

FORM

2

Rev
12/05

State of Colorado

Oil and Gas Conservation Commission

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Date Received:

07/24/2013

PluggingBond SuretyID

20120125

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: URSA OPERATING COMPANY LLC4. COGCC Operator Number: 104475. Address: 1050 17TH STREET #2400City: DENVER State: CO Zip: 802656. Contact Name: Shauna Redican Phone: (720)508-8350 Fax: (720)508-8368Email: sredican@ursaresources.com7. Well Name: BAT Well Number: 14C-17-07-95

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

9. Proposed Total Measured Depth: 6807

WELL LOCATION INFORMATION

10. QtrQtr: SESE Sec: 18 Twp: 7S Rng: 95W Meridian: 6Latitude: 39.431327 Longitude: -108.033173

Footage at Surface: 329 feet FNL/FSL 803 feet FEL/FWL FEL

11. Field Name: Parachute Field Number: 6735012. Ground Elevation: 5441 13. County: GARFIELD

14. GPS Data:

Date of Measurement: 09/17/2010 PDOP Reading: 3.0 Instrument Operator's Name: Kyle Tesky15. If well is ☒ Directional ☐ Horizontal (highly deviated) **submit deviated drilling plan.**

Footage at Top of Prod Zone: FNL/FSL 468 FSL 691 FWL 468 FSL 691 FWL 468 FSL 691 FWL 468
 Sec: 17 Twp: 7S Rng: 95W Sec: 17 Twp: 7S Rng: 95W

16. Is location in a high density area? (Rule 603b)? ☐ Yes ☒ No17. Distance to the nearest building, public road, above ground utility or railroad: 334 ft18. Distance to nearest property line: 530 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 645 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-ILES	WFILS	440-58	240	SW and W2SE

21. Mineral Ownership: ☒ Fee ☐ State ☐ Federal ☐ Indian Lease #: _____22. Surface Ownership: ☒ Fee ☐ State ☐ Federal ☐ Indian23. 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 ☐ No23b. 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):

E/2SWSW and N/2SESW of Section 17, T72, R95W of the 6th PM. (see attached lease map). The well distance given is to a lease line within the drilling and spacing unit. BHL complies with spacing order with respect to distance to unit boundary.

25. Distance to Nearest Mineral Lease Line: 468 ft

26. Total Acres in Lease: 43

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
CONDUCTOR	24	16	55	0	60	112	60	0
SURF	12+1/4	8+5/8	24/32	0	1,796	446	1,796	0
1ST	7+7/8	4+1/2	11.6	0	6,807	548	6,807	

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

33. Comments I certify that all conditions in the original permit are the same except the name (formerly BAT 43D-18-07-95), SHL, BHL, updated casing and cement program, etc. There have been no other changes to land use, well construction or the lease. This Refile Form 2 does not require a Form 2A because the pad is anticipated to be constructed per the approved Form 2A in September 2013. A closed loop system is being used so no pits need to be constructed, the refilled well will not require any expansion / additional surface disturbance of the pad. The location is not in a wildlife restricted surface occupancy area (RSO); consultation with CDOW is not required and the location does not require a variance from any of the rules listed in Rule 306.d.(1).(A).(ii).; consultation with CDPHE is not required. First String/Production TOC will be >200 feet above Top of Gas. The well distance given is to a lease line within the drilling and spacing unit. BHL complies with spacing order with respect to distance to unit boundary. NOTE: Ursa Operating Company (applicant) is the surface owner of the SESE of Section 18-T7S-R95W and a portion of the N2NENE of Section 19-T7S-R95W, where the subject well pad will be located.

34. Location ID: 422286

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: Shauna Redican

Title: Permit Representative

Date: 7/24/2013

Email: sredican@ursaresources.com

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: _____

API NUMBER

05 045 20527 00

Permit Number: _____ Expiration Date: _____

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.

Date retrieval failed for the subreport 'IntPolicy_NTC' located at: W:\Inetpub\Net\Report\policy_ntc.rdl. Please check th

Attachment Check List

Att Doc Num	Name
400452016	WELL LOCATION PLAT
400452017	DEVIATED DRILLING PLAN
400452019	DIRECTIONAL DATA
400455998	MINERAL LEASE MAP

Total Attach: 4 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Return to Draft: Has correct Mineral Lease map to be attached and accurate spacing unit definition.	7/25/2013 10:16:15 AM

Total: 1 comment(s)

BMP

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

Total: 0 comment(s)