

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:

400405536

Date Received:

06/14/2013

PluggingBond SuretyID

20090078

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: PDC ENERGY INC

4. COGCC Operator Number: 69175

5. Address: 1775 SHERMAN STREET - STE 3000

City: DENVER State: CO Zip: 80203

6. Contact Name: Liz Lindow Phone: (303)831-3974 Fax: ()

Email: liz.lindow@pdce.com

7. Well Name: Anderson Well Number: 34M-303

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

9. Proposed Total Measured Depth: 11759

WELL LOCATION INFORMATION

10. QtrQtr: NENW Sec: 34 Twp: 7N Rng: 66W Meridian: 6

Latitude: 40.537730 Longitude: -104.765250

Footage at Surface: 346 feet FNL/FSL 2491 feet FEL/FWL
FNL FWL

11. Field Name: Wattenberg Field Number: 90750

12. Ground Elevation: 4915 13. County: WELD

14. GPS Data:

Date of Measurement: 03/28/2013 PDOP Reading: 1.6 Instrument Operator's Name: Tom Carlson

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
820 FNL 2711 FWL 500 FSL 2433 FEL
Sec: 34 Twp: 7N Rng: 66W Sec: 34 Twp: 7N Rng: 66W

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: 333 ft

18. Distance to nearest property line: 316 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 353 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.)
Niobrara	NBRR		320	GWA

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):

NENW of Sec 34, T7N R66W (see attached lease map): Horizontal wellbore crosses multiple lease lines in drilling and spacing unit. Distance to mineral lease line is 0'. Distance to unit boundary is 500'. Operator certifies it holds all leases along wellbore.

25. Distance to Nearest Mineral Lease Line: 0 ft

26. Total Acres in Lease: 30

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
1ST	8+3/4	7	26	0	7766	650	7766	500
1ST LINER	6+1/8	4+1/2	11.6	6560	11759			
SURF	12+1/4	9+5/8	36	0	875	830	875	0

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

33. Comments 7" casing string will be cemented to at least 200' above Niobrara, around 500' from surface. CBL will only be run in the vertical section of the wellbore. Conductor casing will not be used. Operator requests an exception location per rule 318Aa and rule 318Ac: well will not be drilled in a legal drilling window or twinned with an existing well. Waivers attached. Per rule 318Ae, the Operator requests the proposed spacing unit consisting of 320 acres, E2W2 and W2E2 of Sec 34 T7N R66W. Proposed spacing unit map and 30-day certificate is attached. Distance to nearest well measured by Anti-Collision Report in the Deviated Directional Plan.

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: Liz Lindow

Title: Regulatory Analyst

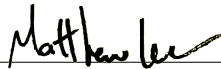
Date: 6/14/2013

Email: liz.lindow@pdce.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: 8/9/2013

API NUMBER

05 123 37804 00

Permit Number: _____

Expiration Date: 8/8/2015

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.

COA Type	Description
	1)Provide notice of MIRU via an electronic Form 42. 2)Comply with Rule 317.i and provide cement coverage to a minimum of 200' above the Niobrara. Verify cement coverage with a cement bond log per 317.o.
	Operator must meet water well testing requirements per Rule 318A.
	Operator acknowledges the proximity of the Anderson #1 API# 123-05301 well. Operator agrees to: provide mitigation option 1, 2 or 3 (per the DJ Basin Horizontal Offset Policy) to mitigate the situation, ensure all applicable documentation is submitted based on the selected mitigation option chosen, and submit a Form 42 ("OTHER – AS SPECIFIED BY PERMIT CONDITION") stating what appropriate mitigation occurred and that it has been completed, prior to the hydraulic stimulation of this well.

Applicable Policies and Notices to Operators

Notice Concerning Operating Requirements for Wildlife Protection.

Policy for Bradenhead Monitoring During Hydraulic Fracturing Treatments in the Greater Wattenberg Area.

Attachment Check List

Att Doc Num	Name
2114158	LEASE MAP
400405536	FORM 2 SUBMITTED
400409120	PROPOSED SPACING UNIT
400409122	WELL LOCATION PLAT
400420814	30 DAY NOTICE LETTER
400420815	EXCEPTION LOC REQUEST
400420819	EXCEPTION LOC WAIVERS
400420822	DEVIATED DRILLING PLAN
400420824	DIRECTIONAL DATA
400433743	OFFSET WELL EVALUATION

Total Attach: 10 Files

General Comments

User Group	Comment	Comment Date
Engineer	Evaluated offset wells for adequate isolation.	7/2/2013 7:23:29 AM
Permit	Attached lease map showing NENW section 34 is 30 acres due to irregularity of the section. Changed field name to Wattenberg. Corrected distance to nearest well to 353', Anderson 34M-223. Ok'd by operator. Ready to pass pending public comment.	7/1/2013 2:41:58 PM
Permit	Form passes completeness.	6/17/2013 9:30:03 AM

Total: 3 comment(s)

Best Management Practices

No	BMP/COA Type	Description