

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:
400084993
Plugging Bond Surety

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: DeAnne Spector Phone: (720)876-5826 Fax: (720)876-6826
Email: deanne.spector@encana.com

7. Well Name: Benjamin Federal Well Number: 28-14B1 (K28NW)

8. Unit Name (if appl): Grass Mesa Unit Number: COC056608
X

9. Proposed Total Measured Depth: 8945

WELL LOCATION INFORMATION

10. QtrQtr: NESW Sec: 28 Twp: 6S Rng: 93W Meridian: 6
Latitude: 39.494231 Longitude: -107.780438

Footage at Surface: 1567 feet FNL/FSL FSL 2531 feet FEL/FWL FWL

11. Field Name: Mamm Creek Field Number: 52500

12. Ground Elevation: 5954 13. County: GARFIELD

14. GPS Data:

Date of Measurement: 06/11/2010 PDOP Reading: 2.8 Instrument Operator's Name: C.D. Slaugh

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

Footage at Top of Prod Zone: FNL/FSL 1060 FSL 1950 FWL FWL Bottom Hole: FNL/FSL 1060 FSL 1950 FEL/FWL FWL
Sec: 28 Twp: 6S Rng: 93W Sec: 28 Twp: 6S Rng: 93W

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: 550 ft

18. Distance to nearest property line: 358 ft 19. Distance to nearest well permitted/completed in the same formation: 355 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 | | | |
| Williams Fork | WMFK | | | |

21. Mineral Ownership: Fee State Federal Indian Lease #: COC054737
 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):
 T6S-R96W: Sec. 26: NW, N2SW, SESW; Sec. 27: E2NE, NESE, SWSE; Sec. 28: SESW; Sec. 33: NW, W2SW; Sec. 34: SENE, E2SE; Sec. 35: W2NW, S2SW
 25. Distance to Nearest Mineral Lease Line: 264 26. Total Acres in Lease: 1000

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 |
|-------------|--------------|----------------|-----------------|---------------|--------------|---------------|------------|
| CONDUCTOR | 24+0/0 | 16+0/0 | .25 | 40 | 5 | 0 | 0 |
| SURF | 12+1/4 | 9+5/8 | 36 | 1,340 | 418 | 1,340 | 0 |
| 1ST | 7+7/8 | 4+1/2 | 11.6 | 8,945 | 810 | 8,945 | 0 |

32. BOP Equipment Type: Annular Preventer Double Ram Rotating Head None
 33. Comments The distance from the well to the road is 550'. Blanket waiver letter is included with this permit. Intermediate casing will be 200>MSVD; production TOC will be 500' inside intermediate casing.

34. Location ID: 335428
 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: DeAnne Spector
 Title: Regulatory Analyst Date: 9/8/2010 Email: deanne.spector@encana.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: 11/26/2010

Permit Number: _____ Expiration Date: 11/25/2012
API NUMBER
 05 045 20167 00
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) GARFIELD COUNTY RULISON-FIELD NOTICE TO OPERATORS. NOTE: ALL NOTICES SHALL BE GIVEN VIA E-MAIL. SEE ATTACHED NOTICE.
- (3) NEW MAMM CREEK FIELD NOTICE TO OPERATORS APPLIES TO THIS WELL. NOTE: ALL NOTICES SHALL BE GIVEN VIA E-MAIL. SEE ATTACHED NOTICE.
- (4) 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.
- (5) 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 360 FEET DEEP.

Attachment Check List

| Att Doc Num | Name |
|-------------|------------------------|
| 1791880 | WELL LOCATION PLAT |
| 400084993 | FORM 2 SUBMITTED |
| 400085080 | SURFACE AGRMT/SURETY |
| 400090674 | DEVIATED DRILLING PLAN |
| 400090675 | PLAT |
| 400090677 | FED. DRILLING PERMIT |
| 400090830 | WAIVERS |

Total Attach: 7 Files

General Comments

| <u>User Group</u> | <u>Comment</u> | <u>Comment Date</u> |
|-------------------|---|--------------------------|
| Permit | SHL LOCATIONS CHANGES REQUESTED BY BLM, LAT/LONG AND FOOTAGE CHANGES REFLECT INF. ON NEW PLATS. | 11/10/2010 7:16:53 AM |
| Permit | Request a review of the distance to nearest well, was submitted as 615'. BY Received spreadsheet with 13 of 19 with changes. BY | 10/7/2010 2:37:24 PM |

Total: 2 comment(s)

BMP

| <u>Type</u> | <u>Comment</u> |
|-------------|----------------|
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Total: 0 comment(s)