

FORM  
2  
Rev  
08/16

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:  
401278786  
**(SUBMITTED)**

APPLICATION FOR PERMIT TO:

- Drill  Deepen  Re-enter  Recomplete and Operate

Date Received:

TYPE OF WELL OIL  GAS  COALBED  OTHER \_\_\_\_\_ Refilling   
ZONE TYPE SINGLE ZONE  MULTIPLE ZONES  COMMINGLE ZONES  Sidetrack

Well Name: 70 Ranch Well Number: 10-8-2L  
Name of Operator: CONFLUENCE DJ LLC COGCC Operator Number: 10518  
Address: 1001 17TH STREET #1250  
City: DENVER State: CO Zip: 80202  
Contact Name: Andrea Gross Phone: (303)942-0506 Fax: ( )  
Email: agross@upstreampm.com

RECLAMATION FINANCIAL ASSURANCE

Plugging and Abandonment Bond Surety ID: 20016005

WELL LOCATION INFORMATION

QtrQtr: NENW Sec: 10 Twp: 4N Rng: 63W Meridian: 6  
Latitude: 40.333730 Longitude: -104.428050  
Footage at Surface: 69 Feet FNL/FSL FNL 1627 Feet FEL/FWL FWL  
Field Name: WATTENBERG Field Number: 90750  
Ground Elevation: 4604 County: WELD  
GPS Data:  
Date of Measurement: 04/27/2017 PDOP Reading: 2.2 Instrument Operator's Name: Jake Stille  
If well is  Directional  Horizontal (highly deviated) **submit deviated drilling plan.**  
Footage at Top of Prod Zone: FNL/FSL FNL 470 FNL 470 FEL/FWL FSL 470 FEL/FWL FSL 528 FEL/FWL FWL  
Sec: 10 Twp: 4N Rng: 63W Sec: 15 Twp: 4N Rng: 63W

LOCATION SURFACE & MINERALS & RIGHT TO CONSTRUCT

Surface Ownership:  Fee  State  Federal  Indian  
The 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  Indian  
The Minerals beneath this Oil and Gas Location will be developed by this Well: No  
The right to construct the Oil and Gas Location is granted by: Surface Use Agreement  
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.)

T4N-R63W Section 10: N/2NW/4, SE/4NW/4, NE/4SW/4, SE/4

Total Acres in Described Lease: 320 Described Mineral Lease is:  Fee  State  Federal  Indian

Federal or State Lease # \_\_\_\_\_

Distance from Completed Portion of Wellbore to Nearest Lease Line of described lease: 0 Feet

## CULTURAL DISTANCE INFORMATION

Distance to nearest:

Building: 4242 Feet  
Building Unit: 4242 Feet  
High Occupancy Building Unit: 5280 Feet  
Designated Outside Activity Area: 5280 Feet  
Public Road: 632 Feet  
Above Ground Utility: 719 Feet  
Railroad: 5280 Feet  
Property Line: 69 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 proposed wellbore to nearest completed portion of offset wellbore permitted or completed in the same formation: 167 Feet

Distance from Completed Portion of Wellbore to Nearest Unit Boundary 470 Feet (Enter 5280 for distance greater than 1 mile.)

Federal or State Unit Name (if appl): \_\_\_\_\_ Unit Number: \_\_\_\_\_

## 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.) |
|------------------------|----------------|-------------------------|-------------------------------|--------------------------------------|
| NIOBRARA               | NBRR           | 170700415               | 1280                          | S. 10 & 15: All                      |

## DRILLING PROGRAM

Proposed Total Measured Depth: 16787 Feet

Distance from the proposed wellbore to nearest existing or proposed wellbore belonging to another operator, including plugged wells:

Enter distance if less than or equal to 1,500 feet: 152 Feet  No well belonging to another operator within 1,500 feet

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? Yes

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 318A

## DRILLING WASTE MANAGEMENT PROGRAM

Drilling Fluids Disposal: OFFSITE Drilling Fluids Disposal Methods: Commercial Disposal

Cuttings Disposal: OFFSITE Cuttings Disposal Method: Commercial Disposal

Other Disposal Description:

Beneficial reuse or land application plan submitted? \_\_\_\_\_

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   | 26           | 16             | 43    | 0             | 80            | 400       | 80      | 0       |
| SURF        | 13+1/2       | 9+5/8          | 36    | 0             | 1500          | 787       | 1500    | 0       |
| 1ST         | 8+3/4        | 5+1/2          | 17    | 0             | 16787         | 2259      | 16787   |         |

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 The distance from completed portion of wellbore to nearest completed portion of offset wellbore permitted or completed in the same formation is the 70 Ranch 10-8-4L is 167' using vertical separation. The distance from the proposed wellbore to nearest existing or proposed wellbore belonging to another operator, including plugged wells is the Cervi 13-15, API No. 05-123-20816, which is currently shut-in.

This application is in a Comprehensive Drilling Plan       No       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: Andrea Gross

Title: Permit Agent Date: \_\_\_\_\_ Email: agross@upstreampm.com

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

### 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.

COA Type

Description

| <u>COA Type</u> | <u>Description</u> |
|-----------------|--------------------|
|                 |                    |

## Best Management Practices

| <b>No</b> | <b>BMP/COA Type</b>            | <b>Description</b>  |
|-----------|--------------------------------|---|
| 1         | Drilling/Completion Operations | Rig with Kelly: The BOP will include a minimum of double ram with blind ram pipe ram, annular preventer or a rotating head. At least one (1) person with training for blowout prevention will be on location during all drilling operations. Rig without Kelly. The BOP will include a minimum of double ram with blind ram and pipe ram. At least one (1) person with training for blowout prevention will be on location during all drilling operations. Confluence will utilize drilling rigs with a minimum of a double ram and annular preventer.  |
| 2         | Drilling/Completion Operations | BOPE Testing for Drilling Operations:<br>BOPE tests will be run upon initial rig-up and at least once every thirty (30) days during drilling operations. Pressure testing of the casing string and each component of the blowout prevention equipment, including flange connections, will be performed to seventy percent (70%) of working pressure or seventy percent (70%) of the internal yield of casing, whichever is less. Pressure testing will be conducted and the documented results will be retained by the Confluence for inspection by the Director for a period of one (1) year. Activation of the pipe rams for function testing will be conducted on a daily basis when practicable. Adequate blowout prevention equipment will be used on all well servicing operations. Adequate blowout prevention equipment will be used on any servicing operations associated with this well. Stabbing valves will be installed in the event of reverse circulation and will be tested prior with low and high pressure fluid. Valves will be pressure tested before each well servicing operation using both low-pressure and high-pressure fluid. |
| 3         | Drilling/Completion Operations | Logging: One of the existing wells on this pad has been logged with open-hole Resistivity Log and Gamma Ray Log from the kick-off point into the surface casing. All sixteen (16) proposed wells related to this permit will have a cement bond log with gamma-ray run on production casing (or on intermediate casing if production liner is run) into the surface casing. The horizontal portion of every well will be logged with a measured-while-drilling gamma-ray log. The Form 5, Completion Report, for each well on the pad will list all logs run and have those logs attached. The Form 5 for a well without open-hole logs shall clearly state "No open-hole logs were run" and shall clearly identify (by API#, well name & number) the well in which open-hole logs were run.  |
| 4         | Drilling/Completion Operations | Anti-collision: Operator will perform an anti-collision evaluation of all active (producing, shut in, or temporarily abandoned) offset wellbores that have the potential of being within 150 feet of a proposed well prior to drilling operations for the proposed well. Notice shall be given to all offset operators prior to drilling.   |
| 5         | Drilling/Completion Operations | Bradenhead Monitoring: Operator acknowledges and will comply with COGCC Policy for Braden-head Monitoring during Hydraulic Fracturing Treatments in the Greater Wattenberg Area dated May 29, 2012.   |

Total: 5 comment(s)

## Attachment Check List

| <b>Att Doc Num</b> | <b>Name</b>                |
|--------------------|----------------------------|
| 401278895          | OffsetWellEvaluations Data |
| 401278922          | DEVIATED DRILLING PLAN     |
| 401278924          | DIRECTIONAL DATA           |
| 401278926          | WELL LOCATION PLAT         |
| 401278930          | EXCEPTION LOC REQUEST      |
| 401278932          | EXCEPTION LOC REQUEST      |
| 401278934          | EXCEPTION LOC WAIVERS      |
| 401278935          | EXCEPTION LOC WAIVERS      |
| 401278936          | SURFACE AGRMT/SURETY       |

Total Attach: 9 Files

## General Comments

| <u>User Group</u> | <u>Comment</u> | <u>Comment Date</u> |
|-------------------|----------------|---------------------|
|                   |                | Stamp Upon Approval |

Total: 0 comment(s)



**Public Comments**

No public comments were received on this application during the comment period.

