

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:

400423118

Date Received:

05/31/2013

PluggingBond SuretyID

20010124

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

3. Name of Operator: KERR-MCGEE OIL & GAS ONSHORE LP

4. COGCC Operator Number: 47120

5. Address: P O BOX 173779

City: DENVER State: CO Zip: 80217-3779

6. Contact Name: CHERYL LIGHT Phone: (720)929-6461 Fax: (720)929-7461

Email: cheryl.light@anadarko.com

7. Well Name: HARRIS Well Number: 38N-18HZ

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

9. Proposed Total Measured Depth: 16210

WELL LOCATION INFORMATION

10. QtrQtr: SESE Sec: 19 Twp: 3N Rng: 66W Meridian: 6

Latitude: 40.205366 Longitude: -104.813753

Footage at Surface: 880 feet FSL 861 feet FEL

11. Field Name: WATTENBERG Field Number: 90750

12. Ground Elevation: 4867 13. County: WELD

14. GPS Data:

Date of Measurement: 03/18/2013 PDOP Reading: 1.5 Instrument Operator's Name: BEN HARDENBERGH

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 \_\_\_\_\_  
1448 FSL 505 FEL 400 FNL 505 FEL  
Sec: 19 Twp: 3N Rng: 66W Sec: 18 Twp: 3N Rng: 66W

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: 854 ft

18. Distance to nearest property line: 471 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 80 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.)
NIOBRARA	NBRR		360	GWA

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):

1. See Attached Lease Description(s). Horizontal wellbore crosses lease lines within drilling and spacing unit; distance to lease line is 0'; distance to unit boundary is greater than 460'.

25. Distance to Nearest Mineral Lease Line: 0 ft                      26. Total Acres in Lease: 7210

**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
SURF	13+1/2	9+5/8	36	0	604	260	604	0
1ST	8+3/4	7	26	0	7,484	760	7,484	0
1ST LINER	6+1/8	4+1/2	11.6	6486	16,210			

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

33. Comments    No conductor casing will be used. Unit Configuration: SEC 7: SE/4SE/4; SEC 18: E/2E/2; SEC 19: E/2E/2  
 The surface location of this well is an exception to Rule 318A.a and to Rule 318A.c. This well is not within the GWA surface location window and does not meet the twinning requirement due to the number of wells planned for this area and at the request of the surface owner. An exception location request letter and signed waivers are attached to the Form 2 and Form 2A. Operator will run open hole logs into the surface casing on the first well drilled on this pad. Operator intends to use an oil based drilling fluid during drilling of the lateral section of the wellbore. Cuttings will be processed on location and further remediated in our land farm and/or disposed of at a commercial waste disposal facility. The drilling fluid will be returned to the vendor and/or disposed of at a commercial waste disposal facility

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: CHERYL LIGHT

Title: SR. REGULATORY ANALYST                      Date: 5/31/2013                      Email: DJREGULATORY@ANADARK

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: 6/28/2013

**API NUMBER**  
 05 123 37639 00                      Permit Number: \_\_\_\_\_                      Expiration Date: 6/27/2015

**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.**

Operator acknowledges the proximity of the Lewis C Camp Unit #2 (API# 123-09822), Henrickson Amoco #41-19A (API# 123-16078), Bella Amoco #42-19A (API# 123-14038), Maude Anderson Gas Unit #2 (API# 123-09826), Maude Anderson Gas Unit #1 (API# 123-08231), HSR-Olin #15-19 (API# 123-17533), HSR-Olin #10-19 (API# 123-17532) wells. Operator agrees to: provide mitigation option 1, 2 or 3 (per the DJ Basin Horizontal Offset Policy) to mitigate the situation, ensure all applicable documentation is submitted based on the selected mitigation option chosen, and submit a Form 42 ("OTHER – AS SPECIFIED BY PERMIT CONDITION") stating what appropriate mitigation occurred and that it has been completed, prior to the hydraulic stimulation of this well.

- 1) Provide notice of MIRU via an electronic Form 42.
- 2) Comply with Rule 317.i and provide cement coverage to a minimum of 200' above the Niobrara and from 200' below Sussex to 200' above Sussex. Verify cement coverage with a cement bond log per 317.o.

Operator must meet water well testing requirements per Rule 318A.

### **Applicable Policies and Notices to Operators**

Notice Concerning Operating Requirements for Wildlife Protection.

### **Attachment Check List**

Att Doc Num	Name
400423118	FORM 2 SUBMITTED
400423198	DEVIATED DRILLING PLAN
400423199	WELL LOCATION PLAT
400423201	SURFACE AGRMT/SURETY
400423202	EXCEPTION LOC WAIVERS
400423203	EXCEPTION LOC REQUEST
400423204	OTHER
400423206	DIRECTIONAL DATA
400425904	30 DAY NOTICE LETTER
400425909	LEGAL/LEASE DESCRIPTION
400427381	OFFSET WELL EVALUATION
400427418	PROPOSED SPACING UNIT

Total Attach: 12 Files

### **General Comments**

<b><u>User Group</u></b>	<b><u>Comment</u></b>	<b><u>Comment Date</u></b>
Permit	Final Review complete.	6/27/2013 1:24:42 PM
Permit	Corrected distance to unit boundary as per opr. Ready to pass pending public comment 6/24/13.	6/13/2013 10:08:36 AM
Permit	BHL on the plat, the directional survey, and the comments on the unit configuration don't match. Opr notified.	6/11/2013 3:22:34 PM
Engineer	Evaluated offset wells for adequate isolation.	6/11/2013 7:11:24 AM
Permit	Pass completeness.	5/3/2013 1:42:16 PM

Total: 5 comment(s)

## BMP

<u>Type</u>	<u>Comment</u>
Drilling/Completion Operations	Prior to drilling operations, Operator may perform an anti-collision review of existing offset wells that have the potential of being within close proximity of the proposed well. This anti-collision review may include MWD or gyro surveys and surface locations of the offset wells with included error of uncertainty per survey instrument, and compared against the proposed wellpath with its respective error of uncertainty. If current surveys do not exist for the offset wells, Operator may have gyro surveys conducted to verify bottomhole location. The proposed well may only be drilled if the anti-collision review results indicate that the risk of collision is sufficiently low as defined by the anti-collision plan, with separation factors greater than 1.5, or if the risk of collision has been mitigated through other means including shutting in wells, plugging wells, increased drilling fluid in the event of lost returns or as is appropriate for the specific situation. In the event of an increased risk of collision, that risk will be mitigated to prevent harm to people, the environment or property. For the proposed well, upon conclusion of drilling operations, an as-constructed directional survey will be submitted to COGCC with the Form 5.
Drilling/Completion Operations	Kerr McGee acknowledges and will comply with the COGCC Policy for Bradenhead Monitoring during Hydraulic Fracturing Treatments in the Greater Wattenberg Area dated May 29, 2012.

Total: 2 comment(s)