

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:

400395228

Date Received:

05/29/2013

PluggingBond SuretyID

20110027

## APPLICATION FOR PERMIT TO:

1.  Drill,  Deepen,  Re-enter,  Recomplete and Operate

### 2. TYPE OF WELL

OIL  GAS  COALBED  OTHER CO2 pilot  
SINGLE ZONE  MULTIPLE  COMMINGLE

Refiling

Sidetrack

3. Name of Operator: KINDER MORGAN CO2 CO LP

4. COGCC Operator Number: 46685

5. Address: 17801 HWY 491

City: CORTEZ State: CO Zip: 81321

6. Contact Name: Paul Belanger Phone: (970)882-2464 Fax: (970)882-5521

Email: Paul\_Belanger@kindermorgan.com

7. Well Name: DOE CANYON Well Number: 18

8. Unit Name (if appl): DOE CANYON Unit Number: 47612X

9. Proposed Total Measured Depth: 8926

## WELL LOCATION INFORMATION

10. QtrQtr: LOT 1 Sec: 13 Twp: 40N Rng: 18W Meridian: N

Latitude: 37.737510 Longitude: -108.801960

Footage at Surface: 1103 feet FNL 1385 feet FWL

11. Field Name: DOE CANYON Field Number: 17210

12. Ground Elevation: 7282 13. County: DOLORES

### 14. GPS Data:

Date of Measurement: 05/11/2013 PDOP Reading: 1.7 Instrument Operator's Name: R J CAFFEY

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

Sec:      Twp:      Rng:      Sec:      Twp:      Rng:     

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: 3131 ft

18. Distance to nearest property line: 1088 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 4000 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.)
Leadville	LDVLL			

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):

Section 13 40N18W: LOTS 1-4, W1/2W1/2; Section 14 40N18W NWSE; SURFACE OWNER/MINERAL OWNER IS SUCCESSOR IN INTEREST TO ORIGINAL LESSOR

25. Distance to Nearest Mineral Lease Line: 1103 ft 26. Total Acres in Lease: 331

### 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: de-watered by closed loop

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	20	14	99	0	80	100	80	0
SURF	12+1/4	9+5/8	36	0	2510	1100	2510	0
1ST	8+3/4	7	29/32	0	8551	2600	8551	0
OPEN HOLE	6			8551	8926			

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

33. Comments This is the vertical pilot of a 2 bore hole planned submission. Distance to unit boundary is greater than 5280'

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: Paul E. Belanger

Title: Regulatory Contractor Date: 5/29/2013 Email: Paul\_Belanger@KinderMorgan

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: 8/15/2013

API NUMBER: **05 033 06178 00** Permit Number: \_\_\_\_\_ Expiration Date: 8/14/2015

#### 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 48 hour notice of spud to COGCC and submit via form 42 2) Submit CBL on 7" production casing

## Attachment Check List

<u>Att Doc Num</u>	<u>Name</u>
400395228	FORM 2 SUBMITTED
400395248	H2S CONTINGENCY PLAN
400395249	OTHER
400417090	PLAT
400419223	OIL & GAS LEASE
400426021	DRILLING PLAN

Total Attach: 6 Files

## General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Final review completed; no LGD or public comment received.	8/12/2013 7:29:12 AM
Permit	This permit is the pilot of a pilot/lateral drilling plan. Approval of this permit must precede the approval of the lateral in order that API sidetrack designations be correct.	6/3/2013 10:33:00 AM
Permit	Operator removed the bond. P. Belanger.	6/3/2013 10:26:16 AM

Total: 3 comment(s)

## Best Management Practices

<u>No</u>	<u>BMP/COA Type</u>	<u>Description</u>