

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:

400287223

Date Received:

05/22/2012

PluggingBond SuretyID

20040083

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: PIONEER NATURAL RESOURCES USA INC

4. COGCC Operator Number: 10084

5. Address: 1401 17TH ST STE 1200

City: DENVER State: CO Zip: 80202

6. Contact Name: Kristi McRedmond Phone: (303)928-7128 Fax: (303)962-6237

Email: kristi@petro-fs.com

7. Well Name: DAVIS Well Number: 42-12

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

9. Proposed Total Measured Depth: 6600

WELL LOCATION INFORMATION

10. QtrQtr: SENE Sec: 12 Twp: 17S Rng: 53W Meridian: 6

Latitude: 38.592585 Longitude: -103.286111

Footage at Surface: 1575 feet FNL/FSL FNL 752 feet FEL/FWL FEL

11. Field Name: Wildcat Field Number: 99999

12. Ground Elevation: 4761 13. County: LINCOLN

14. GPS Data:

Date of Measurement: 05/09/2012 PDOP Reading: 1.2 Instrument Operator's Name: Conner Mahoskey/PFS

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: 5280 ft

18. Distance to nearest property line: 752 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 3597 ft

LEASE, SPACING AND POOLING INFORMATION

Table with 5 columns: Objective Formation(s), Formation Code, Spacing Order Number(s), Unit Acreage Assigned to Well, Unit Configuration (N/2, SE/4, etc.)

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):

N/2 Section 12, Township 17 South, Range 53 West; and All lying east of an existing fence line Section 2, Township 17 South, Range 53 West

25. Distance to Nearest Mineral Lease Line: 752 ft 26. Total Acres in Lease: 540

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: Drilling Pit

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	16	16		0	40			
SURF	12+1/4	8+5/8	32	0	500	344	500	0
1ST	7+7/8	5+1/2	17	0	6,600	1,036	6,600	0

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

33. Comments The nearest well completed in same formation is over 4.5 miles. Status of this well is PA, with API of 05-073-06135.

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: Kristi McRedmond

Title: Regulatory Technician Date: 5/22/2012 Email: kristi@petro-fs.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: 6/14/2012

API NUMBER

05 073 06474 00

Permit Number: _____ Expiration Date: 6/13/2014

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 Craig Quint at 719-767-8939 or e-mail at craig.quint@state.co.us.
- 2) If production casing is set provide cement coverage to at least 200' above shallowest completed interval and stage cement Cheyenne/Dakota interval (2150'-1700' minimum). Run and submit CBL to verify.
- 3) If well is a dry hole set plugs at the following depths: 40 sks cement +/- 50' above the Mississippian, 50' above the Marmaton, 40 sks cement across any DST w/ show, 40 sks cement 50' below Cheyenne (2150' up), 40 sks cement 50' above top of Dakota (1700' up), 50 sks cement from 50' below surface casing shoe up into surface casing, 15 sks cement in top of surface casing, cut 4 ft below GL, weld on plate, 5 sks cement each in rat hole and mouse hole.

Attachment Check List

Att Doc Num	Name
400287223	FORM 2 SUBMITTED
400287336	PLAT
400287339	TOPO MAP
400287344	30 DAY NOTICE LETTER
400287577	PROPOSED BMPs

Total Attach: 5 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Final review passed 6/12/2012 NKP	6/12/2012 4:24:09 PM
Permit	Per opr Distance to nearest well is 3597' to CAGLE. Distance to nearest property line is in feet. Mineral lease includes portions of both Section 2 and Section 12.	5/24/2012 12:44:07 PM
Permit	Email to opr to verify distance to nearest permitted/producing well in same zone, distance to nearest property boundary, lease description 5/24/2012 NKP	5/24/2012 9:15:10 AM

Total: 3 comment(s)

BMP

<u>Type</u>	<u>Comment</u>
Drilling/Completion Operations	The drilling pit will be lined.
Site Specific	Keep well site location, the road, and the pipeline easement free of noxious weeds, litter and debris. Spray for noxious weeds, and implement dust control, as needed. Operator will not permit the release or discharge of any toxic or hazardous chemicals or wastes on Owner's Land. Construct and maintain gates where any roads used by operator, its employees, or contractors cross through fences on the leased premises.
Construction	Remove only the minimum amount of vegetation necessary for the construction of roads and facilities. Conserve topsoil during excavation and reuse as cover on disturbed areas to facilitate regrowth of vegetation. No construction or routine maintenance activities will be performed during periods when the soil is too wet to adequately support construction equipment.
Interim Reclamation	Utilize only such area around each producing well as is reasonably necessary. Restore the remainder of the well site location to its original condition within a reasonable time after the completion of operations. All reseeding shall be done with grasses consistent with the Rocky Mountain native mix or other grasses reasonably requested by surface owner and during planting period suggested by Owner.
Final Reclamation	All surface restoration shall be accomplished to the satisfaction of Owner. All reseeding shall be done with grasses consistent with the Rocky Mountain native mix or other grasses reasonably requested by surface owner and during planting period suggested by Owner. Final reclamation shall be completed to the reasonable satisfaction of the Owner as soon as practical after installation (weather permitting) and in accordance with regulatory agency standards (BLM/COGCC).
Storm Water/Erosion Control	Please see attached Proposed BMP's - Pioneer Natural Resources USA, Inc Stormwater Program - Best Management Practices

Total: 6 comment(s)