

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:

401134212

Date Received:

12/14/2016

Oil and Gas Location Assessment

New Location Refile Amend Existing Location Location#: _____

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:

449218

Expiration Date:

02/12/2020

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: 10311
Name: SYNERGY RESOURCES CORPORATION
Address: 1625 BROADWAY SUITE 300
City: DENVER State: CO Zip: 80202

Contact Information

Name: Erin Ekblad
Phone: (720) 616.4319
Fax: (720) 616.4301
email: eekblad@syrginfo.com

RECLAMATION FINANCIAL ASSURANCE

- Plugging and Abandonment Bond Surety ID: 20090043 Gas Facility Surety ID: _____
- Waste Management Surety ID: _____

LOCATION IDENTIFICATION

Name: Goetzel Number: 25-29 Pad
County: WELD
Quarter: NESW Section: 29 Township: 6N Range: 66W Meridian: 6 Ground Elevation: 4733

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: 2097 feet FSL from North or South section line
2053 feet FWL from East or West section line

Latitude: 40.457488 Longitude: -104.804141

PDOP Reading: 1.5 Date of Measurement: 09/08/2016

Instrument Operator's Name: Rob Wilson

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 #**

Well Site is served by Production Facilities

 401129755

FACILITIES

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

Wells	<u>12</u>	Oil Tanks*	<u> </u>	Condensate Tanks*	<u> </u>	Water Tanks*	<u> </u>	Buried Produced Water Vaults*	<u> </u>
Drilling Pits	<u> </u>	Production Pits*	<u> </u>	Special Purpose Pits	<u> </u>	Multi-Well Pits*	<u> </u>	Modular Large Volume Tanks	<u>1</u>
Pump Jacks	<u> </u>	Separators*	<u> </u>	Injection Pumps*	<u> </u>	Cavity Pumps*	<u> </u>	Gas Compressors*	<u> </u>
Gas or Diesel Motors*	<u> </u>	Electric Motors	<u> </u>	Electric Generators*	<u> </u>	Fuel Tanks*	<u> </u>	LACT Unit*	<u> </u>
Dehydrator Units*	<u> </u>	Vapor Recovery Unit*	<u> </u>	VOC Combustor*	<u> </u>	Flare*	<u> </u>	Pigging Station*	<u> </u>

OTHER FACILITIES*

Other Facility Type

Number

Other Facility Type	Number

Those facilities indicated by an asterisk () shall be used to determine the distance from the Production Facility to the nearest cultural feature on the Cultural Setbacks Tab.

Per Rule 303.b.(3)C, description of all oil, gas, and/or water pipelines:

1 inch, 2 inch, 3 inch, schedule 40/80/160 bare and fusion bonded epoxy, threaded and welded. water, oil, gas.
4 inch, 6 inch schedule 40/80 bare and fusion bonded epoxy, welded, water, oil, gas.
3 inch 4 inch poly welded / water or oil
6 inch, 8 inch, 10 inch schedule 10/20/40 welded, oil and combustion vapors.
Flowlines 3, 4, 6, 8" fusion bonded epoxy and welded scheduled 10/40/80/160 steel.

Synergy anticipates pipeline to this location and all future locations to eliminate trucks on road.

CONSTRUCTION

Date planned to commence construction: 02/10/2017 Size of disturbed area during construction in acres: 7.48

Estimated date that interim reclamation will begin: 10/25/2017 Size of location after interim reclamation in acres: 0.27

Estimated post-construction ground elevation: 4733

DRILLING PROGRAM

Will a closed loop system be used for drilling fluids: Yes

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? Yes

DRILLING WASTE MANAGEMENT PROGRAM

Drilling Fluids Disposal: OFFSITE Drilling Fluids Disposal Method: Commercial Disposal

Cutting Disposal: OFFSITE Cuttings Disposal Method: Commercial Disposal

Other Disposal Description:

Beneficial reuse or land application plan submitted? No

Reuse Facility ID: _____ or Document Number: _____

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

SURFACE & MINERALS & RIGHT TO CONSTRUCT

Name: Richard and Mary Goetzel

Phone: _____

Address: 13578 County Road 66

Fax: _____

Address: _____

Email: _____

City: Greeley State: CO Zip: 80631-9348

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: Yes

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 05/19/2016

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

Provide the distance to the nearest cultural feature as measured from Wells or Production Facilities onsite.

	From WELL	From PRODUCTION FACILITY
Building:	1192 Feet	_____ Feet
Building Unit:	1192 Feet	_____ Feet
High Occupancy Building Unit:	5280 Feet	_____ Feet
Designated Outside Activity Area:	5280 Feet	_____ Feet
Public Road:	2087 Feet	_____ Feet
Above Ground Utility:	203 Feet	_____ Feet
Railroad:	256 Feet	_____ Feet
Property Line:	207 Feet	_____ 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.
 -For measurement purposes only, Production Facilities should only include those items with an asterisk(*) on the Facilities Tab.

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.
 - Large UMA Facility – 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: _____

FOR MULTI-WELL PADS AND PRODUCTION FACILITIES WITHIN DESIGNATED SETBACK LOCATIONS ONLY:

- Check this box if this Oil and Gas Location has or will have Production Facilities that serve multiple wells (onll or offsite) and the Production Facilities are proposed to be located less than 1,000 feet from a Building Unit. *(Pursuant to Rule 604.c.(2)E.i., the operator must evaluate alternative locations for the Production Facilities that are farther from the Building Unit, and determine whether those alternative locations were technically feasible and economically practicable for the same proposed development.)*
- By checking this box, I certify that no alternative placements for the Production Facilities, farther from the nearest Building Unit, were available based on the analysis conducted pursuant to Rule 604.c.(2)E.i.

In the space below, explain rationale for siting the multi-well Production Facility(ies) that supports your Rule 604.c.(2)E.i determination. Attach documentation that supports your determination to this Form 2A.

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: NRCS Map 51: Otero Sandy Laom, 1 to 3 Percent Slopes
 NRCS Map Unit Name: _____
 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:

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: 2308 Feet

water well: 221 Feet

Estimated depth to ground water at Oil and Gas Location 20 Feet

Basis for depth to groundwater and sensitive area determination:

Water Well Permit# 580-WCB right by pad 0' feet, elevated depth 40, Static water level 0
Second nearest water well, Dual permitted, but no static water level,
Permit 47636-MH - 3/19/2008
Permit 276589 - 2/22/2008 (However no Static Water)

First water well with Static Water, Permit 12953 (also showing permit number renewed to 12954-R) with 20 static water level at 497 feet away.
Nearest water as 2,308' to the pond/reservoir to the west (from the edge of disturbance) and 3,518' from Cache LaPoudre River.

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: _____

Is the Location within a Floodplain? No Yes Floodplain Data Sources Reviewed (check all that apply)

Federal (FEMA)

State

County

Local

Other _____

GROUNDWATER BASELINE SAMPLING AND MONITORING AND WATER WELL SAMPLING

Water well sampling required per Rule 318A

WILDLIFE

This location is included in a Wildlife Mitigation Plan

This location was subject to a pre-consultation meeting with CPW held on _____

DESIGNATED SETBACK LOCATION EXCEPTIONS

Check all that apply:

Rule 604.a.(1)A. Exception Zone (within 500' of a Building Unit) and is in an Urban Mitigation Area

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 The referenced well for this location is Goetzel 34C-30-M.

Our access permit to location is our notification to Weld County, the city of Greeley, or additional municipality if necessary for approved traffic routes, and traffic control.

All Traffic Plans are approved per our access permit, part of the access permitting process.

Synergy anticipates pipeline to this location and all future locations so that there are no trucks on road.

The nearby water well will be barricaded w/ type 7 barricades and caged to protect during construction as it is within our disturbed area.

Synergy will reclaim it like it is shown on the plan and plats for this location.

For the MLVT, we will plan on 60 days on location.
 42,000 bbl capacity
 12' high x 160' diameter
 Manufacturer is unknown at this time. Potential: PCI Manufacturing, Pinnacle, Southern Frac, or Big Holdings.
 Synergy will comply with all MLVT policies and requirements for this pad.

Surface Use Agreement has waivers for Rule 318A.a & 318A.c. See page 5, Section 9 (a).

The existing Noble Goetzel 2-29 well and facility will remain intact during the initial operations. However, depending on execution timing and the second closing between Noble and Synergy, the existing Noble Goetzel 2-29 well and facility will be P&A'd by one of the operators prior to completions operations.

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

Signed: _____ Date: 12/14/2016 Email: eekblad@syrginfo.com

Print Name: Erin Ekblad Title: Manager Regulatory Affairs

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: 2/13/2017

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	Planning : 604.c(2)M. Fencing: A meeting with the surface owner will determine a fencing plan. And after this discussion with surface owner, we will not be doing fencing at this location.

2	Planning	Planning: 804. Visual Impacts: All long term facility structures will be painted a color that enables the facilities to blend in with the natural background color of the landscape, as seen from a viewing distance and location typically used by the public. Maintain appearance with garbage clean-up; a trash bin will be located on site to accumulate waste by the personnel drilling the wells. Site will have unused equipment, trash and junk removed immediately.
3	Planning	Planning: 604.c.(2)N. Control of fire hazards: All material that is considered a fire hazard shall be a minimum of 25' from the wellhead tanks or separators. Electrical equipment shall comply with API IRP 500 and will comply with the current national electrical code.
4	Traffic control	Traffic Control: 604.c.(2)S. Access Roads: The access road will be constructed to accommodate local emergency vehicles. This road will be maintained for access at all times. Traffic will be routed to minimize local interruption. Dust control measures will also be utilized.
5	Traffic control	Traffic Control: RULE 604.c.(2)D: If required by the local government, a traffic plan shall be coordinated with the local jurisdiction prior to commencement of move in and rig up. Any subsequent modification to the traffic plan must be coordinated with the local jurisdiction. Our access permit to location is our notification to Weld County, the city of Greeley, or additional municipality if necessary for approved traffic routes, and traffic control. All Traffic Plans are approved per our access permit, part of the access permitting process.
6	General Housekeeping	General Housekeeping: 604.c.(2)P. Trash Removal: All trash, debris and material not intrinsic to the operation of the oil and gas facility shall be removed and legally disposed of as applicable.
7	Material Handling and Spill Prevention	Material Handling and Spill Prevention: 604.c.(2)F. Leak Detention Plan: Pumper will visit the location daily and visually inspect all tanks and fittings for leaks. Additionally, monthly documented SPCCP inspections are conducted pursuant to 40 CFR 112.
8	Construction	Construction: 803 Light sources during all phases of operations will be directed downwards and away from occupied structures where possible. Once the drilling and completion rigs leave the site, there will be no permanently installed lighting on site.
9	Construction	Construction: 604.c.(2).Q. All guy line anchors left buried for future use shall be identified by a marker of bright color not less than four (4) feet in height and not greater than one (1) foot east of the guy line anchor.
10	Construction	Construction: 604.c.(2).E. This will be a multi-well pad.
11	Construction	604.c.(2)A. Sound walls and/or hay bales will be used where necessary to surround the well site during drilling operations.
12	Construction	The nearby water well will be barricaded w/ type 7 barricades and caged to protect during construction as it is within our disturbed area.
13	Odor mitigation	Odor Mitigation: Rule 805: Oil & gas facilities and equipment shall be operated in such a manner that odors and dust do not constitute a nuisance or hazard to public welfare.
14	Drilling/Completion Operations	Drilling/Completion Operations 604.c.(2).K. 604.c.(2).K. Pit level Indicators - For the rig pits (steel tanks) we utilize the Pason PVT (Pit Volume Totalizer) system in conjunction with the EDR (Electronic Depth Recorder) systems on both rigs which incorporate digital recording of pit volumes, settable alarms for gain and loss so we are able to track the pit volumes. These items are standard on a 5K system which is what we are permitting for.
15	Drilling/Completion Operations	Synergy will comply with all MLVT policies and requirements for this pad.
16	Final Reclamation	Final Reclamation: 604.c.(2)T. Within 90 days subsequent to the time of plugging and abandonment of the entire site, superfluous debris and equipment shall be removed from the site. Identification of plugged and abandoned wells will be identified pursuant to 319.a.(5)
17	Final Reclamation	Final Reclamation 604.c.(2).U. Final Reclamation-The operator shall identify the location of the wellbore with a permanent monument as specified in Rule 319.a.(5). The operator shall also inscribe or imbed the well number and date of plugging upon the permanent monument.

Total: 17 comment(s)

Attachment Check List

<u>Att Doc Num</u>	<u>Name</u>
2478103	CORRESPONDENCE
401134212	FORM 2A SUBMITTED
401134220	ACCESS ROAD MAP
401134221	LOCATION DRAWING
401134228	MULTI-WELL PLAN
401134235	OTHER
401134237	LOCATION PICTURES
401134238	HYDROLOGY MAP
401134241	OTHER
401157252	SURFACE AGRMT/SURETY
401157858	WASTE MANAGEMENT PLAN
401158854	NRCS MAP UNIT DESC

Total Attach: 12 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Final Review Completed.	02/02/2017
Permit	Per operator Changed Right to Construct to Oil and Gas Lease. Checked Is Committed to an Oil & Gas lease. Permitting Review Complete.	01/18/2017
Permit	ON HOLD: requesting confirmation of right to construct.	01/17/2017
OGLA	IN PROCESS - Operator revised the date estimated to begin interim reclamation, distance to nearest water well, added a BMP about protecting the nearest water well during construction and drilling operations, and removed BMPs pertaining to production facilities as none will be on this location. OGLA review complete and task passed.	01/12/2017
OGLA	ON HOLD - Changed date planned to commence construction at operator's request. Requested operator revise the date estimated to begin interim reclamation, distance to nearest water well, add a BMP about protecting the nearest water well during construction and drilling operations, and remove BMPs pertaining to production facilities as none will be on this location. Due by 2/12/17.	01/12/2017
LGD	This proposed oil and gas facility is located in unincorporated Weld County. As of today's date, January 4, 2017, the Weld County Oil and Gas Liaison/LGD has not been contacted regarding this proposed location. The COGCC Form 2A for this location was submitted on or before February 1, 2017 and is considered a Use by Right in the Agricultural Zoned District with no Weld Oil and Gas Location Assessment (WOGLA) required. A building permit is required for the production facilities (tank battery, separators, pump jacks, compressors, generators, etc.) from the Department of Planning Services. Access points from a County roads require an Access Permit from the Department of Public Works, which include any necessary traffic control plans and Improvement Agreements. The use of a right-of-way requires a Right-Of-Way Permit from the Department of Public Works. Troy Swain, Weld Oil/Gas Liaison and LGD (970) 400-3579.	01/04/2017
Permit	Passes completeness.	12/15/2016

Total: 7 comment(s)