

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#: 20070001
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 Bond \$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):
T4N-R62W: SEC. 3: NW/4 SEC. 5: ALL SEC. 7: SW/4 NW/4, W/2 SW/4 SEC. 17: NE/4, N/2 NW/4 SEC. 18: N/2 N/2 T4N-R63W: SEC. 1: LOT 1 AND 2, S/2 N/2, S/2 SEC. 2: NE/4, NE/4 SE/4, N/2 NW/4 SEC. 12: NE/4, E/2 NW/4, E/2 SE/4 T5N-R62W: SEC. 3: LOT 2, SW/4 NE/4, W/2 SE/4 SEC. 15: W/2 E/2, W/2 SEC. 17: ALL SEC. 18: LOT 1-4, E/2 W/2, SE/4 SEC. 19: ALL (EXCEPT NW/4 NW/4) SEC. 20: W/2 SEC. 21: ALL SEC. 29: ALL SEC. 31: ALL SEC. 33: N/2 T5N-R63W: SEC. 24: W/2 SEC. 34: SE/4 NE/4, SE/4 SEC. 35: S/2 SEC. 36: SW/4 SW/4
25. Distance to Nearest Mineral Lease Line: 600 ft 26. Total Acres in Lease: 8437

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	8+5/8	24	0	420	273	420	0
1ST	7+7/8	4+1/2	11.6	0	6,950	200	6,950	6,100

32. BOP Equipment Type: Annular Preventer Double Ram Rotating Head None
33. Comments Conductor casing will not be used on this well.

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: Keith Caplan
Title: Sr. Operations Tech Date: 5/23/2011 Email: KCaplan@bonanzacrk.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. Nesline Director of COGCC Date: 6/24/2011

API NUMBER
05 123 33713 00

Permit Number: _____ Expiration Date: 6/23/2013

CONDITIONS OF APPROVAL, IF ANY:

IMPORTANT: SOME DATA FIELDS HAVE BEEN MODIFIED.

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) Provide 24 hour notice of MIRU to Bo Brown at 970-397-4124 or e-mail at bo.brown@state.co.us.
- 2) Provide cement coverage from TD to a minimum of 200' above Niobrara. Verify coverage with cement bond log.
- 3) 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.

Derrick height (ground to crown) cannot exceed 121 feet due to close proximity to building, pwer line, or road

Attachment Check List

Att Doc Num	Name
2567577	SURFACE CASING CHECK
400163487	FORM 2 SUBMITTED
400167710	PLAT
400167712	DEVIATED DRILLING PLAN

Total Attach: 4 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>

Total: 0 comment(s)

BMP

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

Total: 0 comment(s)