

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:
400073793
Plugging Bond Surety

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: Julia Carter Phone: (720)876.5240 Fax: (720)876.6240
Email: Julia.Carter@encana.com

7. Well Name: SGU Well Number: 8502A-36 B36496

8. Unit Name (if appl): Big Jimmy Unit Unit Number: COC74105X

9. Proposed Total Measured Depth: 13612

WELL LOCATION INFORMATION

10. QtrQtr: Lot 2 Sec: 36 Twp: 4S Rng: 96W Meridian: 6
Latitude: 39.663997 Longitude: -108.113494

Footage at Surface: 750 FNL/FSL FNL 1639 FEL/FWL FEL

11. Field Name: Wildcat Field Number: 99999

12. Ground Elevation: 8352 13. County: GARFIELD

14. GPS Data:

Date of Measurement: 08/06/2009 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 168 FNL 2018 FEL FEL Bottom Hole: FNL/FSL 168 FNL 2018 FEL FEL
Sec: 36 Twp: 4S Rng: 96W Sec: 36 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: 1692 ft

18. Distance to nearest property line: 750 ft 19. Distance to nearest well permitted/completed in the same formation: 390

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 #: COC65557

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 36: Lot 1-6, S2N2, N2SW

25. Distance to Nearest Mineral Lease Line: 168 ft 26. Total Acres in Lease: 485

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	1,047	3,000	0
1ST	7+7/8	4+1/2	11.6	13,612	645	13,612	7,952

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

33. Comments Encana Oil & Gas (USA) Inc. owns surface. Please note cement will be run to surface for both conductor and surface casing. The surface casing hole size will be 14-3/4", 12-1/4" or 13-1/2". Production casing hole size will be both 7-7/8" and 8-3/4". Production cement top calculation 500' above TOG. Onsite was on 8/12/2009 with BLM and CDOW. The distance in Section II, #17 is calculated from County Road 401.

34. Location ID: 415180

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: Julia M. Carter

Title: Regulatory Analyst Date: 7/2/2010 Email: Julia.Carter@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. Neslin Director of COGCC Date: 8/20/2010

API NUMBER 05 045 19826 00	Permit Number: _____	Expiration Date: <u>8/19/2012</u>
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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) COMPLIANCE WITH THE MOST CURRENT REVISION OF THE NORTHWEST COLORADO NOTIFICATION POLICY IS REQUIRED.
- 2) GARFIELD COUNTY RULISON FIELD NOTICE TO OPERATORS. NOTE: ALL NOTICES SHALL BE GIVEN VIA E-MAIL. SEE ATTACHED NOTICE
- 3) THE PROPOSED SURFACE CASING IS MORE THAN 50' BELOW THE DEPTH OF THE DEEPEST WATER WELL WITHIN 1 MILE 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
400073793	FORM 2 SUBMITTED	LF@2501794 400073793
400073797	PLAT	LF@2501795 400073797
400073798	DEVIATED DRILLING PLAN	LF@2501796 400073798
400073799	MINERAL LEASE MAP	LF@2501797 400073799
400073800	TOPO MAP	LF@2501798 400073800
400074524	FED. DRILLING PERMIT	LF@2501799 400074524
400074525	OTHER	LF@2501800 400074525

Total Attach: 7 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	PERMITTING PASSED 8/10/10 BY ;WO COA'S, 2A ON FILE. BY	8/20/2010 2:35:51 PM

Total: 1 comment(s)

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