

FORM 2A
Rev 04/01

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:
400138131

Oil and Gas Location Assessment

New Location Amend Existing Location Location#: _____

Submit original plus one copy. This form is to be submitted to the COGCC prior to any ground disturbance activity associated with oil and gas development operations. This Assessment may be approved as a standalone application or submitted as an informational report accompanying an Application for Permit-To-Drill, Form 2. Approval of this Assessment will allow for the construction of the below specified location; however, it does not supersede any land use rules applied by the local land use authority. This form may serve as notice to land owners and other interested parties, please see the COGCC web site at <http://colorado.gov/cogcc/> for all accompanying information pertinent to this Oil and Gas Location Assessment.

Location ID:
423079
Expiration Date:
05/05/2014

This location assessment is included as part of a permit application.

1. CONSULTATION

- This location is included in a Comprehensive Drilling Plan. CDP # _____
- This location is in a sensitive wildlife habitat area.
- This location is in a wildlife restricted surface occupancy area.
- This location includes a Rule 306.d.(1)A.ii. variance request.

2. Operator

Operator Number: 10084
Name: PIONEER NATURAL RESOURCES USA INC
Address: 1401 17TH ST STE 1200
City: DENVER State: CO Zip: 80202

3. Contact Information

Name: Georgina Kovacik
Phone: (303) 675-2611
Fax: (303) 294-1251
email: georgina.kovacik@pxd.com

4. Location Identification:

Name: SHASTA Number: 24-8
County: LAS ANIMAS
Quarter: SE/SW Section: 8 Township: 33S Range: 67W Meridian: 6 Ground Elevation: 7897
Define a single point as a location reference for the facility location. This point should be used as the point of measurement in the drawings to be submitted with this application. When the location is to be used as a well site then the point shall be a well location.
Footage at surface: 510 feet FSL, from North or South section line, and 2120 feet FWL, from East or West section line.
Latitude: 37.180470 Longitude: -104.912770 PDOP Reading: 4.3 Date of Measurement: 11/04/2010
Instrument Operator's Name: R. Coberly

5. Facilities (Indicate the number of each type of oil and gas facility planned on location):

Special Purpose Pits: <input type="checkbox"/>	Drilling Pits: <input type="checkbox"/> <u>1</u>	Wells: <input type="checkbox"/> <u>2</u>	Production Pits: <input type="checkbox"/> <u>2</u>	Dehydrator Units: <input type="checkbox"/>
Condensate Tanks: <input type="checkbox"/>	Water Tanks: <input type="checkbox"/>	Separators: <input type="checkbox"/> <u>2</u>	Electric Motors: <input type="checkbox"/>	Multi-Well Pits: <input type="checkbox"/>
Gas or Diesel Motors: <input type="checkbox"/> <u>2</u>	Cavity Pumps: <input type="checkbox"/> <u>2</u>	LACT Unit: <input type="checkbox"/>	Pump Jacks: <input type="checkbox"/>	Pigging Station: <input type="checkbox"/> <u>2</u>
Electric Generators: <input type="checkbox"/>	Gas Pipeline: <input type="checkbox"/> <u>2</u>	Oil Pipeline: <input type="checkbox"/>	Water Pipeline: <input type="checkbox"/> <u>2</u>	Flare: <input type="checkbox"/>
Gas Compressors: <input type="checkbox"/>	VOC Combustor: <input type="checkbox"/>	Oil Tanks: <input type="checkbox"/>	Fuel Tanks: <input type="checkbox"/>	

Other: _____

6. Construction:

Date planned to commence construction: 06/05/2011 Size of disturbed area during construction in acres: 1.00
Estimated date that interim reclamation will begin: 09/05/2011 Size of location after interim reclamation in acres: 0.50
Estimated post-construction ground elevation: 7897 Will a closed loop system be used for drilling fluids: Yes
Will salt sections be encountered during drilling: Yes No X Is H2S anticipated? Yes No X
Will salt (>15,000 ppm TDS Cl) or oil based muds be used: Yes No X
Mud disposal: Offsite Onsite X Method: Land Farming Land Spreading Disposal Facility
Other: Drilling pit

7. Surface Owner:

Name: Phone:
Address: Fax:
Address: Email:
City: State: Zip: Date of Rule 306 surface owner consultation: 10/13/2010
Surface Owner: X Fee State Federal Indian
Mineral Owner: X Fee State Federal Indian
The surface owner is: the mineral owner committed to an oil and gas lease
is the executer of the oil and gas lease the applicant
The right to construct the location is granted by: oil and gas lease X Surface Use Agreement Right of Way
applicant is owner
Surface damage assurance if no agreement is in place: \$2000 \$5000 Blanket Surety ID

8. Reclamation Financial Assurance:

Well Surety ID: 20040083 Gas Facility Surety ID: Waste Mgmt. Surety ID:

9. Cultural:

Is the location in a high density area (Rule 603.b.): Yes No X
Distance, in feet, to nearest building: 1580 , public road: 4100 , above ground utilit: 650
, railroad: 108400 , property line: 238

10. Current Land Use (Check all that apply):

Crop Land: Irrigated Dry land Improved Pasture Hay Meadow CRP
Non-Crop Land: Rangeland X Timber Recreational Other (describe):
Subdivided: Industrial Commercial Residential

11. Future Land Use (Check all that apply):

Crop Land: Irrigated Dry land Improved Pasture Hay Meadow CRP
Non-Crop Land: Rangeland X Timber Recreational Other (describe):
Subdivided: Industrial Commercial Residential

12. Soils:

List all soil map units that occur within the proposed location. Attach the National Resource Conservation Service (NRCS) report showing the "Map Unit Description" report listing the soil typical vertical profile. This data is to used when segregating topsoil.

The required information can be obtained from the NRCS web site at <http://soildatamart.nrcs.usda.gov/> or from the COGCC web site GIS Online map page found at <http://colorado.gov/cogcc>. Instructions are provided within the COGCC web site help section.

NRCS Map Unit Name: Gulnare-Allens Park Complex, 5 to 35% slopes

NRCS Map Unit Name: _____

NRCS Map Unit Name: _____

13. Plant Community:

Complete this section only if any portion of the disturbed area of the location's current land use is on non-crop land.

Are noxious weeds present: Yes No

Plant species from: NRCS or, field observation Date of observation: 11/04/2010

List individual species: pine, cedar, oak

Check all plant communities that exist in the disturbed area.

- Disturbed Grassland (Cactus, Yucca, Cheatgrass, Rye)
- Native Grassland (Bluestem, Grama, Wheatgrass, Buffalograss, Fescue, Oatgrass, Brome)
- Shrub Land (Mahogany, Oak, Sage, Serviceberry, Chokecherry)
- Plains Riparian (Cottonwood, Willow, Aspen, Maple, Poplar, Russian Olive, Tamarisk)
- Mountain Riparian (Cottonwood, Willow, Blue Spruce)
- Forest Land (Spruce, Fir, Ponderosa Pine, Lodgepole Pine, Juniper, Pinyon, Aspen)
- Wetlands Aquatic (Bullrush, Sedge, Cattail, Arrowhead)
- Alpine (above timberline)
- Other (describe): _____

14. Water Resources:

Rule 901.e. may require a sensitive area determination be performed. If this determination is performed the data is to be submitted with the Form 2A.

Is this a sensitive area: No Yes Was a Rule 901.e. Sensitive Areas Determination performed: No Yes

Distance (in feet) to nearest surface water: 1795, water well: 680, depth to ground water: 600

Is the location in a riparian area: No Yes Was an Army Corps of Engineers Section 404 permit filed No Yes

Is the location within a Rule 317B Surface Water Suppl Area buffer zone:

No 0-300 ft. zone 301-500 ft. zone 501-2640 ft. zone

If the location is within a Rule 317B Surface Water Supply Area buffer have all public water supply systems within 15 miles been notified: No Yes

15. Comments:

If a pit liner is used it will be properly managed as solid waste when closed in accordance with state rules. The reference area is an undisturbed area adjacent to and to the east of the well pad. The water well used to determine the static water level is #0434254 PDOP: 14.3

I hereby certify that the statements made in this form are, to the best of my knowledge, true, correct and complete.

Signed: _____ Date: 03/01/2011 Email: georgina.kovacik@pxd.com

Print Name: Georgina Kovacik Title: Engineering Tech

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. Nesline

Director of COGCC

Date: 5/6/2011

CONDITIONS OF APPROVAL, IF ANY:

All representations, stipulations and conditions of approval stated in this Form 2A for this location shall constitute representations, stipulations and conditions of approval for any and all subsequent operations on the location unless this Form 2A is modified by Sundry Notice, Form 4 or an Amended Form 2A.

Prior to putting production pits into service Pioneer shall submit an Earthen Pit Report/Permit Form 15 to the Director for approval in accordance with rule 903.a.. No production water shall be placed in a pit without a pre-approved form 15.

Location is in a sensitive area because of potential for adverse impacts to ground water/surface water; therefore all pits will be lined.

Notify the COGCC Oil and Gas Location Assessment (OGLA) specialist for South Eastern Colorado (Arthur Koepsell; email arthur.koepsell@state.co.us) 72 hours prior to initiating pad construction.

Attachment Check List

Att Doc Num	Name
1792151	MULTI-WELL PLAN
2533151	CORRESPONDENCE
400138131	FORM 2A SUBMITTED
400138164	ACCESS ROAD MAP
400138165	CONST. LAYOUT DRAWINGS
400138166	HYDROLOGY MAP
400138168	CONST. LAYOUT DRAWINGS
400138170	LOCATION DRAWING
400138174	LOCATION PICTURES
400138175	LOCATION PICTURES
400138179	SURFACE AGRMT/SURETY
400138180	CONST. LAYOUT DRAWINGS
400138183	WELL LOCATION PLAT
400138184	PROPOSED BMPs
400138191	NRCS MAP UNIT DESC
400143311	TOPO MAP

Total Attach: 16 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
OGLA	Ready to pass 4/7/2011.	3/30/2011 1:00:32 PM
Permit	Back to draft. Topo map will not open. sf	3/16/2011 8:10:21 AM
Permit	push back to draft Topo map attachment will not open	3/4/2011 7:31:35 AM

Total: 3 comment(s)

BMP

<u>Type</u>	<u>Comment</u>
Material Handling and Spill Prevention	<p>For Producing Well Sites: Pollution Control: After the construction of a well pad, and drilling and completion activities at a well have been completed only necessary production equipment is located onsite. This equipment typically includes the wellhead pump or pumpjack, small natural gas powered engine, a meter house. A lined (COGCC permitted) production pit is typically used for water disposal for each well that exists. Engine oil and produced water are the only potential pollutants that exist at a producing gas well. Well sites are visited frequently by lease operators; spills are reported and mitigated according to Pioneer policy and in accordance with applicable State and federal regulations.</p>
General Housekeeping	<p>Good Housekeeping: Good housekeeping practices will be used to reduce the risk of spills or other accidental exposure of materials and substances to stormwater runoff. The following good housekeeping practices will be followed onsite during the construction project.</p> <ul style="list-style-type: none"> • No solid materials, including building materials, shall be discharged to State waters. • Vehicular traffic will be minimized as much as possible to reduce nuisance dust and prevent further soil erosion. • Any trash generated during the project will be disposed of properly. • Any chemicals used will be kept to a minimum. Any chemical or oil spills will be cleaned up immediately in accordance with established company procedures. • Store all materials in a neat and orderly manner in their appropriate containers. • Follow manufacturers' recommendations and company policies for proper use and disposal of products. • Monitor on-site vehicles for leaks.

Storm Water/Erosion Control

PIONEER NATURAL RESOURCES USA, INC
STORMWATER PROGRAM-BEST MANAGEMENT PRACTICES
Pioneer's construction activities (for disturbances 1 > 5 acres) in the Raton Basin in Las Animas County, Colorado are covered by CDPS Permit No COR-039774 which has been issued by the Colorado Department of Public Health and Environment.

The construction sequence is simple and standardized for well pads, access roads, and pipelines constructed throughout the Raton Basin. Best Management Practices (BMPs) will be selected and implemented where needed to minimize potential for discharge of sediment and other pollutants to the waters of the state.

Perimeter erosion controls will be implemented prior to the time of disturbance to retain sediment on site during construction activities. Then vegetation will be cleared for the construction of these sites. Well pad locations will be promptly roughened and graded after clearing. All sites will have permanent erosion controls (both structural and non-structural) installed upon completion of construction activities and exposed areas will be seeded when feasible, depending upon seasonal and weather conditions. Erosion controls will be selected on the basis of the site's topography, amount of vegetation, soil type, and distance to surface water. BMPs will be selected and implemented during appropriate phases of construction activity.

Attached is a template used for the placement of erosion control BMP's. Pioneer has identified potential pollutants of concern that may be present on a construction/well site during routine operations. Pioneer has developed a pollution prevention plan to protect from such discharges; in the event, of a discharge, a spill response and cleanup plan is in place to address such events. Spill Prevention Control and Countermeasures (SPCC) plans are not associated with individual well sites due to the absence of petroleum and condensate production and storage; however, SPCC plans are utilized for drilling rig units that operate in the Raton Basin.

BMPs for Stormwater Pollution Prevention:

1. Structural Practices for Erosion and Sediment Control:
Structural BMPs include, but are not limited to: diversion ditch, earthen berm, silt fence, straw bale, wattle (straw/mulch/bark), rip rap, bonded fiber matrix, erosion control blanket, coconut matting, slash, brush dam, sediment retention pond, and turnout.
2. Non-Structural Practices for Erosion and Sediment Control:
Nonstructural BMPs include, but are not limited to: preservation of existing vegetation, vegetative buffer zones, slope roughening, and protection of trees.
3. Materials Handling and Spill Prevention:
All drums and totes temporarily stored onsite shall be inspected regularly to ensure integrity. Secondary containment shall be utilized when necessary or required by SPCC regulations. Spill response equipment shall be available in the event of a spill or release. Onsite personnel are instructed to report all spills; Pioneer shall investigate all spills to ensure proper clean-up/remediation measures and required reporting protocol is implemented. Spill cleanup materials are onsite in the event of a release. All spills are reported according to state and federal requirements.

Storm Water/Erosion Control

4. Waste Management and Disposal (Including Concrete Washout):

A skid-mounted cage/dumpster is placed at a well pad during construction and is utilized while crews

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are onsite during drilling and completion activities. Upon completion of these activities the dumpster

is removed from the site.

For Producing Well Sites:

Pollution Control:

After the construction of a well pad, and drilling and completion activities at a well have been

completed only necessary production equipment is located onsite. This equipment typically includes

the wellhead pump or pumpjack, small natural gas powered engine, a meter house. A lined (COGCC

permitted) production pit is typically used for water disposal for each well that exists.

Engine oil and

produced water are the only potential pollutants that exist at a producing gas well. Well sites are

visited frequently by lease operators; spills are reported and mitigated according to Pioneer policy

and in accordance with applicable State and federal regulations.

Good Housekeeping:

Good housekeeping practices will be used to reduce the risk of spills or other accidental exposure of

materials and substances to stormwater runoff. The following good housekeeping practices will be

followed onsite during the construction project.

- No solid materials, including building materials, shall be discharged to State waters.

- Vehicular traffic will be minimized as much as possible to reduce nuisance dust and prevent

further soil erosion.

- Any trash generated during the project will be disposed of properly.

- Any chemicals used will be kept to a minimum. Any chemical or oil spills will be cleaned up

immediately in accordance with established company procedures.

- Store all materials in a neat and orderly manner in their appropriate containers.

- Follow manufacturers' recommendations and company policies for proper use and disposal of

products.

- Monitor on-site vehicles for leaks.

Total: 3 comment(s)