

FORM 2A Rev 04/01

State of Colorado Oil and Gas Conservation Commission 1120 Lincoln Street, Suite 801, Denver, Colorado 80205 Phone: (303) 894-2100 Fax: (303) 894-2109



Table with 4 columns: DE, ET, OE, ES

Document Number: 400148873

Oil and Gas Location Assessment

[X] New Location [] Amend Existing Location Location#: _____

Submit original plus one copy. This form is to be submitted to the COGCC prior to any ground disturbance activity associated with oil and gas development operations.

Location ID: 422949 Expiration Date: 04/28/2014

[X] This location assessment is included as part of a permit application.

1. CONSULTATION

- This location is included in a Comprehensive Drilling Plan. CDP # _____
This location is in a sensitive wildlife habitat area.
This location is in a wildlife restricted surface occupancy area.
This location includes a Rule 306.d.(1)A.ii. variance request.

2. Operator

Operator Number: 10350 Name: RANCHERS EXPLORATION PARTNERS LLC Address: 7257 W 4TH STREET #3 City: GREELEY State: CO Zip: 80634

3. Contact Information

Name: Mike Ward Phone: (970) 356-5500 Fax: (970) 356-5996 email: mike@ranchers.co

4. Location Identification:

Name: Eaton Field Number: 2 County: WELD Quarter: SESW Section: 30 Township: 7N Range: 65W Meridian: 6 Ground Elevation: 4853 Define a single point as a location reference for the facility location. Footage at surface: 240 feet FSL, from North or South section line, and 2253 feet FWL, from East or West section line. Latitude: 40.539660 Longitude: -104.707740 PDOP Reading: 1.1 Date of Measurement: 03/31/2011 Instrument Operator's Name: Waddle

5. Facilities (Indicate the number of each type of oil and gas facility planned on location):

Special Purpose Pits: [] Drilling Pits: [] Wells: [3] Production Pits: [] Dehydrator Units: [] Condensate Tanks: [] Water Tanks: [2] Separators: [5] Electric Motors: [] Multi-Well Pits: [] Gas or Diesel Motors: [] Cavity Pumps: [] LACT Unit: [] Pump Jacks: [] Pigging Station: [] Electric Generators: [] Gas Pipeline: [] Oil Pipeline: [] Water Pipeline: [] Flare: [] Gas Compressors: [] VOC Combustor: [2] Oil Tanks: [5] Fuel Tanks: [] Other: _____

6. Construction:

Date planned to commence construction: 05/01/2011 Size of disturbed area during construction in acres: 3.00
Estimated date that interim reclamation will begin: 06/01/2011 Size of location after interim reclamation in acres: 1.00
Estimated post-construction ground elevation: 4853 Will a closed loop system be used for drilling fluids: Yes
Will salt sections be encountered during drilling: Yes No Is H2S anticipated? Yes No
Will salt (>15,000 ppm TDS Cl) or oil based muds be used: Yes No
Mud disposal: Offsite Onsite Method: Land Farming Land Spreading Disposal Facility
Other: _____

7. Surface Owner:

Name: _____ Phone: _____
Address: _____ Fax: _____
Address: _____ Email: _____
City: _____ State: _____ Zip: _____ Date of Rule 306 surface owner consultation: _____
Surface Owner: Fee State Federal Indian
Mineral Owner: Fee State Federal Indian
The surface owner is: the mineral owner committed to an oil and gas lease
 is the executer of the oil and gas lease the applicant
The right to construct the location is granted by: oil and gas lease Surface Use Agreement Right of Way
 applicant is owner
Surface damage assurance if no agreement is in place: \$2000 \$5000 Blanket Surety ID _____

8. Reclamation Financial Assurance:

Well Surety ID: 20110018 Gas Facility Surety ID: _____ Waste Mgnt. Surety ID: _____

9. Cultural:

Is the location in a high density area (Rule 603.b.): Yes No
Distance, in feet, to nearest building: 560, public road: 225, above ground utilit: 210
, railroad: 1920, property line: 210

10. Current Land Use (Check all that apply):

Crop Land: Irrigated Dry land Improved Pasture Hay Meadow CRP
Non-Crop Land: Rangeland Timber Recreational Other (describe): _____
Subdivided: Industrial Commercial Residential

11. Future Land Use (Check all that apply):

Crop Land: Irrigated Dry land Improved Pasture Hay Meadow CRP
Non-Crop Land: Rangeland Timber Recreational Other (describe): _____
Subdivided: Industrial Commercial Residential

12. Soils:

List all soil map units that occur within the proposed location. Attach the National Resource Conservation Service (NRCS) report showing the "Map Unit Description" report listing the soil typical vertical profile. This data is to used when segregating topsoil.

IMPORTANT: SOME DATA FIELDS HAVE BEEN MODIFIED.

The required information can be obtained from the NRCS web site at <http://soildatamart.nrcs.usda.gov/> or from the COGCC web site GIS Online map page found at <http://colorado.gov/cogcc>. Instructions are provided within the COGCC web site help section.

NRCS Map Unit Name: 32 Kim Loam, 1 to 3 percent slopes

NRCS Map Unit Name: _____

NRCS Map Unit Name: _____

13. Plant Community:

Complete this section only if any portion of the disturbed area of the location's current land use is on non-crop land.

Are noxious weeds present: Yes No

Plant species from: NRCS or, field observation Date of observation: _____

List individual species: _____

Check all plant communities that exist in the disturbed area.

- Disturbed Grassland (Cactus, Yucca, Cheatgrass, Rye)
- Native Grassland (Bluestem, Grama, Wheatgrass, Buffalograss, Fescue, Oatgrass, Brome)
- Shrub Land (Mahogany, Oak, Sage, Serviceberry, Chokecherry)
- Plains Riparian (Cottonwood, Willow, Aspen, Maple, Poplar, Russian Olive, Tamarisk)
- Mountain Riparian (Cottonwood, Willow, Blue Spruce)
- Forest Land (Spruce, Fir, Ponderosa Pine, Lodgepole Pine, Juniper, Pinyon, Aspen)
- Wetlands Aquatic (Bullrush, Sedge, Cattail, Arrowhead)
- Alpine (above timberline)
- Other (describe): _____

14. Water Resources:

Rule 901.e. may require a sensitive area determination be performed. If this determination is performed the data is to be submitted with the Form 2A.

Is this a sensitive area: No Yes Was a Rule 901.e. Sensitive Areas Determination performed: No Yes

Distance (in feet) to nearest surface water: 1200, water well: 1830, depth to ground water: 46

Is the location in a riparian area: No Yes Was an Army Corps of Engineers Section 404 permit filed No Yes

Is the location within a Rule 317B Surface Water Suppl Area buffer zone:

No 0-300 ft. zone 301-500 ft. zone 501-2640 ft. zone

If the location is within a Rule 317B Surface Water Supply Area buffer have all public water supply systems within 15 miles been notified: No Yes

15. Comments:

1. All distances provided are from the Location Reference Point as shown on the attached exhibits. 2. Depth to groundwater was determined from static water level of nearest water well, permit number 6237-R. 3. Rule 306 surface owner consultation was waived, see surface use agreement. 4. The wells will be flowed back to the existing Ranchers Exploration Partners facility, Facility ID 421457.

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

Signed: _____ Date: 04/04/2011 Email: Dan.Hull@LRA-inc.com

Print Name: Dan Hull Title: Senior Project Manager

IMPORTANT: SOME DATA FIELDS HAVE BEEN MODIFIED.

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: _____

David S. Nesline

Director of COGCC

Date: 4/29/2011

CONDITIONS OF APPROVAL, IF ANY:

All representations, stipulations and conditions of approval stated in this Form 2A for this location shall constitute representations, stipulations and conditions of approval for any and all subsequent operations on the location unless this Form 2A is modified by Sundry Notice, Form 4 or an Amended Form 2A.

Attachment Check List

Att Doc Num	Name
2613620	LOCATION DRAWING
2613621	HYDROLOGY MAP
2613622	CORRESPONDENCE
2613623	PROPOSED BMPs
400148873	FORM 2A SUBMITTED
400148898	PROPOSED BMPs
400148899	NRCS MAP UNIT DESC
400149041	HYDROLOGY MAP
400149045	LOCATION DRAWING
400149046	MULTI-WELL PLAN
400149050	ACCESS ROAD MAP
400149052	LOCATION PICTURES
400149058	LOCATION PICTURES
400150471	SURFACE AGRMT/SURETY

Total Attach: 14 Files

General Comments

User Group	Comment	Comment Date
OGLA	Revised facilities list to include production equipment to be located at west side of disturbed area; production equipment will serve the Eaton Pad 1 and Eaton Pad 2 (5 total wells). Attached revised location drawing from operator that includes production facilities; attached revised Hydrology Map from operator; Attached revised BMPs from operator; OGLA conducted site visit on 4/19/2011 and verified location of tank battery in relation to staked proposed wells; Ready to Pass 4/26/2011.	4/21/2011 10:14:19 AM
Permit	Opr corrected. sf	4/5/2011 4:18:45 PM
Permit	Back to draft for BMP's to be added into BMP tab. The SUA needs to be redacted. Answer to post construction ground elevation missed. sf	4/5/2011 8:33:51 AM

Total: 3 comment(s)

BMP

<u>Type</u>	<u>Comment</u>
General Housekeeping	Site will be inspected for weed infested areas and prompt action will be taken to mitigate infested areas. All noxious weeds identified will not be allowed to reach the flowering or seed dispersal stage. Vehicles will not be allowed to drive through weed infested areas. Machinery will not be parked in weed infested areas. Vehicles sent off site regularly will be inspected to assure that undercarriages and grill works are kept free of weed seed. Undercarriages of vehicles or machinery potentially contaminated with noxious weed seeds will be washed before entry is made into non infested areas.
Interim Reclamation	Soil roughening will be utilized to reduce runoff velocity, increases infiltration, reduces erosion, and trap sediment.
Structural Practices	Graveled entries will be provided for vehicle tracking control.
Storm Water/Erosion Control	A sediment trap, in conjunction with a temporary berm, may be used if necessary to divert and control sediment laden stormwater runoff created on site.
General Housekeeping	The site will be cleaned of all trash and waste as soon as practical. All waste will be stored in sealed containers until it can be disposed of appropriately. Solid waste will be removed from the site and disposed of per state regulations for solid waste.
Material Handling and Spill Prevention	All materials, waste, and fluids kept on site will be stored in an appropriate manner to prevent contamination with the environment. If a spill occurs, it will be cleaned up using absorbent material and by removing the contaminated soil. Any contaminated soil will be disposed of appropriately. All efforts will be made to prevent the spill from migrating off-site or coming into contact with stormwater runoff. The Spill Control and Countermeasures plan, if applicable, will address and control all spill procedures
Final Reclamation	Interim and or final reclamation of the site will be completed per the Colorado Oil and Gas Conservation Commission (COGCC) rules and regulations.

Total: 7 comment(s)