

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:

400306351

Date Received:

07/23/2012

PluggingBond SuretyID

20120035

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: KIRKPATRICK OIL COMPANY INC

4. COGCC Operator Number: 10410

5. Address: 1001 W WILSHIRE BLVD #202

City: OKLAHOMA CITY State: OK Zip: 73116

6. Contact Name: Chris McRickard Phone: (303)820-4480 Fax: (303)820-4124

Email: chris@banko1.com

7. Well Name: B&B Farms Well Number: 1-19H

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

9. Proposed Total Measured Depth: 5436

WELL LOCATION INFORMATION

10. QtrQtr: NENE Sec: 19 Twp: 11S Rng: 44W Meridian: 6

Latitude: 39.086960 Longitude: -102.374950

Footage at Surface: 260 feet FNL 660 feet FEL

11. Field Name: Wildcat Field Number: 99999

12. Ground Elevation: 4268 13. County: KIT CARSON

14. GPS Data:

Date of Measurement: 06/28/2012 PDOP Reading: 1.5 Instrument Operator's Name: K. Daley

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
619 FNL 660 FEL 630 FSL 660 FEL
Sec: 19 Twp: 11S Rng: 44W Sec: 19 Twp: 11S Rng: 44W

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: 226 ft

18. Distance to nearest property line: 260 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 5280 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.)
Mississippian	MSSP			

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):

Sec. 19 T11S R44W 6th PM; ALL

25. Distance to Nearest Mineral Lease Line: 619 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: _____

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	350	180	350	0
1ST	8+3/4	7	26	400	5,270	130	5,270	0
1ST LINER	6+1/8	4+1/2	11.6	5270	8,725	445	8,725	0

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

33. Comments Conductor casing will not be used.

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: Chris F. McRickard

Title: Permit Agent Date: 7/23/2012 Email: chris@banko1.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: Matthew Lee Director of COGCC Date: 8/20/2012

API NUMBER Permit Number: _____ Expiration Date: 8/19/2014

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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 prior to spud via electronic Form 42.
- 2) If production casing is set provide cement coverage to at least 200' above Morrow and across Cheyenne/Dakota interval (2800'-2000' minimum). Run and submit CBL to verify cemented intervals.
- 3) If well is a dry hole set plugs at the following depths: 40 sks cement across any DST or significant show, 40 sks cement at 2800' up, 40 sks cement at 2000' 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
400306351	FORM 2 SUBMITTED
400307824	SURFACE AGRMT/SURETY
400307843	TOPO MAP
400307844	DEVIATED DRILLING PLAN
400308545	DRILLING PLAN
400308573	DIRECTIONAL DATA
400308774	WELL LOCATION PLAT

Total Attach: 7 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Final review completed; no LGD or public comment received.	8/20/2012 6:07:48 AM
Permit	Operator made correction.	7/24/2012 11:10:08 AM
Permit	Returned to draft. BHL does not match plat.	7/24/2012 8:44:08 AM

Total: 3 comment(s)

BMP

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

Total: 0 comment(s)