

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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Document Number:

400020336

Plugging Bond Surety

20070091

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: UNIOIL

4. COGCC Operator Number: 90950

5. Address: 1775 SHERMAN ST STE 3000

City: DENVER State: CO Zip: 80203

6. Contact Name: Sarah Garrett Phone: (303)860-5803 Fax: (303)860-5838

Email: sgarrett@petd.com

7. Well Name: Binder Well Number: 12-10DU

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

9. Proposed Total Measured Depth: 7453

WELL LOCATION INFORMATION

10. QtrQtr: SWNW Sec: 10 Twp: 4N Rng: 67W Meridian: 6

Latitude: 40.329350 Longitude: -104.885350

Footage at Surface: 1786 FNL/FSL FNL 359 FEL/FWL FWL

11. Field Name: WATTENBERG Field Number: 90750

12. Ground Elevation: 4760 13. County: WELD

14. GPS Data:

Date of Measurement: 10/31/2008 PDOP Reading: 6.0 Instrument Operator's Name: Thomas G Carlson PLS 24657

15. If well is ☒ Directional ☐ Horizontal (highly deviated) **submit deviated drilling plan.**

Footage at Top of Prod Zone: FNL/FSL 2164 FNL 848 FWL FWL Bottom Hole: FNL/FSL 2164 FNL 848 FWL FWL
Sec: 10 Twp: 4N Rng: 67W Sec: 10 Twp: 4N Rng: 67W

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: 345 ft

18. Distance to nearest property line: 118 ft 19. Distance to nearest well permitted/completed in the same formation: 970 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 Codell	NB-CD	407-87	80	W/2NW4
Sussex Shannon	SX-SN	N/A	80	W/2NW4

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#: 20070028

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):
Township 4 North, Range 67 West, 6th P.M., Section 10:N2

25. Distance to Nearest Mineral Lease Line: 469 ft 26. Total Acres in Lease: 270

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: _____

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
SURF	12+1/4	8+5/8	24	420	250	420	0
S.C. 1.1	7+7/8	4+1/2	10.5	7,453	200	7,453	5,000

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

33. Comments Conductor casing will not be used. Well is on the same pad as the following: Binder 10AD U, 11-10D U. One 2A will be submitted for the location, called the Binder West Multi-Well Pad. Operator requests approval of Rule 603.a.(2) exception location for well location 118' from nearest property line, request letter and signed waiver attached. (jps 4/7/10). Well is outside the window; waiver attached LWC

34. Location ID: 319109

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: Sarah Garrett

Title: Landman Date: 3/10/2010 Email: sgarrett@petd.com

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 G. Neslin Director of COGCC Date: 4/30/2010

API NUMBER

05 123 31519 00

Permit Number: _____ Expiration Date: 4/29/2012

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.

1) Provide 24 hour notice of MIRU to Bo Brown at 970-330-6085 or e-mail at bo.brown@state.co.us. 2) Comply with Rule 317.i and provide cement coverage from TD to a minimum of 200' above Niobrara and from 200' below Shannon to 200' above Sussex. Verify coverage with cement bond log. 3) Comply with Rule 321. Run and submit Directional Survey from TD to base of surface casing. Ensure that the wellbore complies with setback requirements in commission orders or rules prior to producing the well.

Attachment Check List

Att Doc Num	Name	Doc Description
400046180	PLAT	LF@2436842 400046180
400046181	TOPO MAP	LF@2436843 400046181
400046182	30 DAY NOTICE LETTER	LF@2436844 400046182
400046183	DEVIATED DRILLING PLAN	LF@2436845 400046183
400046184	SURFACE AGRMT/SURETY	LF@2436846 400046184
400046185	EXCEPTION LOC WAIVERS	LF@2436847 400046185
400046186	EXCEPTION LOC REQUEST	LF@2436848 400046186
400046187	EXCEPTION LOC WAIVERS	LF@2436849 400046187
400046188	EXCEPTION LOC REQUEST	LF@2436850 400046188
400048042	FORM 2 SUBMITTED	LF@2436851 400048042

Total Attach: 10 Files