

FORM
2

Rev
05/22

State of Colorado

Energy & Carbon Management Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80203
Phone: (303) 894-2100 Fax: (303) 894-2109



Document Number:

403829820

Date Received:

10/15/2024

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: SCARECROW FEDERAL Well Number: LG04-755
Name of Operator: NOBLE ENERGY INC ECMC Operator Number: 100322
Address: 1099 18TH STREET SUITE 1500
City: DENVER State: CO Zip: 80202
Contact Name: Patricia Minerich Phone: (303)228-4000 Fax: ()
Email: RBUDevPermitting@chevron.com

FINANCIAL ASSURANCE FOR PLUGGING, ABANDONMENT, AND RECLAMATION

ECMC Financial Assurance

The Operator has provided or will provide Financial Assurance to the ECMC for this Well.

Surety ID Number (if applicable): 20230051

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: NENW Sec: 9 Twp: 8N Rng: 59W Meridian: 6

Footage at Surface: 436 Feet FNL/FSL 1837 Feet FEL/FWL

Latitude: 40.682921 Longitude: -103.984198

GPS Data: GPS Quality Value: 1.2 Type of GPS Quality Value: PDOP Date of Measurement: 07/19/2023

Ground Elevation: 4860

Field Name: DJ HORIZONTAL NIOBRARA Field Number: 16950

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: 4 Twp: 8N Rng: 59W Footage at TPZ: 200 FSL 2298 FWL
Measured Depth of TPZ: 6516 True Vertical Depth of TPZ: 6128 FNL/FSL FEL/FWL

Base of Productive Zone (BPZ)

Sec: 33 Twp: 9N Rng: 59W Footage at BPZ: 200 FNL 2324 FWL

Measured Depth of BPZ: 17038 True Vertical Depth of BPZ: 6078 FNL/FSL FEL/FWL

Bottom Hole Location (BHL)

Sec: 33 Twp: 9N Rng: 59W Footage at BHL: 200 FNL 2324 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: 05/10/2024

Comments: 1041WOGLA23-0067, Approved 5/10/2024.

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.)

SWNE, W2SE, SW, S2NW, Section 33, Township 9N, Range 59W, 6th PM, Weld County, CO

Total Acres in Described Lease: 360 Described Mineral Lease is: Fee State Federal Indian

Federal or State Lease # COC65490

SAFETY SETBACK INFORMATION

Distance from Well to nearest:

Building: 5280 Feet
Building Unit: 5280 Feet
Public Road: 3409 Feet
Above Ground Utility: 2373 Feet
Railroad: 5280 Feet
Property Line: 436 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	535-1501	1302	T8N, R59W, 6th P.M., Section 4: Lots 1-4, S/2N/2, S/2 (ALL); T9N, R59W, 6th P.M, Section 33: ALL

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: 200 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: 656 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

See the Approved Spacing Order No. 535-1501.

DRILLING PROGRAM

Proposed Total Measured Depth: 17038 Feet TVD at Proposed Total Measured Depth 6078 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: 67 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? No

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	A-52A	36.94	0	80	175	80	0
SURF	13+1/2	9+5/8	J-55	36	0	1850	633	1850	0
1ST	8+1/2	5+1/2	P-110	17	0	17038	1962	17038	1000

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	High Plains Aquifer	0	0	452	452	1001-10000	DWR	
Confining Layer	Pierre Shale	452	452	829	829			
Groundwater	UPIR/Pawnee Aquifer	829	829	1420	1420	1001-10000	Other	COGCC UPWQ Study
Confining Layer	Pierre Shale	1420	1420	3290	3290			
Hydrocarbon	Parkman	3290	3290	3730	3704			
Confining Layer	Pierre Shale	3730	3704	3985	3978			
Hydrocarbon	Sussex	3985	3978	4080	4072			
Confining Layer	Pierre Shale	4080	4072	4530	4504			
Hydrocarbon	Shannon	4530	4504	4580	4550			
Confining Layer	Pierre Shale	4580	4550	5980	5914			
Subsurface Hazard	Sharon Springs Shale	5980	5914	6020	5940			least competent shales
Hydrocarbon	Niobrara	6020	5940	17038	6078			NIO B TARGET

OPERATOR COMMENTS AND SUBMITTAL

Comments

Noble Energy shall isolate both the Fox Hills and UPIR/Pawnee Aquifers with surface casing from hydrocarbon bearing zones and exposure to oil-based drilling fluid. Noble Energy also agrees to not expose the UPIR/Pawnee Aquifers to oil-based mud.

The nearest well in the same formation is located on the same pad, the Scarecrow Federal LG04-765 operated by Noble Energy Measured in 2D.

The distance to another wellbore belonging to an outside operator is the USA 1 (05-123-07092) Operated by WESTERN RESOURCES, status PA (67'). The distance was calculated using the anti-collision summary. No 408.u is required, well has been plugged and abandoned.

Wells within 150':

BULLEIT FEDERAL PC LG04-62HN (05-123-38758) (PR) 30' operated by Noble Energy INC, no 408.u is required.

Ptasnik Federal PC LC33-68HN (05-123-33945) (PR) 36' operated by Noble Energy INC, no 408.u is required.

Fox Hills is not present in this area, this was verified through the DWR Aquifer tool.

This application is in a Comprehensive Area Plan No CAP #: _____

Oil and Gas Development Plan Name OGDP East Pony OGDP ID#: 487405

Location ID: 456690

I hereby certify all statements made in this form are, to the best of my knowledge, true, correct, and complete.

Signed: _____ Print Name: Kim Bauer

Title: Regulatory Analyst II Date: 10/15/2024 Email: denverregulatory@chevron.on

Operator must have a valid water right or permit allowing for industrial use or purchased water from a seller that has a valid water right or permit allowing for industrial use, otherwise an application for a change in type of use is required under Colorado law. Operator must also use the water in the location set forth in the water right decree or well permit, otherwise an application for a change in place of use is required under Colorado law. Section 37-92-103(5), C.R.S. (2011).

Based on the information provided herein, this Application for Permit-to-Drill complies with ECMC Rules, applicable orders, and SB 19-181 and is hereby approved.

ECMC Approved:  _____ Director of ECMC Date: 12/13/2024

Expiration Date: 10/08/2027

API NUMBER

05 123 52850 00

CONDITIONS OF APPROVAL, IF ANY LIST

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.

<u>COA Type</u>	<u>Description</u>
Interim Reclamation	In the event delayed operations are to occur, Operator shall comply with Notice to Operators: Interim Reclamation Procedures for Delayed Operations (dated January 5, 2017).
Drilling/Completion Operations	Operator will log one (1) additional well with open-hole resistivity log with gamma-ray log from the kick-off point into the surface casing for the stratigraphically deepest wells of the pad for a total of two (2) wells logged during the first rig occupation of this location.
Drilling/Completion Operations	1) Submit Form 42 electronically to ECMC 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) Provide cement coverage from TD to a minimum of 1000' MD as submitted and approved in this APD. Verify coverage with a cement bond log.
Drilling/Completion Operations	Per 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 ECMC 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 ECMC 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 non-operated wells. Operator assures that this offset list will be remediated per the Offset Well Evaluation and Hydraulic Fracturing Operator Guidance Document Operator using Option 3. Operator will submit a Form 42 ("OFFSET MITIGATION COMPLETED") stating what appropriate mitigation occurred and that it has been completed, prior to the hydraulic stimulation of this well. U S A *1 (API 123-07092) 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 Operator using 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. Operator will assure that the offset well's bradenhead is open and 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 ECMC Engineering notified. Stimulation shall not resume without explicit approval from ECMC Engineering. Within 60 days after stimulation is complete, a Form 4 Sundry shall be submitted for each offset well on this list describing how Option 4 work was completed and include a summary of the monitoring details. Shull Fed *31-32-3HN (API 123-43677)

5 COAs

Best Management Practices

<u>No</u>	<u>BMP/COA Type</u>	<u>Description</u>
1	Drilling/Completion Operations	Operator will perform anti-collision evaluation of all active (producing, shut-in, or temporarily abandoned) offset wellbores that have the potential of being within 150' of the proposed well prior to drilling operations.`
2	Drilling/Completion Operations	During and Post stimulation: Noble Energy Inc will comply with the COGCC Policy for Bradenhead Monitoring During Hydraulic Fracturing Treatments in the Greater Wattenberg Area dated 5/29/12.`
3	Drilling/Completion Operations	If a skid is performed for the subject well, then the only required BOPE tests are for the BOPE connection bonnet seal breaks, as long as a full BOPE test was performed at the beginning of the pad, and as long as all necessary BOPE tests are completed at least every 30 days during the pad operations.`
4	Drilling/Completion Operations	Alternative Logging Program: One of the first wells drilled on the pad during the first rig occupation will be logged with open-hole resistivity log with gamma-ray log from the kick-off point into the surface casing for one of the stratigraphically deepest wells on the pad. 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 will state "Alternative Logging Program - No open-hole logs were run" and will clearly identify the type of log and the well (by API#) in which open-hole logs were run.`

Total: 4 comment(s)

ATTACHMENT LIST

<u>Att Doc Num</u>	<u>Name</u>
403829820	FORM 2 SUBMITTED
403940850	OffsetWellEvaluations Data
403951012	DEVIATED DRILLING PLAN
403951015	WELL LOCATION PLAT
403951150	DIRECTIONAL DATA
403955668	SURFACE AGRMT/SURETY
404028860	OFFSET WELL EVALUATION

Total Attach: 7 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
Permit	Final Review Completed.	11/27/2024
Permit	Made the following changes with concurrence from the operator: - Unchecked Federal Financial Assurance box - Removed "Location has not been built." comment under Local Government section - Revised Spacing Order No to 535-1501 Permit Review Complete	11/15/2024
Permit	Emailed operator for the following: - Provide Federal Financial Assurance Amount - Confirm Spacing Order No. - Confirm location is built and seek revision to comment under Local Government tab to remove "Location has not been built."	11/12/2024
Engineer	•Surface Casing Check complete •Offset well review complete 408.t - No wells 408.u - No wells •Engineering review complete	11/05/2024
Engineer	WO PF/CL table update, 11/26/24 PF&CL table updated	11/05/2024
OGLA	The Commission approved OGDG #487405 on October 9, 2024 for the Oil and Gas Location related to this Form 2. OGLA task passed.	10/18/2024

Total: 6 comment(s)