

FORM
2
Rev
05/22

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:
403211694
Date Received:
11/10/2022

APPLICATION FOR PERMIT TO

Drill Deepen Re-enter Recomplete and Operate Amend
TYPE OF WELL OIL GAS COALBED OTHER: _____ Refile
ZONE TYPE SINGLE ZONE MULTIPLE ZONES COMMINGLE ZONES Sidetrack

Well Name: Cosslett East Well Number: 1B-22H-H168
Name of Operator: CRESTONE PEAK RESOURCES OPERATING LLC COGCC Operator Number: 10633
Address: 1801 CALIFORNIA STREET #2500
City: DENVER State: CO Zip: 80202
Contact Name: Kathy Denzer Phone: (303)312-8131 Fax: ()
Email: kdenzer@civiresources.com

FINANCIAL ASSURANCE FOR PLUGGING, ABANDONMENT, AND RECLAMATION

COGCC Financial Assurance
 The Operator has provided or will provide Financial Assurance to the COGCC for this Well.
Surety ID Number (if applicable): 20160104

Federal Financial Assurance
 In checking this box, the Operator certifies that it has provided or will provide at least this amount of Financial Assurance to the federal government for this Well. (Per Rule702.a.)
Amount of Federal Financial Assurance \$ _____

WELL LOCATION INFORMATION

Surface Location
QtrQtr: SENE Sec: 22 Twp: 1N Rng: 68W Meridian: 6
Footage at Surface: 1715 Feet FNL/FSL 1198 Feet FEL/FWL
Latitude: 40.039232 Longitude: -104.984329
GPS Data: GPS Quality Value: 1.3 Type of GPS Quality Value: PDOP Date of Measurement: 07/24/2019
Ground Elevation: 5183
Field Name: WATTENBERG Field Number: 90750
Well Plan: is Directional Horizontal (highly deviated) Vertical
If Well plan is Directional or Horizontal attach Deviated Drilling Plan and Directional Data.

Subsurface Locations
Top of Productive Zone (TPZ)
Sec: 23 Twp: 1N Rng: 68W Footage at TPZ: 460 FNL 720 FWL
Measured Depth of TPZ: 8776 True Vertical Depth of TPZ: 7870 FNL/FSL FEL/FWL

Base of Productive Zone (BPZ)

Sec: 26 Twp: 1N Rng: 68W Footage at BPZ: 460 FSL 720 FWL

Measured Depth of BPZ: 18455 True Vertical Depth of BPZ: 7870 FNL/FSL FEL/FWL

Bottom Hole Location (BHL)

Sec: 26 Twp: 1N Rng: 68W Footage at BHL: 460 FSL 720 FWL

FNL/FSL FEL/FWL

LOCAL GOVERNMENT PERMITTING INFORMATION

County: WELD Municipality: N/A

Is the Surface Location of this Well in an area designated as one of State interest and subject to the requirements of § 24-65.1-108 C.R.S.? Yes

Per § 34-60-106(1)(f)(I)(A) C.R.S., the following questions pertain to the Relevant Local Government approval of the siting of the proposed Oil and Gas Location.

SB 19-181 provides that when "applying for a permit to drill," operators must include proof that they sought a local government siting permit and the disposition of that permit application, or that the local government does not have siting regulations. § 34-60-106(1)(f)(I)(A) C.R.S.

Does the Relevant Local Government regulate the siting of Oil and Gas Locations, with respect to this Location? [X] Yes [] No

[X] If yes, in checking this box, I hereby certify that an application has been filed with the local government with jurisdiction to approve the siting of the proposed oil and gas location.

The disposition of the application filed with the Relevant Local Government is: Approved Date of Final Disposition: 10/26/2020

Comments: The WOGLA 1041WOGLA20-0018 was approved on October 26, 2020.

SURFACE AND MINERAL OWNERSHIP AT WELL'S OIL & GAS LOCATION

Surface Owner of the land at this Well's Oil and Gas Location: [X] Fee [] State [] Federal [] Indian

Mineral Owner beneath this Well's Oil and Gas Location: [X] Fee [] State [] Federal [] Indian

Surface Owner Protection Bond (if applicable): Surety ID Number (if applicable):

MINERALS DEVELOPED BY WELL

The ownership of all the minerals that will be developed by this Well is (check all that apply):

- [X] Fee
[] State
[X] Federal
[] Indian
[] N/A

LEASE INFORMATION

Using standard QtrQtr, Section, Township, Range format describe one entire mineral lease as follows:

* If this Well is within a unit, describe a lease that will be developed by the Well.

* If this Well is not subject to a unit, describe the lease that will be produced by the Well.

(Attach a Lease Map or Lease Description or Lease if necessary.)

T1N R67W Sec. 19: Lots 1, 2; E/2W/2, SE/4; Sec. 29: NW/4, S/2; T1N R68W Sec. 3: Lot 2, S/2NW/4, SW/4, SE/4; Sec. 10: NW/4; S/2; Sec. 11: NW/4; S/2; Sec. 13: NW/4; S/2; Sec. 14: NW/4; S/2; Sec. 15: NW/4; S/2; Sec. 23: NW/4; S/2; Sec. 25; NW/4; S/2; Sec. 27: NW/4; S/2; Sec. 35: NW/4; S/2.

Total Acres in Described Lease: 5753 Described Mineral Lease is: Fee State Federal Indian
Federal or State Lease # _____

SAFETY SETBACK INFORMATION

Distance from Well to nearest:

Building: 636 Feet
Building Unit: 1013 Feet
Public Road: 629 Feet
Above Ground Utility: 927 Feet
Railroad: 4243 Feet
Property Line: 307 Feet

INSTRUCTIONS:

- Specify all distances per Rule 308.b.(1).
- 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 – as defined in 100 Series Rules.

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	407-2533	1920	T1N R68W Sec. 22: E/2; Sec. 23: All; Sec. 26: All; Sec. 27: E/2

Federal or State Unit Name (if appl): _____ Unit Number: _____

SUBSURFACE MINERAL SETBACKS

Enter 5280 for distance greater than 1 mile.

Is this Well within a unit? Yes

If YES:

Enter the minimum distance from the Completed Zone of this Well to the Unit Boundary: 460 Feet

Enter the minimum distance from the Completed Zone of this Well to the Completed Zone of an offset Well within the same unit permitted or completed in the same formation: 320 Feet

If NO:

Enter the minimum distance from the Completed Zone of this Well to the Lease Line of the described lease: _____ Feet

Enter the minimum distance from the Completed Zone of this Well to the Completed Zone of an offset Well producing from the same lease and permitted or completed in the same formation: _____ Feet

Exception Location

If this Well requires the approval of a Rule 401.c Exception Location, enter the Rule or spacing order number and attach the Exception Location Request and Waivers. _____

SPACING & FORMATIONS COMMENTS

The OGD Order No. 407-3397 approved the expansion of the Cosslett pad and approved the COGCC Form 2A.

DRILLING PROGRAM

Proposed Total Measured Depth: 18455 Feet TVD at Proposed Total Measured Depth 7870 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: 251 Feet No well belonging to another operator within 1,500 feet

Will a closed-loop drilling system be used? Yes

Is H₂S gas reasonably expected to be encountered during drilling operations at concentrations greater than or equal to 100 ppm? No If yes, attach an H₂S Drilling Plan unless a plan was already submitted with the Form 2A per Rule 304.c.(10).

Will there be hydraulic fracture treatment at a depth less than 2,000 feet in this well? No

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

Beneficial reuse or land application plan submitted? _____

Reuse Facility ID: _____ or Document Number: _____

CASING PROGRAM

Casing Type	Size of Hole	Size of Casing	Grade	Wt/Ft	Csg/Liner Top	Setting Depth	Sacks Cmt	Cmt Btm	Cmt Top
CONDUCTOR	26	16	A53B	42.09	0	100	114	100	0
SURF	13+1/2	9+5/8	J55	36	0	2427	809	2427	0
1ST	8+1/2	5+1/2	P110	17	0	18455	2882	18455	

Conductor Casing is NOT planned

POTENTIAL FLOW AND CONFINING FORMATIONS

Zone Type	Formation /Hazard	Top M.D.	Top T.V.D.	Bottom M.D.	Bottom T.V.D.	TDS (mg/L)	Data Source	Comment
Groundwater	Denver	0	0	154	154	501-1000	Groundwater Atlas	USGS HA-646 (Robson & Romero, 1981)
Groundwater	Laramie	154	154	631	631	501-1000	Groundwater Atlas	USGS HA-646 (Robson & Romero, 1981)
Groundwater	Fox Hills	631	631	803	803	501-1000	Groundwater Atlas	USGS HA-646 (Robson & Romero, 1981)
Confining Layer	Pierre Shale	803	803	1049	1049			
Groundwater	Upper Pierre Aquifer	1049	1049	1992	1985	1001-10000	Electric Log Calculation	Coslett B Unit 1X (05-123-12630)
Confining Layer	Pierre Shale	1992	1985	4602	4363			
Hydrocarbon	Larimer	4602	4363	5054	4771			Non-productive horizon.
Hydrocarbon	Sussex	5054	4771	5691	5346			
Hydrocarbon	Shannon	5691	5346	5905	5539			
Confining Layer	Pierre Shale	5905	5539	8195	7613			
Confining Layer	Sharon Springs	8195	7613	8202	7618			
Hydrocarbon	Niobrara	8202	7618	8776	7870			

COA Type	Description
Interim Reclamation	Operator shall comply with Notice to Operators: Interim Reclamation Procedures for Delayed Operations (dated January 5, 2017).
Construction	If conductors are preset, operator shall comply with Notice to Operators: Procedures for Preset Conductors (dated September 1, 2016).
Drilling/Completion Operations	Per COGCC Order 1-232, Bradenhead tests shall be performed according to the following schedule and Form 17 submitted within 10 days of each test: 1) Within 60 days of rig release, prior to stimulation. If any pressure greater than 200 psi is observed or if there is continuous flow, Operator must contact COGCC engineering for approval prior to stimulation. 2) If a delayed completion, a second test is required between 6-9 months after rig release and must be conducted prior to stimulation. If any pressure greater than 200 psi is observed or if there is continuous flow, Operator must contact COGCC engineering for approval prior to stimulation. 3) A post-production test within 60 days after first sales, as reported on the Form 10, Certificate of Clearance.
Drilling/Completion Operations	Operator acknowledges the proximity of the listed wells. Operator assures that this offset list will be remediated per the Offset Well Evaluation and Hydraulic Fracturing Operator Guidance Document (option 4). Operator will submit a Form 42 ("OFFSET MITIGATION COMPLETED") stating that appropriate mitigation will be completed, during the hydraulic stimulation of this well. This Form 42 shall be filed 48 hours prior to stimulation. Operator will equip the well with at least a 5,000 psi wellhead and monitor casing (surface and production) pressures during the entire stimulation treatment. Surface and production casing pressures of this offset well list will be actively monitored during the entire stimulation treatment of this pad. If there is indication of communication between the stimulation treatment and an offset well, treatment will be stopped and COGCC Engineering notified. 014-20685 BURY CRANDELL #42-23 014-20688 HELEN #0-4-23 014-20707 CRANDELL #0-8-26 014-20708 HELEN #4-6-23 014-20712 BURY CRANDELL #6-0-23 123-47671 Cosslett #1C-22H-B168 123-47677 Cosslett #1D-22H-B168 123-47678 Cosslett #1E-22H-B168 123-47679 Cosslett #1A-22H-B168
Drilling/Completion Operations	Operator acknowledges the proximity of the listed wells. Operator agrees to: provide mitigation option 1 or 2 (per the Offset Well Evaluation and Hydraulic Fracturing Operator Guidance Document) to mitigate the situation, ensure all applicable documentation is submitted based on the selected mitigation option chosen, and submit a Form 42 ("OFFSET MITIGATION COMPLETED") stating that appropriate mitigation occurred and that it has been completed, prior to the hydraulic stimulation of this well. 014-12156 CRANDELL E UNIT #2 014-12170 HELEN E UNIT #1 014-13049 SHANNON ROBERTS #26-5 014-20649 HELEN #33-23 014-20636 ROBERTS #2
Drilling/Completion Operations	1) Submit Form 42 electronically to COGCC 2 business days prior to MIRU (spud notice) for the first well activity with a rig on the pad and provide 2 business day spud notice via Form 42 for all subsequent wells drilled on the pad. 2) Comply with Rule 408.j. and provide cement coverage from TD to a minimum of 500' above Niobrara and from 500' below Shannon to 500' above Sussex. Verify coverage with a cement bond log.
6 COAs	

Best Management Practices

No	BMP/COA Type	Description
1	Drilling/Completion Operations	Alternative Logging Program: 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 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 state "Alternative Logging Program - No open-hole logs were run" and shall clearly identify the type of log and the well (by API#) in which open-hole logs were run.
2	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.

Total: 2 comment(s)

Attachment List

Att Doc Num	Name
403211694	FORM 2 SUBMITTED
403221034	WELL LOCATION PLAT
403221042	DIRECTIONAL DATA
403222627	DEVIATED DRILLING PLAN
403222630	OTHER
403222635	OffsetWellEvaluations Data
403277305	OFFSET WELL EVALUATION

Total Attach: 7 Files

General Comments

User Group	Comment	Comment Date
Permit	Final Review Completed.	12/29/2022
Permit	Permitting Review Complete.	12/22/2022
Engineer	Emailed operator regarding potential flow and confining formation table. Updated form as per phone call.	12/02/2022
OGLA	The Commission approved OGDG #482207 on October 26, 2022 for the Oil and Gas Location related to this Form 2. OGLA task passed.	11/10/2022

Total: 4 comment(s)