

FORM
2A

Rev
04/01

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:

400001405

Date Received:

07/22/2009

Oil and Gas Location Assessment

New Location

Amend Existing Location

Location#: 332803

Submit original plus one copy. This form is to be submitted to the COGCC prior to any ground disturbance activity associated with oil and gas development operations. This Assessment may be approved as a standalone application or submitted as an informational report accompanying an Application for Permit-To-Drill, Form 2. Approval of this Assessment will allow for the construction of the below specified location; however, it does not supersede any land use rules applied by the local land use authority. This form may serve as notice to land owners and other interested parties, please see the COGCC web site at <http://colorado.gov/cogcc/> for all accompanying information pertinent to this Oil and Gas Location Assessment.

Location ID:

332803

Expiration Date:

11/12/2012

This location assessment is included as part of a permit application.

1. CONSULTATION

This location is included in a Comprehensive Drilling Plan. CDP # _____

This location is in a sensitive wildlife habitat area.

This location is in a wildlife restricted surface occupancy area.

This location includes a Rule 306.d.(1)A.ii. variance request.

2. Operator

Operator Number: 56565

Name: MERIT ENERGY COMPANY

Address: 13727 NOEL ROAD STE 500

City: DALLAS State: TX Zip: 75240

3. Contact Information

Name: Michal White

Phone: (972) 628-1658

Fax: (972) 628-1958

email: Michal.White@meritenergy.com

4. Location Identification:

Name: Peschel Number: 34-71

County: WELD

Quarter: NW SW Section: 20 Township: 4N Range: 65W Meridian: 6 Ground Elevation: 4826

Define a single point as a location reference for the facility location. This point should be used as the point of measurement in the drawings to be submitted with this application. When the location is to be used as a well site then the point shall be a well location.

Footage at surface: 1819 feet FSL, from North or South section line, and 1879 feet FWL, from East or West section line.

Latitude: 40.295630 Longitude: -104.689760 PDOP Reading: 2.9 Date of Measurement: 07/13/2008

Instrument Operator's Name: Robert D. Thomas

5. Facilities (Indicate the number of each type of oil and gas facility planned on location):

Special Purpose Pits: <input type="checkbox"/>	Drilling Pits: <input type="checkbox"/> <u>1</u>	Wells: <input type="checkbox"/> <u>2</u>	Production Pits: <input type="checkbox"/>	Dehydrator Units: <input type="checkbox"/>
Condensate Tanks: <input type="checkbox"/>	Water Tanks: <input type="checkbox"/>	Separators: <input type="checkbox"/>	Electric Motors: <input type="checkbox"/>	Multi-Well Pits: <input type="checkbox"/>
Gas or Diesel Motors: <input type="checkbox"/>	Cavity Pumps: <input type="checkbox"/>	LACT Unit: <input type="checkbox"/>	Pump Jacks: <input type="checkbox"/>	Pigging Station: <input type="checkbox"/>
Electric Generators: <input type="checkbox"/>	Gas Pipeline: <input type="checkbox"/>	Oil Pipeline: <input type="checkbox"/>	Water Pipeline: <input type="checkbox"/>	Flare: <input type="checkbox"/> <u>0</u>
Gas Compressors: <input type="checkbox"/>	VOC Combustor: <input type="checkbox"/>	Oil Tanks: <input type="checkbox"/>	Fuel Tanks: <input type="checkbox"/>	

Other: 2 - 3-phase flowline; drill pit to be lined; drilling/drill rig = 2 oil tanks, 1 separator, 77 electric motors, 4 gas/diesel motors, 3 electric generators, 2 fuel tanks, 1 VOC combustor, 1 flare

6. Construction:

Date planned to commence construction: 07/16/2010 Size of disturbed area during construction in acres: 0.50
Estimated date that interim reclamation will begin: 10/16/2010 Size of location after interim reclamation in acres: 0.00
Estimated post-construction ground elevation: 4826 Will a closed loop system be used for drilling fluids: Yes
Will salt sections be encountered during drilling: Yes No Is H2S anticipated? Yes No
Will salt (>15,000 ppm TDS Cl) or oil based muds be used: Yes No
Mud disposal: Offsite Onsite Method: Land Farming Land Spreading Disposal Facility
Other: _____

7. Surface Owner:

Name: Harold B. Craven Phone: 970.284.6653
Address: 19747 WCR 46 Fax: _____
Address: _____ Email: _____
City: LaSalle State: CO Zip: 80645 Date of Rule 306 surface owner consultation: 06/18/2007
Surface Owner: Fee State Federal Indian
Mineral Owner: Fee State Federal Indian
The surface owner is: the mineral owner committed to an oil and gas lease
 is the executer of the oil and gas lease the applicant
The right to construct the location is granted by: oil and gas lease Surface Use Agreement Right of Way
 applicant is owner
Surface damage assurance if no agreement is in place: \$2000 \$5000 Blanket Surety ID _____

8. Reclamation Financial Assurance:

Well Surety ID: 19970026 Gas Facility Surety ID: _____ Waste Mgnt. Surety ID: _____

9. Cultural:

Is the location in a high density area (Rule 603.b.): Yes No
Distance, in feet, to nearest building: 1558, public road: 1854, above ground utility: 1854,
railroad: 5280, property line: 36

10. Current Land Use (Check all that apply):

Crop Land: Irrigated Dry land Improved Pasture Hay Meadow CRP
Non-Crop Land: Rangeland Timber Recreational Other (describe): _____
Subdivided: Industrial Commercial Residential

11. Future Land Use (Check all that apply):

Crop Land: Irrigated Dry land Improved Pasture Hay Meadow CRP
Non-Crop Land: Rangeland Timber Recreational Other (describe): _____
Subdivided: Industrial Commercial Residential

12. Soils:

List all soil map units that occur within the proposed location. Attach the National Resource Conservation Service (NRCS) report showing the "Map Unit Description" report listing the soil typical vertical profile. This data is to used when segregating topsoil.

The required information can be obtained from the NRCS web site at <http://soildatamart.nrcs.usda.gov/> or from the COGCC web site GIS Online map page found at <http://colorado.gov/cogcc>. Instructions are provided within the COGCC web site help section.

NRCS Map Unit Name: Nelson fine sandy loam, 3 to 9 percent slopes
NRCS Map Unit Name: Otero sandy loam, 3 to 5 percent slopes
NRCS Map Unit Name: _____

13. Plant Community:

Complete this section only if any portion of the disturbed area of the location's current land use is on non-crop land.

Are noxious weeds present: Yes No
Plant species from: NRCS or, field observation Date of observation: _____
List individual species: _____

Check all plant communities that exist in the disturbed area.

- Disturbed Grassland (Cactus, Yucca, Cheatgrass, Rye)
- Native Grassland (Bluestem, Grama, Wheatgrass, Buffalograss, Fescue, Oatgrass, Brome)
- Shrub Land (Mahogany, Oak, Sage, Serviceberry, Chokecherry)
- Plains Riparian (Cottonwood, Willow, Aspen, Maple, Poplar, Russian Olive, Tamarisk)
- Mountain Riparian (Cottonwood, Willow, Blue Spruce)
- Forest Land (Spruce, Fir, Ponderosa Pine, Lodgepole Pine, Juniper, Pinyon, Aspen)
- Wetlands Aquatic (Bullrush, Sedge, Cattail, Arrowhead)
- Alpine (above timberline)
- Other (describe): _____

14. Water Resources:

Rule 901.e. may require a sensitive area determination be performed. If this determination is performed the data is to be submitted with the Form 2A.

Is this a sensitive area: No Yes Was a Rule 901.e. Sensitive Areas Determination performed: No Yes

Distance (in feet) to nearest surface water: 200, water well: 2548, depth to ground water: 20

Is the location in a riparian area: No Yes Was an Army Corps of Engineers Section 404 permit filed No Yes

Is the location within a Rule 317B Surface Water Suppl Area buffer zone:

No 0-300 ft. zone 301-500 ft. zone 501-2640 ft. zone

If the location is within a Rule 317B Surface Water Supply Area buffer have all public water supply systems within 15 miles been notified: No Yes

15. Comments:

Existing oil & gas facility will be utilized. railroad more than 1 mile, drill pit to be lined, water well permit #15500F, depth 45 feet, static water level 20 feet. sensitive area based on shallow ground water (also water well permit 6718-F, depth 49 feet, 12' static.)

I hereby certify that the statements made in this form are, to the best of my knowledge, true, correct and complete.

Signed: _____ Date: 07/22/2009 Email: Michal.White@meritenergy.com

Print Name: Michal White Title: REGULATORY ANALYST

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: David S. Neslin Director of COGCC Date: 11/13/2009

**CONDITIONS OF
APPROVAL, IF ANY:**

All representations, stipulations and conditions of approval stated in this Form 2A for this location shall constitute representations, stipulations and conditions of approval for any and all subsequent operations on the location unless this Form 2A is modified by Sundry Notice, Form 4 or an Amended Form 2A.

Description

Location is in a sensitive area because of shallow ground water; therefore, either a lined drilling pit or closed loop system is required.

Attachment Check List

Att Doc Num	Name
1784448	LOCATION DRAWING
1784449	HYDROLOGY MAP
1784450	CORRESPONDENCE
400001405	FORM 2A APPROVED
400001698	LOCATION PICTURES
400001699	LOCATION DRAWING
400001700	HYDROLOGY MAP
400001702	ACCESS ROAD MAP
400001705	NRCS MAP UNIT DESC
400001716	PROPOSED BMPs

Total Attach: 10 Files

General Comments

User Group	Comment	Comment Date

Total: 0 comment(s)

Best Management Practices

No	BMP/COA Type	Description