

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



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Document Number:

2096417

Oil and Gas Location Assessment

New Location Amend Existing Location Location#: 334778

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. This Assessment may be approved as a stand alone application or submitted as an informational report accompanying an Application for Permit-To-Drill, Form 2. Approval of this Assessment will allow for the construction of the below specified location; however, it does not supersede any land use rules applied by the local land use authority. This form may serve as notice to land owners and other interested parties, please see the COGCC web site at <http://colorado.gov/cogcc/> for all accompanying information pertinent to this Oil and Gas Location Assessment.

Location ID:

334778

Expiration Date:

04/27/2013

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: 10232

Name: LARAMIE ENERGY II, LLC

Address: 1512 LARIMER ST STE 1000

City: DENVER State: CO Zip: 80202

3. Contact Information

Name: WAYNE P. BANKERT

Phone: (970) 683-5419

Fax: (303) 339-4399

email: WBANKERT@LARAMIE-ENERGY.COM

4. Location Identification:

Name: FURR Number: 22-07 (F1)PAD

County: GARFIELD

Quarter: SWNE Section: 22 Township: 7S Range: 95W Meridian: 6 Ground Elevation: 6698

Define a single point as a location reference for the facility location. This point should be used as the point of measurement in the drawings to be submitted with this application. When the location is to be used as a well site then the point shall be a well location.

Footage at surface: 2310 feet, from North or South section line: FSL and 2257 feet, from East or West section line: FEL

Latitude: 39.423882 Longitude: -107.982243 PDOP Reading: 2.6 Date of Measurement: 07/21/2008

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

Special Purpose Pits: Drilling Pits: 1 Wells: 8 Production Pits: Dehydrator Units:

Condensate Tanks: 4 Water Tanks: Separators: 2 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: 1 Flare:

Gas Compressors: VOC Combustor: Oil Tanks: Fuel Tanks:

Other: _____

6. Construction:

Date planned to commence construction: 05/01/2010 Size of disturbed area during construction in acres: 5.10
Estimated date that interim reclamation will begin: 11/01/2011 Size of location after interim reclamation in acres: 1.20
Estimated post-construction ground elevation: 6698 Will a closed loop system be used for drilling fluids: Yes [X]
Will salt sections be encountered during drilling: Yes [] No [X] Is H2S anticipated? Yes [] No []
Will salt (>15,000 ppm TDS Cl) or oil based muds be used: Yes [] No [X]
Mud disposal: Offsite [X] Onsite [] Method: Land Farming [] Land Spreading [] Disposal Facility [X]
Other: _____

7. Surface Owner:

Name: MR. DAVID L. FURR Phone: 970/283-1042
Address: PO BOX 186 Fax: _____
Address: _____ Email: _____
City: DEBEQUE State: CO Zip: 81630 Date of Rule 306 surface owner consultation: 02/23/2009
Surface Owner: [X] Fee [] State [] Federal [] Indian
Mineral Owner: [X] Fee [] State [] Federal [] Indian
The surface owner is: [X] 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 [X] 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:

[X] Well Surety ID: 20070076 [] Gas Facility Surety ID: _____ [] Waste Mgnt. Surety ID: _____

9. Cultural:

Is the location in a high density area (Rule 603.b.): Yes [] No [X]
Distance, in feet, to nearest building: 839 , public road: 4131 , above ground utilit: 1500
, railroad: 18269 , property line: 340

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

Crop Land: [] Irrigated [] Dry land [] Improved Pasture [] Hay Meadow [] CRP
Non-Crop Land: [X] 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: [X] 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.

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: VILLA-GROVE ZOLTAY LOAMS 15-30% SLOPES SOIL/COMPLEX SERIES NO. 71

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: 07/21/2008

List individual species: _____

Check all plant communities that exist in the disturbed area.

- Disturbed Grassland (Cactus, Yucca, Cheatgrass, Rye)
- Native Grassland (Bluestern, 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: 550, water well: 3900, depth to ground water: 144

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. EXISTING ACCESS ROAD TO LOCATION CROSSES BLM LAND WITH DEC. 1-APRIL 30 WILDLIFE WINTER RESTRICTIONS APPLIED TO RIGHT OF WAY. 7. RULE 306 30 DAY NOTICE WAIVER ATTACHED. 13. WEED MANAGEMENT IS CONDUCTED IN ACCORDANCE WITH THE BLM GLENWOOD SPRINGS NOXIOUS WEED MANAGEMENT PLAN THAT HAS BEEN ADOPTED BY LEII FOR ALL OIL AND GAS OPERATIONS IN GARFIELD COUNTY INCLUDING PRIVATE AND FEDERAL SURFACE LANDS. SITE SELECTED, LOCATED, AND CONSTRUCTED BY SURFACE OWNER. PAD AND WELLS WITHIN PROJECT RULISON TIER II ZONE. NOTIFICATION WILL BE SENT TO DOE FOR WELLS.

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

Signed: _____ Date: 02/22/2010 Email: WBANKERT@LARAMIE-ENERGY.COM

Print Name: WAYNE P. BANKERT Title: REGULATORY

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

David S. Neshin

COGCC Approved: _____

Director of COGCC

Date: 4/28/2010

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.

Comply with all DOE office of legacy management requests for sampling and analysis of natural gas and other materials associated with drilling and production. Operator must ensure 110 percent secondary containment for any volume of fluids contained at well site during drilling and completion operations. If fluids are conveyed via pipeline, operator must implement best management practices to contain any unintentional release of fluids. Flowback to tanks only. Submit a secondary and tertiary containment plan via sundry notice form 4 for the tanks. Attn: Chris Canfield. Obtain approval of the plan prior to flowback. Produced water from this location may not be transported to or re-used at another location without specific written approval from COGCC and only after analysis confirms compliance with the Rulison SAP. Drill solids and cuttings from this location may not be transported to, disposed of or re-used at another location without specific written approval from COGCC and only after analysis confirms compliance with the Rulison SAP. A closed loop mud system shall be utilized to ensure containment of all materials that have been in contact with downhole strata and fluids. All cuttings and fresh make up water storage pits shall be lined to ensure containment. Contour features, french drains and other stormwater BMPs as necessary shall be employed to ensure site integrity. No individual operator shall utilize more than one rig within one mile of the project rulison blast site at any given time and no individual operator shall utilize more than two rigs within a three mile radius of the site at any given time. The total number of rigs allowed by all operators within three miles of the site shall be limited to five at any given time. Operator shall comply with all provisions of the most recent COGCC approved revision of the rulison sampling and analysis plan. In addition to the produced water sampling and analysis outlined in section 5.8 of the plan the operators shall also obtain and analyze produced water samples on wells described in the plan for constituents listed in the plan using the specified method where applicable. Pit construction shall comply with the "reserve pit and liner design technical specifications," dated July 2008. The moisture content of any drill cuttings in a cuttings pit, trench, or pile shall be as low as practicable to prevent accumulation of liquids greater than de minimis amounts. At the time of closure, the drill cuttings must also meet the applicable standards of Table 910-1. No portion of any pit that will be used to hold liquids shall be constructed on fill material, unless the pit and fill slope are designed and certified by a professional engineer, subject to review and approval by the director prior to construction of the pit. The construction and lining of the pit shall be supervised by a professional engineer or their agent. The entire base of the pit must be in cut.

Attachment Check List

Att Doc Num	Name	Doc Description
258790	MULTI-WELL PLAN	LF@2433297 258790
2032982	CORRESPONDENCE	LF@2437516 2032982
2096417	FORM 2A	LF@2423477 2096417
2096418	LOCATION PICTURES	LF@2423508 2096418
2096419	LOCATION DRAWING	LF@2423478 2096419
2096420	HYDROLOGY MAP	LF@2423479 2096420
2096421	ACCESS ROAD MAP	LF@2423480 2096421
2096422	REFERENCE AREA MAP	LF@2423481 2096422
2096423	REFERENCE AREA PICTURES	LF@2423507 2096423
2096424	NRCS MAP UNIT DESC	LF@2423482 2096424
2096425	CONST. LAYOUT DRAWINGS	LF@2423483 2096425
2096426	MULTI-WELL PLAN	LF@2423484 2096426
2096427	PROPOSED BMPs	LF@2423485 2096427
2096428	30 DAY NOTICE LETTER	LF@2423486 2096428
2096429	OIL & GAS LEASE	LF@2423487 2096429
400042936	FORM 2A SUBMITTED	LF@2433307 400042936

Total Attach: 16 Files