



DEPARTMENT OF NATURAL RESOURCES  
*John W. Hickenlooper, Governor*  
1120 Lincoln St. Suite 801  
Denver, CO 80203  
Phone: (303) 894-2100  
FAX: (303) 894-2109  
[www.colorado.gov/cogcc](http://www.colorado.gov/cogcc)



02538780

November 15, 2012

Bond Administrator  
RLI Insurance Company  
8 Greenway Plaza #400  
Houston, TX 77046

RELEASE:

Laramie Energy II LLC – Operator #10232  
RLI Insurance Company  
Blanket Downstream Gas Facility Bond #RLB0013697

Ladies and Gentlemen:

The Colorado Oil and Gas Conservation Commission hereby release the RLI Insurance Company Blanket Downstream Gas Facility Bond #RLB0013697 of any liability effective November 14, 2012.

All downstream gas facilities have been sold or transferred to Piceance Energy LLC – Operator #10433, and this operator is properly bonded. All obligations have been met per the rules and regulations set by the Colorado Oil and Gas Conservation Commission.

Enclosed you will find the original RLI Insurance Company Blanket Downstream Gas Facility Bond #RLB0013697 for \$50,000. If you should have any questions, please contact Martha Ramos at 303-894-2100 ext 5123.

Sincerely,

  
Matthew Lepore,  
Director

XC: Operator File

Enclosure

David Clodfelter  
Laramie Energy II LLC  
1512 Larimer Street #1000  
Denver, CO 80202

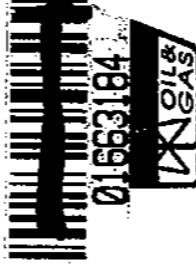
#10232  
RELEASED

COGCC COMMISSION: Richard Alward – John Benton – Thomas L. Compton – DeAnn Craig – Tommy Holton – W. Perry Pearce – Andrew Spielman – Mike King – Chris Urbina  
COGCC STAFF: Matt Lepore, Director – Robert J. Frick, Hearings Manager – Margaret Ash, Field Inspection Manager – Wendy Schultz, Financial Manager  
James Milne, Environmental Manager – Stuart Ellsworth, Engineering Manager – Thom Kerr, Permit/Technical Services Manager



State of Colorado  
Oil and Gas Conservation Commission

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



FOR OGCC USE ONLY

RECEIVED

MAR 22 2011

PERFORMANCE BOND

BOND NO: RLB0013697 This bond is a perpetual instrument which shall remain in force and effect until all obligations have been met and the bond is released by the Colorado Oil and Gas Conservation Commission.

COGCC  
Surety Provider No: 747790  
OGCC Oper. No: 10232 FATS No: 2011-0049

KNOW ALL PERSONS BY THESE PRESENTS, That we, Laramie Energy II, LLC of the County of Denver in the State of Colorado as principals, and RLI Insurance Company as surety, authorized to do business in the State of Colorado, are held hereby and firmly bound unto the State of Colorado, in the penal sum of (\$ 50,000.00 ), Fifty Thousand and No/100 Dollars, lawful money of the United States, for the faithful payment of which we hereby bind ourselves, our heirs, executors, administrators and assigns.

The condition of this obligation is that whereas the above bounden principals propose the following oil and gas operation(s) on lands situated in the State of Colorado.

Type of Bond	Coverage	Location
<input type="checkbox"/> Plugging	<input type="checkbox"/> Blanket	Complete for Individual Bonds
<input type="checkbox"/> Surface	<input type="checkbox"/> Individual	Well Name and Number:
<input type="checkbox"/> Seismic	<input type="checkbox"/> Plugging 1 well	Owner of lands where off-site land-treatment facility is located:
<input type="checkbox"/> E&P Waste Facility	<input type="checkbox"/> Surface for 1 well	QtrQtr, Sec, Twp, Rng, Meridian:
<input type="checkbox"/> Downstream Gas Facilities	<input type="checkbox"/> Irrigated	County:
	<input type="checkbox"/> Non-irrigated	
	<input type="checkbox"/> Excess Inactive Wells	

NOW, THEREFORE, If the above bounden principals shall comply with all of the provisions of the laws of the State of Colorado and the rules, regulations and requirements of the Oil and Gas Conservation Commission of the State of Colorado, with reference to properly plugging of said well or wells; with reference to land damages and the restoration of the land, as nearly as possible, to its condition at the beginning of the lease; with reference to seismic operations the proper surface restoration and plugging of any shot holes, then this obligation is void; otherwise, the same shall be and remain in full force and effect.

Witness our hands, this 22 day of March, 2011

Principal: Laramie Energy II, LLC  
Address: 1512 Larimer St., Suite 1000  
City: Denver State: CO Zip: 80202  
Phone: 303 339 4400 Fax: \_\_\_\_\_

Signed: Bruce L. Payne  
Name Printed: Bruce L. Payne, President LECO

Witness our hands, this 15th day of February, 2011

Surety: RLI Insurance Company  
Address: 8 Greenway Plaza, Suite 400  
City: Houston State: TX Zip: 77046  
Phone: (713) 961-1300 Fax: (713) 961-0285

Signed: Gary S. Chilson  
Name Printed: \_\_\_\_\_

Greg E. Chilson, Attorney-in-Fact

Approved: Greg E. Chilson  
Director, Oil and Gas Conservation Commission

Bond Release  
Approved:

Dated: 6 April 11

Release Date:

15 Nov. 2012



State  
of  
Colorado

Ramos, Martha <martha.ramos@state.co.us>

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## BOND RELEASE

1 message

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**Martha Ramos** <martha.ramos@state.co.us>  
To: DNR\_OGCC\_Employees@state.co.us

Wed, Nov 7, 2012 at 3:35 PM

Good afternoon all,

The Blanket Downstream Gas Facility for Laramie Energy II LLC - Operator #10232, will be released on or about November 14, 2012. The gas facilities have been transferred to Piceance Energy LLC - Operator #10433 and they are properly bonded. All obligations by this Laramie Energy II LLC have been met per our bond release report, a database query, and search's for any active or outstanding NOAV's, complaints, spills, or remediation projects related to any downstream gas facilities.

The attached spreadsheet contains the results of the above research. Please notify me by email if you do not concur with our findings, or if you by chance have additional issues or concerns relating to this operator and wish to halt the release of the bond.

If no response is received by the date indicated above we will release the bond based on our belief that all liability against the bond has been transferred and/or has been properly closed out.

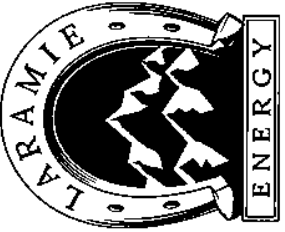
Thanks for your attention in this matter.

Martha Ramos

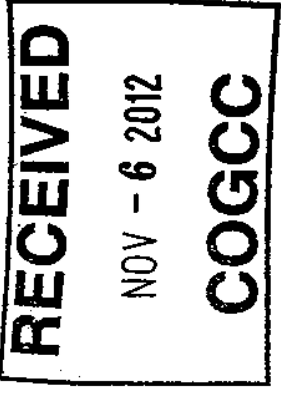
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 **LARAMIE\_ENERGY II\_LLC\_10232\_BRLS\_GAS FAC\_2012\_1107.xlsx**  
14K



**LARAMIE ENERGY II, LLC**  
1512 LARIMER STREET, SUITE 1000  
DENVER, CO 80202



TEL: (303) 339-4400  
FAX: (303) 339-4399

November 6, 2012

#10232

**SENT VIA COURIER**

Colorado Oil and Gas Conservation Commission  
1120 Lincoln Street, Suite 801  
Denver, CO 80203

ATTN: Martha Ramos

RE: Bond Release Request  
Downstream Gas Facility Bond # RLB0013697  
Laramie Energy II, LLC – Operator 10232


Dear Ms. Ramos:

Laramie Energy II, LLC had provided Form 12's to the COGCC to transfer its gas facilities to Piceance Energy, LLC (Operator 10433). Accordingly, please consider this letter as our official "Bond Release Request Letter" for the referenced bond. Please proceed with the process for having a bond release letter issued to both Laramie Energy II, LLC and to the RLI Insurance Company.

Please contact me if you have any questions or comments.

Very truly yours,

LARAMIE ENERGY II, LLC

  
David S Clodfelter  
Director of Planning

## Operator Search (11/07/2012)

Operator Name or Number (no suffix)	<input type="text"/>	<input type="button" value="Search"/>
Person First Name	<input type="text"/>	<input type="button" value="Search"/>
Surety/Instrument Number	Surety ID <input type="text"/>	<input type="button" value="Search"/>

Company

Reports

[Add New Operator](#)

Search Results							
surety_id	surety_status	operator_num operator_name	bond_amt	instrument	bond_type	instrument_num	fa_provider_num fa_provider_name
<u>20110049</u>	ACTIVE	10232 LARAMIE ENERGY I...	50000.0000	INSURANCE	GAS FACILITY	RLB0013697	74790 RLI INSURANCE CO...

# COGIS - Facility Query Results

LARAMIE ENERGY II LLC - #10232

You requested facilities by:	'GAS STORAGE FACILITY', 'GAS PROCESSING PLANT', 'GAS GATHERING SYSTEM', 'GAS COMPRESSOR'
Operator number:	10232
Maximum records are limited to:	100
For detail information:	Click on facility type.

Search Results - No Records Found						
Facility Type	Facility ID/ API	Facility Name/ Number	Operator Name/ Number	State	Field Name/ Number	Location Related Facilities

## FINANCIAL ASSURANCE "BOND" RELEASE CLEARANCE REPORT

LARAMIE ENERGY II LLC

Operator Number	10232	Release Rqst Date	11/06/2012
Reviewed by	Martha Ramos	11/07/2012	
FATS#(s)	Type	Form	Dep Date/Number
	Blanket	INS	03/23/2011 RLB0013697

Contact: David Clodfelter  
Phone: 303-339-4400  
Email: dclodfelter@laramie-energy.com  
Mail addr: 1512 Larimer St #1000  
Denver, CO 80202

Bndrls report date: 11/07/2012 DB query date: 11/07/2012  
Bndrls cleared dte: 11/14/2012 DB cleared date: 11/07/2012  
Inspection request form/email sent: n/a To:

Bndrls and DB query reviews for uninspected wells and AC or Open facilities.

DB query and agency notification sent: 11/07/2012

Review for:

NONE Riders  
#10433 Review FDBA and NDBA  
Unpaid fines

Not related to Gas Facility

CLOSED NOAVs  
N/A Complaints  
N/A Spills  
N/A Remediations

Released by:

Date:

*Martha Ramos*  
11-15-2012