

APPLICATION FOR PERMIT TO:

1. **Drill,** Deepen, Re-enter, Recomplete and Operate

2. TYPE OF WELL

OIL GAS COALBED OTHER _____
SINGLE ZONE MULTIPLE COMMINGLE

Refiling
Sidetrack

Document Number:
400167798
PluggingBond SuretyID
20060159

3. Name of Operator: BLACK RAVEN ENERGY INC 4. COGCC Operator Number: 10203
5. Address: 1331 17TH STREET - #350
City: DENVER State: CO Zip: 80202
6. Contact Name: Janice Aldstadt Phone: (303)308-1330 Fax: (303)308-1590
Email: jaldstadt@blackravenenergy.com
7. Well Name: Beal Federal Well Number: 843-5-13
8. Unit Name (if appl): _____ Unit Number: _____
9. Proposed Total Measured Depth: 3000

WELL LOCATION INFORMATION

10. QtrQtr: NWSW Sec: 5 Twp: 8N Rng: 43W Meridian: 6
Latitude: 40.690400 Longitude: -102.178590
Footage at Surface: _____ feet FNL/FSL _____ feet FEL/FWL _____ feet
11. Field Name: Amherst Field Number: 2480
12. Ground Elevation: 3698 13. County: PHILLIPS

14. GPS Data:
Date of Measurement: 04/21/2011 PDOP Reading: 1.7 Instrument Operator's Name: Kevin McCormick

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
Sec: _____ Twp: _____ Rng: _____ Sec: _____ Twp: _____ Rng: _____

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: 1274 ft
18. Distance to nearest property line: 1091 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 2127 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.)
Niobrara	NBRR			

21. Mineral Ownership: Fee State Federal Indian Lease #: COC065943
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 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):

Township 8 North, Range 43 West, Section 5: SW/4, Section 34: SW/4

25. Distance to Nearest Mineral Lease Line: 1091 ft 26. Total Acres in Lease: 320

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: Evap & Burial

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	9+7/8	7+0/0	17#	12	450	180	450	0
1ST	6+1/4	4+1/2	10.5	12	3,000	80	3,000	1,600

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

33. Comments No conductor casing will be used. The perforated interval is estimated to be shallower than 2500 ft.

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: Janice Aldstadt

Title: Landman Date: 9/2/2011 Email: jaldstadt@blackravenenergy.

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 G. Nesline Director of COGCC Date: 9/23/2011

API NUMBER
05 095 06365 00

Permit Number: _____ Expiration Date: 9/22/2013

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.

PROPOSED WELL IS TO BE DRILLED INTO FEDERAL MINERALS. OPERATOR DISCUSSION WITH BLM REQUIRED: FEDERAL MINERALS CANNOT BE DRILLED UPON/PRODUCED WITHOUT FIRST ACQUIRING A FEDERAL DRILLING PERMIT: REQUIRED SETBACKS TO BE MAINTAINED---INTERAGENCY DISCUSSION PURSUANT TO MOU COGCC,BLM,USFS 6-24-09 H.2.d

- 1) Provide 24 hr notice of spud to Colby Horton at 970-467-2517 or e-mail at colby.horton@state.co.us.
- 2) Set surface casing at least 50' into Pierre Shale for aquifer coverage, (450' minimum - as proposed).
- 3) If completed, provide cement coverage from TD to a minimum of 200' above Niobrara. Verify coverage with cement bond log.
- 4) If dry hole, set 35 sks cement 50' above Niobrara top, 35 sks cement ½ out, ½ in surface casing, 10 sks cement at top of surface casing, cut casing 4' below GL, weld on plate, 5 sks cement in rat hole & 5 sks cement in mouse hole.

Attachment Check List

Att Doc Num	Name
400167798	FORM 2 SUBMITTED
400167824	TOPO MAP
400167827	WELL LOCATION PLAT

Total Attach: 3 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Minerals are 50% fed and 50% fee.	9/16/2011 1:44:32 PM
Permit	Requested BLM permit & corrections to Surface and Mineral ownership from Opr-J. Alhstadt	9/6/2011 10:01:45 AM
Permit	BLM NOTIFIED.	9/6/2011 6:36:03 AM
Permit	Minerals appear to be federal operator has them as fee.	9/2/2011 11:19:03 AM

Total: 4 comment(s)

BMP

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

Total: 0 comment(s)