



LARAMIE ENERGY, LLC
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DENVER, COLORADO 80202

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SENT VIA E-MAIL AND CERTIFIED MAIL NO. 7012 3460 0000 6583 7248

November 30, 2017

United States Department of the Interior
Bureau of Land Management
Colorado State Office
2850 Youngfield Street
Lakewood, Colorado 80215-7093

Attention: Peter I. Cowan, picowan@blm.gov

Re: Operator: Laramie Energy, LLC
Well name: Bruton 19-12E Well
Well No. API 05-077-10365
Legal location: Township 9 South, Range 93 West, 6th P.M.
Section 30: NE/4NE/4 (surface location)
Mesa County, Colorado

Operator Number: 10433
Form 2 Doc. No.: 400820585
Form 2 Approval: July 16, 2015
Pad Name: Piceance 29-07
Form 2A Doc. No.: 401118116
Form 2A Approval: November 10, 2016

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Ladies and Gentlemen:

In July of 2017, Laramie Energy, LLC ("Laramie") drilled the Bruton 19-12E Well, API 05-077-10365, from our Bruton 30-01 Pad in Section 30 of Township 9 South, Range 93 West. The wellbore was directionally drilled 1529' feet to the North of the pad to a measured depth of 8352'. During the drilling, the bit drifted North of the target by 3 feet into the 100' set-back from our lease line. Please note that the wellbore did not cross the lease line, but merely encroached into the setback area by 3 feet. The well has been fraced and is currently flowing back for completion in the Williams Fork formation.

Our records indicate Bureau of Land Management is the mineral interest owner in the Spacing Unit directly to the north of the Bruton 19-12E Well. The purpose of this letter is to inform you that the subject wellbore is 97 feet from the edge of our lease line while the applicable COGCC Spacing Order 429-13 stipulates that no well will be located less than 100 feet from the boundaries of the unit without an exception being granted by the Director of the Commission.

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To obtain an exception location from the Director of the Commission, Laramie, as Operator of the Bruton 19-12E Well, is seeking waivers from the offset mineral owner that could be affected by the subject wellbore being located within the approved setback. The 323.72-acre spacing unit to the north of this well in which you own a mineral interest is described as follows:

Township 9 South, Range 93 West
Section 19: NE/4, NE/4NW/4, Lot 1, Lot 2, Lot 3
Mesa County, Colorado
Spacing Order 369-14, Communitization Agreement COC78742

Laramie asks that you waive the location of this wellbore in proximity to your mineral interest within the spacing area immediately to the north so that Laramie may request an exception location pursuant to COGCC Rule 318.c for the Bruton 19-12E well.

Should you agree to approve waiving any objection to and are consenting to the present location of the well and Laramie's request for an exception location under Commission Rules please sign and return two original copies of this letter to the undersigned at your earliest convenience in the provided postage-paid envelope. You may keep the third original for your records. You may also return this letter by e-mail to bhinman@laramie-energy.com.

If you have any questions, comments or should you wish to discuss the subject further, please do not hesitate to contact me at 303-339-4930.

Sincerely yours,

LARAMIE ENERGY, LLC -

Barbara A. Hinman
Senior Landman

AGREED TO AND ACCEPTED THIS _____ DAY OF _____, 2017.

BY: _____

NAME: _____

ADDRESS: _____

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cc: Wayne Bankert, Regulatory & Environmental Manager, Laramie Energy, LLC, 760 Horizon Drive, Suite 101, Grand Junction, Colorado 81506