



DEPARTMENT of ENVIRONMENT and NATURAL RESOURCES
 Minerals & Mining Program - Oil & Gas Section
 2050 West Main, Suite #1, Rapid City, SD 57702-2493
 Telephone: 605-394-2229, FAX: 605-394-5317

FORM 2
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APR 09 2010

DEPT OF ENVIRONMENT & NATURAL
 RESOURCES - RAPID CITY

APPLICATION FOR PERMIT TO DRILL

Type of well:
 Deep New Well Re-enter Well Drill Directional Well Oil Well Gas Well Injection
 Other _____

Name and Address of Operator: **Spyglass Cedar Creek LP** Telephone **830-626-7100**
 595 S. Castell
 New Braunfels TX 78130

Name and Address of Surface Owner:
 George Acton et-al, 43 N Braemar Circle Beryl, UT 84714

Name and Address of Drilling Contractor and Rig Number: **Rainbow Drilling LLC**
 PO Box 353 Evansville, WY 82636

Surface Location of well: Qtr-Qtr, Sec, Twp, Rge, County, feet from nearest lines of section, and latitude and longitude (if available):
 NE1/4 SW1/4, Sec 22 T17N R4E, Harding Cnty, 1490' FSL 1455' FWL, Lat 45deg 26'09.39", Lon 103deg 37' 18.76"
 If Directional, top of pay and bottom hole location from nearest lines of section:

Acres in Spacing (Drilling) Unit: **320** Description of Spacing Unit: **s/2 Sec 22, T17N R4E**

Well Name and Number Acton 11-22	Elevation 3198.4	Field and Pool, or Wildcat Jump off	Proposed Depth and Formation 1900-Eagle/ Shannon
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Size of Hole	Size of Casing	Weight per Foot	Depth	Cementing Program (amount, type, additives)	Depth to surf
1) 9 7/8	7"	17#	400'	200sx ClassG 2% CaCl2, .25/sk	to surf
2)				Celloflake, 100% excess	
3) 6 1/4	4 1/2"	10.5#	1900'	105sx lite, tail w/125	to surf
4)				Class G Plus additives	

Describe Proposed Operations (Clearly State all Pertinent Details, and Give Pertinent Dates, Including Estimated Date of Starting any Proposed Work). Use additional page(s) if appropriate.
 Drill with fresh water mud to 1900'. 12 mil pit liner. Anticipated spud April 15th, 2010.

I hereby certify that the foregoing as to any work or operation performed is a true and correct report of such work or operation.
 Signature: [Signature] Name (Print): March Kimmel Title: Manager Date: 4/08/10

FOR OFFICE USE ONLY
 Approved By: [Signature] Title: Oil and Gas Supervisor
 Permit No. 1971 API No. 40 063 20708 Date Issued: April 21, 2010
 Conditions, if any, on attached page.