


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		<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 25%;">DE</td> <td style="width: 25%;">ET</td> <td style="width: 25%;">OE</td> <td style="width: 25%;">ES</td> </tr> </table>	DE	ET	OE	ES
DE	ET	OE	ES				
APPLICATION FOR PERMIT TO:			Document Number: <div style="text-align: center;">400139799</div> Plugging Bond Surety <div style="text-align: center;">20100017</div>				
1. <input checked="" type="checkbox"/> Drill, <input type="checkbox"/> Deepen, <input type="checkbox"/> Re-enter, <input type="checkbox"/> Recomplete and Operate							
2. TYPE OF WELL OIL <input type="checkbox"/> GAS <input checked="" type="checkbox"/> COALBED <input type="checkbox"/> OTHER _____ SINGLE ZONE <input checked="" type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/> COMMINGLE ZONE <input type="checkbox"/>		Refiling <input type="checkbox"/> Sidetrack <input type="checkbox"/>					
3. Name of Operator: <u>ENCANA OIL & GAS (USA) INC</u>		4. COGCC Operator Number: <u>100185</u>					
5. Address: <u>370 17TH ST STE 1700</u> City: <u>DENVER</u> State: <u>CO</u> Zip: <u>80202-5632</u>							
6. Contact Name: <u>JENNIFER LIND</u> Phone: <u>(720)876-5890</u> Fax: <u>(720)876-6890</u> Email: <u>JENNIFER.LIND@ENCANA.COM</u>							
7. Well Name: <u>MCCONAHAY</u>		Well Number: <u>1A-34H</u>					
8. Unit Name (if appl): _____		Unit Number: _____					
9. Proposed Total Measured Depth: <u>12040</u>							
WELL LOCATION INFORMATION							
10. QtrQtr: <u>NENE</u> Sec: <u>34</u> Twp: <u>2N</u> Rng: <u>66W</u> Meridian: <u>6</u> Latitude: <u>40.099880</u> Longitude: <u>-104.754720</u>							
Footage at Surface: <u>766</u> feet FNL/FSL <u>FNL</u> <u>274</u> feet FEL/FWL <u>FEL</u>							
11. Field Name: <u>WATTENBERG</u>		Field Number: <u>90750</u>					
12. Ground Elevation: <u>5072</u>		13. County: <u>WELD</u>					
14. GPS Data: Date of Measurement: <u>03/01/2011</u> PDOP Reading: <u>1.2</u> Instrument Operator's Name: <u>CRAIG BURKE</u>							
15. If well is <input type="checkbox"/> Directional <input checked="" type="checkbox"/> Horizontal (highly deviated) submit deviated drilling plan. Footage at Top of Prod Zone: FNL/FSL FEL/FWL Bottom Hole: FNL/FSL FEL/FWL <div style="display: flex; justify-content: space-around;"> <u>837</u> <u>FNL</u> <u>486</u> <u>FEL</u> <u>2190</u> <u>FNL</u> <u>690</u> <u>FWL</u> </div> Sec: <u>34</u> Twp: <u>2N</u> Rng: <u>66W</u> Sec: <u>34</u> Twp: <u>2N</u> Rng: <u>66W</u>							
16. Is location in a high density area? (Rule 603b)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No							
17. Distance to the nearest building, public road, above ground utility or railroad: <u>302 ft</u>							
18. Distance to nearest property line: <u>274 ft</u> 19. Distance to nearest well permitted/completed in the same formation: <u>219 ft</u>							
20. LEASE, SPACING AND POOLING INFORMATION							
Objective Formation(s)	Formation Code	Spacing Order Number(s)	Unit Acreage Assigned to Well				
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 100%;">NIOBRARA</td> </tr> </table>	NIOBRARA	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 100%;">NBRR</td> </tr> </table>	NBRR	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 100%;">407</td> </tr> </table>	407	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 100%;">320</td> </tr> </table>	320
NIOBRARA							
NBRR							
407							
320							
Unit Configuration (N/2, SE/4, etc.) <div style="text-align: center;">N/2</div>							

IMPORTANT: SOME DATA FIELDS HAVE BEEN MODIFIED.

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 MAP. SEPARATE LEASES ARE SHOWN ON THE MAP SINCE PRODUCTION WILL BE ESTABLISHED ON ALL THE ACREAGES FOR THE LEASES HAVE BEEN ADDED TOGETHER FOR "TOTAL ACRES IN LEASE".

25. Distance to Nearest Mineral Lease Line: 690 ft 26. Total Acres in Lease: 352

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 28 or 29 are yes, is this location in a sensitive area (Rule 901.e)? ☐ Yes ☒ No

31. Mud disposal: ☒ Offsite ☐ Onsite **If 28, 29, or 30 are "Yes" a pit permit may be required.**

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	Wt/Ft	Csg/Liner Top	Setting Depth	Sacks Cmt	Cmt Btm	Cmt Top
SURF	12+1/4	9+8/5	40	0	1,040	198	1,040	0
1ST	8+3/4	7	26	0	7,679	856	7,679	500
2ND	6+1/8	4+1/2	13.5	0	12,040			

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

33. Comments NO CONDUCTOR CASING WILL BE UTILIZED. ENCANA REQUESTS APPROVAL OF RULE 318A.a AND RULE 318A.c EXCEPTION LOCATION. WELLHEAD TO BE LOCATED OUTSIDE OF GWA DRILLING WINDOW AND GREATER THAN 50' FROM AN EXISTING WELL. WAIVERS ARE ATTACHED.

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: JENNIFER LIND

Title: REGULATORY ANALYST Date: 3/11/2011 Email: JENNIFER.LIND@ENCANA.C

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: 4/6/2011

API NUMBER

05 123 33312 00

Permit Number: _____ Expiration Date: 4/5/2013

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 800' to 1040'. Increase cement coverage accordingly and cement to surface.
- 2) Provide 24 hour notice of MIRU to Jim Precup at 303-469-1902 or e-mail at james.precup@state.co.us
- 3) Comply with Rule 317.i and provide cement coverage from end of 7" casing to a minimum of 200' above Niobrara and from 200' below Sussex to 200' above Sussex. Verify coverage with cement bond log.
- 4) Comply with Rule 321. Run and submit Directional Survey from TD to base of surface casing. Ensure that the wellbore complies with setback requirements in commission orders or rules prior to producing the well.

Attachment Check List

Att Doc Num	Name
1693890	LEASE MAP
1771191	SURFACE CASING CHECK
400139799	FORM 2 SUBMITTED
400141359	WELL LOCATION PLAT
400141366	EXCEPTION LOC WAIVERS
400141411	TOPO MAP
400141960	DEVIATED DRILLING PLAN
400141962	30 DAY NOTICE LETTER
400141972	MINERAL LEASE MAP
400142022	PROPOSED SPACING UNIT
400142023	EXCEPTION LOC REQUEST

Total Attach: 11 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Changed Unit configuration from GWA to N/2. Added new Lease Map. plg.	3/22/2011 9:44:14 AM
Permit	back to draft at opr request. sf	3/11/2011 3:57:48 PM

Total: 2 comment(s)

BMP

<u>Type</u>	<u>Comment</u>

Total: 0 comment(s)