

STATE OF COLORADO
OIL AND GAS CONSERVATION COMMISSION
Department of Natural Resources
Suite 380, Logan Tower Building
1580 Logan Street
Denver, Colorado 80203



NATURAL GAS CATEGORY DETERMINATION

Date Application Filed 1-20-87 Date Complete 1-20-87 Filing No. 87-27

Applicant/Operator Name and Address:

Sunshine Valley Petroleum Corp.
ATTN: Wayne P. Neumiller
950 Stafford
Casper, WY 82609

Well Name and Number: Kindvall #2-35 API #: 05-123-12734

Reservoir: Niobrara/Codell Field Name: Wattenberg

Location: Sec. NW NE 35 Twp.: 5N Range: 65W Mer.: 6 pm

County: Weld

Category Determination Requested: Section 103

Category Determination: Affirmative Negative*

The following information and reference materials are being submitted to FERC with this determination:

1. List of participants thus far including the applicant and all parties submitting comments on the application. see application
2. A statement on any matter being opposed. none
3. A copy of the application and all materials required under Part 274, subpart B. A copy or description of materials as required by 274.104(a)(4), amended 8/1/79.

*In the case of a negative determination, only a copy of the determination and a copy of FERC Form 121 will be forwarded to FERC. If the applicant or any aggrieved party so requests within 15-days of a negative determination, all information referenced in 1 thru 3 will be forwarded with the determination to FERC in accordance with 274.104(b).

A jurisdictional agency determination is hereby made that the natural gas referred to above does ~~not~~ qualify as natural gas produced from a New Onshore Production Well in accordance with the applicable provisions of the NGPA.

William R. Smith

William R. Smith, P.E.
Director

Date: MAR 16 '87

The Jurisdictional Agency determination was based on information contained in or added to the Application. Review by the professional staff of the Colorado Commission indicates that this well is an (New) (~~Old~~) well. The well produces from the CODELL/NIOBRARA reservoir(s); _____

And was drilled after February 19, 1977.

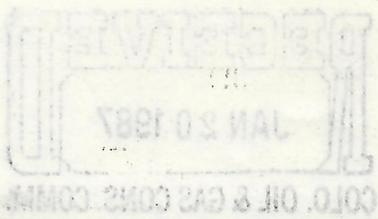
The well is located on an 80 acre spacing unit for the Codell/Niobrara formations. Two wells are allowed to be drilled on such a unit which was allowed in the first spacing order.

This conclusion was originated by examination of plat records, completion reports and statements in the application.

Orders in Cause No. 407

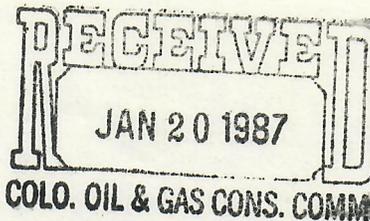
Which show this well is a new onshore producing well not drilled into a proration unit.

Therefore meets the qualifications of a (103) well as defined in the N.G.P.A.



FERC-121

1.0 API well number: (If not assigned, leave blank, 14 digits.)	- 05 - 123 - 12734			
2.0 Type of determination being sought: (Use the codes found on the front of this form.)	103 Section of NGPA	NA Category Code		
3.0 Depth of the deepest completion location: (Only needed if sections 103 or 107 in 2.0 above.)	7100 feet			
4.0 Name, address and code number of applicant: (35 letters per line maximum. If code number not available, leave blank.)	Sunshine Valley Petroleum Corporation Name 950 Stafford Street Casper, Wyoming 82609 City State Zip Code			
5.0 Location of this well: (Complete (a) or (b).) (a) For onshore wells (35 letters maximum for field name.)	Wattenberg Field Name Weld Colorado County State			
(b) For OCS wells:	Area Name: _____ Block Number _____ Date of Lease: _____ Mo. Day Yr. OCS Lease-Number _____			
(c) Name and identification number of this well: (35 letters and digits maximum.)	Kindvall 2-35			
(d) If code 4 or 5 in 2.0 above, name of the reservoir: (35 letters maximum.)	Niobrara-Codell			
6.0 (a) Name and code number of the purchaser: (35 letters and digits maximum. If code number not available, leave blank.)	Associated Natural Gas, Inc. Name Buyer Code			
(b) Date of the contract:	01, 30, 85 Mo. Day Yr.			
(c) Estimated total annual production from the well:	30.0 Million Cubic Feet			
	(a) Base Price	(b) Tax	(c) All Other Prices (Indicate (+) or (-).)	(d) Total of (a), (b) and (c)
7.0 Contract price: (As of filing date. Complete to 3 decimal places.)	S/MMBTU	Varies according	to plant throughput	
8.0 Maximum lawful rate: (As of filing date. Complete to 3 decimal places.)	S/MMBTU	deregulated		
9.0 Person responsible for this application:	Wayne P. Neumiller President Name Title Wayne P. Neumiller Signature 11-4-86 Date Application is Completed 307-237-7854 Phone Number			
Agency Use Only				
Date Received by Juris. Agency				
Date Received by FERC				



FERC-121

Form Approved
OMB No. 038-R0381

U.S. DEPARTMENT OF ENERGY
Federal Energy Regulatory Commission
Washington, D.C. 20426

**APPLICATION FOR DETERMINATION OF THE MAXIMUM LAWFUL
PRICE UNDER THE NATURAL GAS POLICY ACT (NGPA)**
(Sections 102, 103, 107 and 108)

PLEASE READ BEFORE COMPLETING THIS FORM:

General Instructions:

Complete this form if you are applying for price classification under sections 102, 103, 107 or 108 of the NGPA. A separate application is required for each well. If any reservoir qualifies for a category which differs from the category applicable to the producing well, separate applications must be made for the producing well and the reservoir. Complete each appropriate item on the reverse side of this page. The code numbers used in items 4.0 and 6.0 can be obtained from the Buyer/Seller Code Book. If there is more than one purchaser or contract, identify the additional information in the space below. Enter any additional remarks in the space below.

Submit the completed application to the appropriate Jurisdictional Agency as listed in title 18 of the CFR, part 274.501. If there are any questions, call (202) 275-4539.

Specific Instructions for Item 2.0, Type of Determination:

<u>Section of NGPA</u>	<u>Category Code</u>	<u>Description</u>
102	1	New OCS Lease
102	2	New onshore well (2.5 mile test)
102	3	New onshore well (1,000 feet deeper test)
102	4	New onshore reservoir
102	5	New reservoir on old OCS Lease
103	-	New onshore production well
107	-	High cost natural gas
108	-	Stripper well

Other Purchasers/Contracts:

<u>Contract Date</u> (Mo. Day Yr.)	<u>Purchaser</u>	<u>Buyer Code</u>
1-30-85	Associated Natural Gas, Inc.	
_____	_____	_____
_____	_____	_____

Remarks:

NGPA FILING

WWE 35-5N-650 ✓ January 20, 1987
Date Check Recd.

API No. 05-123-12734 County Weld

Filing No. 87-27 - 103

Well Name Kindvall #2-35 ✓

Date of Check 01-12-87 Check No. 1310 Amount 1,550.00

Name of CO. Sunshine Valley Petro.

Address 950 Stafford

Maker of Check SAME

Bank Check Issued On Hilltop National Bank

Purchaser Assoc. Nat. Gas

Address PO 5493 Denver 80217