

APPLICATION FOR PERMIT TO:

1. Drill, Deepen, Re-enter, Recomplete and Operate

2. TYPE OF WELL

OIL GAS COALBED OTHER _____

SINGLE ZONE MULTIPLE COMMINGLE

Refiling
Sidetrack

Document Number:
400196198

PluggingBond SuretyID
20100017

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: Heather Mitchell Phone: (720)876-3070 Fax: (720)876-4070
Email: heather.mitchell@encana.com

7. Well Name: N. Parachute Well Number: WF03D-14 H15596

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

9. Proposed Total Measured Depth: 10365

WELL LOCATION INFORMATION

10. QtrQtr: SENE Sec: 15 Twp: 5S Rng: 96W Meridian: 6
Latitude: 39.616839 Longitude: -108.146669

Footage at Surface: 2001 feet FNL 166 feet FEL

11. Field Name: Grand Valley Field Number: 31290

12. Ground Elevation: 6448 13. County: GARFIELD

14. GPS Data:
Date of Measurement: 11/22/2010 PDOP Reading: 2.7 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 _____ FEL/FWL _____ Bottom Hole: FNL/FSL _____ FEL/FWL _____

783 FNL 1349 FWL 783 FNL 1349 FWL

Sec: 14 Twp: 5S Rng: 96W Sec: 14 Twp: 5S 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: 12777 ft

18. Distance to nearest property line: 166 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 210 ft

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.)
Williams Fork	WMFK	510-13		

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 Bond \$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):

Please see attached lease maps

25. Distance to Nearest Mineral Lease Line: 1282 ft 26. Total Acres in Lease: 25889

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 28 or 29 are yes, is this location in a sensitive area (Rule 901.e)? Yes No

31. Mud disposal: Offsite Onsite

If 28, 29, or 30 are "Yes" a pit permit may be required.

Method: Land Farming Land Spreading Disposal Facility Other: Recycle 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	Wt/Ft	Csg/Liner Top	Setting Depth	Sacks Cmt	Cmt Btm	Cmt Top
CONDUCTOR	26	16	Linepipe	0	90	134	90	0
SURF	12+1/4	9+5/8	36	0	1,600	305	1,600	0
2ND	7+7/8	4+1/2	12	0	10,365	532	10,365	

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

33. Comments BLM owns surface and Encana owns the minerals. Surface is being covered by ROW with BLM# 17 is calculated from the nearest public utility. Conductor and surface casing cement will be run to surface. The size of the production hole is both 8-3/4" and 7-7/8". Production casing cement is set 200' above the WMFK.

34. Location ID: _____

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: Heather Mitchell

Title: Regulatory Analyst Date: 8/22/2011 Email: heather.mitchell@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. Nashin Director of COGCC Date: 10/12/2011

API NUMBER
05 045 21081 00

Permit Number: _____ Expiration Date: 10/11/2013

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
400196198	FORM 2 SUBMITTED
400196207	DEVIATED DRILLING PLAN
400196210	WELL LOCATION PLAT
400196213	LEASE MAP
400199039	SURFACE AGRMT/SURETY

Total Attach: 5 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	LGD/Pub. comments waived. Final Comprehensive Review Status--Passed.	10/11/2011 8:16:47 AM
Permit	ready to approve in permitting when 2A DOW period exp. 10/2	9/23/2011 9:48:46 AM
Permit	CORRECTED FM CODE & SPACING ORDER	9/14/2011 1:39:06 PM
Permit	Returned to draft. Missing ROW attachment.	8/23/2011 1:14:32 PM

Total: 4 comment(s)

BMP

<u>Type</u>	<u>Comment</u>

Total: 0 comment(s)