

FORM
2

Rev
12/05

State of Colorado
Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80203 Phone: (303) 894-2100 Fax: (303) 894-2109



Document Number:

400236464

Date Received:

05/02/2012

PluggingBond SuretyID

20010023

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 ☐

3. Name of Operator: K P KAUFFMAN COMPANY INC

4. COGCC Operator Number: 46290

5. Address: 1675 BROADWAY, STE 2800

City: DENVER State: CO Zip: 80202

6. Contact Name: Susana Lara-Mesa Phone: (303)825-8422 Fax: (303)825-4825

Email: slaramesa@kpk.com

7. Well Name: KAMMERZELL Well Number: #7-7-24

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

9. Proposed Total Measured Depth: 7638

WELL LOCATION INFORMATION

10. QtrQtr: SWNE Sec: 7 Twp: 4N Rng: 66W Meridian: 6

Latitude: 40.328470 Longitude: -104.818400

Footage at Surface: 2031 feet FNL/FSL 1829 feet FEL/FWL
FNL FEL

11. Field Name: WATTENBERG Field Number: 90750

12. Ground Elevation: 4730 13. County: WELD

14. GPS Data:

Date of Measurement: 12/18/2006 PDOP Reading: 2.4 Instrument Operator's Name: J RHOTEN

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
2564 FNL 1430 FEL 2564 FNL 1430 FEL
Sec: 7 Twp: 4N Rng: 66W Sec: 7 Twp: 4N 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: 510 ft

18. Distance to nearest property line: 676 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 715 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-CODELL | NB-CD | | 160 | 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):

S/2NE/4 SECTION 7-T4N-R66W

25. Distance to Nearest Mineral Lease Line: 154 ft

26. Total Acres in Lease: 80

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 | 400 | 242 | 400 | 0 |
| 1ST | 7+7/8 | 4+1/2 | 11.5 | 0 | 7,638 | 475 | 7,638 | |

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

33. Comments The pad has not been built and the design remains as described in existing Form 2 associated with this well. There is no need for a new Form 2A. Previously Kammerzell 7-32-A3. Unit Configuration is S2NE/4 & N2SE/4

34. Location ID: 336642

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: Susana Lara-Mesa

Title: Engineering Project Mgr Date: 5/2/2012 Email: slaramesa@kpk.com

Operator must have a valid water right or permit allowing for industrial use or purchased water from a seller that has a valid water right or permit allowing for industrial use, otherwise an application for a change in type of use is required under Colorado law. Operator must also use the water in the location set forth in the water right decree or well permit, otherwise an application for a change in place of use is required under Colorado law. Section 37-92-103(5), C.R.S. (2011).

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:  Director of COGCC Date: 5/25/2012

API NUMBER

05 123 24788 00

Permit Number: _____ Expiration Date: 5/24/2014

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 48 hour notice of MIRU via an electronic Form 42.
- 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 and from 200' below Shannon to 200' above Shannon. Verify coverage with a cement bond log.
- 3) Comply with Rule 321. Run and submit Directional Survey from the TD to surface. Ensure that the wellbore complies with setback requirements in commission orders or rules prior to producing the well.

Operator must meet Water Well Testing requirements as per amended Rule 318Ae(4)

Attachment Check List

| Att Doc Num | Name |
|-------------|----------------------|
| 2481603 | SURFACE CASING CHECK |
| 400236464 | FORM 2 SUBMITTED |
| 400280109 | 30 DAY NOTICE LETTER |
| 400280111 | TOPO MAP |
| 400280114 | LEASE MAP |
| 400281987 | DIRECTIONAL DATA |

Total Attach: 6 Files

General Comments

| <u>User Group</u> | <u>Comment</u> | <u>Comment Date</u> |
|--------------------------|---|----------------------------|
| Permit | Notified operator of timing of drilling regarding the 2A: "If location not built by 2A expiration 05/14/2013, Operator must Refile Form 2A for approval prior to location construction." | 5/24/2012 3:20:19 PM |
| Permit | REMOVED SPACING ORDER 407-87, due to GWA wellbore spacing unit. Added unit configuration to opr comments with opr approval. Final Review Completed. No LGD or public comment received. | 5/24/2012 8:52:25 AM |
| Permit | Rec'd and attached DS data sheet from Opr. Ready to pass pending public comment 5/24/12. | 5/7/2012 4:17:08 PM |
| Permit | Requested DS data sheet from opr. | 5/4/2012 4:18:48 PM |

Total: 4 comment(s)

BMP

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

Total: 0 comment(s)