

**OUT OF SERVICE DESIGNATION**

Rule 434.d. Out of Service Designation and Plugging List. An Operator will designate a Well as Out of Service on a Form 6A, Out of Service Designation, and the Out of Service Well is then placed on the Operator's Plugging List.

CONTACT INFORMATION

OGCC Operator Number: 10456	Contact Name and Telephone:
Name of Operator: CAERUS PICEANCE LLC	Name: Holly Hill Hill
Address: 1001 17TH STREET #1600	Phone: (720) 547-8746
City: DENVER State: CO Zip: 80202	Email: hhill@caerusoilandgas.com

WELL PLUGGING DATA

The number of Wells the Operator has plugged in the previous 12 months: 21

EVIDENCE OF FINANCIAL CAPABILITY

Provide evidence that the Operator is financially capable of meeting the timelines required by Rule 434.d.(4) for its Plugging List. (If this space is inadequate, provide as an attachment.)

Caerus Piceance LLC (Caerus) conducts an asset retirement obligation review no less than annually to determine which near-term and long-term wells and associated infrastructure need to be retired in order to determine an appropriate budget for the upcoming year. Depending on a myriad of factors a typical budget range of \$5M-\$7.5M will be set aside to address plugging and reclamation in any given year. This is subject to annual review and approval of the major stakeholders in the company. During the annual review process Caerus selects Caerus considers any well that can produce natural gas safely to be a productive well, therefore wells that having casing issues or are no longer capable of producing in meaningful quantities would be designated as likely candidates for plugging. Included in the budget review are the costs to plug each well, abandonment of associated infrastructure and flowlines, and final reclamation. These costs are derived using the most recent plugging and reclamation costs in the geographic vicinity of an intended candidate for plugging and at this point in time align with the COGCC's costs listed in the definition of Single Well Financial Assurance. Caerus plugged 51 wells in the year of 2022, 42 of which are listed on the Out of Service List, and will carryout the associated reclamation for these wells. Note that Caerus operates multi-well pads, so Caerus will reclaim areas associated with the plugged wells if there are still producing wells on a pad. If the well is the last well on a pad, Caerus will reclaim the entire well pad. Caerus has included some of the 42 of the wells plugged in 2022 on the Out of Service List because the COGCC has not yet processed the Subsequent Form 6, and Caerus does not want the 42 wells to count against the Rule 702.c Financial Assurance bonding amounts due shortly. Caerus' costs to plug 51 wells in the year of 2022 are similar to COGCC's costs listed in the definition for Single Well Financial Assurance pursuant to roughly \$40K for downhole plugging costs and roughly \$100K to reclaim an entire multi-well pad surface. Again, some of the 51 wells plugged in 2022 were on multi-well pads that still have producing wells. Therefore, due to the fact that Caerus was able to accomplish the plugging of 51 wells in 2022, Caerus is more than financially capable of meeting the obligations of plugging the 142 wells on the Out of Service List by the year 2029. Please note that Caerus operates well over 2000 federal wells which are covered under federal bonds either by well pad or under the statewide blanket bonding. The BLM has separate and unique jurisdiction over the plugging of federal estate wells. Lastly, Caerus will be submitting a Financial Assurance Plan for Option 1 under Rule 702.c.(1) and will be remitting blanket financial assurance amounts for producing wells via COGCC Form 3. Therefore, Caerus will be adequately covered to meet plugging obligations going forward.

OUT OF SERVICE DESIGNATION

Summary of Wells to be Designated as Out of Service and placed on the Operator's Plugging List

Within 2000' of a School Facility 0	Within 2000' of a Residential Building Unit within a Disproportionately Impacted Community 2
Within 2000' of a Child Care Center 0	
Within 2000' of a High Occupancy Building Unit 0	Within High Priority Habitat 130
TOTAL NUMBER OF WELLS 142	Detected Leak on Operator's CDPHE/AQCC Reg 7 Delayed Repair List 0
Valid 142 Invalid 0	

Form Submit Date: 10/03/2022

Plugging Due Date For Wells: 12/31/2029

#	Inv	API	Well Name & Number	Date Ceased Production or Utilization	Within 2000' of a School Facility?	Within 2000' of a Child Care Center?	Within 2000' of a High Occupancy Building Unit?	Within 2000' of a Residential Building Unit within a Disproportionately Impacted Community?	Within High Priority Habitat?	Detected Leak on Operator's CDPHE/AQCC Reg 7 Delayed Repair List?
1		045-13004	N. PARACHUTE CP02D-09 G09 59	07/14/2018	No	No	No	No	Yes	No
2		045-13006	N. PARACHUTE CP07B-09 G09 59	07/23/2018	No	No	No	No	Yes	No
3		045-13007	N. PARACHUTE CP14A-09 G09 59	07/14/2018	No	No	No	No	Yes	No
4		045-14297	N.PARACHUTE CP11B-09 G09 596	07/15/2018	No	No	No	No	Yes	No
5		045-14528	SGU CP07C-35 G35 49	11/03/2020	No	No	No	No	Yes	No
6		045-14529	SGU CP08A-35 G35 49	10/27/2020	No	No	No	No	Yes	No
7		103-08907	CORRAL CREEK 4508	05/05/2022	No	No	No	No	Yes	No
8		103-10692	FREEDOM UNIT 297-28A4	07/31/2022	No	No	No	No	Yes	No
9		103-08183	CORRAL CREEK 4512	05/05/2022	No	No	No	No	Yes	No
10		103-10976	FEDERAL 2S-95-15-42BP	10/01/2021	No	No	No	No	Yes	No
11		103-10195	PICEANCE CREEK UNIT T32X-33G	07/25/2022	No	No	No	No	Yes	No
12		103-10625	PICEANCE CREEK UNIT T35X-11G7	07/31/2022	No	No	No	No	Yes	No
13		103-10626	PICEANCE CREEK UNIT T35X-11G6	07/31/2022	No	No	No	No	Yes	No
14		103-11545	PICEANCE CREEK UNIT 296-6B2	06/28/2019	No	No	No	No	Yes	No
15		103-10782	FEDERAL 4S-95-1-21DP	07/14/2022	No	No	No	No	Yes	No
16		045-14699	DWU CP11D-33 M33 49	05/20/2021	No	No	No	No	Yes	No
17		045-14208	PUCKETT 31D-24D	07/28/2022	No	No	No	No	Yes	No
18		045-12937	PUCKETT 12C-24D	07/27/2022	No	No	No	No	Yes	No
19		045-12933	PUCKETT 22C-24D	07/28/2022	No	No	No	No	Yes	No
20		045-14359	Puckett 34C-7D	07/12/2021	No	No	No	No	Yes	No
21		045-22863	Puckett 23B-1	02/27/2021	No	No	No	No	Yes	No
22		045-18395	696-6A 43	10/01/2020	No	No	No	No	Yes	No
23		045-13797	UNOCAL-ENCANA 13B-16D	08/10/2021	No	No	No	No	Yes	No
24		045-09527	CHEVRON 22C-17D	07/19/2022	No	No	No	No	Yes	No
25		045-07772	UNOCAL 23-4D	02/13/2021	No	No	No	No	Yes	No
26		045-09015	CHEVRON 32-7D	09/10/2020	No	No	No	No	Yes	No
27		045-14518	696-18C 21	07/11/2022	No	No	No	No	Yes	No
28		045-11734	CHEVRON 2C-4D	09/10/2020	No	No	No	No	Yes	No
29		045-07647	UNOCAL 14-16D	07/19/2022	No	No	No	No	Yes	No
30		045-14508	696-18C 16	07/11/2022	No	No	No	No	Yes	No
31		045-12687	PUCKETT 31B-24D	07/28/2022	No	No	No	No	Yes	No
32		045-11048	N. PARACHUTE WF03B N23 596	04/04/2022	No	No	No	No	Yes	No
33		045-14435	N. PARACHUTE WF16AK25596	09/29/2021	No	No	No	No	Yes	No
34		045-15109	N. PARACHUTE MF16C-21 C28 69	02/19/2020	No	No	No	No	Yes	No
35		045-15462	N. PARACHUTE MF01D C28 696	07/16/2022	No	No	No	No	Yes	No
36		045-10768	N. PARACHUTE WF07B I25 596	07/15/2015	No	No	No	No	Yes	No
37		045-21397	ALBERTSON DV 07D-15 G15 7101	05/03/2021	No	No	No	No	Yes	No
38		045-23754	NPR 11B-15-596	10/15/2020	No	No	No	No	Yes	No
39		045-23858	NPR 11D-14-596	10/19/2020	No	No	No	No	Yes	No
40		045-23853	NPR 15B-11-596	10/20/2020	No	No	No	No	Yes	No
41		045-23847	NPR 25D-10-596	10/20/2020	No	No	No	No	Yes	No
42		045-13367	N.PARACHUTE WF09D M14 596	08/07/2012	No	No	No	No	Yes	No

43	045-13404	N.PARACHUTE WF10D M14 596	11/22/2013	No	No	No	No	Yes	No
44	045-13376	N. PARACHUTE WF07D H22 596	04/04/2022	No	No	No	No	Yes	No
45	045-11049	N. PARACHUTE WF04D N23 596	07/12/2011	No	No	No	No	Yes	No
46	045-09514	BENZEL 26-7B (H26NW)	07/17/2022	No	No	No	No	Yes	No
47	045-07703	SHIDELER 32-2 (G32NE)	07/16/2022	No	No	No	No	Yes	No
48	045-07693	ROSE RANCH 15-7 (H15)	07/31/2022	No	No	No	No	Yes	No
49	045-09152	KELL 35-4D (B35NW)	08/25/2022	No	No	No	No	Yes	No
50	045-09336	RAILSBACK 32-6D (F32)	08/25/2022	No	No	No	No	Yes	No
51	045-07055	COUEY 32-14	08/25/2022	No	No	No	No	Yes	No
52	045-13964	MAP LLC 11-11(PK11)	06/22/2022	No	No	No	No	Yes	No
53	045-13962	MAP LLC 11-13 (PK11)	06/22/2022	No	No	No	No	Yes	No
54	045-14729	MAP LLC 11-12BB (PK11)	07/31/2022	No	No	No	No	Yes	No
55	045-12095	FEDERAL 20-13 (PA30)	05/19/2022	No	No	No	No	Yes	No
56	045-10773	FEDERAL 30-5BB (PD30)	05/19/2022	No	No	No	No	Yes	No
57	045-06672	FEDERAL J-10-7-94-S	06/15/2022	No	No	No	No	No	No
58	045-07149	DUNN 4-15 (O4E)	11/11/2021	No	No	No	No	Yes	No
59	045-07227	DUNN 9-3	07/31/2022	No	No	No	No	Yes	No
60	045-07528	COUEY 8-1 (B8E)	04/06/2022	No	No	No	No	Yes	No
61	045-20391	TWIN CREEK 12-6C1 (F12E)	11/29/2021	No	No	No	No	Yes	No
62	045-07041	DUNN 4-16	11/11/2021	No	No	No	No	Yes	No
63	045-17558	SHIDELER FEDERAL 1-2B1 (C36W)	11/16/2021	No	No	No	No	No	No
64	045-14614	SCHWARTZ 2-14A (O2E)	11/29/2021	No	No	No	No	Yes	No
65	045-20388	TWIN CREEK 12-5D1 (F12E)	08/05/2021	No	No	No	No	Yes	No
66	045-08080	SHIDELER 31-1 (H31)	11/16/2021	No	No	No	No	No	No
67	045-09214	HILL 10-4B(R4E)	11/11/2021	No	No	No	No	Yes	No
68	045-14609	SCHWARTZ 11-2A (O2E)	08/03/2021	No	No	No	No	Yes	No
69	045-21842	Shideler 19-16CC (O19EB)	11/16/2021	No	No	No	No	Yes	No
70	045-07414	COUEY 8-2 (B8E)	11/11/2021	No	No	No	No	Yes	No
71	045-14656	COUEY 24-5 (H23W)	09/15/2021	No	No	No	No	Yes	No
72	045-09354	HILL 9-12A (L9E)	11/11/2021	No	No	No	No	Yes	No
73	045-07788	COUEY 24-1 (P13W)	11/15/2021	No	No	No	No	Yes	No
74	045-14954	COUEY 24-6D (F24W)	04/05/2022	No	No	No	No	Yes	No
75	045-13383	DUNN 9-4(C9E)	11/11/2021	No	No	No	No	Yes	No
76	045-09356	HILL 9-14 (L9E)	11/11/2021	No	No	No	No	Yes	No
77	045-19873	BATTLEMENT MESA 35-13C (35L)	06/09/2022	No	No	No	No	Yes	No
78	045-11594	COLOHAN 3-4 (OH4)	07/31/2022	No	No	No	No	Yes	No
79	045-13419	FEDERAL 25-13 (P25)	03/30/2022	No	No	No	No	Yes	No
80	045-10705	HYRUP 12-32B	07/22/2022	No	No	No	No	No	No
81	077-08944	ORCHARD UNIT 17-3 (C17OU)	07/31/2022	No	No	No	No	Yes	No
82	077-09309	ORCHARD UNIT 20-4 (M17OU)	07/18/2011	No	No	No	No	Yes	No
83	077-09307	ORCHARD UNIT 17-12 (M17OU)	04/24/2022	No	No	No	No	Yes	No
84	077-09050	RADEL 10-9 (OL11)	12/14/2021	No	No	No	No	No	No
85	077-09049	RADEL 10-16(OL11)	07/20/2022	No	No	No	No	No	No
86	077-09169	WHITE 14-8(A14OU)	09/02/2021	No	No	No	No	No	No
87	045-10362	TBI FEDERAL 36-12C (PF36-7)	08/12/2021	No	No	No	No	Yes	No
88	045-10361	TBI FEDERAL 36-14 (PK-36-7-	06/09/2022	No	No	No	No	Yes	No
89	045-11591	KNOX 11-5 (OD11)	10/06/2021	No	No	No	No	Yes	No

90	045-14060	HYRUP 11-41A	01/19/2022	No	No	No	No	Yes	No
91	045-12213	KEINATH 33-9 (OP33)	04/21/2022	No	No	No	No	Yes	No
92	045-10704	HYRUP 12-32D	07/28/2022	No	No	No	No	No	No
93	045-12680	FEDERAL 1-1 (PH1)	04/21/2022	No	No	No	No	No	No
94	045-11395	FEDERAL 1-8 (PH1)	04/21/2022	No	No	No	No	No	No
95	045-15688	PARACHUTE RANCH 26-34D	07/07/2022	No	No	No	Yes	Yes	No
96	045-19138	SGV FEDERAL 7-41A (8D)	07/18/2022	No	No	No	No	Yes	No
97	045-15151	PARACHUTE RANCH FED. 35-32C	05/10/2022	No	No	No	Yes	Yes	No
98	045-12700	RAMOS 1-23A	04/17/2022	No	No	No	No	Yes	No
99	045-10403	TIPPING 34-3 (OD34)	07/05/2022	No	No	No	No	Yes	No
100	045-13876	HYRUP 2-33B	05/14/2022	No	No	No	No	Yes	No
101	103-11887	CBU DV01D-11A112100	06/27/2017	No	No	No	No	Yes	No
102	103-07527	SAGEBRUSH HILLS II UNIT A 4504	06/30/2022	No	No	No	No	Yes	No
103	103-10550	YELLOW CREEK FEDERAL 27-13-1	01/05/2022	No	No	No	No	No	No
104	103-07542	U S A-PICEANCE CREEK F24-6G	10/28/2021	No	No	No	No	Yes	No
105	103-10129	PICEANCE CREEK UNIT T88X-21G	06/25/2020	No	No	No	No	No	No
106	103-10991	FEDERAL 2S-95-16-24AP	06/28/2019	No	No	No	No	Yes	No
107	045-24184	Fed 14D-13-496	06/26/2020	No	No	No	No	Yes	No
108	045-21154	STORY GULCH 8504E-24	05/14/2020	No	No	No	No	Yes	No
109	045-21708	SG 8504C-24 L24496	05/14/2020	No	No	No	No	Yes	No
110	045-21707	SG 8504D-24 L24496	05/14/2020	No	No	No	No	Yes	No
111	045-21157	STORY GULCH 8502E-23	05/14/2020	No	No	No	No	Yes	No
112	045-14367	N. Parachute CP11A-06 E06596	08/11/2022	No	No	No	No	Yes	No
113	045-21089	NPR 22C-15-596	10/19/2020	No	No	No	No	Yes	No
114	045-23857	NPR 24A-15-596	10/19/2020	No	No	No	No	Yes	No
115	045-18392	696-5C 15	10/12/2018	No	No	No	No	Yes	No
116	045-18393	696-5C 13	10/12/2018	No	No	No	No	Yes	No
117	045-18396	696-6A 45	10/12/2018	No	No	No	No	Yes	No
118	045-14510	696-18C 23	10/20/2020	No	No	No	No	Yes	No
119	045-16103	PUCKETT 21A-24D	09/10/2020	No	No	No	No	Yes	No
120	045-10551	PUCKETT 13C-31D	11/05/2020	No	No	No	No	Yes	No
121	045-06621	TEXACO FEE 6213	12/04/2021	No	No	No	No	Yes	No
122	045-08178	BENZEL 36-13A (K36B)	07/22/2020	No	No	No	No	Yes	No
123	045-07641	CEDAR SPRINGS RANCH 2-11 (K2W)	11/16/2018	No	No	No	No	Yes	No
124	045-07564	CEDAR SPRINGS RANCH 2-15 (N2W)	11/13/2018	No	No	No	No	Yes	No
125	045-07504	SHAEFFER 11-1 (D12)	11/14/2018	No	No	No	No	Yes	No
126	045-09133	SHAEFFER 11-1A (D12B)	11/14/2018	No	No	No	No	Yes	No
127	045-09126	SHAEFFER 12-6A (F12)	08/07/2018	No	No	No	No	Yes	No
128	045-09128	SCHAEFFER 12-6B (F12W)	11/14/2018	No	No	No	No	Yes	No
129	045-07000	KRK7 7-7 (G7E)	10/02/2020	No	No	No	No	Yes	No
130	045-06938	KRK 7-11	07/12/2018	No	No	No	No	Yes	No
131	045-08934	KRK 7-5D (K7)	07/12/2018	No	No	No	No	Yes	No
132	045-09095	SHAEFFER 12-9B (P12W)	07/12/2018	No	No	No	No	Yes	No
133	045-13406	ROLES 13-7A (J13W)	10/16/2018	No	No	No	No	Yes	No
134	045-07374	ROLES 13-9 (J13W)	10/16/2018	No	No	No	No	Yes	No
135	045-06953	ROLES 13-10 (J13W)	10/16/2018	No	No	No	No	Yes	No
136	045-07537	ROE 13-12	11/13/2018	No	No	No	No	Yes	No
137	045-10247	CEDAR SPRINGS RANCH 11-15D (B14W)	11/15/2018	No	No	No	No	Yes	No

138	045-09086	ROSE RANCH 15-8 (D14)	11/13/2018	No	No	No	No	Yes	No
139	045-06909	PARKER RANCH 15-8	11/13/2018	No	No	No	No	Yes	No
140	045-09151	ROE 13-12D (P14)	09/24/2021	No	No	No	No	Yes	No
141	077-08846	GROUNDHOG GULCH DISPOSAL 1	04/05/2017	No	No	No	No	Yes	No
142	077-09083	GGU 30-7-1(NGG30NE)	04/05/2017	No	No	No	No	Yes	No

<u>OPERATOR COMMENT AND SUBMITTAL</u>	
<p>I hereby certify all statements made on this form are, to the best of my knowledge at the time of submittal, true, correct, and complete.</p> <div style="border: 1px solid black; height: 20px; width: 100%; margin-top: 5px;"></div>	
Print Name: <u>Holly Hill Hill</u>	Email: <u>hhill@caerusoilandgas.com</u>
Title: <u>Regulatory Manager</u>	Date: <u>10/03/2022</u>

Attachment Check List

<u>Att Doc Num</u>	<u>Name</u>
403183563	EDD-DESIGNATION

Total Attach: 1 Files