



00205451

STATE OF COLORADO  
OIL AND GAS CONSERVATION COMMISSION  
DEPARTMENT OF NATURAL RESOURCES



**APPLICATION  
FOR PERMIT TO DRILL, DEEPEN, OR RE-ENTER AND OPERATE**

1. LEASE DESIGNATION AND SERIAL NO. State 88/5180-S  
 6. IF INDIAN, ALLOTTEE OR TRIBE NAME  
 7. UNIT AGREEMENT NAME  
 8. FARM OR LEASE NAME Fosston/State  
 9. WELL NO 1-16  
 10. FIELD AND POOL OR WILDCAT S.W. Fosston  
 11. QTR. QTR. SEC. T.R. AND MERIDIAN NENE-16-7N-63W, 6th P.M.  
 12. COUNTY Weld  
 13. DISTANCE, IF LESS THAN 200 FT. FROM ANY OCCUPIED BLDG PUBLIC ROAD, ABOVE GROUND UTILITY LINE OR RAILROAD (SHOW FOOTAGES ON SURVEY PLAT) N/A  
 14. DISTANCE FROM PROPOSED LOCATION TO NEAREST PROPERTY OR LEASE LINE. FT. 605'  
 15. NO. OF ACRES IN LEASE\* 640  
 16. NO. OF ACRES AND/OR DRILLING UNIT ASSIGNED TO THIS WELL 40  
 17. DISTANCE FROM PROPOSED LOCATION TO NEAREST WELL DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE. FT. 1082  
 18. PROPOSED DEPTH 7800  
 19. OBJECTIVE FORMATION Morrison  
 20. ELEVATIONS (Show whether GR or KB) 4862GR  
 21. DRILLING CONTRACTOR Not Yet Determined  
 22. APPROX. DATE WORK WILL START August 16, 1993

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12 1/2"	8 5/8"	24#	540 ✓	350sx
7 7/8"	4 1/2"	11.6#	7780	250sx-Class "G"

24. IS SURFACE OWNER ALSO THE MINERAL OWNER? YES  NO  State of Colorado  
 If NOT surface bond must be on file or copy of surface agreement must be furnished.  
 If irrigated land, surface bond of \$5000 is required.

Blanket bond on file with Colorado State Board of Land Commissioners  
 \*DESCRIBE LEASE BY QTR. QTR., SEC., TWSHP., RNG.  
 All-16-7N-63W ✓

PLEASE FILL IN APPROPRIATE CODES:  
 OPER. NO. 12460  
 DRLR. NO.  
 FIELD NO. 26295  
 LEASE NO.  
 FORM CD Morrison MRSN  
 D.J. Basin

RECEIVED  
 AUG 16 1993  
 COLL. DIV. OF LAND SURVEY, WMMM.

25. PRINT Thomas B. Croke, III  
 SIGNED Thomas B. Croke TITLE President DATE August 13, 1993

This space for Federal or State Use  
 PERMIT NO. 931060 APPROVAL DATE AUG 16 1993 EXPIRATION DATE DEC 12 1993

APPROVED BY Susan McCannan TITLE Director DATE 8-16-93  
 Oil & Gas. Conserv. Comm.

CONDITIONS OF APPROVAL, IF ANY:  
 Comply with Order A-1-3.

A.P.I. NUMBER  
 05 123 17252

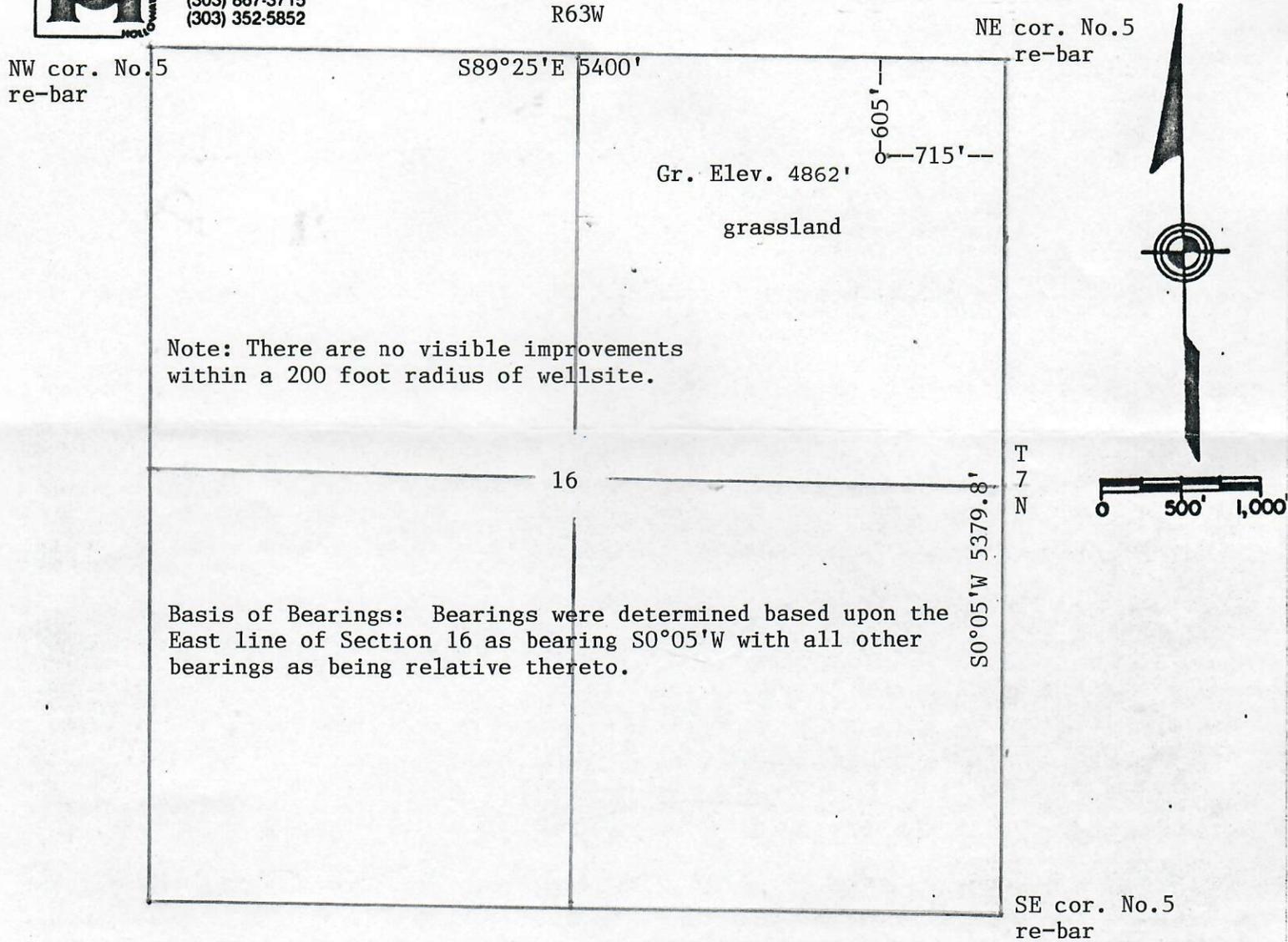
See Instructions On Reverse Side





**Holloway & Holloway, Inc.**  
 P.O. Box 3331  
 Greeley, CO 80633  
 (303) 867-3715  
 (303) 352-5852

Basis of elev spot  
 elev at NE cor. 4848' **N**



Note: There are no visible improvements within a 200 foot radius of wellsite.

Basis of Bearings: Bearings were determined based upon the East line of Section 16 as bearing S0°05'W with all other bearings as being relative thereto.

Scale - - - 1" = 1000'

In accordance with a request from CFG Energy, Inc. the Undersigned has determined the location of the Fosston-State 1-16 well

to be 605'FNL & 715'FEL at right angles as co-ordinates

Section 16 Township 7N Range 63W of the 6th principal Meridian

Weld County, Colorado.

I hereby certify, that this oil and/or gas well location certificate was prepared for CFG Energy, Inc. that it is not a land survey plat or improvement survey plat, and that it is not to be relied upon for the establishment of fence, building or other future improvement lines.

Date 8-14-93

*Billy G. Holloway*

Holloway & Holloway, Inc.  
 States of  
 Colorado, Nebraska, Wyoming



CONSENT TO ISSUANCE OF DRILLING PERMIT

THIS CONSENT is made and entered into this 13th day of August, 1993, by and between ROLAND G. BALL and VERDA F. BALL, individuals whose address is 43501 Weld County Road 71, Briggsdale, Colorado 80611 (collectively, the "Surface Tenants"), and CFG ENERGY, INC., a Colorado corporation, whose address is 2030 39th Avenue, P.O. Box 730, Greeley, Colorado 80632-0730 ("CFG"), for the use and benefit of the Colorado Oil and Gas Conservation Commission.

CFG is applying for a permit to drill the Fosston/State #1-16 oil and gas well (the "Well") in the NE $\frac{1}{4}$ NE $\frac{1}{4}$  of Section 16, Township 7 North, Range 63 West, 6th P.M., Weld County, Colorado. Surface Tenants are the agricultural tenants of Section 16. By this instrument, CFG and Surface Tenants hereby (i) confirm that CFG and Surface Tenants have consulted regarding surface location and roads in connection with the Well; and (ii) request that the Colorado Oil and Gas Conservation Commission consider this Consent as evidence of prior consultation and immediately issue the drilling permit.

IN WITNESS WHEREOF, this instrument is executed as of the date first above written.

CFG ENERGY, INC.

By: Thomas B. Croke, III  
Thomas B. Croke, III, President

Roland G. Ball  
Roland G. Ball  
Verda F. Ball  
Verda F. Ball