field Name: WATTENBERG Field Number: 90750

12. Ground Elevation: 4917 13. County: WELD

14. GPS Data:

Date of Measurement: 05/10/2010 PDOP Reading: 1.6 Instrument Operator's Name: CRAIG BURKE

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

Footage at Top of Prod Zone: FNL/FSL 2604 FNL 1300 FWL FWL Bottom Hole: FNL/FSL 2604 FNL 1300 FWL FWL
Sec: 23 Twp: 2N Rng: 68W Sec: 23 Twp: 2N Rng: 68W

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: 941 ft

18. Distance to nearest property line: 1006 ft 19. Distance to nearest well permitted/completed in the same formation: 875 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.)
CODELL	CODL	407	160	GWA
J SAND	JSND	232-23	160	GWA
NIOBRARA	NBRR	407	320	GWA

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):
NE/4 SEC. 22 & NW/4 SEC 23-2N-68W

25. Distance to Nearest Mineral Lease Line: 95 ft 26. Total Acres in Lease: 320

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	750	320	750	0
1ST	7+7/8	4+1/2	11.6	8,179	280	8,179	7,123

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

33. Comments NO CONDUCTOR CASING WILL BE USED. PLUGGING BOND ID ADDED PER EMAIL FROM OPERATOR MKO 6-21-2010. PROPOSED GWA SPACING UNIT FOR J-SAND : W2 PROPOSED GWA SPACING UNIT FOR NB-CD: S2NW & N2SW

34. Location ID: 336106

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: NICK G. CURRAN

Title: PERMITTING Date: 6/16/2010 Email: NICK.CURRAN@ENCANA.CO

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 S. Neslin Director of COGCC Date: 8/13/2010

API NUMBER

05 123 31977 00

Permit Number: _____ Expiration Date: 8/12/2012

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.

Because this is 318Ae Boundary well location, no formation other than NB-CD or Jsand
may be completed.

- 1) Provide 24 hour notice of MIRU to Jim Precup at 303-469-1902 or e-mail at james.precup@state.co.us
- 2) Comply with Rule 317.i and provide cement coverage from TD to a minimum of 200' above Niobrara and from 200' below Shannon to 200' above Sussex. Verify coverage with cement bond log.
- 3) Comply with Rule 321. Run and submit Directional Survey from TD to base of surface casing. Ensure that the wellbore complies with setback requirements in commission orders or rules prior to producing the well.

Attachment Check List

Att Doc Num	Name	Doc Description
1770460	SURFACE CASING CHECK	LF@2511715 1770460
2558044	APD ORIGINAL	LF@2492424 2558044
2558045	WELL LOCATION PLAT	LF@2492425 2558045
2558046	TOPO MAP	LF@2492451 2558046
2558047	MINERAL LEASE MAP	LF@2492452 2558047
2558048	SURFACE AGRMT/SURETY	LF@2492426 2558048
2558049	30 DAY NOTICE LETTER	LF@2492427 2558049
2558050	DEVIATED DRILLING PLAN	LF@2492428 2558050
2558051	OTHER	LF@2492429 2558051
2558052	PROPOSED SPACING UNIT	LF@2492430 2558052
2621793	PROPOSED SPACING UNIT	LF@2522340 2621793
2621794	OTHER	LF@2522341 2621794

Total Attach: 12 Files

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