

FORM
2

Rev
05/22

State of Colorado

Energy & Carbon Management Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109



Document Number:

403806104

Date Received:

05/29/2024

APPLICATION FOR PERMIT TO

Drill Deepen Re-enter Recomplete and Operate

Amend

TYPE OF WELL OIL GAS COALBED OTHER: _____

Refile

ZONE TYPE SINGLE ZONE MULTIPLE ZONES COMMINGLE ZONES

Sidetrack

Well Name: BIJOU 3-65 Well Number: 20-19-24 2AH
Name of Operator: CRESTONE PEAK RESOURCES OPERATING LLC ECMC Operator Number: 10633
Address: 555 17TH STREET SUITE 3700
City: DENVER State: CO Zip: 80202
Contact Name: Jeff Annable Phone: (303)312-8529 Fax: ()
Email: jannable@civiresources.com

FINANCIAL ASSURANCE FOR PLUGGING, ABANDONMENT, AND RECLAMATION

ECMC Financial Assurance

The Operator has provided or will provide Financial Assurance to the ECMC for this Well.

Surety ID Number (if applicable): 20160104

Federal Financial Assurance

In checking this box, the Operator certifies that it has provided or will provide at least this amount of Financial Assurance to the federal government for this Well. (Per Rule702.a.)

Amount of Federal Financial Assurance \$ _____

WELL LOCATION INFORMATION

Surface Location

QtrQtr: SENW Sec: 21 Twp: 3S Rng: 65W Meridian: 6

Footage at Surface: 2539 Feet FNL 2404 Feet FWL

Latitude: 39.776661 Longitude: -104.669676

GPS Data: GPS Quality Value: 1.9 Type of GPS Quality Value: PDOP Date of Measurement: 07/03/2023

Ground Elevation: 5593

Field Name: DJ HORIZONTAL NIOBRARA Field Number: 16950

Well Plan: is Directional Horizontal (highly deviated) Vertical

If Well plan is Directional or Horizontal attach Deviated Drilling Plan and Directional Data.

Subsurface Locations

Top of Productive Zone (TPZ)

Sec: 20 Twp: 3S Rng: 65W Footage at TPZ: 1680 FNL 150 FEL
Measured Depth of TPZ: 8376 True Vertical Depth of TPZ: 7707 FNL/FSL FEL/FWL

Base of Productive Zone (BPZ)

Sec: 24 Twp: 3S Rng: 66W Footage at BPZ: 1680 FNL 330 FWL
Measured Depth of BPZ: 23731 True Vertical Depth of BPZ: 7707 FNL/FSL FEL/FWL

Bottom Hole Location (BHL)

Sec: 24 Twp: 3S Rng: 66W Footage at BHL: 1680 FNL 330 FWL
FNL/FSL FEL/FWL

LOCAL GOVERNMENT PERMITTING INFORMATION

County: ADAMS Municipality: Aurora

Is the Surface Location of this Well in an area designated as one of State interest and subject to the requirements of § 24-65.1-108 C.R.S.? No

Per § 34-60-106(1)(f)(I)(A) C.R.S., the following questions pertain to the Relevant Local Government approval of the siting of the proposed Oil and Gas Location.

SB 19-181 provides that when "applying for a permit to drill," operators must include proof that they sought a local government siting permit and the disposition of that permit application, or that the local government does not have siting regulations. § 34-60-106(1)(f)(I)(A) C.R.S.

Does the Relevant Local Government regulate the siting of Oil and Gas Locations, with respect to this Location? [X] Yes [] No

[X] If yes, in checking this box, I hereby certify that an application has been filed with the local government with jurisdiction to approve the siting of the proposed oil and gas location.

The disposition of the application filed with the Relevant Local Government is: Approved Date of Final Disposition: 04/03/2024

Comments: The City of Aurora has approved the local application.

SURFACE AND MINERAL OWNERSHIP AT WELL'S OIL & GAS LOCATION

Surface Owner of the land at this Well's Oil and Gas Location: [X] Fee [] State [] Federal [] Indian

Mineral Owner beneath this Well's Oil and Gas Location: [X] Fee [] State [] Federal [] Indian

Surface Owner Protection Bond (if applicable): Surety ID Number (if applicable):

MINERALS DEVELOPED BY WELL

The ownership of all the minerals that will be developed by this Well is (check all that apply):

- [X] Fee
[] State
[] Federal
[] Indian
[] N/A

LEASE INFORMATION

Using standard QtrQtr, Section, Township, Range format describe one entire mineral lease as follows:

* If this Well is within a unit, describe a lease that will be developed by the Well.

* If this Well is not subject to a unit, describe the lease that will be produced by the Well.

(Attach a Lease Map or Lease Description or Lease if necessary.)

Township 3 South Range 65 West
Section 20: ALL

Total Acres in Described Lease: 640 Described Mineral Lease is: Fee State Federal Indian

Federal or State Lease # _____

SAFETY SETBACK INFORMATION

Distance from Well to nearest:

Building: 4003 Feet
Building Unit: 5280 Feet
Public Road: 2695 Feet
Above Ground Utility: 2056 Feet
Railroad: 5280 Feet
Property Line: 539 Feet

INSTRUCTIONS:

- Specify all distances per Rule 308.b.(1).
- Enter 5280 for distance greater than 1 mile.
- Building - nearest building of any type. If nearest Building is a Building Unit, enter same distance for both.
- Building Unit – as defined in 100 Series Rules.

OBJECTIVE FORMATIONS

Objective Formation(s)	Formation Code	Spacing Order Number(s)	Unit Acreage Assigned to Well	Unit Configuration (N/2, SE/4, etc.)
NIOBRARA	NBRR	535-1482	3837	T3SR65W: Sec 19, 20, 21, 22, 23- All; T3S66W: Sec 24 - All

Federal or State Unit Name (if appl): _____ Unit Number: _____

SUBSURFACE MINERAL SETBACKS

Enter 5280 for distance greater than 1 mile.

Is this Well within a unit? Yes

If YES:

Enter the minimum distance from the Completed Zone of this Well to the Unit Boundary: 330 Feet

Enter the minimum distance from the Completed Zone of this Well to the Completed Zone of an offset Well within the same unit permitted or completed in the same formation: 316 Feet

If NO:

Enter the minimum distance from the Completed Zone of this Well to the Lease Line of the described lease: _____ Feet

Enter the minimum distance from the Completed Zone of this Well to the Completed Zone of an offset Well producing from the same lease and permitted or completed in the same formation: _____ Feet

Exception Location

If this Well requires the approval of a Rule 401.c Exception Location, enter the Rule or spacing order number and attach the Exception Location Request and Waivers. _____

SPACING & FORMATIONS COMMENTS

DRILLING PROGRAM

Proposed Total Measured Depth: 23731 Feet TVD at Proposed Total Measured Depth 7707 Feet

Distance from the proposed wellbore to nearest existing or proposed wellbore belonging to another operator, including plugged wells:

Enter distance if less than or equal to 1,500 feet: _____ Feet No well belonging to another operator within 1,500 feet

Will a closed-loop drilling system be used? Yes

Is H₂S gas reasonably expected to be encountered during drilling operations at concentrations greater than or equal to 100 ppm? No If yes, attach an H₂S Drilling Plan unless a plan was already submitted with the Form 2A per Rule 304.c.(10).

Will there be hydraulic fracture treatment at a depth less than 2,000 feet in this well? No

Will salt sections be encountered during drilling? No

Will salt based (>15,000 ppm Cl) drilling fluids be used? No

Will oil based drilling fluids be used? Yes

BOP Equipment Type: Annular Preventor Double Ram Rotating Head None

Beneficial reuse or land application plan submitted? No

Reuse Facility ID: _____ or Document Number: _____

CASING PROGRAM

Casing Type	Size of Hole	Size of Casing	Grade	Wt/Ft	Csg/Liner Top	Setting Depth	Sacks Cmt	Cmt Btm	Cmt Top
CONDUCTOR	26	16	A53B	36.95	0	80	105	80	0
SURF	13+1/2	9+5/8	J55	36	0	3350	1356	3350	0
1ST	8+1/2	5+1/2	P110	20	0	23731	3665	23731	

Conductor Casing is NOT planned

POTENTIAL FLOW AND CONFINING FORMATIONS

Zone Type	Formation /Hazard	Top M.D.	Top T.V.D.	Bottom M.D.	Bottom T.V.D.	TDS (mg/L)	Data Source	Comment
Groundwater	Denver Aquifer	24	24	819	817	0-500	Groundwater Atlas	USGS HA-646 (Robson & Romero, 1981)
Groundwater	Arapahoe Aquifer	819	817	1475	1447	0-500	Groundwater Atlas	USGS HA-647 (Robson et al, 1981)
Groundwater	Laramie-Fox Hills form.	1475	1447	2023	1967	0-500	Groundwater Atlas	USGS HA-650 (Robson et al, 1981)
Confining Layer	Pierre Formation	2023	1967	2602	2517			
Groundwater	Upper Pierre aquifer	2602	2517	3260	3142	501-1000	Electric Log Calculation	King Ranch 1 (05-001-06312-0000)
Confining Layer	Base of Upper Pierre	3260	3142	4409	4232			
Hydrocarbon	Larimer ("Parkman") sands	4409	4232	4530	4347			Not productive in this area.
Confining Layer	Pierre Formation	4530	4347	5594	5357			
Hydrocarbon	Terry ("Sussex") sandston	5594	5357	5778	5532			Not productive in this area.
Confining Layer	Pierre Formation	5778	5532	6383	6107			
Confining Layer	Hygiene ("Shannon") sands	6383	6107	6757	6462			
Confining Layer	Pierre Formation	6757	6462	8159	7667			
Subsurface Hazard	Sharon Springs Member	8159	7667	8375	7707			Sloughing shales
Hydrocarbon	Niobrara Formation	8375	7707	23731	7707			

OPERATOR COMMENTS AND SUBMITTAL

Comments: The distance to the completed portion of the nearest well in the same unit on the "Spacing & Formations" tab is measured to the Bijou 3-65 21-22-23 2AH. This distance is measured in 2-dimensional space.

There are no wells belonging to another operator within 1500' of the proposed wellbore.

This application is in a Comprehensive Area Plan Yes CAP #: 210700116
 Oil and Gas Development Plan Name Bijou 3-65 19-24 North OGDP ID#: 486144
 Location ID: 486772

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

Signed: _____ Print Name: Scott Farkas

Title: Lead, Permitting Date: 5/29/2024 Email: sfarkas@civiresources.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 ECMC Rules, applicable orders, and SB 19-181 and is hereby approved.

ECMC Approved:  Director of ECMC Date: 6/30/2024

Expiration Date: _____

API NUMBER
05 001 10598 00

CONDITIONS OF APPROVAL, IF ANY LIST

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
Drilling/Completion Operations	Operator will log one (1) additional wells during the first rig occupation with open-hole resistivity log with gamma-ray log from the kick-off point into the surface casing for the stratigraphically deepest wells for a total of two wells logged.
Drilling/Completion Operations	1) Submit Form 42 electronically to COGCC 2 business days prior to MIRU (spud notice) for the first well activity with a rig on the pad and provide 2 business day spud notice via Form 42 for all subsequent wells drilled on the pad. 2) Comply with Rule 408.j. and provide cement coverage from TD to a minimum of 500' above Niobrara. Verify coverage with a cement bond log.
Drilling/Completion Operations	Per COGCC Order 1-232, Bradenhead tests shall be performed according to the following schedule and Form 17 submitted within 10 days of each test: 1) Within 60 days of rig release, prior to stimulation. If any pressure greater than 200 psi is observed or if there is continuous flow, Operator must contact COGCC engineering for approval prior to stimulation. 2) If a delayed completion, a second test is required between 6-9 months after rig release and must be conducted prior to stimulation. If any pressure greater than 200 psi is observed or if there is continuous flow, Operator must contact COGCC engineering for approval prior to stimulation. 3) A post-production test within 60 days after first sales, as reported on the Form 10, Certificate of Clearance.
3 COAs	

Best Management Practices

No	BMP/COA Type	Description
1	Drilling/Completion Operations	One of the first wells drilled on the pad during the first rig occupation will be logged with open-hole resistivity log with gamma-ray log from the kick-off point into the surface casing for one of the stratigraphically deepest wells on the pad. All wells on the pad will have a cement bond log with gamma-ray run on production casing (or on intermediate casing if production liner is run) into the surface casing. The horizontal portion of every well will be logged with a measured-while-drilling gamma-ray log. The Form 5, Completion Report, for each well on the pad will list all logs run and have those logs attached. The Form 5 for a well without open-hole logs will state "Alternative Logging Program - No open-hole logs were run" and will clearly identify the type of log and the well (by API#) in which open-hole logs were run.

2	Drilling/Completion Operations	Anti-collision: Operator will perform an anti-collision evaluation of all active (producing, shut in, or temporarily abandoned) offset wellbores that have the potential of being within 150 feet of a proposed well prior to drilling operations for the proposed well. Notice shall be given to all offset operators prior to drilling.
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Total: 2 comment(s)

ATTACHMENT LIST

<u>Att Doc Num</u>	<u>Name</u>
403806104	FORM 2 SUBMITTED
403806186	OffsetWellEvaluations Data
403806188	WELL LOCATION PLAT
403806190	DEVIATED DRILLING PLAN
403806195	DIRECTIONAL DATA
403841061	OFFSET WELL EVALUATION

Total Attach: 6 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	With operators concurrence added OH Logging COA. Final Review Completed.	06/26/2024
Permit	Emailed operator requesting: addition of OH Logging COA.	06/21/2024
OGLA	The Commission approved OGDG #486772 on May 01, 2024 for the Oil and Gas Location related to this Form 2. OGLA task passed.	05/30/2024

Total: 3 comment(s)