

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
----	----	----	----

Document Number:
400078223
Plugging Bond Surety

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

Refilling
Sidetrack

3. Name of Operator: WILLIAMS PRODUCTION RMT COMPANY 4. COGCC Operator Number: 96850

5. Address: 1515 ARAPAHOE ST STE 1000
City: DENVER State: CO Zip: 80202

6. Contact Name: Matt Barber Phone: (303)606-4385 Fax: (303)629-8275
Email: matt.barber@williams.com

7. Well Name: Federal RGU Well Number: 23-23-198

8. Unit Name (if appl): RYAN GULCH UNIT Unit Number: COC068239
X

9. Proposed Total Measured Depth: 12413

WELL LOCATION INFORMATION

10. QtrQtr: NESW Sec: 23 Twp: 1S Rng: 98W Meridian: 6
Latitude: 39.946904 Longitude: -108.362654

Footage at Surface: 1828 FNL/FSL FSL 1906 FEL/FWL FWL

11. Field Name: SULPHUR CREEK Field Number: 80090

12. Ground Elevation: 6543.4 13. County: RIO BLANCO

14. GPS Data:

Date of Measurement: 05/26/2010 PDOP Reading: 1.6 Instrument Operator's Name: John Richardson

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

Footage at Top of Prod Zone: FNL/FSL 2617 FSL 1895 FWL FWL Bottom Hole: FNL/FSL 2617 FEL/FWL 1895 FWL FWL
Sec: 23 Twp: 1S Rng: 98W Sec: 23 Twp: 1S Rng: 98W

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: 2567 ft

18. Distance to nearest property line: 9939 ft 19. Distance to nearest well permitted/completed in the same formation: 338 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.)
ILES	ILES			
SEGO	SEGO			
WILLIAMS FORK	WMFK			

21. Mineral Ownership: Fee State Federal Indian Lease #: COC060732

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):
 Sec. 23 Lots 1-16; Sec. 26 Lots 2-16; T2S, R98W, 6th P.M.

25. Distance to Nearest Mineral Lease Line: 1895 ft 26. Total Acres in Lease: 1205

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: EVAPORATING AND BACK

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	18	48	80	135	80	0
SURF	14+3/4	9+5/8	36	3,888		3,888	0
1ST	8+3/4	4+1/2	11.6	12,413		12,413	

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

33. Comments Cement will be circulated to the surface in the Conductor & Surface Strings. Cement will be circulated to at least 200' above the uppermost Mesaverde sand in the Production String.

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: Matt Barber

Title: Sr. Regulatory Specialist Date: 7/20/2010 Email: matt.barber@williams.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 S. Nash Director of COGCC Date: 9/9/2010

API NUMBER: **05 103 11788 00** Permit Number: _____ Expiration Date: 9/8/2012

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.

- (1) COMPLIANCE WITH THE MOST CURRENT REVISION OF THE NORTHWEST COLORADO NOTIFICATION POLICY IS REQUIRED.
- (2) RESERVE PIT MUST BE LINED.
- (3) CEMENT-TOP VERIFICATION BY CBL REQUIRED.
- (4) OPERATOR MUST ENSURE 110 PERCENT SECONDARY CONTAINMENT FOR ANY VOLUME OF FLUIDS CONTAINED AT WELL-SITE DURING DRILLING AND COMPLETION OPERATIONS. IF FLUIDS ARE CONVEYED VIA PIPELINE, OPERATOR MUST IMPLEMENT BEST-MANAGEMENT-PRACTICES TO CONTAIN ANY UNINTENTIONAL RELEASE OF FLUIDS.
- (5) 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.
- (6) THE PROPOSED SURFACE CASING IS MORE THAN 50' BELOW THE DEPTH OF THE DEEPEST WATER WELL WITHIN 1-MILE OF THE SURFACE LOCATION WHEN CORRECTED FOR ELEVATION DIFFERENCES. THE DEEPEST WATER WELL WITHIN 1-MILE IS 3000 FEET DEEP.

Attachment Check List

Att Doc Num	Name	Doc Description
400078223	FORM 2 SUBMITTED	LF@2511286 400078223
400078330	DEVIATED DRILLING PLAN	LF@2511287 400078330
400078332	TOPO MAP	LF@2511288 400078332
400078333	FED. DRILLING PERMIT	LF@2511289 400078333
400078535	WELL LOCATION PLAT	LF@2511290 400078535

Total Attach: 5 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	All corrections were verbally approved by Matt Barber	9/9/2010 10:56:30 AM
Permit	commingle was left blank, date was incorrect on gps data, part of OGLA was blank, rotating head was added to BOPE	9/7/2010 3:44:41 PM

Total: 2 comment(s)

Error: Subreport could not be shown.