

FORM

2

Rev
12/05

State of Colorado

Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80205 Phone: (303) 894-2100 Fax: (303) 894-2109



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| DE | ET | OE | ES |
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Document Number:

1774350

Plugging Bond Surety

APPLICATION FOR PERMIT TO:

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

2. TYPE OF WELL

OIL ☐ GAS ☒ COALBED ☐ OTHER _____SINGLE ZONE ☒ MULTIPLE ZONE ☐ COMMINGLE ZONE ☐Refiling ☐Sidetrack ☐

3. Name of Operator: WILLIAMS PRODUCTION RMT COMPANY

4. COGCC Operator Number: 96850

5. Address: 1515 ARAPAHOE ST STE 1000

City: DENVER State: CO Zip: 80202

6. Contact Name: HOWARD HARRIS Phone: (303)606-4086 Fax: (303)629-8272

Email: HOWARD.HARRIS@WILLIAMS.COM

7. Well Name: DIAMOND ELK Well Number: PA 642-12

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

9. Proposed Total Measured Depth: 8824

WELL LOCATION INFORMATION

10. QtrQtr: NWNE Sec: 12 Twp: 7S Rng: 95W Meridian: 6

Latitude: 39.458571 Longitude: -107.944351

FNL/FSL

FEL/FWL

Footage at Surface: 436 FNL 1930 FEL

11. Field Name: PARACHUTE Field Number: 67350

12. Ground Elevation: 6289 13. County: GARFIELD

14. GPS Data:

Date of Measurement: 07/08/2009 PDOP Reading: 6.0 Instrument Operator's Name: J. KIRKPATRICK

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

2715 FNL 365 FEL 2715 FNL 365 FEL

Sec: 12 Twp: 7S Rng: 95W Sec: 12 Twp: 7S Rng: 95W

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: 331 ft

18. Distance to nearest property line: 606 ft 19. Distance to nearest well permitted/completed in the same formation: 329 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.) |
|------------------------|----------------|-------------------------|-------------------------------|--------------------------------------|
| WILLIAMSFORK | WMFK | 440-16 | 640 | SECTION(ALL) |

21. Mineral Ownership: ☒ Fee ☐ State ☐ Federal ☐ Indian Lease #: CACO07217
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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 Bon ☐ \$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):
SEE ATTACHED.

25. Distance to Nearest Mineral Lease Line: 34 ft 26. Total Acres in Lease: 669

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 27 or 28 are yes, is this location in a sensitive area (Rule 903)? ☐ Yes ☒ No If 28, 29, or 30 are "Yes" a pit permit may be required.

31. Mud disposal: ☐ Offsite ☒ Onsite

Method: ☐ Land Farming ☐ Land Spreading ☐ Disposal Facility Other: RE-USE

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 | Weight Per Foot | Setting Depth | Sacks Cement | Cement Bottom | Cement Top |
|-------------|--------------|----------------|-----------------|---------------|--------------|---------------|------------|
| CONDUCTOR | 24 | 18 | 48 | 45 | 25 | 45 | 0 |
| SURF | 13+1/2 | 9+5/8 | 32.3 | 2,969 | 1,036 | 2,969 | 0 |
| 1ST | 7+7/8 | 4+1/2 | 11.6 | 8,824 | 601 | 8,824 | |

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

33. Comments CLOSED LOOP MUD SYSTEM. THERE WILL BE TOTAL OF 64 WELLS IN SECTION WHEN DRILLED OUT, THERE IS TOTAL OF 658 ACRES IN SECTION.

34. Location ID: 334723

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: HOWARD HARRIS

Title: REGULATORY Date: _____ Email: HOWARD.HARRIS@WILLIAM

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 | 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.

Attachment Check List

| Att Doc Num | Name | Doc Description |
|-------------|------------------------|--------------------|
| 1774350 | APD ORIGINAL | LF@2182061 1774350 |
| 1774351 | LOCATION PICTURES | LF@2181849 1774351 |
| 1774352 | LOCATION PICTURES | LF@2181850 1774352 |
| 1774353 | LOCATION PICTURES | LF@2181848 1774353 |
| 1774354 | WELL LOCATION PLAT | LF@2182062 1774354 |
| 1774355 | TOPO MAP | LF@2182063 1774355 |
| 1774356 | MINERAL LEASE MAP | LF@2182064 1774356 |
| 1774357 | DEVIATED DRILLING PLAN | LF@2182065 1774357 |
| 1774358 | DRILLING PLAN | LF@2182066 1774358 |

Total Attach: 9 Files