

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:

400371196

Date Received:

01/17/2013

## 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: ENCANA OIL & GAS (USA) INC

4. COGCC Operator Number: 100185

5. Address: 370 17TH ST STE 1700

City: DENVER State: CO Zip: 80202-5632

6. Contact Name: JENNIFER LIND Phone: (720)876-5890 Fax: (720)876-6890

Email: JENNIFER.LIND@ENCANA.COM

7. Well Name: SG Well Number: 8504A-34 L27496

8. Unit Name (if appl): BIG JIMMY UNIT Unit Number: COC74105X

9. Proposed Total Measured Depth: 12448

## WELL LOCATION INFORMATION

10. QtrQtr: NWSW Sec: 27 Twp: 4S Rng: 96W Meridian: 6

Latitude: 39.670961 Longitude: -108.160319

Footage at Surface: 1784 feet FNL/FSL FSL 1073 feet FEL/FWL FWL

11. Field Name: GRAND VALLEY Field Number: 31290

12. Ground Elevation: 8106 13. County: GARFIELD

### 14. GPS Data:

Date of Measurement: 07/31/2012 PDOP Reading: 1.5 Instrument Operator's Name: ROBERT KAY

15. If well is  Directional  Horizontal (highly deviated) **submit deviated drilling plan.**

Footage at Top of Prod Zone: FNL/FSL 48 FNL 1340 FWL 48 FNL 1340 FWL  
Bottom Hole: FNL/FSL 48 FNL 1340 FWL  
Sec: 34 Twp: 4S Rng: 96W Sec: 34 Twp: 4S Rng: 96W

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: 16281 ft

18. Distance to nearest property line: 3712 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 264 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.)
WILLIAMS FORK	WMFK			

21. Mineral Ownership:  Fee  State  Federal  Indian Lease #: COC69557

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):

PLEASE SEE ATTACHED MAP

25. Distance to Nearest Mineral Lease Line: 48 ft 26. Total Acres in Lease: 2425

### 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: RECYCLE AND BURY

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	20	LINE PIPE	0	120	176	120	0
SURF	12+1/4	9+5/8	36	0	2,500	782	2,500	0
1ST	7+7/8	4+1/2	11.6	0	12,448	1,327	12,448	7,086

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

33. Comments PLEASE NOTE THAT ENCANA OIL & GAS (USA) INC. IS THE SURFACE OWNER FOR THIS LOCATION. #17 IS CALCULATED FROM NEAREST BUILDING. SURFACE CASING HOLE SIZE WILL BE 14-3/4", 12-1/4" OR 13-1/2". CONDUCTOR CASING WILL BE CEMENTED TO SURFACE.

34. Location ID: 335939

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: JENNIFER LIND

Title: REGULATORY ANALYST Date: 1/17/2013 Email: JENNIFER.LIND@ENCANA.C

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: 2/8/2013

**API NUMBER**  
05 045 21879 00

Permit Number: \_\_\_\_\_ Expiration Date: 2/7/2015

**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) COMPLIANCE WITH THE MOST CURRENT REVISION OF THE GARFIELD COUNTY RULISON FIELD NOTICE TO OPERATORS IS REQUIRED.

**Applicable Policies and Notices to Operators**

- Piceance Rulison Field - Notice to Operators.
- NW Colorado Notification Policy.
- Notice Concerning Operating Requirements for Wildlife Protection.

**Attachment Check List**

Att Doc Num	Name
400371196	FORM 2 SUBMITTED
400371208	MINERAL LEASE MAP
400371209	TOPO MAP
400371213	WELL LOCATION PLAT
400371215	FED. DRILLING PERMIT
400371217	DEVIATED DRILLING PLAN
400371220	DIRECTIONAL DATA

Total Attach: 7 Files

**General Comments**

<b><u>User Group</u></b>	<b><u>Comment</u></b>	<b><u>Comment Date</u></b>
Engineer	THE PROPOSED SURFACE CASING IS MORE THAN 50' BELOW THE DEPTH OF THE DEEPEST WATER WELL WITHIN 1MILE OF THE SURFACE LOCATION WHEN CORRECTED FOR ELEVATION DIFFERENCES. THE DEEPEST WATER WELL WITHIN 1 MILE IS 000 FEET DEEP.	1/29/2013 10:21:28 AM
Permit	PENDING:OK upon approval of 2A 400360273. Approved 2/7/13.	1/29/2013 9:18:50 AM
LGD	Passed DB	1/18/2013 4:11:14 PM
Permit	Corrected acres in lease to match lease map. Form passes completeness.	1/18/2013 2:32:18 PM

Total: 4 comment(s)

**BMP**

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

Total: 0 comment(s)