

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

Refilling
Sidetrack

Document Number:
400046392
Plugging Bond Surety
20090062

3. Name of Operator: MACHII-ROSS PETROLEUM CO 4. COGCC Operator Number: 52250

5. Address: 2901 28TH ST STE 205
City: SANTA MONICA State: CA Zip: 90405

6. Contact Name: ANDY PETERSON Phone: (970)669-7411 Fax: (970)699-4077
Email: andy.peterson@petersonenergy.com

7. Well Name: LEONARD Well Number: 33-21J

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

9. Proposed Total Measured Depth: 8250

WELL LOCATION INFORMATION

10. QtrQtr: NWSE Sec: 21 Twp: 2N Rng: 67W Meridian: 6
Latitude: 40.121790 Longitude: -104.893240

Footage at Surface: _____ FNL/FSL _____ FEL/FWL _____
1929 FSL 1980 FEL

11. Field Name: SPINDLE Field Number: 77900

12. Ground Elevation: 5048 13. County: WELD

14. GPS Data:

Date of Measurement: 09/29/2008 PDOP Reading: 1.4 Instrument Operator's Name: DALLAS NIELSEN

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 _____

Sec: _____ Twp: _____ Rng: _____ Sec: _____ Twp: _____ Rng: _____

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: 1375 ft

18. Distance to nearest property line: 647 ft 19. Distance to nearest well permitted/completed in the same formation: 873 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.)
CODELL	CODL	407-87	80	N/2 SE/4
J SAND	JSND	232-32	320	S/2
NIOBRARA	NBRR	407-87	80	N/2 SE/4

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#: _____

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 2 NORTH, RANGE 67 WEST, SECTION 21, SW/4, W/2 SE/4

25. Distance to Nearest Mineral Lease Line: 730 ft 26. Total Acres in Lease: 240

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	700	500	700	0
1ST	7+7/8	4+1/2	11.6	8,250	200	8,250	7,186
			Stage Tool	5,295	250	5,295	4,895

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

33. Comments NO CONDUCTOR CASING WILL BE RUN. THERE ARE NO CHANGES RELATIVE TO THE PREVIOUSLY APPROVED PERMIT. THUS PER RE-PERMITTING GUIDANCE DOCUMENT NO ATTACHMENTS HAVE BEEN ADDED.

34. Location ID: 318681

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: CLAYTON DOKE

Title: ENGINEER Date: 3/15/2010 Email: cdoke@petersonenergy.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. Neslin Director of COGCC Date: 6/10/2010

API NUMBER
05 123 30217 00

Permit Number: _____ Expiration Date: 6/9/2012

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 Jim Precup at 303-469-1902 or e-mail at james.precup@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.

Attachment Check List

Att Doc Num	Name	Doc Description
400046392	FORM 2 SUBMITTED	LF@2456857 400046392

Total Attach: 1 Files