

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):

All of Section 14, Township 14 South, Range 62 West

25. Distance to Nearest Mineral Lease Line: 1980 ft 26. Total Acres in Lease: 640

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: County landfill

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
CONDUCTOR	24	16	65	0	120	180	120	0
SURF	12+1/4	8+5/8	24	0	930	330	930	0
1ST	7+7/8	5+1/2	17	0	6,600	340	6,600	2,500

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

33. Comments Ultra's phased development plan includes Phase I – a small pad for one vertical well. Based on the results of this pilot well, Phase II would include a larger pad for eight horizontal wells.

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: Debbie Ghani

Title: Permitting Coordinator Date: 10/7/2011 Email: dghani@ultrapetroleum.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: 11/20/2011

API NUMBER

05 041 06064 00

Permit Number: _____ Expiration Date: 11/19/2013

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) Provide 24 hour notice of MIRU to Mike Leonard at 719-647-9715 or e-mail at mike.leonard@ state.co.us.
- 2) If production casing is set provide cement coverage to at least 200' above shallowest completed interval (Rule 317). Verify coverage with cement bond log. Proposed TOC is acceptable.
- 3) If well is a dry hole set plugs at the following depths: 40 sks cement 50' above the Niobrara, 40 sks cement above any DST w/ show, 50 sks cement from 50' below surface casing shoe up into surface casing, 10 sks cement in top of surface csg, cut 4 ft below GL, weld on plate, 5 sks cement in rat hole and mouse hole.

Attachment Check List

Att Doc Num	Name
2508308	SURFACE CASING CHECK
400212689	FORM 2 SUBMITTED
400212751	PLAT
400212752	TOPO MAP
400212755	UNIT CONFIGURATION MAP

Total Attach: 5 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Final review passed 11/14/2011 NKP	11/14/2011 9:53:28 AM
Permit	Email to opr 11/7/2011: The State-Big Springs #1 was drilled and abandoned. It is not capable of producing, and therefore does not need to be shown on the forms. The nearest permitted oil and gas well is greater than one mile away. NKP	11/7/2011 5:25:32 PM
Permit	Per T. Kelly State Land Board, Ultra Resources is properly bonded for this location and SLB has no comments on this application. 11/7/2011	11/7/2011 2:23:46 PM
Permit	Email to T. Kelly State Land Board requesting confirmation of state bond. 11/2/2011 NKP	11/7/2011 2:23:25 PM

Total: 4 comment(s)

BMP

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

Total: 0 comment(s)