

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:
400237441

PluggingBond SuretyID
20090078

3. Name of Operator: PETROLEUM DEVELOPMENT CORPORATION 4. COGCC Operator Number: 69175

5. Address: 1775 SHERMAN STREET - STE 3000
City: DENVER State: CO Zip: 80203

6. Contact Name: Liz Lindow Phone: (303)831-3974 Fax: ()
Email: llindow@petd.com

7. Well Name: Leffler Well Number: 24-1H

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

9. Proposed Total Measured Depth: 11850

WELL LOCATION INFORMATION

10. QtrQtr: SWSW Sec: 1 Twp: 6N Rng: 66W Meridian: 6
Latitude: 40.510700 Longitude: -104.733740

Footage at Surface: 190 feet FSL 323 feet FWL

11. Field Name: Eaton Field Number: 19350

12. Ground Elevation: 4816 13. County: WELD

14. GPS Data:
Date of Measurement: 06/15/2011 PDOP Reading: 1.7 Instrument Operator's Name: 4816

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

809 FSL 763 FWL 500 FNL 2520 FWL

Sec: 1 Twp: 6N Rng: 66W Sec: 1 Twp: 6N Rng: 66W

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: 180 ft

18. Distance to nearest property line: 191 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 1246 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.) |
|------------------------|----------------|-------------------------|-------------------------------|--------------------------------------|
| Niobrara | NBRR | 407-87 | 320 | GWA |

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#: _____

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):

W2 of Section 1 T6N R66W 6th PM

25. Distance to Nearest Mineral Lease Line: 500 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: closed loop

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 | 9+5/8 | 36 | 0 | 875 | 730 | 875 | 0 |
| 1ST | 8+3/4 | 7 | 26 | 0 | 7,527 | 650 | 7,526 | 600 |
| 1ST LINER | 6+1/8 | 4+1/2 | 11.6 | 6331 | 11,850 | | | |

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

33. Comments Conductor casing will not be used. Operator requests approval of an exception location per rule 318Aa - well will not be drilled in a legal drilling window but will be twinned with the Leffler 24-1H to be drilled on this pad. Waivers are attached. Operator requests approval of the proposed spacing unit consisting of the SW, W2NE, and E2NW of Section 1 T6N R66W per rule 318Ae. Proposed spacing unit map is attached. Rig height is 118'.

34. Location ID: 425284

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: Liz Lindow

Title: Permit Representative Date: 1/4/2012 Email: llindow@petd.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: 1/31/2012

API NUMBER

05 123 35034 00

Permit Number: _____ Expiration Date: 1/30/2014

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 Jim Precup via e-mail at james.precup@state.co.us.
- 2) Comply with Rule 317.i and provide cement coverage from the end of the production casing to a minimum of 200' above the Niobrara. Verify coverage with a cement bond log.
- 3) Comply with Rule 321. Run and submit Directional Survey from the end of production casing to base of surface casing. Ensure that the wellbore complies with setback requirements in commission orders or rules prior to producing the well.

Requires water sampling. Opr notified. Ready to pass pending public comment 1/26/12.

Attachment Check List

| Att Doc Num | Name |
|-------------|------------------------|
| 2481370 | SURFACE CASING CHECK |
| 400237441 | FORM 2 SUBMITTED |
| 400237483 | 30 DAY NOTICE LETTER |
| 400237484 | EXCEPTION LOC REQUEST |
| 400237485 | EXCEPTION LOC WAIVERS |
| 400237486 | WELL LOCATION PLAT |
| 400237490 | DEVIATED DRILLING PLAN |
| 400237499 | PROPOSED SPACING UNIT |

Total Attach: 8 Files

General Comments

| <u>User Group</u> | <u>Comment</u> | <u>Comment Date</u> |
|-------------------|------------------------|-------------------------|
| Permit | Final review complete. | 1/30/2012 8:33:10 AM |

Total: 1 comment(s)

BMP

| <u>Type</u> | <u>Comment</u> |
|-------------|----------------|
| | |

Total: 0 comment(s)