

FORM
2A

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:

400481615

Date Received:

09/16/2013

Oil and Gas Location Assessment

New Location Refile Amend Existing Location Location#: 321595

Submit signed original form. This Oil and Gas Location Assessment is to be submitted to the COGCC for approval prior to any ground disturbance activity associated with oil and gas operations. Approval of this Oil and Gas Location Assessment will allow for the construction of the below specified Location; however, it does not supersede any land use rules applied by the local land use authority. Please see the COGCC website at <http://cogcc.state.co.us/> for all accompanying information pertinent this Oil and Gas Location Assessment.

Location ID:

321595

Expiration Date:

10/30/2016

This location assessment is included as part of a permit application.

CONSULTATION

- This location is included in a Comprehensive Drilling Plan. CDP # _____
- This location is in a sensitive wildlife habitat area.
- This location is in a wildlife restricted surface occupancy area.
- This location includes a Rule 306.d.(1)A.ii. variance request.

Operator

Operator Number: 10330
 Name: INVESTMENT EQUIPMENT LLC
 Address: 17509 COUNTY ROAD 14
 City: FT MORGAN State: CO Zip: 80701

Contact Information

Name: Ted Pagano
 Phone: (970) 5903944
 Fax: (303) 3951530
 email: tapagano@helena-resources.com

RECLAMATION FINANCIAL ASSURANCE

- Plugging and Abandonment Bond Surety ID: 20100051 Gas Facility Surety ID: _____
- Waste Management Surety ID: _____

LOCATION IDENTIFICATION

Name: PELGER Number: 1-12
 County: CHEYENNE
 Quarter: LOT 1 Section: 12 Township: 13S Range: 51W Meridian: 6 Ground Elevation: 4720

Define a single point as a location reference for the facility location. When the location is to be used as a well site then the point shall be a well location.

Footage at surface: 699 feet FNL from North or South section line
662 feet FEL from East or West section line

Latitude: 38.936040 Longitude: -103.054200

PDOP Reading: 1.6 Date of Measurement: 08/12/2013

Instrument Operator's Name: Elijah

RELATED REMOTE LOCATIONS

(Enter as many Related Locations as necessary. Enter the Form 2A document # only if there is no established COGCC Location ID#)

This proposed Oil and Gas Location is:

LOCATION ID # FORM 2A DOC #



FACILITIES

Indicate the number of each type of oil and gas facility planned on location

Wells	<u>1</u>	Oil Tanks	<u>1</u>	Condensate Tanks	<u> </u>	Water Tanks	<u>1</u>	Buried Produced Water Vaults	<u> </u>
Drilling Pits	<u>1</u>	Production Pits	<u> </u>	Special Purpose Pits	<u> </u>	Multi-Well Pits	<u> </u>	Temporary Large Volume Above Ground Tanks	<u> </u>
Pump Jacks	<u>1</u>	Separators	<u>1</u>	Injection Pumps	<u> </u>	Cavity Pumps	<u> </u>		
Gas or Diesel Motors	<u> </u>	Electric Motors	<u> </u>	Electric Generators	<u> </u>	Fuel Tanks	<u> </u>	Gas Compressors	<u> </u>
Dehydrator Units	<u> </u>	Vapor Recovery Unit	<u> </u>	VOC Combustor	<u> </u>	Flare	<u> </u>	LACT Unit	<u> </u>
								Pigging Station	<u> </u>

OTHER FACILITIES

Other Facility Type

Number

<input type="text"/>	<input type="text"/>
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Per Rule 303.b.(3)C, description of all oil, gas, and/or water pipelines:

CONSTRUCTION

Date planned to commence construction: 09/15/2013 Size of disturbed area during construction in acres: 3.00
Estimated date that interim reclamation will begin: 02/01/2014 Size of location after interim reclamation in acres: 1.00
Estimated post-construction ground elevation: 4720

DRILLING PROGRAM

Will a closed loop system be used for drilling fluids: No

Is H₂S anticipated? No

Will salt sections be encountered during drilling: No

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

Will oil based drilling fluids be used?

DRILLING WASTE MANAGEMENT PROGRAM

Drilling Fluids Disposal: ONSITE Drilling Fluids Disposal Method: Evaporation

Cutting Disposal: Cuttings Disposal Method:

Other Disposal Description:

Backfill when Dry.

If drilling pits intercept groundwater, the proposed pit will be lined or a closed loop system used.

Beneficial reuse or land application plan submitted?

Reuse Facility ID: or Document Number:

Centralized E&P Waste Management Facility ID, if applicable:

SURFACE & MINERALS & RIGHT TO CONSTRUCT

Name: _____

Phone: _____

Address: _____

Fax: _____

Address: _____

Email: _____

City: _____ State: _____ Zip: _____

Surface Owner: Fee State Federal Indian

Check all that apply. The Surface Owner: is the mineral owner

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 from or produced to this Oil and Gas Location: _____

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

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

Date of Rule 306 surface owner consultation 08/08/2013

CURRENT AND FUTURE LAND USE

Current Land Use (Check all that apply):

Crop Land: Irrigated Dry land Improved Pasture Hay Meadow CRP

Non-Crop Land: Rangeland Timber Recreational Other (describe): _____

Subdivided: Industrial Commercial Residential

Future Land Use (Check all that apply):

Crop Land: Irrigated Dry land Improved Pasture Hay Meadow CRP

Non-Crop Land: Rangeland Timber Recreational Other (describe): _____

Subdivided: Industrial Commercial Residential

CULTURAL DISTANCE INFORMATION

Distance to nearest:

Building: 3300 Feet
Building Unit: 3600 Feet
High Occupancy Building Unit: 5280 Feet
Designated Outside Activity Area: 5280 Feet
Public Road: 700 Feet
Above Ground Utility: 3300 Feet
Railroad: 5280 Feet
Property Line: 700 Feet

INSTRUCTIONS:

- All measurements shall be provided from center of nearest Well or edge of nearest Production Facility to nearest of each cultural feature as described in Rule 303.b.(3)A.
- 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: _____

SOIL

List all soil map units that occur within the proposed location. attach the National Resource Conservation Service (NRCS) report showing the "Map Unit Description" report listing the soil typical vertical profile. This data is to used when segregating topsoil.

The required information can be obtained from the NRCS web site at <http://soildatamart.nrcs.usda.org/> or from the COGCC web site GIS Online map page found at <http://colorado.gov/cogcc>. Instructions are provided within the COGCC web site help section.

NRCS Map Unit Name: 13 Fort Collins loam, 0-3% slopes

NRCS Map Unit Name: 44 Stoneham-Razor complex, 2-6% slopes

NRCS Map Unit Name: _____

PLANT COMMUNITY:

Complete this section only if any portion of the disturbed area of the location's current land use is on non-crop land.

Are noxious weeds present: Yes No

Plant species from: NRCS or, field observation Date of observation: _____

List individual species: Blue grama, Western wheatgrass, Green Needlegrass, Buffalograss, Sedge

Check all plant communities that exist in the disturbed area.

- Disturbed Grassland (Cactus, Yucca, Cheatgrass, Rye)
 Native Grassland (Bluestem, Grama, Wheatgrass, Buffalograss, Fescue, Oatgrass, Brome)
 Shrub Land (Mahogany, Oak, Sage, Serviceberry, Chokecherry)
 Plains Riparian (Cottonwood, Willow, Aspen, Maple, Poplar, Russian Olive, Tamarisk)
 Mountain Riparian (Cottonwood, Willow, Blue Spruce)
 Forest Land (Spruce, Fir, Ponderosa Pine, Lodgepole Pine, Juniper, Pinyon, Aspen)
 Wetlands Aquatic (Bullrush, Sedge, Cattail, Arrowhead)
 Alpine (above timberline)
 Other (describe): _____

WATER RESOURCES

Is this a sensitive area: No Yes

Distance to nearest

downgradient surface water feature: 996 Feet

water well: 5280 Feet

Estimated depth to ground water at Oil and Gas Location 25 Feet

Basis for depth to groundwater and sensitive area determination:

Is the location in a riparian area: No Yes

Was an Army Corps of Engineers Section 404 permit filed No Yes If yes attach permit.

Is the location within a Rule 317B Surface Water Supply Area buffer No zone:

If the location is within a Rule 317B Surface Water Supply Area buffer have all public water supply systems within 15 miles been notified: _____

GROUNDWATER BASELINE SAMPLING AND MONITORING AND WATER WELL SAMPLING

Water well sampling required per Rule _____

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)

RULE 502.b VARIANCE REQUEST

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

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

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

Signed: _____ Date: 09/16/2013 Email: tapagano@helena-resources.com

Print Name: Ted Pagano Title: Agent

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: 10/31/2013

Conditions Of Approval

All representations, stipulations and conditions of approval stated in this Form 2A for this location shall constitute representations, stipulations and conditions of approval for any and all subsequent operations on the location unless this Form 2A is modified by Sundry Notice, Form 4 or an Amended Form 2A.

<u>COA Type</u>	<u>Description</u>

Best Management Practices

<u>No</u>	<u>BMP/COA Type</u>	<u>Description</u>
1	Planning	<p>BMP Plan</p> <p>Investment Equipment, LLC 17509 COUNTY ROAD 14 FT MORGAN , CO 80701 c/o Ted Pagano 970-590-3944</p> <p>Stormwater Discharges Associated with Construction Oil and Gas Activity. Application has been filed with Colorado Department of Public Health and Environment Water Quality Control Division and is pending. Approved permit will be in place before any dirt work begins, if any.</p> <p>Twin, Pelger No. 1-12(A) well T13S, R51W Sec. 12: E/2 Cheyenne County, Colorado Description of Well Site and Construction Area</p> <p>1-3 acre site with access road for drilling of oil and gas well. Terrain is flat dry Rangeland ground containing native grass species. No receiving waters will be affected by well pad. There will be one drilling pit associated with the drillsite unless shallow groundwater is encountered, whereby the pit will be lined or a closed loop system deployed. Disturbed areas will be reseeded within 6 months weather permitting. Silt fences will be installed on low side site of drill site. Topsoil will be separated and spread on drill site as final operation before reseeded operations. To prevent soil erosion site will be disked and straw crimped in.</p> <p>Stormwater Management Plan (SWMP) is on file in Investment Equipment, LLC Office.</p> <p>Spill Prevention, Control and Countermeasure Plan is on file in Investment Equipment, LLC Office.</p>

Total: 1 comment(s)

Attachment Check List

<u>Att Doc Num</u>	<u>Name</u>
1667880	CORRESPONDENCE
1667881	NRCS MAP UNIT DESC
2518595	REFERENCE AREA PICTURES
400481615	FORM 2A SUBMITTED
400481665	WELL LOCATION PLAT
400481666	LOCATION PICTURES
400481669	REFERENCE AREA MAP
400481671	HYDROLOGY MAP
400481674	LOCATION DRAWING
400481675	ACCESS ROAD MAP

Total Attach: 10 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Final review completed; no LGD or public comment received.	10/24/2013 2:07:11 PM
OGLA	Revised distance to nearest Building Unit and operator statement requesting exception to Rule 609. Attached operator provided NRCS Soil Map Unit Description. OGLA review complete and task passed.	10/24/2013 12:59:15 PM
Permit	Attached supplied reference area pictures.	9/18/2013 8:52:31 AM
Permit	Reference area photos were not attached. Just 2 copies of the maps.	9/17/2013 8:11:54 AM
Permit	Passed completeness	9/17/2013 5:53:55 AM

Total: 5 comment(s)