

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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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

Document Number:
400018274
Plugging Bond Surety
20050043

3. Name of Operator: ENCANA OIL & GAS (USA) INC 4. COGCC Operator Number: 100185

5. Address: 370 17TH ST STE 1700
City: DENVER State: CO Zip: 80202-5632

6. Contact Name: Judith Walter Phone: (720)876-3702 Fax: (720)876-4702
Email: judith.walter@encana.com

7. Well Name: Story Gulch Unit Well Number: 8505D-25 F25496

8. Unit Name (if appl): Story Gulch Unt Unit Number: COC69333X

9. Proposed Total Measured Depth: 13635

WELL LOCATION INFORMATION

10. QtrQtr: SENW Sec: 25 Twp: 4S Rng: 96W Meridian: 6
Latitude: 39.674178 Longitude: -108.119917

Footage at Surface: 2328 FNL/FSL FNL 1864 FEL/FWL FWL

11. Field Name: Wildcat Field Number: 99999

12. Ground Elevation: 8298 13. County: GARFIELD

14. GPS Data:

Date of Measurement: 08/07/2009 PDOP Reading: 1.9 Instrument Operator's Name: Robert Kay

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

Footage at Top of Prod Zone: FNL/FSL 2536 FNL 683 FWL FWL Bottom Hole: FNL/FSL 2536 FNL 683 FWL FWL
Sec: 25 Twp: 4S Rng: 96W Sec: 25 Twp: 4S Rng: 96W

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: 297 ft

18. Distance to nearest property line: 1864 ft 19. Distance to nearest well permitted/completed in the same formation: 330 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.) |
|------------------------|----------------|-------------------------|-------------------------------|--------------------------------------|
| Iles | ILES | | | |
| Williams Fork | WMFK | 510-13 | 10 | |

21. Mineral Ownership: Fee State Federal Indian Lease #: COC61136

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):
T4S, R96W, Section 25: ALL

25. Distance to Nearest Mineral Lease Line: 683 ft 26. Total Acres in Lease: 640

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: Recycle, amend and bury

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 | 26 | 20 | Line Pipe | 120 | 176 | 120 | 0 |
| SURF | 14+3/4 | 9+5/8 | 36 | 3,000 | 2,069 | 3,000 | 0 |
| 1ST | 8+3/4 | 4+1/2 | 11.6 | 13,635 | 857 | 13,635 | 7,974 |

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

33. Comments Surface hole: 12-1/4" or 13-1/2" or 14-3/4", Production hole: 7-7/8" or 8-3/4", Production Cmt Top calc 500' above TOG. On-site was 8/12/2009 with BLM and CDOW both from Meeker, Colorado office.

34. Location ID: 0

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: Judith Walter

Title: Regulatory Analyst Date: 12/1/2009 Email: judith.walter@encana.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 S. Nash Director of COGCC Date: 2/3/2010

API NUMBER: **05 045 19107 00** Permit Number: _____ Expiration Date: 2/2/2012

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)24 HOUR SPUD NOTICE REQUIRED. E-MAIL: david.andrews@state.co.us 2)GARFIELD COUNTY RULISON FIELD NOTICE TO OPERATORS. NOTE: ALL NOTICES SHALL BE GIVEN VIA E-MAIL. SEE ATTACHED NOTICE 3)CEMENT TOP VERIFICATION BY CBL REQUIRED. 4)THE PROPOSED SURFACE CASING IS MORE THAN 50' BELOW THE DEPTH OF THE DEEPEST WATER WELL WITHIN 1MILE OF THE SURFACE LOCATION WHEN CORRECTED FOR ELEVATION DIFFERENCES. THE DEEPEST WATER WELL WITHIN 1 MILE IS 000 FEET DEEP.

Attachment Check List

| Att Doc Num | Name | Doc Description |
|-------------|------------------------|----------------------|
| 400018289 | WELL LOCATION PLAT | LF@2202838 400018289 |
| 400018290 | MINERAL LEASE MAP | LF@2202839 400018290 |
| 400018291 | TOPO MAP | LF@2202840 400018291 |
| 400018292 | DEVIATED DRILLING PLAN | LF@2202841 400018292 |
| 400018294 | FED. DRILLING PERMIT | LF@2202842 400018294 |
| 400018295 | FORM 2 SUBMITTED | LF@2202843 400018295 |
| 400019101 | LOCATION DRAWING | LF@2202844 400019101 |
| 400019102 | FORM 2 SUBMITTED | LF@2202845 400019102 |

Total Attach: 8 Files