

State of Colorado
Oil and Gas Conservation Commission

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



Document Number:

403000594

Receive Date:

04/13/2022

TRANSFER OF OPERATORSHIP

A Selling Operator will notify the Commission about the transfer of any Transferable Item associated with its Oil and Gas Operations to a Buying Operator by filing a Form 9, Transfer of Operatorship – Intent, with the Commission at least 30 days, or as soon as practicable, before the anticipated transfer date. (Rule 218.b.)
When a transaction subject to a Form 9 – Intent becomes final, the Buying Operator will submit a Form 9 – Subsequent within 7 days of closing. (Rule 218.d.(1).)

Type of Form 9, Transfer of Operatorship: ☐ Intent ☒ Subsequent Intent # 402629134

OPERATOR INFORMATION

SELLING OPERATOR INFORMATION

OGCC Operator Number: 51922

Contact Name and Telephone:

Name of Operator: LYSTER OIL COMPANY INC

Name: Larry Lyster

Address: 701 COUNTY ROAD 105

Phone: (970) 3268869

City: CRAIG State: CO Zip: 81625

Email: lysteroil@yahoo.com

BUYING OPERATOR INFORMATION

OGCC Operator Number: 7125

Contact Name and Telephone:

Name of Operator: BEEMAN OIL & GAS LLC

Name: Sarah Stepp

Address: 3401 QUEBEC ST SUITE 9105

Phone: (720) 3773336

City: DENVER State: CO Zip: 80207

Email: wccassistant@gmail.com

TRANSFER INFO

Transfer Dates

Form 9 Intent - Anticipated Date of Transfer: 12/05/2020

Form 9 Subsequent - Effective Date of Transfer: 12/05/2020

Confidentiality

Transfer is Confidential: No

Financial Assurance

Form 9 Intent - Estimated amount of Financial Assurance the Buying Operator will submit prior to anticipated date of transfer: \$

Form 9 Subsequent - The Buying Operator's Financial Assurance:

| Surety ID | Bond Type | Amount |
|-----------|-----------|--------|
| 20210110 | SURFACE | 25,000 |
| 19790003 | PLUGGING | 60,000 |

SUBSEQUENT LIABILITY

Rule 218.d.(1).D.i.

"For Transferable Items listed in Rule 218.d.(1).B.i an acknowledgment that upon the effective date of transfer, that the Buying Operator assumes all responsibility for compliance with the Act, the Commission's Rules, and all terms and conditions of existing Permits and Commission orders for the Transferable Items."

In checking this box the Buying Operator's acknowledges the subsequent liability pursuant to Rule 218.d.(1).D.i.



Rule 218.d.(1).D.ii.

"For Transferable Items listed in Rule 218.d.(1).B.ii or iii, an acknowledgment that the Buying Operator may be or may become responsible for compliance with the Act, the Commission's Rules, and all terms and conditions of existing Permits and Commission orders if the Buying Operator takes any action, or fails to take any action, that would cause such Transferable Item to be out of compliance with the Act, the Commission's Rules, and all terms and conditions of existing Permits and Commission orders."

In checking this box the Buying Operator's acknowledges the subsequent liability pursuant to Rule 218.d.(1).D.ii.



Rule 218.d.(1).D.iii.

"For Transferable Items not listed in Rule 218.d.(1).B.i-iii but Related in the Commission's records, an acknowledgment that the Commission will presume that the Transferable Item was transferred, and that the Buying Operator is responsible for compliance with the Act, the Commission's Rules, and all terms and conditions of existing Permits and Commission orders for the Transferable Items."

In checking this box the Buying Operator's acknowledges the subsequent liability pursuant to Rule 218.d.(1).D.iii. ☒

SUBMITTAL

OPERATOR COMMENT AND SUBMITTAL

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

Print Name: Sarah Stepp Email: wcciassistant@gmail.com

Signature: _____ Title: Agent Date: 04/13/2022

Wells & Facilities Transferred Summary

| 1 | <u>Facility Type</u> | <u>API</u> | <u>Facility ID</u> | <u>Location ID</u> | <u>Facility Name</u> | <u>QtrQtr</u> | <u>Sec</u> | <u>Twp</u> | <u>Rng</u> |
|---|-----------------------|------------------------|-----------------------------|------------------------------|----------------------|---------------|------------|------------|------------|
| | PIT | - | 117438 | 316752 | GRASSY CREEK 1 | SESE | 26 | 6N | 87W |
| | <u>County</u> | <u>Min.Owner. Type</u> | <u>Current Operator Num</u> | <u>Current Operator Name</u> | | | | | |
| | ROUTT | | 51922 | LYSTER OIL COMPANY INC. | | | | | |
| 2 | <u>Facility Type</u> | <u>API</u> | <u>Facility ID</u> | <u>Location ID</u> | <u>Facility Name</u> | <u>QtrQtr</u> | <u>Sec</u> | <u>Twp</u> | <u>Rng</u> |
| | OFF-LOCATION FLOWLINE | - | 477783 | 474134 | WELLHEAD LINE 2 | NWNE | 35 | 6N | 87W |
| | <u>County</u> | <u>Min.Owner. Type</u> | <u>Current Operator Num</u> | <u>Current Operator Name</u> | | | | | |
| | ROUTT | | 51922 | LYSTER OIL COMPANY INC. | | | | | |
| 3 | <u>Facility Type</u> | <u>API</u> | <u>Facility ID</u> | <u>Location ID</u> | <u>Facility Name</u> | <u>QtrQtr</u> | <u>Sec</u> | <u>Twp</u> | <u>Rng</u> |
| | WELL | 107-06047 | 232633 | 316752 | GRASSY CREEK COAL | NWSW | 25 | 6N | 87W |
| | <u>County</u> | <u>Min.Owner. Type</u> | <u>Current Operator Num</u> | <u>Current Operator Name</u> | | | | | |
| | ROUTT | | 51922 | LYSTER OIL COMPANY INC. | | | | | |
| 4 | <u>Facility Type</u> | <u>API</u> | <u>Facility ID</u> | <u>Location ID</u> | <u>Facility Name</u> | <u>QtrQtr</u> | <u>Sec</u> | <u>Twp</u> | <u>Rng</u> |
| | PIT | - | 276352 | 316752 | GRASSY CREEK 1 | NWSW | 25 | 6N | 87W |
| | <u>County</u> | <u>Min.Owner. Type</u> | <u>Current Operator Num</u> | <u>Current Operator Name</u> | | | | | |
| | ROUTT | | 51922 | LYSTER OIL COMPANY INC. | | | | | |
| 5 | <u>Facility Type</u> | <u>API</u> | <u>Facility ID</u> | <u>Location ID</u> | <u>Facility Name</u> | <u>QtrQtr</u> | <u>Sec</u> | <u>Twp</u> | <u>Rng</u> |
| | LOCATION | - | 316752 | 316752 | GRASSY CREEK COAL | NWSW | 25 | 6N | 87W |
| | <u>County</u> | <u>Min.Owner. Type</u> | <u>Current Operator Num</u> | <u>Current Operator Name</u> | | | | | |
| | ROUTT | | 51922 | LYSTER OIL COMPANY INC. | | | | | |

Incidents Transferred Summary

| 1 | <u>Document Numbers</u> | <u>Incident Type</u> | <u>Incident Date</u> | <u>Current Op #</u> | <u>Current Op. Name</u> |
|---|-------------------------|-----------------------------------|----------------------|---------------------|-------------------------|
| | 673403210 | INSPECTION WITH CORRECTIVE ACTION | 05/25/2016 | 7125 | BEEMAN OIL & GAS INC |
| 2 | <u>Document Numbers</u> | <u>Incident Type</u> | <u>Incident Date</u> | <u>Current Op #</u> | <u>Current Op. Name</u> |
| | 689804239 | INSPECTION WITH CORRECTIVE ACTION | 05/29/2020 | 7125 | BEEMAN OIL & GAS INC |
| 3 | <u>Document Numbers</u> | <u>Incident Type</u> | <u>Incident Date</u> | <u>Current Op #</u> | <u>Current Op. Name</u> |
| | 689805296 | INSPECTION WITH CORRECTIVE ACTION | 01/22/2021 | 7125 | BEEMAN OIL & GAS INC |
| 4 | <u>Document Numbers</u> | <u>Incident Type</u> | <u>Incident Date</u> | <u>Current Op #</u> | <u>Current Op. Name</u> |
| | 689806666 | INSPECTION WITH CORRECTIVE ACTION | 11/22/2021 | 7125 | BEEMAN OIL & GAS INC |

Related Wells & Facilities Not Transferred Summary

< No row provided >

Related Incidents Not Transferred Summary

< No row provided >

Wells & Facilities Proposed Not Transferred Summary

< No row provided >

Incidents Proposed Not Transferred Summary

< No row provided >

Attachment List

| <u>Att Doc Num</u> | <u>Name</u> |
|--------------------|---------------------------------------|
| 1310874 | FORM 9 SUBSEQUENT ATTESTATION |
| 1310875 | BUYER NOTIFIED LOCAL GOVT ATTESTATION |
| 403000594 | Form 09 SUBMITTED |
| 403010994 | EDD-S-INCIDENTS-TRANSFERRED |
| 403032919 | EDD-S-WELLS-FACILITIES-TRANSFERRED |

Total Attach: 5 Files

Condition of Approval

COA Type

Description

| | |
|-------|--|
| | |
| 0 COA | |

General Comments

| <u>User Group</u> | <u>Comment</u> | <u>Comment Date</u> |
|---------------------|--|---------------------|
| Financial Assurance | Both operators have resolved all issues. Form 9 approved. | 04/29/2022 |
| Financial Assurance | <p>I have reviewed the above captioned Form 9 Transfer and have noted the following issues.</p> <p>Issue 1: The Subsequent Attestation is inadequate. Solution 1: The Subsequent Attestation is required to be signed by both operators. Also, please change the document reference number from the Intent document number to the Subsequent document number.</p> <p>Issue 2: The Wells and Facilities Transferred list is missing the location ID for the pit. The list also has the Current Operator as Beeman Oil and Gas LLC. Since the transfer has not been approved, this is incorrect. Solution 2: Please update the location ID for the pit. Also, please the Current Operator number in column E and the Current Operator in Column F to reflect Lyster Oil Company's information.</p> <p>Issue 3: The Buyer Notified Local Govt. Attestation needs to state the county and Local Govt. Designee who was contacted. The attestation also requires the buyer's signature. Solution 3: Please resubmit a corrected Buyer Notified Local Govt. Attestation with the name of the county and the name of the Local Government Designee can be found here. Guidance for this attestation can be found on page 6 of the attachment.</p> <p>Issue 4: Location #316752 is unaccounted for in the transfer. Solution 4: This location will need to be accounted for in the following manner.</p> <ul style="list-style-type: none">· If the location is being transferred, please add it to the Wells and Facilities Transferred List· If the location is not being transferred, please create a Wells and Facilities – Not Transferred list and add it to the list. Also, a Seller Retains Responsibility Attestation will need to be submitted. Guidance for this attestation can be found on page 5 of the attachment. | 04/14/2022 |
| Total: 2 comment(s) | | |