

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:
400064198
Plugging Bond Surety
20090078

3. Name of Operator: PETROLEUM DEVELOPMENT CORPORATION 4. COGCC Operator Number: 69175

5. Address: 1775 SHERMAN STREET - STE 3000
City: DENVER State: CO Zip: 80203

6. Contact Name: Kelly Huffman Phone: (303)831-3974 Fax: (303)860-5838
Email: khuffman@petd.com

7. Well Name: Schaefer Well Number: 7CD

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

9. Proposed Total Measured Depth: 7633

WELL LOCATION INFORMATION

10. QtrQtr: NWNE Sec: 7 Twp: 6N Rng: 66W Meridian: 6
Latitude: 40.508700 Longitude: -104.818720

Footage at Surface: 188 FNL/FSL FNL 1960 FEL/FWL FEL

11. Field Name: Eaton Field Number: 19350

12. Ground Elevation: 4880 13. County: WELD

14. GPS Data:

Date of Measurement: 04/27/2010 PDOP Reading: 6.0 Instrument Operator's Name: Thomas G. Carlson

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

Footage at Top of Prod Zone: FNL/FSL 1319 FNL 1445 FEL 1319 FEL 1445 FEL
Sec: 7 Twp: 6N Rng: 66W Sec: 7 Twp: 6N 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: 178 ft

18. Distance to nearest property line: 188 ft 19. Distance to nearest well permitted/completed in the same formation: 1000 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.)
Niobrara Codell	NB-CD	407-87	160	NE/4
Sussex Shannon	SX-SN	N/A	160	NE/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#: 19990086

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):
Township 6 North, Range 66 West, 6th P M Section 7: E/2

25. Distance to Nearest Mineral Lease Line: 1319 ft 26. Total Acres in Lease: 330

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	730	390	730	0
1ST	7+7/8	4+1/2	10.5	7,633	215	7,633	6,233

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

33. Comments Conductor casing will not be used. The Schaefer 7CD well will be drilled from the same pad as the Schaefer 41-7D, 7RD, 31-7D and 7MD wells. The well will be tied into a tank battery facility located on site. Petroleum Development Corporation requests approval of a Rule 318Aa and Rule 318Ac exception location: Wellhead is to be located outside of a GWA drilling window and will be located more than 50' from an existing well location.

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: Kelly Huffman

Title: Contract Land Technician Date: 8/9/2010 Email: khuffman@petd.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. Neslin Director of COGCC Date: 10/4/2010

API NUMBER
05 123 29019 00

Permit Number: _____ Expiration Date: 10/3/2012

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) Note surface casing setting depth change from 650' to 730'. Increase cement coverage accordingly.
- 2) Provide 24 hour notice of MIRU to Ed Binkley at 970-506-9834 or e-mail at ed.binkley@state.co.us
- 3) 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.
- 4) Run and submit Directional Survey from TD to base of surface casing. The operator shall comply with Rule 321, and it shall be the operator's responsibility to ensure that the wellbore complies with setback requirements in commission orders or rules prior to producing the well.

Because the proposed location is to be located 178' from a public road, the derrick height shall be no more than 118' as measured from the ground.

Attachment Check List

Att Doc Num	Name	Doc Description
1770532	SURFACE CASING CHECK	LF@2539715 1770532
2621979	WELL LOCATION PLAT	LF@2596765 2621979
400064198	FORM 2 SUBMITTED	LF@2521039 400064198
400064212	TOPO MAP	LF@2521041 400064212
400076799	30 DAY NOTICE LETTER	LF@2521042 400076799
400076800	DEVIATED DRILLING PLAN	LF@2521043 400076800
400076801	EXCEPTION LOC REQUEST	LF@2521044 400076801
400076802	EXCEPTION LOC WAIVERS	LF@2521045 400076802

Total Attach: 8 Files

General Comments

User Group	Comment	Comment Date
Permit	Location has been moved 13' so that 118' derrick height will meet minimum set back. Per Kelly Huffman, change distances to the following: (Nearest well permitted/completed in same formation: 1000', nearest mineral lease line: 1319', nearest building, road etc: 178', nearest property line: 188'). PVG	10/4/2010 2:45:14 PM
Permit	ON HOLD. Awaiting confirmation from operator regarding the derrick height limitation due to proximity to a public road. PVG	9/3/2010 6:43:14 AM
Permit	Per Kelly Huffman, change distance to nearest well completed/permitted in the same location from 510 to 1000. PVG	9/2/2010 1:24:31 PM

Total: 3 comment(s)

Error: Subreport could not be shown.