

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 \_\_\_\_\_  
SINGLE ZONE ☐ MULTIPLE ZONE ☒ COMMINGLE ZONE ☐Refiling ☐Sidetrack ☐

Document Number:

400098341

Plugging Bond Surety

20010124

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

4. COGCC Operator Number: 47120

5. Address: P O BOX 173779

City: DENVER State: CO Zip: 80217-3779

6. Contact Name: CHERYL LIGHT Phone: (720)929-6461 Fax: (720)929-7461

Email: CHERYL.LIGHT@ANADARKO.COM

7. Well Name: CANNON Well Number: 32-3

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

9. Proposed Total Measured Depth: 7805

## WELL LOCATION INFORMATION

10. QtrQtr: SWNW Sec: 3 Twp: 2N Rng: 65W Meridian: 6

Latitude: 40.169206 Longitude: -104.657034

Footage at Surface: 1984 FNL/FSL 608 FEL/FWL  
FNL/FSL FEL/FWL

11. Field Name: WATTENBERG Field Number: 90750

12. Ground Elevation: 4847 13. County: WELD

## 14. GPS Data:

Date of Measurement: 06/30/2010 PDOP Reading: 2.1 Instrument Operator's Name: BEN MILIUS

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  
2550 FSL 50 FWL 2550 FSL 50 FWL  
Sec: 3 Twp: 2N Rng: 65W Sec: 3 Twp: 2N Rng: 65W16. Is location in a high density area? (Rule 603b)? ☐ Yes ☒ No

17. Distance to the nearest building, public road, above ground utility or railroad: 542 ft

18. Distance to nearest property line: 608 ft 19. Distance to nearest well permitted/completed in the same formation: 764 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                           | SW4NW4, NW4SW4                       |
| NIOBRARA-CODELL        | NB-CD          | 407                     | 160                           | SW4NW4, NW4SW4                       |

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 OIL & GAS LEASE

25. Distance to Nearest Mineral Lease Line: \_\_\_\_\_ 50 ft 26. Total Acres in Lease: \_\_\_\_\_ 308

### 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              | 700           | 490          | 700           |            |
| 1ST         | 7+7/8        | 4+1/2          | 11.6            | 7,805         | 200          | 7,805         |            |
| 1ST LINER   |              |                |                 |               |              |               |            |

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

33. Comments NO CONDUCTOR CASING WILL BE USED

34. Location ID: 332042

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: CHERYL LIGHT

Title: SR. REGULATORY ANALYST Date: \_\_\_\_\_ Email: DJREGULATORY@ANADARK

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                        |
|-------------|------------------------|--|
| 400098350   | WELL LOCATION PLAT     | CANNON 32-3 Plat.pdf                   |
| 400098351   | TOPO MAP               | CANNON 32-3 Topo.pdf                   |
| 400098352   | OIL & GAS LEASE        | CO-000013322 Lease.pdf                 |
| 400098353   | SURFACE AGRMT/SURETY   | CANNON SUA.pdf                         |
| 400098354   | 30 DAY NOTICE LETTER   | CANNON 32-3 NOTICE LETTER 09-20-10.pdf |
| 400098355   | DEVIATED DRILLING PLAN | Cannon 32-3 DIRECTIONAL.pdf            |
| 400098356   | PROPOSED SPACING UNIT  | CANNON 32-3 SPACING UNIT MAP.pdf       |

Total Attach: 7 Files