

FORM
2

Rev
08/13

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:

400465808

APPLICATION FOR PERMIT TO:

☒ Drill ☐ Deepen ☐ Re-enter ☐ Recomplete and Operate

TYPE OF WELL OIL ☐ GAS ☒ COALBED ☐ OTHER _____

Refilling ☐

ZONE TYPE SINGLE ZONE ☒ MULTIPLE ZONES ☐ COMMINGLE ZONES ☐

Sidetrack ☐

Date Received:

08/22/2013

Well Name: E

Well Number: 8806E-20 C19397

Name of Operator: ENCANA OIL & GAS (USA) INC

COGCC Operator Number: 100185

Address: 370 17TH ST STE 1700

City: DENVER State: CO

Zip: 80202-5632

Contact Name: AMY HENLINE

Phone: (720)876-3364

Fax: ()

Email: AMY.HENLINE@ENCANA.COM

RECLAMATION FINANCIAL ASSURANCE

Plugging and Abandonment Bond Surety ID: _____

WELL LOCATION INFORMATION

QtrQtr: NENW Sec: 19 Twp: 3S Rng: 97W Meridian: 6

Latitude: 39.780933

Longitude: -108.326597

Footage at Surface: 291 feet FNL/FSL FNL 1625 feet FEL/FWL FWL

Field Name: WILDCAT

Field Number: 99999

Ground Elevation: 7132

County: RIO BLANCO

GPS Data:

Date of Measurement: 04/26/2013 PDOP Reading: 1.7 Instrument Operator's Name: ROBERT KAY

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

Footage at Top of Prod Zone: FNL/FSL FNL 1337 FWL 2492 FNL 1337 FWL 2492 FNL 1337 FWL
Sec: 20 Twp: 3S Rng: 97W Sec: 20 Twp: 3S Rng: 97W

LOCATION SURFACE & MINERALS & RIGHT TO CONSTRUCT

Surface Ownership: ☐ Fee ☐ State ☒ Federal ☐ Indian

The Surface Owner is: ☒ is the mineral owner beneath the location.

(check all that apply) ☒ is committed to an Oil and Gas Lease.

☒ has signed the Oil and Gas Lease.

☐ is the applicant.

The Mineral Owner beneath this Oil and Gas Location is: ☐ Fee ☐ State ☒ Federal ☐ Indian

The Minerals beneath this Oil and Gas Location will be developed by this Well: Yes

The right to construct the Oil and Gas Location is granted by: oil and gas lease

Surface damage assurance if no agreement is in place: _____ Surface Surety ID: _____

LEASE INFORMATION

Using standard QtrQtr, Sec, Twp, Rng format, describe one entire mineral lease that will be produced by this well (Describe lease beneath surface location if produced. Attach separate description page or map if necessary.)

COC 65559: T3S R97W 6TH PM
SEC 18 LOTS 3, 4, E2SW, SE
SEC 19 LOTS 1-4, NE, E2W2, N2SE, SWSE
SEC 20 E2, W2NW, SWSW
SEC 29 N2
SEC 30 LOTS 1-4, NWNE, E2NW
SEC 31 LOT 1, E2, SENW, E2SW

Total Acres in Described Lease: 2479 Described Mineral Lease is: ☐ Fee ☐ State ☒ Federal ☐ Indian

Federal or State Lease # COC65559

Distance from Completed Portion of Wellbore to Nearest Lease Line of described lease: 3 Feet

CULTURAL DISTANCE INFORMATION

Distance to nearest:

Building: 5280 Feet
Building Unit: 5280 Feet
High Occupancy Building Unit: 5280 Feet
Designated Outside Activity Area: 5280 Feet
Public Road: 1200 Feet
Above Ground Utility: 5280 Feet
Railroad: 5280 Feet
Property Line: 3698 Feet

INSTRUCTIONS:

- All measurements shall be provided from center of the Proposed Well to nearest of each cultural feature as described in Rule 303.a.(5).
- Enter 5280 for distance greater than 1 mile.
- Building - nearest building of any type. If nearest Building is a Building Unit, enter same distance for both.
- Building Unit, High Occupancy Building Unit, and Designated Outside Activity Area - as defined in 100-Series Rules.

DESIGNATED SETBACK LOCATION INFORMATION

Check all that apply. This location is within a: ☐ Buffer Zone
☐ Exception Zone
☐ Urban Mitigation Area

- Buffer Zone – as described in Rule 604.a.(2), within 1,000' of a Building Unit
- Exception Zone - as described in Rule 604.a.(1), within 500' of a Building Unit.
- Urban Mitigation Area - as defined in 100-Series Rules.

Pre-application Notifications (required if location is within 1,000 feet of a building unit):

Date of Rule 305.a.(1) Urban Mitigation Area Notification to Local Government: _____

Date of Rule 305.a.(2) Buffer Zone Notification to Building Unit Owners: _____

SPACING and UNIT INFORMATION

Distance from Completed Portion of Wellbore to Nearest Wellbore Permitted or Completed in the same formation: 253 Feet

Distance from Completed Portion of Wellbore to Nearest Unit Boundary 3827 Feet (Enter 5280 for distance greater than 1 mile.)

Federal or State Unit Name (if appl): BIG JIMMY UNIT Unit Number: COC74105X

SPACING & FORMATIONS COMMENTS

OBJECTIVE FORMATIONS

Objective Formation(s)	Formation Code	Spacing Order Number(s)	Unit Acreage Assigned to Well	Unit Configuration (N/2, SE/4, etc.)
------------------------	----------------	-------------------------	-------------------------------	--------------------------------------

WILLIAMS FORK	WMFK			
---------------	------	--	--	--

DRILLING PROGRAM

Proposed Total Measured Depth: 14119 Feet

Distance to nearest permitted or existing wellbore penetrating objective formation: 253 Feet (Including plugged wells)

Will a closed-loop drilling system be used? Yes

Is H₂S gas reasonably expected to be encountered during drilling operations at concentrations greater than or equal to 100 ppm? No (If Yes, attach an H₂S Drilling Operations Plan)

Will salt sections be encountered during drilling? No

Will salt based (>15,000 ppm Cl) drilling fluids be used? No

Will oil based drilling fluids be used? No

BOP Equipment Type: ☒ Annular Preventor ☒ Double Ram ☐ Rotating Head ☐ None

GROUNDWATER BASELINE SAMPLING AND MONITORING AND WATER WELL SAMPLING

Water well sampling required per Rule 609

DRILLING WASTE MANAGEMENT PROGRAM

Drilling Fluids Disposal: ONSITE Drilling Fluids Disposal Methods: Recycle/reuse

Cuttings Disposal: ONSITE Cuttings Disposal Method: Other

Other Disposal Description:

RECYCLE & BURY

Beneficial reuse or land application plan submitted?

Reuse Facility ID: or Document Number:

CASING PROGRAM

Casing Type	Size of Hole	Size of Casing	Wt/Ft	Csg/Liner Top	Setting Depth	Sacks Cmt	Cmt Btm	Cmt Top
CONDUCTOR	26	20	LINE PIPE	0	120	176	120	0
SURF	12+1/4	9+5/8	36	0	2500	823	2500	0
1ST	7+7/8	4+1/2	11.6	0	14119	1846	14119	8566

☐ Conductor Casing is NOT planned

DESIGNATED SETBACK LOCATION EXCEPTIONS

Check all that apply:

- ☐ Rule 604.a.(1)A. Exception Zone (within 500' of Building Unit)
- ☐ Rule 604.b.(1)A. Exception Location (existing or approved Oil & Gas Location now within a Designated Setback as a result of Rule 604.a.)
- ☐ Rule 604.b.(1)B. Exception Location (existing or approved Oil & Gas Location is within a Designated Setback due to Building Unit construction after Location approval)
- ☐ Rule 604.b.(2) Exception Location (SUA or site-specific development plan executed on or before August 1, 2013)
- ☐ Rule 604.b.(3) Exception Location (Building Units constructed after August 1, 2013 within setback per an SUA or site-specific development plan)

GREATER WATTENBERG AREA LOCATION EXCEPTIONS

Check all that apply:

- ☐ Rule 318A.a. Exception Location (GWA Windows).
- ☐ Rule 318A.c. Exception Location (GWA Twinning).

RULE 502.b VARIANCE REQUEST

☐ Rule 502.b. Variance Request from COGCC Rule or Spacing Order Number

OTHER LOCATION EXCEPTIONS

Check all that apply:

- ☐ Rule 318.c. Exception Location from Rule or Spacing Order Number _____
- ☐ Rule 603.a.(2) Exception Location (Property Line Setback).

ALL exceptions and variances require attached Request Letter(s). Refer to applicable rule for additional required attachments (e.g. waivers, certifications, SUAs).

OPERATOR COMMENTS AND SUBMITTAL

Comments

The size of the production hole is both 8-3/4" and 7-7/8". Conductor and surface cement will be run to surface. Production casing cement will be set to 200' above TOG.

COC 65559: T3S R97W 6TH PM
SEC 18 LOTS 3, 4, E2SW, SE
SEC 19 LOTS 1-4, NE, E2W2, N2SE, SWSE
SEC 20 E2, W2NW, SWSW
SEC 29 N2
SEC 30 LOTS 1-4, NWNE, E2NW
SEC 31 LOT 1, E2, SENW, E2SW

This application is in a Comprehensive Drilling Plan _____ CDP #: _____

Location ID: _____

Is this application being submitted with an Oil and Gas Location Assessment application? _____ Yes

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

Signed: _____ Print Name: AMY HENLINE

Title: PERMITTING ANALYST Date: 8/22/2013 Email: AMY.HENLINE@ENCANA.CO

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:  _____ Director of COGCC Date: 10/8/2013

Expiration Date: 10/07/2015

API NUMBER

05 103 12020 00

Conditions Of Approval

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.

COA Type

Description

	Pending: BHL is 3827' from boundary inside Big Jimmy [Federal] Unit which is operated by Encana.
	(1) COMPLIANCE WITH THE MOST CURRENT REVISION OF THE NORTHWEST COLORADO NOTIFICATION POLICY IS REQUIRED. (2) 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 00 FEET DEEP.

Best Management Practices

No BMP/COA Type

Description

--	--	--

Applicable Policies and Notices to Operators

NW Colorado Notification Policy.

Notice Concerning Operating Requirements for Wildlife Protection.

Attachment Check List

Att Doc Num

Name

400465808	FORM 2 SUBMITTED
400465812	WELL LOCATION PLAT
400465813	FED. DRILLING PERMIT
400465815	DEVIATED DRILLING PLAN
400465816	DIRECTIONAL DATA
400465817	MINERAL LEASE MAP
400465818	TOPO MAP

Total Attach: 7 Files

General Comments

User Group

Comment

Comment Date

Permit	Final review completed. No LGD or public comments.	10/2/2013 7:00:22 AM
Permit	Lat/long changed to reflect the Well location plat.	9/17/2013 8:28:57 AM
Permit	Operator made corrections. This form has passed completeness.	8/26/2013 8:09:34 AM
Permit	Returned to draft: 1) Missing distance to unit boundary. 2) Missing Groundwater Sampling Rule.	8/23/2013 8:16:36 AM

Total: 4 comment(s)