

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:

1714853

Date Received:

06/04/2009

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: ENCANA OIL & GAS (USA) INC

4. COGCC Operator Number: 100185

5. Address: 370 17TH ST STE 1700

City: DENVER State: CO Zip: 80202-5632

6. Contact Name: MIRACLE PFISTER Phone: (303)623-2300 Fax: (303)623-2400

Email: _____

7. Well Name: GMU Well Number: 27-1C2 (H27NW)

8. Unit Name (if appl): GRASS MESA UNIT Unit Number: COC56608

9. Proposed Total Measured Depth: 8885

WELL LOCATION INFORMATION

10. QtrQtr: SENE Sec: 27 Twp: 6S Rng: 93W Meridian: 6

Latitude: 39.499975 Longitude: -107.755722

Footage at Surface: 1697 feet FNL/FSL 953 feet FEL/FWL
 FNL FEL

11. Field Name: PARACHUTE Field Number: 67350

12. Ground Elevation: 6320 13. County: GARFIELD

14. GPS Data:

Date of Measurement: 05/11/2009 PDOP Reading: 2.4 Instrument Operator's Name: C.D. SLAUGH

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
 1200 FNL 960 FEL 1200 FNL 960 FEL
 Sec: _____ Twp: _____ Rng: _____ Sec: 27 Twp: 6S Rng: 93W

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: 1139 ft

18. Distance to nearest property line: 363 ft 19. Distance to nearest well permitted/completed in the same formation(BHL): 244 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 | | | |
| WILLIAMS FORK | WMFK | | | |

21. Mineral Ownership: ☐ Fee ☐ State ☒ Federal ☐ Indian Lease #: COC5473722. Surface Ownership: ☐ Fee ☐ State ☒ Federal ☐ Indian23. 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 ☐ No23b. 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):

T6S-R93W 6TH PM SEC 26: NW/4, N/2SW/4, SE/4SW/4 SEC 27: E/2NE/4, NE/4SE/4, SW/4SE/4, SEC 28: SE/4SW/4 SEC 33: NW/4, W/2SW/4 SEC 34: SE/4NE/4, E/2SE/4 SEC 35: W/2NW/4, S/2SW/4

25. Distance to Nearest Mineral Lease Line: 356 ft

26. Total Acres in Lease: 1000

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 | 24 | 16 | LINEPIPE | | 40 | 5 | 40 | 0 |
| SURF | 12+1/4 | 9+5/8 | 36 | | 900 | 300 | 900 | 0 |
| 1ST | 7+7/8 | 4+1/2 | 11.6 | | 8907 | 783 | 8907 | |

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

33. Comments _____

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: Y _____

Print Name: MIRACLE PFISTER

Title: REGULATORY

Date: 5/27/2009

Email: MIRACLE.PFISTER@ENCANA

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: _____

David S. Nash

Director of COGCC

Date: 9/17/2009

API NUMBER

05 045 18728 00

Permit Number: 20092590

Expiration Date: 9/16/2010

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

Attachment Check List

| <u>Att Doc Num</u> | <u>Name</u> |
|--------------------|------------------------|
| 1714853 | APD APPROVED |
| 1790474 | WELL LOCATION PLAT |
| 1790475 | TOPO MAP |
| 1790476 | LOCATION PICTURES |
| 1790477 | LOCATION PICTURES |
| 1790478 | LOCATION PICTURES |
| 1790479 | DEVIATED DRILLING PLAN |
| 1790480 | FED. DRILLING PERMIT |
| 1790481 | CORRESPONDENCE |
| 400007276 | APD ORIG & 1 COPY |

Total Attach: 10 Files

General Comments

| <u>User Group</u> | <u>Comment</u> | <u>Comment Date</u> |
|-------------------|----------------|---------------------|
| | | |

Total: 0 comment(s)

Best Management Practices

| <u>No</u> | <u>BMP/COA Type</u> | <u>Description</u> |
|-----------|---------------------|--------------------|
| | | |