

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:
400212101

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: Scott Ritger Phone: (303)887-9266 Fax: (303)308-1590
Email: sritger@ticdenver.com

7. Well Name: R. Peif Well Number: 4

8. Unit Name (if appl): _____ Unit Number: _____

9. Proposed Total Measured Depth: 5655

WELL LOCATION INFORMATION

10. QtrQtr: SENE Sec: 1 Twp: 1N Rng: 58W Meridian: 6
Latitude: 40.081124 Longitude: -103.812658

Footage at Surface: _____ feet FNL/FSL _____ feet FEL/FWL _____ feet
FNL _____ feet FEL _____ feet

11. Field Name: Adena Field Number: 700

12. Ground Elevation: 4483 13. County: MORGAN

14. GPS Data:
Date of Measurement: 10/03/2011 PDOP Reading: 3.2 Instrument Operator's Name: Theresa McCollom

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: 300 ft

18. Distance to nearest property line: 330 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 30 ft

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.)
D Sand	DSND	26	160	NE/4

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#: 20110164

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):

SE4 and S2 of NE4 of section 1, T1N, R57W, 6th Meridian

25. Distance to Nearest Mineral Lease Line: 330 ft 26. Total Acres in Lease: 240

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: No drilling mud will be used

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		8+5/8	24#	0	104	75	104	
1ST	7+7/8	5+1/2	15.5#	0	5,655	225	5,655	

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

33. Comments The nearest surface utility (50') is a power line that was used to supply electricity to this well when it was last producing in 1986. The nearest well (30') is the R. Peif #5, API no. 05-087-05443, which produced from the D Sand from Jan. 21, 1957 to Dec. 1, 1978. The R. Peif #5 has been shut in since Dec 1978.

34. Location ID: 336542

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: Scott Ritger

Title: Geologist Date: 10/7/2011 Email: sritger@ticdenver.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: 11/1/2011

API NUMBER

05 087 05447 00

Permit Number: _____ Expiration Date: 10/31/2013

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.

Attachment Check List

Att Doc Num	Name
400212101	FORM 2 SUBMITTED

Total Attach: 1 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Operator revised spacing unit.	10/24/2011 11:43:58 AM
Permit	Power has already been cut 300 feet (two poles away) as observed by S. Ritger and their field hand.	10/24/2011 10:41:34 AM
Permit	Operator has stated that there would be no problem cutting power or laying down the line.	10/12/2011 10:16:25 AM
Permit	On hold Is the proposed drilling unit correct for this proposed D sand oil well.	10/12/2011 9:05:58 AM
Permit	If the power pole is no longer in use than the line should be dropped while recompletion operations proceed.	10/12/2011 8:22:19 AM
Permit	Returned to draft. Incorrect QtrQtr (SENE).	10/7/2011 10:02:47 AM

Total: 6 comment(s)

BMP

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

Total: 0 comment(s)