

**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:  
400240300

PluggingBond SuretyID  
20060137

3. Name of Operator: OXY USA WTP LP      4. COGCC Operator Number: 66571

5. Address: P O BOX 27757  
City: HOUSTON      State: TX      Zip: 77227

6. Contact Name: Joan Proulx      Phone: (970)263.3641      Fax: (970)263.3694  
Email: joan\_proulx@oxy.com

7. Well Name: Oxy Federal      Well Number: 697-15-36A

8. Unit Name (if appl): \_\_\_\_\_      Unit Number: \_\_\_\_\_

9. Proposed Total Measured Depth: 9310

**WELL LOCATION INFORMATION**

10. QtrQtr: NWSW      Sec: 15      Twp: 6S      Rng: 97W      Meridian: 6  
Latitude: 39.522220      Longitude: -108.211530

Footage at Surface:      2364 feet      FSL      1110 feet      FWL

11. Field Name: Grand Valley      Field Number: 31290

12. Ground Elevation: 8463      13. County: GARFIELD

14. GPS Data:  
Date of Measurement: 07/27/2011      PDOP Reading: 1.1      Instrument Operator's Name: J Seal

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

2459      FSL      2232      FWL      2459      FSL      2232      FWL

Sec: 15      Twp: 6S      Rng: 97W      Sec: 15      Twp: 6S      Rng: 97W

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: 5229 ft

18. Distance to nearest property line: 4154 ft      19. Distance to nearest well permitted/completed in the same formation(BHL): 330 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.)
Iles	ILES	510-48		
Williams Fork	WMFK	510-15		

21. Mineral Ownership:       Fee       State       Federal       Indian      Lease #: COC56300

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):

See attached Mineral Lease Map (Multi-Well Plan)

25. Distance to Nearest Mineral Lease Line: 181 ft 26. Total Acres in Lease: 160

### 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: \_\_\_\_\_

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	20+0/0	16+0/0	65	0	90	4	90	0
SURF	14+3/4	9+5/8	36	0	2,700	1,226	2,700	0
1ST	8+3/4	4+1/2	11.6	0	9,280	1,844	9,280	5,640

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

33. Comments Oxy is the surface owner; Rules 305 and 306 are waived. The well pad has not been constructed. Per GarCo Vacation Ordinance dated 10-5-1987, CR 213 is now OXY's private property north of Sec 8, 7S, 97W, 6 PM. Oxy will provide appropriate housing for essential personnel in order to conduct safe, efficient drilling operations at this well site. Oxy will comply with Notice to Operators (NTO) Drilling wells on the Roan Plateau (June 12, 2008). The CDOW pre-consultation meeting occurred on Oct. 31, 2011.

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: Joan Proulx

Title: Regulatory Analyst Date: 1/17/2012 Email: joan\_proulx@oxy.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: 2/10/2012

#### API NUMBER

05 045 21327 00

Permit Number: \_\_\_\_\_ Expiration Date: 2/9/2014

#### 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) CEMENT ON PRODUCTION CASING MUST BE A MINIMUM OF 200' ABOVE THE TOP OF THE MESA VERDE FORMATION (OR 200' ABOVE THE OHIO CREEK FORMATION IF PRESENT). CEMENT TOP VERIFY BY CBL IS REQUIRED. THIS REQUIREMENT SHALL SUPERSEDE THE TOP OF CEMENT REQUIREMENTS IN THE NEW MAMM CREEK FIELD NOTICE TO OPERATORS.
- 4) THE NEARBY HILLSIDE MUST BE MONITORED FOR ANY DAY LIGHTING DRILLING FLUIDS THROUGHOUT THE DRILLING OF THE SURFACE CASING INTERVAL.
- 5) COMPLY WITH ALL PROVISIONS OF THE JUNE 12, 2008 NOTICE TO OPERATORS DRILLING WELLS WITHIN 3/4 MILE OF THE RIM OF THE ROAN PLATEAU IN GARFIELD COUNTY - PIT DESIGN, CONSTRUCTION AND MONITORING REQUIREMENTS. SEE ATTACHED NOTICE.
- 6) 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 36 FEET DEEP.

**Attachment Check List**

Att Doc Num	Name
400240300	FORM 2 SUBMITTED
400240318	WELL LOCATION PLAT
400240319	TOPO MAP
400240320	MINERAL LEASE MAP
400240321	DEVIATED DRILLING PLAN
400240324	DIRECTIONAL DATA
400241535	OTHER
400241536	SURFACE PLAN
400241537	DRILLING PLAN
400241782	FED. DRILLING PERMIT

Total Attach: 10 Files

**General Comments**

<b><u>User Group</u></b>	<b><u>Comment</u></b>	<b><u>Comment Date</u></b>
Permit	No public or LGD comments Comprehensive Final Review status -- Passed	2/10/2012 8:05:09 AM
Permit	Removed duplicate LGD comment Changed distance to surface feature to 5,229 feet to correspond with the data that was submitted on the OGLA	1/26/2012 1:06:41 PM
LGD	Passed	1/19/2012 12:45:00 PM
LGD	Passed	1/19/2012 12:43:18 PM

Total: 4 comment(s)

**BMP**

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

Total: 0 comment(s)