

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:

400320137

Date Received:

08/23/2012

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 ☐

PluggingBond SuretyID

3. Name of Operator: WPX ENERGY ROCKY MOUNTAIN LLC4. COGCC Operator Number: 968505. Address: 1001 17TH STREET - SUITE #1200City: DENVER State: CO Zip: 802026. Contact Name: Howard Harris Phone: (303)606-4086 Fax: (303)629-8268Email: howard.harris@wpxenergy.com7. Well Name: Federal Well Number: RGU 23-23-1988. Unit Name (if appl): Ryan Gulch Unit Unit Number: COC0682399. Proposed Total Measured Depth: 12413

WELL LOCATION INFORMATION

10. QtrQtr: NESW Sec: 23 Twp: 1S Rng: 98W Meridian: 6Latitude: 39.946904Longitude: -108.362654

Footage at Surface: 1828 feet FNL/FSL 1906 feet FEL/FWL 1906 feet
 FSL 1906 feet FWL 1906 feet

11. Field Name: Sulphur Creek Field Number: 8009012. Ground Elevation: 6543 13. County: RIO BLANCO

14. GPS Data:

Date of Measurement: 05/26/2010 PDOP Reading: 1.6 Instrument Operator's Name: John Richardson15. If well is ☒ Directional ☐ Horizontal (highly deviated) **submit deviated drilling plan.**

Footage at Top of Prod Zone: FNL/FSL 2617 FSL 1895 FEL/FWL 2617 FSL 1895 FEL/FWL 2617
 Bottom Hole: FNL/FSL 2617 FSL 1895 FEL/FWL 2617 FSL 1895 FEL/FWL 2617
 Sec: 23 Twp: 1S Rng: 98W Sec: 23 Twp: 1S Rng: 98W

16. Is location in a high density area? (Rule 603b)? ☐ Yes ☒ No17. Distance to the nearest building, public road, above ground utility or railroad: 2567 ft18. Distance to nearest property line: 9939 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 338 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.)
Iles	ILES			
Sego	SEGO			
Williams Fork	WMFK			

21. Mineral Ownership: ☐ Fee ☐ State ☒ Federal ☐ Indian Lease #: COC6073222. 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):

See lease submitted with original permit

25. Distance to Nearest Mineral Lease Line: 1895 ft 26. Total Acres in Lease: 1205

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: Re-Use, Evap & Backfill

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	26	18	48	0	80	135	80	0
SURF	14+3/4	9+5/8	36	0	3,888	2,990	3,888	0
1ST	8+3/4	4+1/2	11.6	0	12,413	1,920	12,413	

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

33. Comments Top of cement for production casing will be at least 200 feet above the top of Mesaverde. Closed mud system will be used. Associated Form 2A Doc# 400078115 for location is approved. No changes from original are being made on this form 2.

34. Location ID: 419254

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: Howard Harris

Title: Sr. Regulatory Specialist Date: 8/23/2012 Email: howard.harris@wpenergy.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: 9/14/2012

API NUMBER

05 103 11788 00

Permit Number: _____ Expiration Date: 9/13/2014

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) COMPLIANCE WITH THE MOST CURRENT REVISION OF THE NORTHWEST COLORADO NOTIFICATION POLICY IS REQUIRED.

(2) THE PROPOSED SURFACE CASING IS MORE THAN 50' BELOW THE DEPTH OF THE DEEPEST WATER WELL WITHIN 1-MILE OF THE SURFACE LOCATION WHEN CORRECTED FOR ELEVATION DIFFERENCES. THE DEEPEST WATER WELL WITHIN 1-MILE IS 3001 FEET DEEP.

Attachment Check List

Att Doc Num	Name
400320137	FORM 2 SUBMITTED

Total Attach: 1 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Location not built. Oper. advised that if loc. not built prior to expiration of 2A, then amended 2A must be submitted and approved prior to construction. No LGD or public comments. Final Review--passed.	9/14/2012 2:47:34 PM
Permit	No lease attached to original APD. Lease description from original APD is: Sec. 23 Lots 1-16; Sec. 26 Lots 2-16; T2S, R98W, 6th P.M.	8/24/2012 12:48:43 PM

Total: 2 comment(s)

BMP

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

Total: 0 comment(s)