



LARAMIE ENERGY, LLC
760 HORIZON Drive, SUITE 101
GRAND JUNCTION, CO 81506
970-263-3600

July 31, 2019

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

RE: Well CC 0697-04-07E
API #05-045-23986
Lot 12, Section 4, Township 6S, Range 97W, 6th P.M.
Garfield County, Colorado

Dear Director Robbins:

Laramie Energy, LLC, operator of the above captioned well, is submitting an exception location request to COGCC Rule 318.a., which requires that a well to be drilled two thousand five hundred (2,500) feet or greater shall be located not less than six hundred (600) feet from any lease line. Laramie Energy, LLC, has made a good faith effort to comply, but was unable to comply with COGCC Rule 318.a. Laramie Energy believes that this exception location request does not violate the basic intent of the Oil and Gas Conservation Act.

While running surface casing, the parasite string parted and a decision was made to drill ahead into the production section without one. The production hole was drilled without issue to the planned TD. Production casing was run to 5,200' at which point it was unable to be run any further. The wellbore began caving in and the casing was pulled, leaving two centralizers in the well. Multiple cleanout runs were attempted but were unsuccessful in getting past an obstruction at 5,060'. Laramie Energy intends to run the production casing to 5,036' and cement from TD to ~2,000 and complete this well in the Wasatch formation. The well is located approximately 325' from the lease line.

Since Section 4 is not spaced for the Wasatch formation, the well would be subject to COGCC Rule 318.a. with a 600' setback from the lease line. The Bureau of Land Management (BLM), as the encroached-upon mineral owner, has consented to this exception request. The fully executed BLM consent letter is attached.

Please contact me at 970-263-3641 or jproulx@laramie-energy.com if you have any questions.

Sincerely,

Joan Proulx
Regulatory Analyst
Laramie Energy, LLC