

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:

400746181

**(SUBMITTED)**

Date Received:

12/05/2014

## APPLICATION FOR PERMIT TO:

☒ Drill
 ☐ Deepen
 ☐ Re-enter
 ☐ Recomplete and Operate
TYPE OF WELL OIL ☐ GAS ☒ COALBED ☐ OTHER UNPLANNEDRefilling ☐ZONE TYPE SINGLE ZONE ☐ MULTIPLE ZONES ☒ COMMINGLE ZONES ☒Sidetrack ☒Well Name: FEDERALWell Number: RGU 33-26-198Name of Operator: WPX ENERGY ROCKY MOUNTAIN LLCCOGCC Operator Number: 96850Address: 1001 17TH STREET - SUITE #1200City: DENVERState: COZip: 80202Contact Name: Angela Neifert-KraiserPhone: (303)606-4398Fax: ( )Email: Angela.Neifert-Kraiser@wpxenergy.com

## RECLAMATION FINANCIAL ASSURANCE

Plugging and Abandonment Bond Surety ID: \_\_\_\_\_

## WELL LOCATION INFORMATION

QtrQtr: LOT 8 Sec: 26 Twp: 1S Rng: 98W Meridian: 6Latitude: 39.935081Longitude: -108.354637Footage at Surface: 2467 feet

FNL/FSL

FNL

922

feet

FEL/FWL

FEL

Field Name: SULPHUR CREEKField Number: 80090Ground Elevation: 8570County: RIO BLANCO

GPS Data:

Date of Measurement: 09/16/2014PDOP Reading: 2.0Instrument Operator's Name: J KIRKPATRICKIf well is ☒ Directional ☐ Horizontal (highly deviated) **submit deviated drilling plan.**Footage at Top of Prod Zone: 1654

FNL/FSL

FSL

1329

FEL

FEL/FWL

Bottom Hole: 1654

FNL/FSL

FSL

1329

FEL/FWL

FEL

Sec: 26Twp: 1SRng: 98WSec: 26Twp: 1SRng: 98W

## LOCATION SURFACE &amp; MINERALS &amp; RIGHT TO CONSTRUCT

Surface Ownership: ☐ Fee ☐ State ☒ Federal ☐ IndianThe 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 ☐ IndianThe Minerals beneath this Oil and Gas Location will be developed by this Well: YesThe 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.)

T1S R98W

SEC. 23: LOTS 1 (38.67, NE/4NE/4), 2 (38.70, NW/4NE/4), 3 (38.74, NE/4NW/4), 4 (38.73, NW/4NW/4), 5 (38.80, SW/4NW/4), 6 (38.80, SE/4NW/4), 7 (38.75, SW/4NE/4), 8 (38.72, SE/4NE/4), 9 (38.77, NE/4SE/4), 10 (38.77, NW/4SE/4), 11 (38.84, NE/4SW/4), 12 (38.85, NW/4SW/4), 13 (38.93, SW/4SW/4), 14 (38.93, SE/4SW/4), 15 (38.83, SW/4SE/4), 16 (38.82, SE/4SE/4) [ALL]

SEC. 26: LOTS 2 (38.94, NW/4NE/4), 3 (38.99, NE/4NW/4), 4 (39.02, NW/4NW/4), 5 (38.97, SW/4NW/4), 6 (38.94, SE/4NW/4), 7 (39.05, SW/4NE/4), 8 (39.03, SE/4NE/4), 9 (39.11, NE/4SE/4), 10 (39.13, NW/4SE/4), 11 (38.88, NE/4SW/4), 12 (38.88, NW/4SW/4), 13 (38.86, SW/4SW/4), 14 (38.85, SE/4SW/4), 15 (39.12, SW/4SE/4), 16 (39.19, SE/4SE/4) [NW/NE/4, S/2NE/4, NW/4, S/2]

Total Acres in Described Lease: 1205 Described Mineral Lease is: ☐ Fee ☐ State ☒ Federal ☐ Indian

Federal or State Lease # COC60732

Distance from Completed Portion of Wellbore to Nearest Lease Line of described lease: 1329 Feet

## CULTURAL DISTANCE INFORMATION

Distance to nearest:

Building: 1326 Feet  
Building Unit: 1326 Feet  
High Occupancy Building Unit: 5280 Feet  
Designated Outside Activity Area: 5280 Feet  
Public Road: 320 Feet  
Above Ground Utility: 726 Feet  
Railroad: 5280 Feet  
Property Line: 5280 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: 441 Feet

Distance from Completed Portion of Wellbore to Nearest Unit Boundary 5909 Feet (Enter 5280 for distance greater than 1 mile.)

Federal or State Unit Name (if appl): RYAN GULCH UNIT Unit Number: 068239X

## 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.)
ILES	ILES			
SEGO	SEGO			
WILLIAMS FORK	WMFK			

## DRILLING PROGRAM

Proposed Total Measured Depth: 12680 Feet

Distance to nearest permitted or existing wellbore penetrating objective formation: 441 Feet (Including plugged wells)

Will a closed-loop drilling system be used? Yes

Is H<sub>2</sub>S gas reasonably expected to be encountered during drilling operations at concentrations greater than or equal to 100 ppm? No (If Yes, attach an H<sub>2</sub>S 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: OFFSITE Drilling Fluids Disposal Methods: Recycle/reuse

Cuttings Disposal: ONSITE Cuttings Disposal Method: Cuttings trench

Other Disposal Description:

Beneficial reuse or land application plan submitted? No

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	30	18	48	0	84	32	84	0
SURF	14+3/4	9+5/8	36	0	4023	1466	1309	0
1ST	8+3/4	4+1/2	11.6	0	12824	1309	12824	7794

☐ 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 Hole depth is 177', conductor set at 86'. We are planning on pumping a cement plug from 177' to conductor and re-drilling the wellbore. The wellbore pointed off track and could cause a potential anticollision issue. No changes to surface or bottom hole locations. The sidetrack will be drilled exactly to the original plan. I will send you all the sidetrack details tomorrow morning once I have more information. Currently the rig is off bottom, no operations were carried out.

Originally state depth of 177' is the last survey, actual hole depth is 237' MD. Below are the requested details.

v. Cement plug details – set from 237' to 75', 162' height, 35.3 bbls, 168 sacks.

vi. Cement properties – cement plug slurry, 15.6 ppg, 1.18 cf/sk.

vii. Measured depth of proposed sidetrack kick-off point – the original wellbore deviated from plan at 105', the plan is to correct it. The kick off point therefore becomes 105' MD.

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: Angela Neifert-Kraiser

Title: Regulatory Specialist Date: 12/5/2014 Email: Angela.Neifert-

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: \_\_\_\_\_

Expiration Date: \_\_\_\_\_

### API NUMBER

05 103 11965 01

## 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.

## Best Management Practices

No	BMP/COA Type	Description
1	Planning	<ul style="list-style-type: none"> <li>* Share/consolidate corridors for pipeline ROWs to the maximum extent possible.</li> <li>* Maximize the utility of surface facilities by developing multiple wells from a single pad (directional drilling), and by co-locating multipurpose facilities (for example, well pads and compressors) to avoid unnecessary habitat fragmentation and disturbance of additional geographic areas.</li> <li>* Avoid constructing any road segment in the channel of an intermittent or perennial stream</li> <li>* Avoid new surface disturbance and placing new facilities in key wildlife habitats in consultation with CDOW.</li> <li>* Minimize the number, length, and footprint of oil and gas development roads</li> <li>* Use existing roads where possible</li> <li>* Combine utility infrastructure (gas, electric, and water) planning with roadway planning to avoid separate utility corridors</li> <li>* Combine and share roads to minimize habitat fragmentation</li> <li>* Where possible, consolidate pipeline and existing roadways, or roadways that are planned for development</li> <li>* Place roads to avoid obstructions to migratory routes for wildlife, and to avoid displacement of wildlife from public to private lands.</li> <li>* Maximize the use of directional drilling to minimize habitat loss/fragmentation</li> <li>* Maximize use of remote completion/frac operations to minimize traffic</li> <li>* Maximize use of remote telemetry for well monitoring to minimize traffic</li> <li>* Phase and concentrate development activities, so that large areas of undisturbed habitat for wildlife remain.</li> <li>* Maintain undeveloped areas within development boundaries sufficient to allow wildlife to persist within development boundaries during all phases of construction, drilling, and production.</li> </ul>
2	Construction	<p>Structures for perennial or intermittent stream channel crossings should be constructed using appropriately sized bridges or culverts</p> <ul style="list-style-type: none"> <li>* Design road crossings of streams at right angles to all riparian corridors and streams to minimize the area of disturbance to the extent possible.</li> </ul>
3	Drilling/Completion Operations	<ul style="list-style-type: none"> <li>* Use centralized hydraulic fracturing operations.</li> <li>* Install and maintain adequate measures to exclude all types of wildlife (e.g., big game, birds, and small rodents) from all fluid pits (e.g., fencing, netting, and other appropriate exclusion measures).</li> <li>* Conduct well completions with drilling operations to limit the number of rig moves and traffic.</li> </ul>
4	Interim Reclamation	<p>Use only certified weed-free native seed in seed mixes, except for non-native plants that benefit wildlife</p> <ul style="list-style-type: none"> <li>* WPX Energy will use certified, weed free grass hay, straw, hay or other mulch materials used for the reseeding and reclamation of disturbed areas.</li> <li>* Install exclusionary devices to prevent bird and other wildlife access to equipment stacks, vents and openings.</li> <li>* Reduce visits to well-sites through remote monitoring (i.e. SCADA) and the use of multi-function contractors.</li> </ul>
5	Planning	<p>WPX will run triple-combo open hole logs from well TD up to base of surface casing on one of the first wells drilled on a multi-well pad. Remaining wells on the pad will be logged with either cased hole pulsed neutron or triple-combo open hole. Every well will also have a CBL log from well TD up through well surface. Form 5 Completion Reports will identify wells on the pad with triple-combo open hole logs.</p>

Total: 5 comment(s)

## Attachment Check List

<u>Att Doc Num</u>	<u>Name</u>
400746181	FORM 2 SUBMITTED
400746565	DEVIATED DRILLING PLAN
400746566	DEVIATED DRILLING PLAN
400746570	WELL LOCATION PLAT
400746576	CORRESPONDENCE
400746578	WELLBORE DIAGRAM
400746579	DIRECTIONAL DATA

Total Attach: 7 Files

## General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Returned to draft for completed cultural distance information.	12/5/2014 10:20:08 AM

Total: 1 comment(s)