

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



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Date Received:

07/27/2013

PluggingBond SuretyID

20030009

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: NOBLE ENERGY INC 4. COGCC Operator Number: 100322

5. Address: 1625 BROADWAY STE 2200
City: DENVER State: CO Zip: 80202

6. Contact Name: MARI CLARK Phone: (303)228-4413 Fax: (303)228-4286
Email: mclark@nobleenergyinc.com

7. Well Name: OSCAR Y Well Number: 10-78HN

8. Unit Name (if appl): _____ Unit Number: _____

9. Proposed Total Measured Depth: 14565

WELL LOCATION INFORMATION

10. QtrQtr: NWSW Sec: 10 Twp: 2N Rng: 64W Meridian: 6

Latitude: 40.152250 Longitude: -104.544710

Footage at Surface: 2380 feet FSL 663 feet FWL

11. Field Name: WATTENBERG Field Number: 90750

12. Ground Elevation: 4943 13. County: WELD

14. GPS Data:

Date of Measurement: 10/22/2012 PDOP Reading: 2.6 Instrument Operator's Name: DAVID C HOLMES

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
2104 FNL 661 FWL 75 FNL 660 FWL
Sec: 10 Twp: 2N Rng: 64W Sec: 3 Twp: 2N Rng: 64W

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: 582 ft

18. Distance to nearest property line: 663 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 207 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		279	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):

T2N-R64W SEC.10: ALL, SEC. 4: SE/4 AND OTHER LEASES. DISTANCE TO NEAREST UNIT BOUNDARY IS 540'.

25. Distance to Nearest Mineral Lease Line: 0 ft 26. Total Acres in Lease: 800

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	18+1/2	16+0/0		0	100	6	100	0
SURF	13+3/4	9+5/8	36	0	1100	500	1100	0
1ST	8+3/4	7+0/0	26	0	7286	490	7286	
1ST LINER	6+1/8	4+1/2	11.6	7136	14565			

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

33. Comments 1ST STRING TOP OF CEMENT = 200' ABOVE NIOBRARA. THE PRODUCTION LINER WILL BE HUNG OFF INSIDE 7" CASING. 6 WELL PAD: OSCAR Y10-79HN, Y10-79-1HC, Y10-79-1HN, Y10-78HN, Y10-78-1HC, Y10-78-1HN. UNIT CONFIGURATION = SWSW SEC. 34 T3N-R64W, W/2W/2 SEC. 3 T2N-R64W, W/2NW/4SEC. 10T2N-R64W. CLOSEST WELL MEASURED = WASTE MANAGEMENT USX Y3-4. Operator acknowledges the proximity of this. Operator agrees to: provide one of the six mitigation options (per the Interim 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. Wellhead is to be located outside of a GWA drilling window and will be located more than 50' from an existing well location. Operator requests an exception location to 318Aa. 318Ac: Exception request and waiver attached. INTRAWELL DISTANCE EXCEPTION 318A.m REQUESTED & ATTACHED.

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: MARI CLARK

Title: REGULATORY ANALYST II Date: 7/27/2013 Email: mclark@nobleenergyinc.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: 11/8/2013

API NUMBER **05 123 38380 00** Permit Number: _____ Expiration Date: 11/7/2015

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.

Description

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

Applicable Policies and Notices to Operators

- Notice Concerning Operating Requirements for Wildlife Protection.
- Policy for Bradenhead Monitoring During Hydraulic Fracturing Treatments in the Greater Wattenberg Area.

Attachment Check List

<u>Att Doc Num</u>	<u>Name</u>
1535047	SURFACE CASING CHECK
2114373	PROPOSED SPACING UNIT
400403868	FORM 2 SUBMITTED
400404706	DIRECTIONAL DATA
400455783	EXCEPTION LOC REQUEST
400457058	30 DAY NOTICE LETTER
400457063	PLAT
400457070	EXCEPTION LOC WAIVERS
400457092	EXCEPTION LOC REQUEST
400457103	DEVIATED DRILLING PLAN
400457106	OFFSET WELL EVALUATION
400457656	SURFACE AGRMT/SURETY

Total Attach: 12 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Received and attached corrected 30 Day Certification Letter/Proposed Spacing Unit map. Ready to pass.	11/7/2013 2:07:41 PM
Permit	Corrected Unit configuration in comments to 280 acre unit. Proposed Spacing Unit map shows 320 acres and letter describes 560 acres. Requested new notice letter and spacing unit map.	9/30/2013 3:22:19 PM
Permit	Final review completed. No LGD or public comments.	9/20/2013 7:00:03 AM
Engineer	Evaluated offset wells for adequate coverage.	8/27/2013 5:32:29 PM
Permit	Form passes completeness.	3/1/2013 8:48:39 AM
Permit	Returned to draft. 22b cannot be blank if 22 is no.	7/30/2013 7:35:11 AM

Total: 6 comment(s)

Best Management Practices

No	BMP/COA Type	Description
1	General Housekeeping	Housekeeping will consist of neat and orderly storage of materials and fluids. Wastes will be temporarily stored in sealed containers and regularly collected and disposed of at offsite, suitable facilities. If spills occur prompt cleanup is required to minimize any commingling of waste materials with stormwater runoff. Routine maintenance will be limited to fueling and lubrication of equipment. Drip pans will be used during routine fueling and maintenance to contain spills or leaks. Any waste product from maintenance will be containerized and transported offsite for disposal or recycling. There will be no major equipment overhauls conducted onsite. Equipment will be transported offsite for major overhauls. Cleanup of trash and discarded materials will be conducted at the end of each work day. Cleanup will consist of patrolling the roadway, access areas, and other work areas to pickup trash, scrap debris, other discarded materials, and any contaminated soil. These materials will be disposed of properly.
2	Storm Water/Erosion Control	Stormwater management plans (SWMP) are in place to address construction, drilling and operations associated with Oil & Gas development throughout the state of Colorado in accordance with Colorado Department of Public and Environment (CDPHE) General Permit No. COR-038637. BMP's will be constructed around the perimeter of the site prior to, or at the beginning of construction. BMP's used will vary according to the location, and will remain in place until the pad reaches final reclamation.
3	Material Handling and Spill Prevention	Spill Prevention Control and Countermeasures (SPCC) plans are in place to address any possible spill associated with Oil & Gas operations throughout the state of Colorado in accordance with CFR 112.
4	Drilling/Completion Operations	<p>Prior to drilling operations, Operator will perform an anti-collision scan of existing offset wells that have the potential of being within close proximity of the proposed well. This anti-collision scan will include definitive MWD or gyro surveys 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 will only be drilled if the anti-collision scan results indicate that there is not a risk for collision, or harm to people or the environment. For the proposed well, upon conclusion of drilling operations, an as-constructed gyro survey will be submitted to COGCC with the Form 5.</p> <p>During and Post stimulation: Noble Energy will comply with the COGCC Policy for Bradenhead Monitoring during Hydraulic Fracturing Treatments in the Greater Wattenberg Area dated 5/29/12.</p>

Total: 4 comment(s)