

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:

2584306

Oil and Gas Location Assessment

☒ New Location ☐ Amend Existing Location Location#: _____

Submit original plus one copy. This form is to be submitted to the COGCC prior to any ground disturbance activity associated with oil and gas development operations. This Assessment may be approved as a stand alone application or submitted as an informational report accompanying an Application for Permit-To-Drill, Form 2. Approval of this Assessment will allow for the construction of the below specified location; however, it does not supersede any land use rules applied by the local land use authority. This form may serve as notice to land owners and other interested parties, please see the COGCC web site at <http://colorado.gov/cogcc/> for all accompanying information pertinent to this Oil and Gas Location Assessment.

Location ID:

420018

Expiration Date:

10/22/2013
☒ This location assessment is included as part of a permit application.

1. CONSULTATION

- ☐ This location is included in a Comprehensive Drilling Plan. CDP # _____
- ☐ This location is in a sensitive wildlife habitat area.
- ☐ This location is in a wildlife restricted surface occupancy area.
- ☐ This location includes a Rule 306.d.(1)A.ii. variance request.

2. Operator

Operator Number: 61250

Name: MULL DRILLING COMPANY INC

Address: 1700 N WATERFRONT PKWY B#1200

City: WICHITA State: KS Zip: 67206-6637

3. Contact Information

Name: CARL D. SMALLEY

Phone: (719) 767-8805

Fax: (719) 767-8994

email: CSMALLEY@MULDRILLING.CO
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4. Location Identification:

Name: DUSTY Number: 1-11

County: KIOWA

QuarterQuarter: SWSE Section: 11 Township: 18S Range: 45W Meridian: 6 Ground Elevation: 3969

Define a single point as a location reference for the facility location. This point should be used as the point of measurement in the drawings to be submitted with this application. When the location is to be used as a well site then the point shall be a well location.

Footage at surface: 1215 feet, from North or South section line: FSL and 1324 feet, from East or West section line: FEL

Latitude: 38.502010 Longitude: -102.423530 PDOP Reading: 2.0 Date of Measurement: 09/08/2010

Instrument Operator's Name: KEITH WESTFALL

5. Facilities (Indicate the number of each type of oil and gas facility planned on location):

| | | | | |
|--|---|---|---|--|
| Special Purpose Pits: <input type="text"/> | Drilling Pits: <input type="text" value="1"/> | Wells: <input type="text" value="1"/> | Production Pits: <input type="text"/> | Dehydrator Units: <input type="text"/> |
| Condensate Tanks: <input type="text"/> | Water Tanks: <input type="text" value="1"/> | Separators: <input type="text"/> | Electric Motors: <input type="text" value="1"/> | Multi-Well Pits: <input type="text"/> |
| Gas or Diesel Motors: <input type="text" value="1"/> | Cavity Pumps: <input type="text"/> | LACT Unit: <input type="text"/> | Pump Jacks: <input type="text" value="1"/> | Pigging Station: <input type="text"/> |
| Electric Generators: <input type="text"/> | Gas Pipeline: <input type="text"/> | Oil Pipeline: <input type="text"/> | Water Pipeline: <input type="text"/> | Flare: <input type="text"/> |
| Gas Compressors: <input type="text"/> | VOC Combustor: <input type="text"/> | Oil Tanks: <input type="text" value="3"/> | Fuel Tanks: <input type="text" value="1"/> | |

Other: NONE. NOTE: EITHER ONE ELECTRIC MOTOR OR ONE GAS DIESEL MOTOR, NOT BOTH. IF ELECTRIC MOTOR, NO FUEL TANKS.

6. Construction:

Date planned to commence construction: 11/01/2010 Size of disturbed area during construction in acres: 4.50
Estimated date that interim reclamation will begin: 02/01/2011 Size of location after interim reclamation in acres: 3.60
Estimated post-construction ground elevation: 3969 Will a closed loop system be used for drilling fluids: Yes ☐
Will salt sections be encountered during drilling: Yes ☐ No ☒ Is H2S anticipated? Yes ☐ No ☐
Will salt (>15,000 ppm TDS Cl) or oil based muds be used: Yes ☐ No ☒
Mud disposal: Offsite ☐ Onsite ☒ Method: Land Farming ☐ Land Spreading ☐ Disposal Facility ☐
Other: DRY AND BURY

7. Surface Owner:

Name: _____ Phone: _____
Address: _____ Fax: _____
Address: _____ Email: _____
City: _____ State: _____ Zip: _____ Date of Rule 306 surface owner consultation: 09/08/2010
Surface Owner: ☒ Fee ☐ State ☐ Federal ☐ Indian
Mineral Owner: ☒ Fee ☐ State ☐ Federal ☐ Indian
The surface owner is: ☒ the mineral owner ☒ committed to an oil and gas lease
☐ is the executer of the oil and gas lease ☐ the applicant
The right to construct the location is granted by: ☒ oil and gas lease ☐ Surface Use Agreement ☐ Right of Way
☐ applicant is owner
Surface damage assurance if no agreement is in place: ☐ \$2000 ☐ \$5000 ☐ Blanket Surety ID _____

8. Reclamation Financial Assurance:

☒ Well Surety ID: 20000063 ☐ Gas Facility Surety ID: _____ ☐ Waste Mgnt. Surety ID: _____

9. Cultural:

Is the location in a high density area (Rule 603.b.): Yes ☐ No ☒
Distance, in feet, to nearest building: 17740, public road: 3956, above ground utilit: 5702
, railroad: 5280, property line: 1215

10. Current Land Use (Check all that apply):

Crop Land: ☐ Irrigated ☒ Dry land ☐ Improved Pasture ☐ Hay Meadow ☐ CRP
Non-Crop Land: ☐ Rangeland ☐ Timber ☐ Recreational ☐ Other (describe): _____
Subdivided: ☐ Industrial ☐ Commercial ☐ Residential

11. Future Land Use (Check all that apply):

Crop Land: ☐ Irrigated ☒ Dry land ☐ Improved Pasture ☐ Hay Meadow ☐ CRP
Non-Crop Land: ☐ Rangeland ☐ Timber ☐ Recreational ☐ Other (describe): _____
Subdivided: ☐ Industrial ☐ Commercial ☐ Residential

12. Soils:

List all soil map units that occur within the proposed location. Attach the National Resource Conservation Service (NRCS) report showing the "Map Unit Description" report listing the soil typical vertical profile. This data is to be used when segregating topsoil.

The required information can be obtained from the NRCS web site at <http://soildatamart.nrcs.usda.gov/> or from the COGCC web site GIS Online map page found at <http://colorado.gov/cogcc>. Instructions are provided within the COGCC web site help section.

NRCS Map Unit Name: #10 COLBY SILT LOAM, 1 TO 3 PERCENT SLOPES - PRIMARY

NRCS Map Unit Name: #41 WILEY LOAM, 0 TO 3 PERCENT SLOPES - SECONDARY

NRCS Map Unit Name: _____

13. Plant Community:

Complete this section only if any portion of the disturbed area of the location's current land use is on non-crop land.

Are noxious weeds present: Yes ☐ No ☐

Plant species from: ☐ NRCS or, ☐ field observation Date of observation: _____

List individual species: _____

Check all plant communities that exist in the disturbed area.

- ☐ Disturbed Grassland (Cactus, Yucca, Cheatgrass, Rye)
☐ Native Grassland (Bluestern, Grama, Wheatgrass, Buffalograss, Fescue, Oatgrass, Brome)
☐ Shrub Land (Mahogany, Oak, Sage, Serviceberry, Chokecherry)
☐ Plains Riparian (Cottonwood, Willow, Aspen, Maple, Poplar, Russian Olive, Tamarisk)
☐ Mountain Riparian (Cottonwood, Willow, Blue Spruce)
☐ Forest Land (Spruce, Fir, Ponderosa Pine, Lodgepole Pine, Juniper, Pinyon, Aspen)
☐ Wetlands Aquatic (Bullrush, Sedge, Cattail, Arrowhead)
☐ Alpine (above timberline)
☐ Other (describe): _____

14. Water Resources:

Rule 901.e. may require a sensitive area determination be performed. If this determination is performed the data is to be submitted with the Form 2A.

Is this a sensitive area: ☒ No ☐ Yes Was a Rule 901.e. Sensitive Areas Determination performed: ☒ No ☐ Yes

Distance (in feet) to nearest surface water: 15840, water well: 9240, depth to ground water: 27

Is the location in a riparian area: ☒ No ☐ Yes Was an Army Corps of Engineers Section 404 permit filed ☒ No ☐ Yes

Is the location within a Rule 317B Surface Water Supply Area buffer zone:

☒ No ☐ 0-300 ft. zone ☐ 301-500 ft. zone ☐ 501-2640 ft. zone

If the location is within a Rule 317B Surface Water Supply Area buffer have all public water supply systems within 15 miles been notified: ☐ No ☐ Yes

15. Comments:

1. NO VISIBLE IMPROVEMENTS WITHIN 400' OF PROPOSED WELL PAD. 2. NO CONSTRUCTION MAP NEEDED, <10 PERCENT SLOPES. 3. NO REFERENCE AREA MAP/PICTURES, DRY LAND CROPLAND. 4. DEPTH TO GROUND WATER, RECEIPT: 0021565, PERMIT #21565-MH (7,392' NORTH OF PROPOSED WELL PAD). 5. DISTANCE TO NEAREST SURFACE WATER IS A "WATER FEATURE" (MAN MADE DRY HOLDING POND) 7,392' SOUTH WEST OF PROPOSED WELL PAD.

I hereby certify that the statements made in this form are, to the best of my knowledge, true, correct and complete.

Signed: _____ Date: 09/22/2010 Email: MSHREVE@MULLDRILLING.COM

Print Name: MARK SHREVE Title: PRESIDENT

Based on the information provided herein, this Application for Permit-to-Drill complies with COGCC Rules and applicable orders and is hereby approved.

David S. Neslin

COGCC Approved: _____ Director of COGCC Date: 10/23/2010

CONDITIONS OF APPROVAL, IF ANY:

All representations, stipulations and conditions of approval stated in this Form 2A for this location shall constitute representations, stipulations and conditions of approval for any and all subsequent operations on the location unless this Form 2A is modified by Sundry Notice, Form 4 or an Amended Form 2A.

Attachment Check List

| Att Doc Num | Name | Doc Description |
|-------------|--------------------|--------------------|
| 2584306 | FORM 2A | LF@2546349 2584306 |
| 2584307 | LOCATION PICTURES | LF@2546350 2584307 |
| 2584308 | LOCATION PICTURES | LF@2546351 2584308 |
| 2584309 | LOCATION PICTURES | LF@2546352 2584309 |
| 2584310 | LOCATION DRAWING | LF@2546353 2584310 |
| 2584311 | HYDROLOGY MAP | LF@2546354 2584311 |
| 2584312 | ACCESS ROAD MAP | LF@2546355 2584312 |
| 2584313 | NRCS MAP UNIT DESC | LF@2546356 2584313 |
| 2584314 | PROPOSED BMPs | LF@2546357 2584314 |
| 2584315 | OTHER | LF@2546358 2584315 |

Total Attach: 10 Files

General Comments

| <u>User Group</u> | <u>Comment</u> | <u>Comment Date</u> |
|--------------------------|-----------------------|----------------------------|
| Permit | PERMITTING PASSED JLV | 10/22/2010 12:59:10 PM |

Total: 1 comment(s)

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