

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:  
401555339  
**(SUBMITTED)**

APPLICATION FOR PERMIT TO:

☒ Drill ☐ Deepen ☐ Re-enter ☐ Recomplete and Operate

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

Date Received:

Well Name: Bost Farm Well Number: 5C-11-L  
Name of Operator: SRC ENERGY INC COGCC Operator Number: 10311  
Address: 1675 BROADWAY SUITE 2600  
City: DENVER State: CO Zip: 80202  
Contact Name: Erin Ekblad Phone: (720)616.4319 Fax: (720)616.4301  
Email: eekblad@srcenergy.com

RECLAMATION FINANCIAL ASSURANCE

Plugging and Abandonment Bond Surety ID: 20090043

WELL LOCATION INFORMATION

QtrQtr: SWNW Sec: 7 Twp: 5N Rng: 66W Meridian: 6  
Latitude: 40.417478 Longitude: -104.828367  
Footage at Surface: 1475 Feet FNL/FSL FNL 1119 Feet FEL/FWL FWL  
Field Name: WATTENBERG Field Number: 90750  
Ground Elevation: 4878 County: WELD  
GPS Data:  
Date of Measurement: 06/15/2017 PDOP Reading: 1.2 Instrument Operator's Name: Michael Hernandez  
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  
2115 FNL 150 FEL 2067 FNL 460 FWL  
Sec: 12 Twp: 5N Rng: 67W Sec: 11 Twp: 5N Rng: 67W

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: Yes

The 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.)

See attached Mineral Lease Map and below:

4N-66W

3: SE/4 NW/4, S/2 SW/4, NE/4 SW/4, S/2 SE/4

5: W/2 Lot 1 (NW/4 NE/4) (39.03), Lot 2 (N/2NW/4) (78.07)

7: S/2NE/4

9: NW/4, N/2 SW/4, SE/4 SW/4, SE/4

17: SE/4 SE/4, S/2 NE/4 SE/4

5N-66W

3: SW/4, S/2 NE/4

5: Lot 2 (N/2 NW/4) (83.33), S/2 NW/4, SW/4, SW/4 SE/4

7: Lots 1 and 2 (W/2 W/2) (158.48), E/2 W/2, SE/4

9: SE/4 SE/4, S/2 NE/4 SE/4

15: NW/4, SE/4, SW/4 NE/4

17: W/2 NW/4, SW/4

19: Lots 1 and 2 (W/2 W/2) (160.24), E/2 W/2, SE/4

21: S/2 SW/4, NW/4 SW/4

23: S/2, SW/4 NE/4

27: NW/4, S/2

29: SE/4, S/2 NE/4

31: Lots 1 and 2 (W/2 W/2) (160.00), E/2 W/2, SE/4

5N-67W

1: Lot 2 (N/2 NW/4) (81.44), S/2 NW/4, SW/4, SW/4 NE/4

25: NW/4, S/2

Total Acres in Described Lease: 5681 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: 1159 Feet

Building Unit: 1195 Feet

High Occupancy Building Unit: 5280 Feet

Designated Outside Activity Area: 5280 Feet

Public Road: 1103 Feet

Above Ground Utility: 912 Feet

Railroad: 5280 Feet

Property Line: 518 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: 01/31/2018

## 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: 229 Feet

Distance from Completed Portion of Wellbore to Nearest Unit Boundary 460 Feet (Enter 5280 for distance greater than 1 mile.)

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

## SPACING & FORMATIONS COMMENTS

5N-66W, 7: All; 8: All; 5N-67W 11: N2; 12: All  
Codell

## OBJECTIVE FORMATIONS

| Objective Formation(s) | Formation Code | Spacing Order Number(s) | Unit Acreage Assigned to Well | Unit Configuration (N/2, SE/4, etc.) |
|------------------------|----------------|-------------------------|-------------------------------|--------------------------------------|
| CODELL                 | CODL           | 407-2314                | 2250                          | 5N-66W, 7: All; 8: A                 |

## DRILLING PROGRAM

Proposed Total Measured Depth: 17415 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: 80 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? 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   | 24           | 16             | 65    | 0             | 40            | 35        | 40      | 0       |
| SURF        | 13+1/2       | 9+5/8          | 36    | 0             | 1750          | 531       | 1750    | 0       |
| 1ST         | 8+1/2        | 5+1/2          | 20    | 0             | 17415         | 2150      | 17415   | 0       |

☐ 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 | <p>In Drilling Tab, distance proposed wellbore to another operator is 80 feet to Skyway 4-11 (05-123-26484) using Anti Collision Report. No stimulation consent required per Anti-Collision Report attached greater than 150 as closest productive interval. In Spacing Tab, distance proposed wellbore to offset same formation is 229 feet to Bost Farm 5N-11A-L using Plan View Map Measurement.</p> <p>The Wellbore does not cross lease described but in the DSU. The acreage was calculated using Title Opinions from our Attorneys. They take into account all official surveys that become record which may add or, in some cases, reduce a quarter/quarter from the standard 40.00 acres.</p> <p>In Spacing Tab, the unit configuration did not fit so adding here: 5N-66W, 7: All; 8: All; 5N-67W 11: N2; 12: All.</p> <p>Attached signed stimulation consent by Noble for the following wells Skywall 5-11 (05.123.23096), Skywall 6-11 (05.123.23097), &amp; Boresen 1 (05.123.11972).</p> <p>Lot 2 in the NW 1/4 is greater than 40 acres, so the SHL is listed as if the Qtr were divided into QtrQtr. Also, since SRC Energy is the Surface owner of this location, we are waiving ourselves from 318A.a. and 318A.c.</p> |
|----------|--|

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: Erin Ekblad

Title: Manager Regulatory Affair Date: \_\_\_\_\_ Email: eekblad@srcenergy.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

## Best Management Practices

### No BMP/COA Type

### Description

|   |                                |   |
|---|--------------------------------|---|
| 1 | Planning                       | 604.c.(2)J.i Blowout Prevention Equipment ("BOPE"): A double ram and annular preventer will be used during drilling. Stabbing valves shall be installed in the event of reverse circulation and shall be prior tested with low and high pressure fluid.   |
| 2 | Planning                       | 604.c.(2)J.ii Backup stabbing valves be required on well servicing operations during reverse circulation. Valves shall be pressure tested before each well servicing operation using both low-pressure air and high-pressure fluid.   |
| 3 | Drilling/Completion Operations | RULE 604.c.I: Upon initial rig-up and at least once every thirty (30) days during drilling operations thereafter, pressure testing of the casing string and each component of the blowout prevention equipment including flange connections shall be performed to seventy percent (70%) of working pressure or seventy percent (70%) of the internal yield of casing, whichever is less. Pressure testing shall be conducted and the documented results shall be retained by the operator for inspection by the Director for a period of one (1) year. Activation of the pipe rams for function testing shall be conducted on a daily basis when practicable.   |
| 4 | Drilling/Completion Operations | 604.c.(2)L. Closed chamber drill stem tests shall be allowed. All other drill stem tests shall require approval by the Director. None planned for this well.  |
| 5 | Drilling/Completion Operations | 317.p One of the first wells drilled on the pad will be logged with Open Hole Resistivity Log and Gamma Ray Log from the kick-off point to into the surface casing. All wells on the pad 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. |
| 6 | Drilling/Completion Operations | Operator will comply with COGCC policy for Bradenhead Monitoring During Hydraulic Fracturing Treatments in the Greater Wattenberg area dated May 29, 2012.  |
| 7 | Drilling/Completion Operations | 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.   |

Total: 7 comment(s)

## Attachment Check List

| <u>Att Doc Num</u> | <u>Name</u>                 |
|--------------------|-----------------------------|
| 401565947          | DEVIATED DRILLING PLAN      |
| 401565948          | DIRECTIONAL DATA            |
| 401565951          | OTHER                       |
| 401565953          | WELL LOCATION PLAT          |
| 401579199          | OffsetWellEvaluations Data  |
| 401579204          | OFFSET WELL EVALUATION      |
| 401579218          | EXCEPTION LOC REQUEST       |
| 401579222          | STIMULATION SETBACK CONSENT |
| 401579308          | MINERAL LEASE MAP           |

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.

