



United States Department of the Interior
BUREAU OF LAND MANAGEMENT
Colorado State Office
2850 Youngfield Street
Lakewood, Colorado 80215-7210
www.blm.gov



In Reply Refer To:
3100 (CO-922)

JAN 02 2018

Barbra A. Hinman
Laramie Energy, LLC
1401 Seventeenth St., Suite 1400
Denver, CO 80202

Dear Ms. Hinman:

This letter is in response to Laramie Energy, LLC's (Laramie) November 30, 2017, letter informing the Bureau of Land Management (BLM) that Laramie drilled the Burton 19-12E well (API No. 05-077-10365), in violation of the setback provisions of a state spacing order 429-13 and requested a waiver of the wellbore's location.

Specifically, Laramie reports the well was directionally drilled with a bottom-hole location in Township 9 South, Range 93 West, 6th P.M., sec. 19: SE . In addition, you reported the well was drilled 3 feet into an allowed 100-foot setback of the north lease line offsetting BLM acreage to the north. The BLM has acreage in the drilling and spacing unit controlling the well.

BLM reviewed the engineering and geological data provided by Laramie on December 27, 2017. The evidence shows minimal drainage of the offsetting acreage where the BLM has an interest. However, Laramie also reports that they are planning to complete the Federal 0993-19-10E well in March 2018. This well is located within the federal minerals and directly north of the Burton 19-12E well and would satisfy BLM's requirements for a protective well under a drainage case. Therefore, the BLM waives the location of this well bore.

Sincerely,

Peter Cowan
Acting Chief, Branch of Fluid Minerals
Division of Energy, Lands, and Minerals

