

FORM
2

Rev
12/05

State of Colorado Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80203 Phone: (303) 894-2100 Fax: (303) 894-2109



Document Number:

400403238

Date Received:

04/30/2013

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

PluggingBond SuretyID

3. Name of Operator: WPX ENERGY ROCKY MOUNTAIN LLC 4. COGCC Operator Number: 96850

5. Address: 1001 17TH STREET - SUITE #1200
City: DENVER State: CO Zip: 80202

6. Contact Name: Greg Davis Phone: (303)606-4071 Fax: (303)629-8268
Email: greg.j.davis@wpxenergy.com

7. Well Name: Federal Well Number: RGU 542-26-198

8. Unit Name (if appl): Ryan Gulch Unit Unit Number: COC068269

9. Proposed Total Measured Depth: 12573

WELL LOCATION INFORMATION

10. QtrQtr: LOT 8 Sec: 26 Twp: 1S Rng: 98W Meridian: 6
Latitude: 39.935153 Longitude: -108.354535

Footage at Surface: 2441 feet FNL/FSL FNL 893 feet FEL/FWL FEL

11. Field Name: Sulphur Creek Field Number: 80090

12. Ground Elevation: 6623 13. County: RIO BLANCO

14. GPS Data:

Date of Measurement: 02/14/2012 PDOP Reading: 2.0 Instrument Operator's Name: J. Kirkpatrick

15. If well is Directional Horizontal (highly deviated) **submit deviated drilling plan.**

Footage at Top of Prod Zone: FNL/FSL 2524 FNL 633 FEL 2524 FNL 633 FEL
Bottom Hole: FNL/FSL 2524 FNL 633 FEL
Sec: 26 Twp: 1S Rng: 98W Sec: 26 Twp: 1S Rng: 98W

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: 263 ft

18. Distance to nearest property line: 6912 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 274 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.)
Iles	ILES			
Sego	SEGO			
Williams Fork	WMFK			

21. Mineral Ownership: Fee State Federal Indian Lease #: COC60732

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):
T1S R98W: Sec 23: Lots 1-16; Sec 26: Lots 2-16

25. Distance to Nearest Mineral Lease Line: 633 ft 26. Total Acres in Lease: 1206

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: Re-Use, Evap & Backfill

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	30	18	48	0	80	50	80	0
SURF	14+3/4	9+5/8	36	0	3,881	1,407	3,881	0
1ST	8+3/4	4+1/2	11.6	0	12,573	1,295	12,573	7,503

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

33. Comments Top of cement for production casing will be 200 feet or more above the top of Mesaverde. Closed mud system will be used. Federal minerals and surface. The wells will be drilled from the newly constructed RGU 42-26-198 well pad. See WPX energy Master APD Dated 4/27/06 for Federal 10 Point Drilling Plan.

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: Howard Harris

Title: Sr. Regulatory Specialist Date: 4/30/2013 Email: howard.harris@wpxenergy.com

Operator must have a valid water right or permit allowing for industrial use or purchased water from a seller that has a valid water right or permit allowing for industrial use, otherwise an application for a change in type of use is required under Colorado law. Operator must also use the water in the location set forth in the water right decree or well permit, otherwise an application for a change in place of use is required under Colorado law. Section 37-92-103(5), C.R.S. (2011).

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: Matthew Lee Director of COGCC Date: 6/13/2013

API NUMBER 05 103 11970 00	Permit Number: _____	Expiration Date: <u>6/12/2015</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.

Applicable Policies and Notices to Operators

NW Colorado Notification Policy.

Notice Concerning Operating Requirements for Wildlife Protection.

Attachment Check List

Att Doc Num	Name
400403238	FORM 2 SUBMITTED
400411507	DIRECTIONAL DATA
400411508	LEGAL/LEASE DESCRIPTION
400411510	WELL LOCATION PLAT
400411512	FED. DRILLING PERMIT
400411514	DEVIATED DRILLING PLAN
400411515	DEVIATED DRILLING PLAN

Total Attach: 7 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Changed contact info per oper. No LGD or public comments. Final Review--passed.	6/11/2013 11:36:39 AM
Permit	Corrected qtr/qtr. Distance to nearest unit boundary is more than a mile.	5/30/2013 8:54:42 AM
Engineer	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 3001 FEET DEEP.	5/6/2013 9:58:25 AM
Permit	Passed completeness.	5/1/2013 10:26:06 AM

Total: 4 comment(s)

BMP

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