

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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Document Number:
400089727
Plugging Bond Surety
20100171

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: RANCHERS EXPLORATION PARTNERS LLC 4. COGCC Operator Number: 10350

5. Address: 7257 W 4TH STREET #3
City: GREELEY State: CO Zip: 80634

6. Contact Name: Walter Lowry Phone: (303)884-5505 Fax: ()
Email: walter@ranchers.mx

7. Well Name: Retta J Well Number: 1

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

9. Proposed Total Measured Depth: 7800

WELL LOCATION INFORMATION

10. QtrQtr: SWNW Sec: 24 Twp: 6N Rng: 68W Meridian: 6
Latitude: 40.474240 Longitude: -104.961020

Footage at Surface: _____ FNL/FSL _____ FEL/FWL _____
1863 FNL 596 FWL

11. Field Name: Wattenberg Field Number: 90750

12. Ground Elevation: 4875 13. County: LARIMER

14. GPS Data:

Date of Measurement: 08/18/2010 PDOP Reading: 1.2 Instrument Operator's Name: Dave Berglund

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

Footage at Top of Prod Zone: _____ FNL/FSL _____ FEL/FWL _____ Bottom Hole: _____ FNL/FSL _____ FEL/FWL _____

Sec: _____ Twp: _____ Rng: _____ Sec: _____ Twp: _____ Rng: _____

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: 390 ft

18. Distance to nearest property line: 256 ft 19. Distance to nearest well permitted/completed in the same formation: 3775 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	407-87	80	W/2 NW/4
J SAND	JSND		320	W/2 NW/4
Niobrara	NBRR	407-87	80	W/2 NW/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):
W/2, NW/4, Sec 24, T6N, R68W, 6th PM

25. Distance to Nearest Mineral Lease Line: 596 ft 26. Total Acres in Lease: 80

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	400	240	400	0
1ST	7+7/8	4+1/2	11.6	7,800	294	7,800	6,627

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

33. Comments No conductor casing will be set.

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: Dan Hull

Title: Project Manager Date: 9/3/2010 Email: dan.hull@lra-inc.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. Nashin Director of COGCC Date: 9/30/2010

API NUMBER
05 069 06431 00

Permit Number: _____ Expiration Date: 9/29/2012

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) Provide 24 hour notice of MIRU to Ed Binkley at 970-506-9834 or e-mail at ed.binkley@state.co.us
- 2) Comply with Rule 317.i and provide cement coverage from TD to a minimum of 200' above Niobrara. Verify coverage with cement bond log.

Attachment Check List

Att Doc Num	Name	Doc Description
2590161	SURFACE AGRMT/SURETY	LF@2536491 2590161
400089727	FORM 2 SUBMITTED	LF@2536397 400089727
400089830	WELL LOCATION PLAT	LF@2536398 400089830

Total Attach: 3 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	phone call to opr/Walter to confirm that it's ok to note that in 22b that there is an SUA and it's ok to attach and check off for the form 2 choice .	9/7/2010 9:53:27 AM
Permit	no J-sand spacing orders seen from map poly	9/7/2010 9:08:20 AM

Total: 2 comment(s)

Error: Subreport could not be shown.