

Staff Report

August 8, 2011

I. STATISTICS

Our monthly statistics and permit activity report are on pages 16-23. These statistics include the permit and location assessment information that were previously included on the first page of the staff report.

II. NORTHWEST COLORADO

♦ Northwest Colorado Oil and Gas Forum

The Northwest Colorado Oil and Gas Forum (Forum) is an informal gathering of local, state, and federal government officials, oil and gas industry representatives, and citizens that have met regularly since 1989. The purpose of the Forum is to share information about oil and gas development in northwest Colorado and to make government officials and oil and gas industry representatives easily accessible to the public. Currently the meetings are conducted once per quarter and are co-chaired by the COGCC's Director, Dave Neslin, and Garfield County Commissioner, Mike Samson.

The next meeting is scheduled for September 1, 2011, at 10:00 am. The venue will once again be the Colorado Mountain College — West Garfield Campus, 3695 Airport Road in Rifle, CO.

All parties wishing to be placed on the meeting agenda should contact Chris Canfield at: 970-625-2497 or via email at: chris.canfield@state.co.us.

♦ East Mamm Creek Area Investigation

COGCC staff are continuing work on a project to evaluate existing data and review past and present drilling and completion practices in the East Mamm Creek area of Garfield County (Sections 1-3 & 10-12, Township 7 South, Range

92 West; Sections 35-36, Township 6 South, Range 92 West; Sections 31-32, Township 6 South, Range 91 West; and Sections 5-7, Township 7 South, Range 91 West). Staff and consultants are: reviewing current COGCC policies and procedures, and timelines; analyzing compositional and isotopic gas data; evaluating gas well construction and mechanical integrity testing; reviewing water well sample data; and reviewing published geologic data. At the conclusion of the project review, recommendations will be developed to improve future drilling and completion practices to add additional protections for groundwater and surface water resources from natural gas exploration and production activities as necessary.

III. SOUTHWEST COLORADO

♦ Gas and Oil Regulatory Team (GORT) Meeting

Approximately 25 people attended the July 21, 2011, GORT/Southwest Colorado Oil and Gas Stakeholders meeting in Durango, including COGCC Commissioner Tom Compton, La Plata County Commissioner Wally White, and Archuleta County Commissioner Michael Whiting. COGCC staff updated the group on oil and gas activities in the state, ongoing 4M mitigation and monitoring activities as well as ongoing regional projects. BP and DOW staff presented their recently approved San Juan Basin Wildlife Mitigation Plan and Southern Ute Indian Tribe staff gave a presentation on gas interceptor wells and carbon credits.

The next GORT/Southwest Colorado Oil and Gas Stakeholders meeting is scheduled for October 20, 2011, at 8:30 am at the La Plata County Fairgrounds in Durango, Colorado.

All parties wishing to be placed on the next meeting agenda should contact Karen Spray at: 970-259-1619 or karen.spray@state.co.us.



◆ Fruitland Formation Outcrop Mitigation and Monitoring Projects (4M Projects)

Fruitland Formation Outcrop - 4M Pilot Scale Mitigation Projects La Plata County. The South Fork Texas Creek (SFTC) Mitigation system is still operating at 12kW. During the period June 3, 2011, through June 27, 2011, the turbine was operational 72% of the time. The system generated 3,140 KWH of surplus electricity in the net-metering period from April 28, 2011, to May 26, 2011. Gas continues to be collected and vented at the Pine River Ranches (PRR) location. Methane concentrations currently average 73% at SFTC and 3% at PRR. The annual Operations & Maintenance summary report is being prepared and will be posted to our website under Library, San Juan Basin, 4M Project Reports when complete.

4M Monitoring Wells La Plata and Archuleta Counties. There are 17 wells at 11 locations in the COGCC 4M monitoring program. Well pressures are monitored remotely via satellite telemetry with one or two maintenance visits per year, depending upon data received. Annual maintenance was conducted during the week of August 1, 2011. Weed management activities are ongoing.

Fruitland Formation Mapping - Archuleta County. As part of the 4M Projects, the Colorado Geological Survey (CGS) completed a detailed geologic study of the Fruitland Formation outcrop in western Archuleta County. The final map and associated report (Geologic Map and Coal Bed Stratigraphy of the Fruitland Formation in Western Archuleta County, Colorado, Map Series 49) have been released and are available in the Library section of the COGCC website.

 Ongoing Investigation, Reclamation, and Mitigation of Residual Methane in the Vicinity of the Bryce 1-X Well Area, Bondad, Colorado

COGCC staff continues to monitor groundwater from 4 domestic water wells in the vicinity of the plugged and abandoned Bryce 1-X in Bondad, Colorado. The next sampling event is scheduled for September or October 2011.

◆ <u>San Juan Basin Water Quality Analysis</u> (SJBWQA) Project

An update to the SJBWQA was conducted by AMEC-Geomatrix staff. The final report is available on our website under Library, San Juan Basin, Studies in the San Juan Basin, "Updated Trend and Data Analysis, San Juan Basin Water Quality Analysis Project, San Juan Basin Colorado (June 2011). As of this analysis, 2,128 domestic water wells have been sampled in the San Juan Basin for a total of over 7,000 discrete water quality samples.

IV. NORTHEAST COLORADO

♦ New Raymer Gas Plant, Weld County

COGCC staff are working with an operator to remove equipment and reclaim an abandoned gas processing plant in northern Weld County. Water samples were collected for a broad range of constituents from a nearby water well in the fall of 2010 and no impacts were detected. COGCC staff visited the site on June 29, 2011, after most equipment was removed and collected several shallow soil samples. Results of laboratory analysis are pending.

♦ Baseline Water Quality Sampling - Elbert, Jackson, Park and Weld Counties

COGCC is developing a program in conjunction with a number of operators and Local Government Designees (LGDs) regarding a surface and groundwater sampling program in Elbert, Jackson, Park and Weld Counties. In particular this program applies to un-spaced areas where the Director has approved drilling permits for horizontal wells in the Niobrara Formation and where the Commission has issued recent spacing orders for horizontal wells in the Niobrara Formation. These sampling efforts supplement previous work by COGCC staff to establish baseline water quality in advance of further development of oil and gas resources in that area. Sampling will continue during the long term development of the resource and the results would be used to establish regional water quality baseline conditions and help determine whether impacts from oil and gas operations have occurred. A document with a draft of the





proposed water sampling requirements was distributed to operators for comments on November 1, 2010. Comments from operators and LGDs have been received and a response to these comments was sent out on March 7, 2011. A stakeholder meeting was held on May 9, 2011, to discuss program with operators and local governments. The meeting was held at the State Land Board Offices in Denver.

In advance of implementation of the program, COGCC environmental staff have responded to, or are in the process of responding to, approximately 60 requests for baseline water quality sampling in Weld, Elbert and Douglas Counties. Eleven domestic water wells were sampled in May 2011. These have been tracked as complaints in the COGCC database under the baseline sampling request category. Staff also provided concerned landowners with information about the COGCC permitting and regulatory process, as well as an overview of the current level of activity in the area. As of May 27, 2011, there is one approved permit for Elbert County for a vertical well in the NW1/4 NE1/4 of Section 10, Township 6 South, Range 64 West. There are no pending or approved permits in Douglas County.

♦ Wattenberg Bradenhead Testing

The Wattenberg Bradenhead Test Area approved by the Commission on December 16, 2009, ordered operators to begin testing on January 15, 2010. The test area is bounded by Townships 1 South to 4 North, and Ranges 64 West to 68 West for wells having a surface casing set at a depth above the Fox-Hills aquifer ("short surface casing"). There are 2,386 wells with short surface casing in the test area. Operators have reported to the COGCC on 1988 wells (83%) with 87 (4%) of the tested well having bradenhead pressures greater than the 25 psi. The operator of the 87 wells are currently being monitored and reviewed for action.

♦ Other E&P Waste Disposal Options

COGCC staff recently identified numerous incidents involving the improper management of tank bottoms in northeast Colorado. Operators are reminded that tank bottoms, workover fluids, pigging wastes from gathering and flow-

lines, and natural gas gathering, processing, and storage wastes are considered "Other E&P Waste" and must be managed in accordance with Rule 907.f., which states that these types of wastes may be treated or disposed as follows:

- Disposal at a commercial solid waste disposal facility;
- Treatment at a centralized E&P waste management facility permitted in accordance with Rule 908;
- Injection into a Class II injection well permitted in accordance with Rule 325;
- An alternative method proposed in a waste management plan in accordance with Rule 907.a.(3) and approved by the Director.

Neither the use of tank bottoms or other oily waste for stabilizing sandy or loose soils nor the intentional dumping of tank bottoms or other oily waste, which results in an impact to site soils, are acceptable land treatment alternatives. However, land treatment of oily waste is allowed by Rule 907.e. with certain requirements set forth in Rule 907.e.(2).

V. SOUTHEAST COLORADO

♦ <u>Methane Investigation Monitoring, and Mitigation Plan (MIMMP)</u> - Huerfano County

Petroglyph has informed COGCC staff of their intentions to plug and abandon their CBM wells in Huerfano County by the end of 2011.

Phase 2 Operations

Three monitoring wells, 4 recovery wells, and 8 injection wells have been drilled, completed and tested by Petroglyph Energy Inc. (PEI) as part of Phase 1 of the MIMMP. Operation of the Phase 1 pump, treatment, and injection system started on December 8, 2008. Phase 2 operations started on August 6, 2010. As part of Phase 2, approximately 11.5 million gallons of Vermejo Formation water have been pumped from the Rohr 04-10 coalbed methane well. The Vermejo Formation water is mixed with Poison Canyon Formation water, sent through a

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vertical separator and then treated in a reverse osmosis system to ensure compliance with U.S. Environmental Protection Agency and COGCC conditions of approval for Phase 2 operations. Approximately 10.0% of the water treated in the reverse osmosis system becomes brine that is transported off-site for disposal at a commercial facility.

Gas flows are monitored at 4 domestic wells by PEI or its consultant and at 2 domestic wells by COGCC and its consultant. Overall gas flow has decreased in all monitored domestic wells.

Sampling and analysis of water from domestic water wells inside and outside the injection well ring indicate that overall water quality has not been impacted by the operation of the Phase 2 injection system. Static water levels in several domestic water wells inside the mitigation ring have increased steadily since the start of Phase 2 as had been predicted.

♦ <u>2010 Raton Basin Coal Mine Gas Seep and P&A</u> Well Investigations

As part of compliance with sections of Rule 608, Pioneer Natural Resources and XTO Energy have submitted summary reports of ground and aerial surveys of methane seeps associated with coal mines in portions of the Raton Basin. Documents related to these investigations can be viewed on the COGCC website under Images, Project 2042.

VI. ORGANIZATION

The Field Inspection group is pleased to announce that **Steve Labowskie** has been hired to fill the southwest Colorado field inspection position. He is a geologist with over 18 years of experience, including geological consulting and project management for the oil and gas and mining industries. Steve reports to Mike Leonard, South Colorado Field Inspection Supervisor.

An organizational chart can be found on pages 11-13. For contact information, please go to our website and click on "Contacts" on our homepage, and then "Staff Contact Information."

VII.PLANNING/ADMINISTRATION/OTHER

◆ 2010 Outstanding Oil and Gas Operations Awards

The 15th anniversary COGCC 2010 Outstanding Operations Awards were presented by Department of Natural Resources Executive Director Mike King at the Rocky Mountain Energy Epicenter hosted by the Colorado Oil and Gas Association during the keynote luncheon on August 3, 2011.

The awards were for oil and gas operations that occurred during calendar year 2010. Several nominations were provided by the oil and gas industry, and the award winners were recommended by the COGCC staff and approved by the COGCC Commissioners.

The recipients of the 2010 COGCC Outstanding Operations Awards were:

Anadarko Petroleum Corporation—Three awards in the categories of Environmental Protection, Community Relations, and Water Quality Protection.

Williams Production RMT—Two awards in the categories of Community Relations and Water Quality Protection.

Noble Energy, Inc.—An award in the category of Environmental Protection.

BP America—An award in the category of Environmental protection.

EnCana Oil and Gas (USA) Inc.—An award in the category of Drilling and Completion.

For more information on these awards, please visit our website at: colorado.gov/cogcc.

 Consultations with the Colorado Division of Wildlife and the Colorado Department of Public Health and Environment

According to Rule 306.c.(1)B, the Commission must consult with the Colorado Division of Wildlife (DOW) when an operator requests a modification of an existing Commission order to increase well density to more than one well per





10 acres. Operators should direct all documents submitted in this regard to:

Kim Kaal Energy Liaison DOW 6060 Broadway Denver, CO 80216

Similarly, Rule 306.d.(1)B requires the Commission to consult with the Colorado Department of Public Health and Environment (CDPHE) when an operator requests a modification of an existing Commission order to increase well density to more than one well per 40 acres. Operators should direct all documents submitted in this regard to:

Kent Kuster
Oil & Gas Consultant Coordinator
CDPHE
4300 Cherry Creek Drive South
Denver, CO 80246-1500

♦ Public Outreach Opportunities

On June 22, 2011, Dave Andrews, Western Colorado Engineering Supervisor, Dave Kubeczko, Western Colorado Location Assessment Specialist, and Kris Neidel, Northwest Colorado Field Inspector, attended a presentation by Quicksilver Resources, Inc. in Craig, CO. The presentation pertained to the operator's ongoing drilling activities near Craig. While COGCC staff did not present at the meeting, they visited the operator's active drilling location prior to the meeting and participated in a question and answer session with the public and local government officials following the presentation.

Onsite Inspection Policy

The COGCC has received a total of 146 requests for onsite inspections to date under the Policy For Onsite Inspections On Lands Where The Surface Owner Is Not A Party To A Surface Use Agreement Policy, effective for Applications for Permits-to-Drill (APDs) submitted after February 15, 2005.

Thirty-two onsite inspections have been conducted, while 97 requests for inspections have

been withdrawn. Sixteen onsite inspections are pending and will be scheduled, if necessary, after the Application for Permit-to-Drill (APD) is received, or after issues related to local governmental designee consultation, location change, or surface use agreements are resolved.

Of the 146 requests for onsite inspection, 80 were for locations in Weld County, 26 in Las Animas County, 9 in Adams County, 7 in La Plata County, 5 in Garfield County, 3 each in Archuleta, Boulder, Logan, and Yuma Counties, 2 in Morgan County, and 1 each in Baca, Cheyenne, Kiowa, Larimer, and Washington Counties.

COGCC staff have attended on-site meetings to facilitate communication between the parties and to minimize impacts to the surface owner through voluntary measures implemented by the operator in instances where surface owners have requested Onsite Inspections beyond the 10 business-day window provided for in the Policy, and where there is a dispute between parties regarding the date of the Rule 306 consultation.

In addition to the Onsite Inspection Policy, onsite inspections are being conducted in the San Juan Basin under Cause 112, Order Nos. 156 and 157. These are cases where an Onsite Inspection was required because an APD was submitted without a surface use agreement.

Plugging and Reclaiming Abandoned Wells (PRAW) - Project Status

On pages 14 and 15 are spreadsheets listing PRAW projects for Fiscal Year 2010-2011 and Fiscal Year 2011-2012 that are planned (work has not yet commenced, awaiting cost estimates), in progress (bids have been solicited and some field work may have been performed), or completed.

♦ September 2011 Hearing Docket

A docket for the September 2011 hearing will be available shortly after the August hearing. Hearing dockets are available on our website by clicking on "Hearings." Links to the notices and hearing applications are available from the Docket Number and Applicant, respectively. To sign up for e-mail notification of hearing notices

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and applications, please see the announcement and instructions on the homepage of the COGCC website at: www.colorado.gov/cogcc.

◆ <u>Colorado Oil and Gas Information System</u> ("COGIS")

COGIS is made up of many different components that are used by the COGCC, staff, industry, government agencies and many others.

Internet

The COGCC determined it was most cost effective to develop applications and information in an Internet-available format. This allows for the same tools to be utilized in different environments, thus eliminating the re-creation of applications. The Internet connection was moved to a new network structure which provides a much more secure environment. The following are tabs on the Internet menu bar:

* General

This page has links to basic information concerning the COGCC, its function, and oil and gas development in Colorado.

* Contacts

This page has links to people and agencies that are involved with oil and gas regulation and related issues in the state. The page also contains phone lists and geographic areas of responsibility for COGCC staff.

* Library

This page contains links to documents resulting from COGCC studies, activity reports, and statistical downloads. The annual statistics and the weekly/monthly statistics are available here.

* Hearings

This page has links to the current and previous hearing schedules, which allow for review of the dockets, agendas, applications and their outcome. It also has information that is useful when considering filing an application for hearing or finding information about Commissioners.

* Rules

This page contains links to the COGCC statute, Rules and Regulations, and policies.

* Policies

This page contains links to COGCC policies.

Orders

This application provides searchable capability of the COGCC's orders. The search by location is still under construction as we create the map layers for all spacing orders.

* Forms

All forms are available as Adobe Acrobat documents that can be downloaded, completed, printed and mailed; some are available as Excel and Word documents. Some example and instruction documents are viewable. The forms used by operators to submit information on location of wells and completion reports have been modified to accept latitude and longitude data. Eventually, online forms will be available here, but the exact time frame is unknown.

Staff Report

Current and previous staff reports are viewable here.

* Permits

This application shows the last 12 months of approved permits and current pending permits; it may be filtered by county.

* News/Media

This category provides general information to the media. It contains statistics, charts, graphs, and other items of interest.

* Database

This application enables users to query well, production, and operator information. These queried databases contain the most current set of data and are updated throughout the day.

* Local Gov

This application provides database searches for local government contact information and oil and gas activity within a selected area.

* Images

This application is an interface to the COGCC's historical paper files. All well files, logs, and hearing files have been scanned. This application is not user friendly and the preferred method is to use the database queries and click on the "docs" icon for wells and other facilities, or to use the Orders application.

* Maps

The Maps tab takes interested parties to the





COGCC GIS Online page. From that page an Interactive map of the State of Colorado can be accessed by clicking on View Map. GIS specialists can also download GIS Shapefiles from a link on the GIS Online page. The COGCC is grateful to the many agencies that have contributed data to our GIS Online map, including BLM, State Land Board, Division of Water Resources, Colorado Geologic Survey, CDPHE, NRCS, and others.

The Interactive map (GIS Online) was designed to display COGCC well data, field boundaries, spacing orders, special rule areas, and other COGCC data along with more than 100 other map layers that are relevant to oil and gas operations. The map has proven to be a valuable tool for oil and gas permitting, and for researching COGCC's oil and gas data repository. Some of the more important layers are:

- Oil and Gas Wells All wells in the State displayed as red dots on the map; a double click on any point opens the electronic informational "scout card" for that well.
- 2. Directional Bottomhole Locations Points with leader lines to actual and planned bottomhole locations.
- 3. Permits All valid oil and gas well permits in the State.
- Pending Permits/Pending 2A Locations Permit and Location applications that are currently under review by COGCC Staff.
- 5. Field Boundaries Polygon outlines of field boundaries.
- Water Wells Water well locations as mapped by the Division of Water Resources (DWR); this layer is updated monthly by DWR.
- 7. DOW Sensitive Wildlife Habitats and Restricted Surface Occupancy Areas.
- 8. Rule 317B Surface water, source water protection areas as mapped by CDPHE.
- 9. BLM data including Exploratory

Units, Participating Areas, Subsurface Authority, Oil and Gas Leases, Lease Stipulations, etc.

- 10. State Land Board active leases.
- 11. Many Base Layers including roads, cities, towns, geology, soil surveys, topographic maps, and 2009 aerial photographs.

A second interactive map called "Wildlife Map" is also available for those who need to view specific wildlife activity or species information along with oil and gas well data.

GIS Shapefiles that are available for download include: Well locations, Directional Bottom Hole locations, Oil and Gas Field Boundary polygons, Facilities locations (primarily pits), DOW Wildlife Habitats, Rule 317B Buffers, and a few other area-specific shapefiles.

Currently, GIS Staff are reviewing "As Drilled" location submittals for accuracy, and are completing development of a new version (MapGuide 2010) of the Interactive Map. The new version is available internally to staff and should be available to the public sometime this month.

Completed formations were added to Internet Map and the Fields Polygon shapefile in July 2011.

* Help

In December 2008, two search tools were added to the Help menu to be used in conjunction with the map layers that were added for the Final Amended Rules.

The Oil & Gas Activity Notification Tool allows a user to enter a section-townshiprange of interest which returns a table identifying which quarter-quarter sections are subject to Rule 317B, RSO areas, or SWH requirements. The user can then click on a link, which opens the map, and zoom to the section of interest for further inspection.

The Map Temporary Coordinated Tool allows the user to enter a latitude and longitude to view on the map. The user can then turn on the relevant map layers to see which layers intersect the entered coordinates.



A tutorial document for the COGCC Interim Policy for APDs is posted in the Help area and the homepage of the website. This document helps explain the interim process that the COGCC used for processing APDs until the Final Amended Rules took effect. Included in the document are explanations on how to use the new tools and map layers that have been developed for the Final Amended Rules.

The COGCC, with assistance from the Ground Water Quality Protection Council, has produced two Macromedia Flash movies to help users understand the many features available within the COGCC GIS Online system. The movies are located by clicking on the HELP link from the main menu or by using the following link: http://colorado.gov/cogcc/COGIS_Help/Help.asp.

Two applications on the COGCC website are available to help operators with the entering of data relating to locations. The first, a Footage calculator, will take a new latitude and longitude and calculate new footage calls based on the location supplied at the time of permitting. The tool should only be used to compare locations where latitude and longitude were supplied on the permit as required by the December 1, 2005, rule change. The second application converts latitude and longitude as measured in degrees, minutes, and seconds into decimal degrees. The decimal degree format is what COGIS is expecting on all forms requiring lat/long coordinates.

The eForm Training Manual has been updated to include all of the forms available within the system. It can be found at http://cogcc.state.co.us/COGIS_Help/eFormtraining/eFormTraining.htm. A document explaining the Local Government Designee process in eForm is now available in the Help section.

Local Area Network

COGCC staff are connected to services by a Local Area Network ("LAN") connection which provides email and data-sharing capabilities. The LAN is connected to the Centennial Building at 1313 Sherman Street by a wireless interface; this connection provides access to the Internet and other state services. COGCC staff utilize the same ap-

plications in their work as Internet users, in addition to others outlined below.

* Database

The COGCC maintain a comprehensive database of regulated facilities (wells, pits, injection sites), incidents (inspections, complaints, spills), and affiliations (companies and contacts).

* Imaging

This application provides the capability to convert the paper documents received by the COGCC to electronically available documents.

* Form Processors

This set of applications allows users to input, route, edit, and update regulatory reports submitted by oil and gas operators.

* eForm

This application utilizing the same code base that industry uses to submit Applications for Permits-to-Drill (Form 2) and Oil and Gas Location Assessment Form (Form 2A), is being used by staff to input, route, edit, and update these forms internally.

* Geographic Information Systems (GIS) These applications provide the capability to create custom maps, convert survey calls to geographic coordinates, and convert and utilize geographic positioning system (GPS)

The GIS Administrator creates daily updates for the Internet map data downloads.

COGIS Tools

This set of applications allows COGCC staff to correct data in the database in addition to performing specialized workflow administration.

Remote Users

This is the final component of the COGIS system. This laptop system consists of Internet applications and other report tools necessary for COGCC field staff to facilitate data collection and provide information.

Electronic Business

There are approximately 200 operators reporting production electronically.

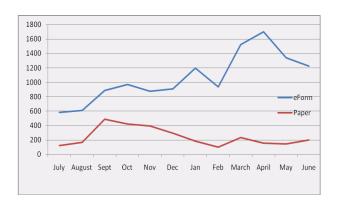




♦ COGIS Projects, Updates and Changes

Electronic Form Submissions (eForm)

TOTAL ELECTRONIC FORM SUBMITTALS
JULY 2010—JUNE 2011



The acceptance of electronic filing has allowed for the reduction in staff time in data entry and scanning. It is estimated that for each form that is now submitted electronically, there is a savings of almost 30 minutes in staff time involved in getting the data into the COGIS system for review.

The development of the Form 10, Certification of Clearance and/or Change of Operator, is underway. The project kickoff meeting was held and the IT staff is working to set the schedule for the deliverables. The initial design of the form is progressing and IT hopes to have the first prototype to the staff for testing by late July or early August.

The field testing of the eForm for the Field staff Inspection Form is underway. The IT staff is setting a mid-to-late summer release date for the project for the entire field staff. The goal of the project is to allow the field staff to be able to fill out forms in the field and then upload them back to the database when they connect to the network.

As forms are released on eForm, updates to the PDF forms on our website have not occurred. COGCC Staff are currently starting to update the PDF forms that are available for paper submissions. We are looking at early fall to have all PDF forms current with the electronic forms.

Along with the eForm system, a page is available where the operators can review all known bugs within the system and report any new ones they discover.

The public can make comments on all submitted Oil and Gas Location Assessment (OGLA) forms (Forms 2A) through the eForm system. This is accomplished by going to the COGCC website (http://www.colorado.gov/cogcc) and clicking on the menu option, "Permits", (or http://cogcc.state.co.us/COGIS/DrillingPermits.asp).

On the COGIS-Permits page, two search options are available for OGLA forms, "All Pending Location Assessments for" and "All Approved Location Assessments for." When the results are displayed for forms in process, the public can click on the document number, which logs the user onto the new eForm application. Once the page is displayed with the selected document, the user can select the Comment button to make a comment on that particular form. The public can use this same method to make comments on APDs (Form 2s).

For any operator not currently enrolled in eForm, instructions for starting the process can be found at http://cogcc.state.co.us/ Announcements/COUAInformation.pdf

Rulemaking Activity Page

The Final Amended Rules (December 2008) have been published and posted to the COGCC's website homepage at: http://www.colorado.gov/cogcc. The pages associated with rulemaking activity, including numerous documents filed, public comments, and audio recordings of the proceedings are still available.

LAS File Upload

All digital well logs submitted to the COGCC over the Internet are to be in LAS (log ASCII) format. In addition to the LAS file, a paper log file is still required. Additionally an operator can submit the same log file in a PDS format, but the PDS format cannot replace the LAS requirement. To submit digital well logs over the Internet, an application must be completed. The application is available from the "Forms"



page on the COGCC website http://www.colorado.gov/cogcc. To utilize the system, the operator will need to submit a Designation of Agent Form, Form 1A. COGCC staff are working with operators and logging companies to gain compliance with the digital log submission requirement. The rule still requires the operator to submit a paper copy of each well log (Rule 308A). All operators are required to be in compliance with this Rule for all wells completed since July 2004.

Spacing Orders Project

The spacing orders project has been completed for the first pass through the state. As new orders are issued, the map layers will be updated.

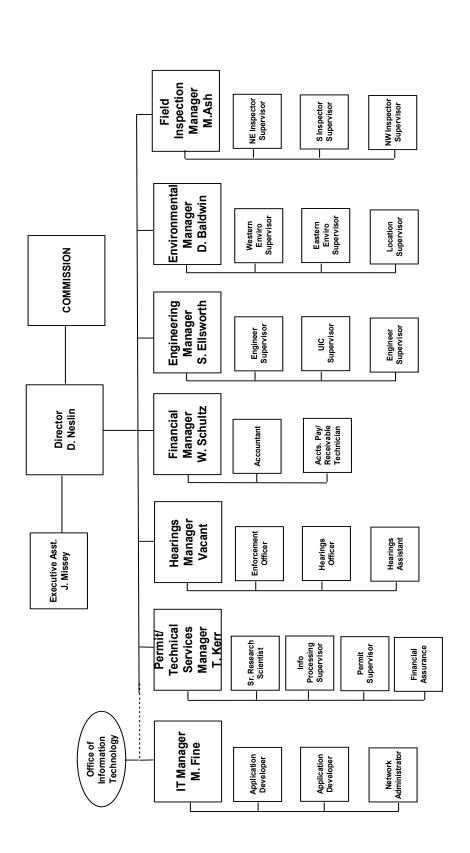
Historic Wells Mapping Project

COGCC's GIS staff obtained historic maps of the Florence Oil Field and had well locations converted to GIS formats. The GIS layer was added to the Field Inspectors' laptops so that they can look for these old wells on the ground. Any old wells located will be added to the COGCC database and evaluated for further actions, if necessary. A 1927 Map Image of the Boulder Oil Field was added to the Internal map to assist in identifying historic wells in the area.

VIII. VARIANCES

Pioneer Natural Resources USA Inc. has been granted a variance from final drilling pit reclamation at the Sciacca H 32-18, 05-071-07710, located SW¼ NE¼, Section 18, Township 31 South, Range 64 West, 6th P.M. in Las Animas County. This is an abandoned location where the drill pit was constructed but never used. It is being left at the landowners request as a shallow depression to collect water for livestock and or wildlife.

COLORADO OIL & GAS CONSERVATION COMMISSION

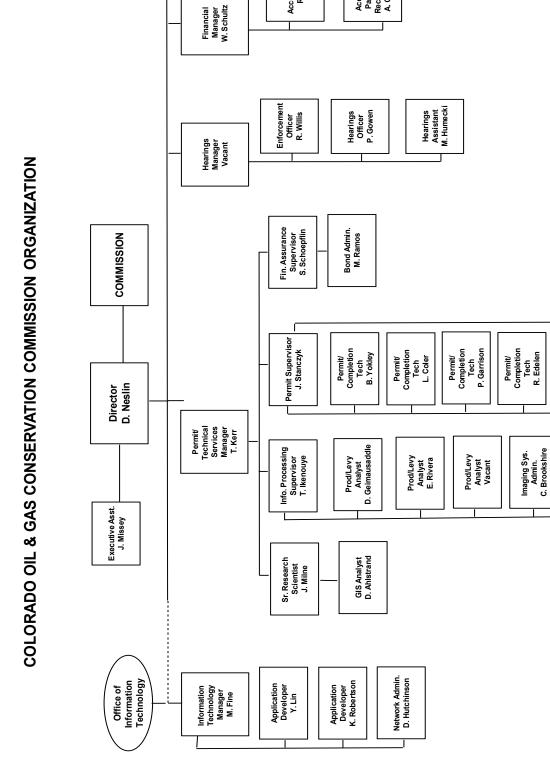


See the next two pages for details

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EPS = Environmental Protection Specialist
GIS = Geographic Information System
Physical Science Research Scientist
Prod = Production
C. Sundseth

Permit/ Completion Tech N. Prince

Permit/ Completion Tech B. Westerdale

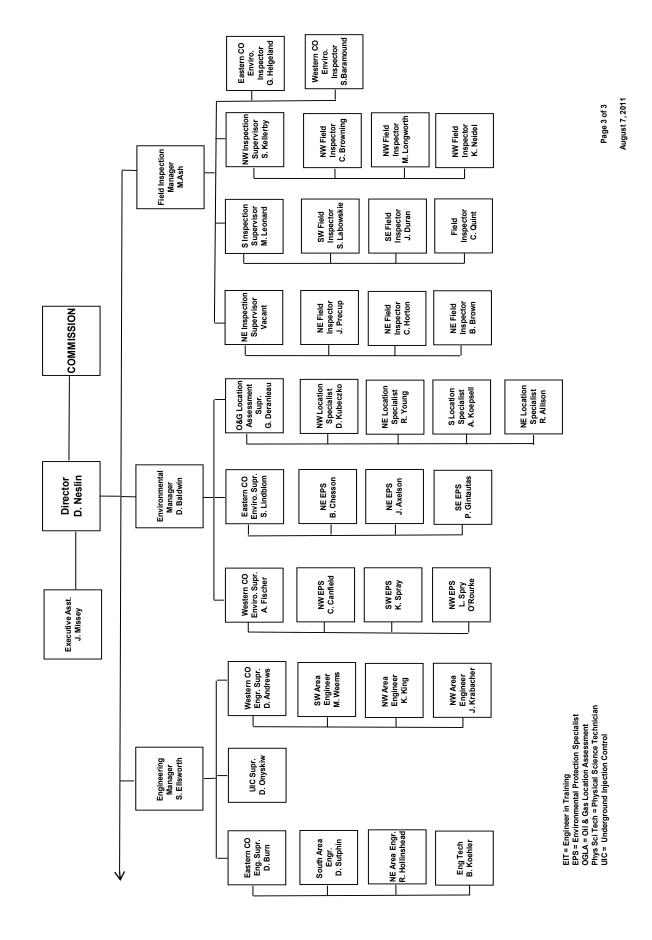
Permit/ Completion Tech D. Sharp

Permit Completion Tech S. Freeman

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COLORADO OIL & GAS CONSERVATION COMMISSION ORGANIZATION



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				DESCRIPTION	Plug and abandon well. Project has been postponed.				DESCRIPTION	Complaint. Two wells have been plugged. Plug and abandon two remaining leaking wells. Work is in progress.				DESCRIPTION	Project is completed.	Initial stage of project is completed.					
တ			URES	TOTALS	\$	\$		URES	TOTALS	\$115,378	\$115,378	11050	UNES	TOTALS	\$668	\$104,115	\$105,110	URES	TOTALS	\$220,488	
LOCATION			D EXPENDIT	₩5	0\$	0\$		D EXPENDIT	EMGY	\$488	\$488	FVDENDI	U EAPENUII	EMGY	0\$	0\$	0\$	D EXPENDIT	YOME	\$488	
ORPHANED			FY 2010-2011 YTD EXPENDITURES	PRAW	0\$	\$0		FY 2010-2011 YTD EXPENDITURES	PRAW	\$114,890	\$114,890	STOLITIONS OF VENERAL PERSONS AND VENERAL PERS	11 1107-010	PRAW	966\$	\$104,115	\$105,110	FY 2010-2011 YTD EXPENDITURES	PRAW	\$220,000	
JECTS FOR			FY2	BOND	0\$	S		FY2	BOND	S	0\$	2	71.1	BOND	0\$	0\$	0\$	FY2	BOND	S	
PLUGGING, ABANDONMENT, AND WELL RECLAMATION PROJECTS FOR ORPHANED LOCATIONS	FISCAL YEAR 2010-2011		COST	TOTALS	\$100,000	\$100,000		COST	TOTALS	\$275,880	\$275,880	TaCo	1600	TOTALS	\$5,000	\$90,403	\$95,403	STSO	TOTALS	\$471,283	
WELL RECL	FISCAL Y		- PROJECT	YOME	0\$	0\$		- PROJECT	EMGY	\$180,000	\$180,000	TO ICO	- ראטבעו	EMGY	0\$	0\$	0\$	PROJECT (YOME	\$180,000	
NMENT, AND			ESTIMATED TOTAL PROJECT COST	PRAW	000'56\$	\$95,000		ESTIMATED TOTAL PROJECT COST	PRAW	\$95,880	\$95,880	COTIMATED TOTAL DBO ICOT OCC	MAIED IOIA	PRAW	000'\$\$	\$90,403	\$95,403	ESTIMATED TOTAL PROJECT COSTS	PRAW	\$286,283	
NG, ABANDC			EZI	BOND	\$5,000	\$5,000		ESI	BOND	0\$	\$0	E OL	3	BOND	\$0	0\$	\$0	ESI	BOND	\$5,000	
PLUGGI				PROJECT NAME	JYNNIFER #1 ABANDONMENT (BOND CLAIM)	-= LOTALS			PROJECT NAME	DEBEQUE ORPHANS ABANDONMENT - PLUGGING AND ABANDONMENT	<= \$101ALS =>			PROJECT NAME	UNITED OIL #346	DEBEQUE ORPHANS ABANDONMENT - EARTHWORK CONST. AND RECL.	10TALS =>			GRAND TOTALS =>	
				TYPE	PLUG				TYPE	PLUG				TYPE	REC	PLUG					
		PLANNED		COUNTY	RIO GRANDE		IN PROGRESS		COUNTY	MESA		COMPLETED		COUNTY	FREMONT	MESA					

Oil & Gas Staff Report



Plug and abandon two conductor pipes and one well and reclaim the pad including a drilling pit. Reclaim five well pads, plug and abondone four conductor pipes, Additional reclamation work will be performed after the Pasture Two wells have been plugged. Plug and abandon possible salt kill Considerable earth work two remaining leaking wells. Work is in progress Project is completed. Awaiting final invoice Two small areas of no crop growth in wheat in wheat field, DESCRIPTION DESCRIPTION DESCRIPTION Large area in grass has not revegetated Plug abandoned wells in Florence area well is plugged, possible re-seeding Pump jack pad, cable, poor growth Plug and abandone old wells. Excess material, needs re-seeding Jump jack pad, risers, subsidance and plug and abandon three wells. Salt kill, oily soil, pit, risers, road Plug and abandon well.
Salt kill, erosion, concrete. (
Salt kill, erosion, pipe Salt kill, excess material. Wellhead, riser, fuel line Salt kill, erosion, pipe Salt kill, erosion, pipe Excess material Complaint. FY 2010-2011 YTD EXPENDITURES

ND PRAW EMGY TOTALS TOTALS TOTALS TOTALS 8888 \$ \$0\$ 80 \$ 0\$ \$ S 888888888 S S \$ S S S FY 2010-2011 YTD EXPENDITURES FY 2010-2011 YTD EXPENDITURES FY 2010-2011 YTD EXPENDITURES PLUGGING, ABANDONMENT, AND WELL RECLAMATION PROJECTS FOR ORPHANED LOCATIONS FISCAL YEAR 2011-2012 EMGY EMGY EMG√ S 8888 \$0 8 8 8888 8 S 8 8 တ္တ \$ 8888 \$ \$0 \$ S S \$ PRAW PRAW PRAW \$0 \$0 8 **20** 80 80 80 \$0 80 \$00 \$0 \$0 \$0 \$0 \$0 \$0 \$0 \$0 \$0 \$ **20** \$0 BOND BOND BOND BOND 88888 \$ S 8888 8 \$0 \$ 8 S S 08 08 08 08 \$0 \$ S S **2**€ \$ \$50,000 **\$50,000** ESTIMATED TOTAL PROJECT COSTS

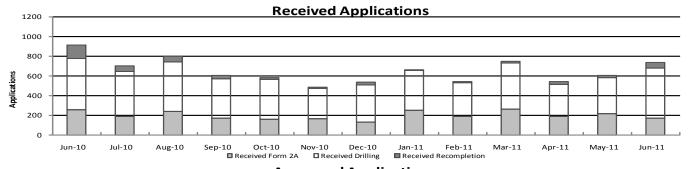
ND PRAW EMGY TOTALS \$179,512 \$338,231 TOTALS TOTALS \$179,512 TBD TBD TBD TBD TBD TBD TBD 图 ESTIMATED TOTAL PROJECT COST ESTIMATED TOTAL PROJECT COST ESTIMATED TOTAL PROJECT COST \$179,512 \$179,512 Project Types: "PLUG" indicates plugging and abandonment, "REC" indicates reclamation, and "ENV" indicates environmental EMGY EMGY EMG≺ S S 8888 \$0 \$ 8 8 8 S \$0 \$ S \$ 8 8 \$ \$0\$ 80 S S S PRAW \$20,000 PRAW \$63,719 \$43,719 ED I 999 130 TBD TBD 130 \$ \$0 BOND BOND \$30,000 BOND \$30,000 \$65,000 \$95,000 \$30,000 \$0 \$0 \$0 \$ \$0 \$0 \$0 \$0 \$ \$0 \$0 \$0 \$0 \$0 8 PRAW: indicates funding by the Plugging and Reclaiming Abandoned Wells line item TOTALS => DEBEQUE ORPHANS ABANDONMENT - PLUGGING TOTALS => rotals => GRAND TOTALS => BISCUIT RANCH 10-31D AND BRO3-03B AND COGCC KOENIG-ASHBY #1 SINCLAIR OIL & GAS COMPANY L HISCOCK DEBEQUE ORPHANS ABANDONMENT CULVERWELL AND ELDON GERBER EARTHWORK CONST. AND RECI R E LECKLER, LECKLER CHIVINGTON GRZNG 1 A CHIVINGTO GRZNG 2 MARTIN-LEFLER 3A RIDWEWAY WELLS PETROWSKY
BAUGHMAN FARMS 1ERMSTING 1-28 AND ABANDONMENT MULVIHILL 15-32D GOLDEN HAMMER PROJECT NAME PROJECT NAME PROJECT NAME THOMAS A L#1 EMGY: indicates funding by the Emergency Response line item HUEY #1 HUEY #2A LEPEL 1-2 HUEY #5 HUEY #9 HUEY #20 HUEY #31-PLUG TYPE PLUG PLUG PLUG REC REC PLUG TYPE REC Jpdated July 28, 2011 CHEYENNE GARFIELD MORGAN IN PROGRESS COUNTY COUNTY MORGAN COUNTY LOGAN MORGAN MORGAN MORGAN KIOWA KIOWA LA PLATA LOGAN MOFFAT COMPLETED WELD BACA BACA BACA BACA MESA MESA PLANNED

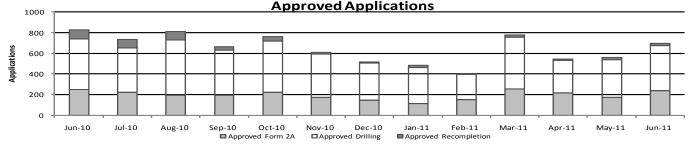


Colorado Oil & Gas Conservation Commission <u>Monthly Permit Activity</u>

	Backlog	Received	Approved	Withdrawn	Rejected	Incomplete	In-Process	Remaining
Form2A								
Jun-10	267	253	251	7	0	34	228	262
Jul-10	262	185	222	2	0	23	200	223
Aug-10	223	239	198	9	0	21	234	255
Sep-10	255	166	196	1	0	52	172	224
Oct-10	224	160	221	2	0	28	133	161
Nov-10	161	162	171	13	0	16	123	139
Dec-10	139	128	144	2	0	25	96	121
Jan-11	121	249	112	4	0	37	217	254
Feb-11	254	184	150	7	0	50	231	281
Mar-11	281	260	258	6	0	80	197	277
Apr-11	277	188	218	6	0	80	161	241
May-11	241	212	171	10	0	88	184	272
Jun-11	272	169	239	4	0	60	138	198
<u>Drilling</u>								
Jun-10	604	521	490	4	0	90	541	631
Jul-10	631	460	432	15	0	76	568	644
Aug-10	644	503	532	11	0	57	547	604
Sep-10	604	403	437	3	0	123	444	567
Oct-10	567	401	500	3	0	79	386	465
Nov-10	465	308	421	18	0	39	294	334
Dec-10	334	379	361	4	0	68	280	348
Jan-11	348	405	351	7	0	114	281	395
Feb-11	395	343	249	3	0	113	373	486
Mar-11	486	470	499	3	0	129	325	454
Apr-11	454	326	314	7	0	129	330	459
May-11	459	369	367	15	0	142	304	446
Jun-11	446	507	436	2	0	99	416	515
<u>Recompletion</u>								
Jun-10	47	139	89	3	0	3	91	94
Jul-10	94	54	81	1	0	4	62	66
Aug-10	66	57	81	0	0	8	34	42
Sep-10	42	33	31	3	0	7	34	41
Oct-10	41	21	41	2	0	7	9	19
Nov-10	19	14	19	4	0	2	8	10
Dec-10	10	26	12	0	0	4	20	24
Jan-11	24	8	23	2	0	5	2	7
Feb-11	7	15	2	0	0	8	12	20
Mar-11	20	18	23	0	0	1	14	15
Apr-11	15	26	15	1	0	0	25	25
May-11	25	20	25	0	0	3	17	20
Jun-11	20	61	22	0	0	3	56	59









Colorado Oil and Gas Conservation Commission Status of Permit Applications Filed By Month July 29, 2011

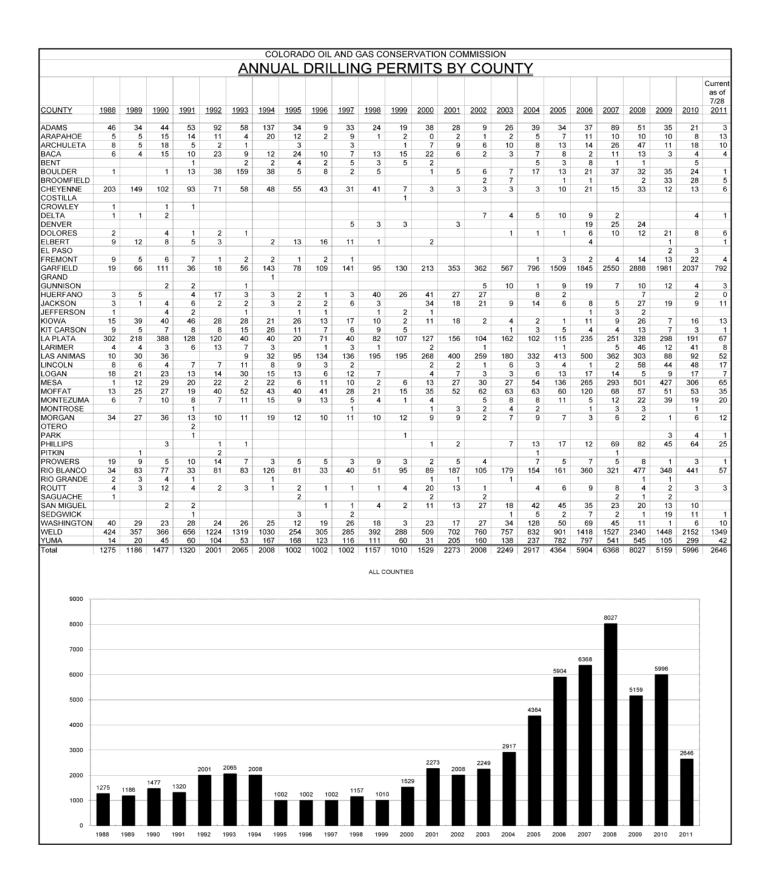
Form 2A Location Assessment

							Median			Greater
						Percent In	Days to	Less Than	30 to 49	Than 50
Year	Month	Received	Approved	Withdrawn	In Process	Process	Process	30 Days	Days	Days
2010	1	225	206	17	0	0%	36	153	27	26
2010	2	236	222	14	0	0%	41	169	39	14
2010	3	283	272	11	0	0%	36	197	58	17
2010	4	279	273	6	0	0%	34	176	76	21
2010	5	195	190	5	0	0%	31	76	93	21
2010	6	258	254	4	0	0%	28	177	58	19
2010	7	187	179	8	0	0%	36	64	98	17
2010	8	218	212	6	0	0%	35	113	64	35
2010	9	185	184	1	0	0%	27	123	54	7
2010	10	165	158	7	0	0%	27	112	35	11
2010	11	163	160	3	0	0%	26	118	36	6
2010	12	126	123	3	0	0%	28	81	24	18
2010	Total	2520	2433	85	0			1559	662	212
2011	1	236	234	2	0	0%	26	147	58	29
2011	2	174	163	11	0	0%	29	99	35	29
2011	3	281	269	8	4	1%	27	198	42	29
2011	4	189	171	6	12	6%	27	112	30	29
2011	5	211	196	13	1	0%	28	126	57	13
2011	6	184	150	0	34	18%	23	135	15	0
2011	7	207	14	4	189	91%	21	14	0	0
2011	Total	1482	1197	44	240	16%		831	237	129

Form 2 Application For Permit to Drill (APDs)

				1-1			Median			Greater
						Percent In	Days to	Less Than	30 to 49	Than 50
Year	Month	Received	Approved	Withdrawn	In Process	Process	Process	30 Days	Days	Days
2010	1	460	424	36	0	0%	44	24	221	188
2010	2	438	426	11	0	0%	51	13	255	163
2010	3	943	923	20	0	0%	50	67	340	571
2010	4	659	642	17	0	0%	38	102	455	147
2010	5	354	339	15	0	0%	41	75	209	94
2010	6	555	549	6	0	0%	36	268	290	125
2010	7	467	459	8	0	0%	42	99	268	123
2010	8	493	487	6	0	0%	39	220	194	144
2010	9	420	419	1	0	0%	37	175	221	62
2010	10	395	380	15	0	0%	29	212	147	40
2010	11	323	320	3	0	0%	26	215	79	39
2010	12	384	378	6	0	0%	26	290	60	48
2010	Total	5891	5746	144	0	0%		1760	2739	1744
2011	1	380	371	7	0	0%	25	235	106	40
2011	2	337	334	3	0	0%	29	183	114	51
2011	3	466	450	11	5	1%	27	327	67	77
2011	4	347	325	8	14	4%	27	174	117	58
2011	5	364	352	9	2	1%	29	196	144	33
2011	6	513	433	1	79	15%	25	424	59	1
2011	7	459	33	3	423	92%	21	37	0	0
2011	Total	2866	2298	42	523	18%	183	1576	607	260









Colorado Oil and Gas Conservation Commission Form 2A Breakdown By County By Year July 29, 2011

		İ			Infor-	Requires	New				
Yr	County	Form2As	Completed	In Process		Approval	Location	CDP	SWH	RSO	CDPHE
2009	Total State	818	818	0	728	108	408	2	80	5	5
2010	ADAMS	7	7	0	8	1	7	0	0	0	C
2010	ARAPAHOE	8	8	0	8	0	4	0	0	0	
2010	ARCHULETA	6	6	0	3	4	4	0	6	0	
	BACA	3	3	0	3	0	2	0	0	0	
2010	BENT	6 7	6 7	0	5	1	6	0	0	0	
2010	BOULDER BROOMFIELD	11	11	0	6 11	0	0	0	1 0	0	2
2010	CHEYENNE	11	11	0	11	0	8	0	0	0	
2010	DELTA	3	3	0	3	0	2	0	0	0	C
2010	DOLORES	4	4	0	3	1	2	0	1	0	C
2010	EL PASO	3	3	0	3	0	3	0	0	0	
2010	FREMONT	19	19	0	19	0	15	0	0	0	C
2010	GARFIELD GUNNISON	170 6	170 6	0	2 0	170 8	83 8	0	140 4	11 1	4
	HUERFANO	1	1	0	1	0	1	0	0	0	
2010	JACKSON	10	10	0	3	7	3	0	8	1	C
2010	KIOWA	12	12	0	12	0	10	0	0	0	C
2010	KIT CARSON	3	3	0	3	0	2	0	0	0	C
2010	LA PLATA	48	48	0	26	25	15	0	35	0	3
2010	LARIMER	20	20	0	20	1	9	0	0	0	1 2
2010	LAS ANIMAS LINCOLN	66 46	66 46	0	73 47	1 0	39 40	0	0	0	1
2010	LOGAN	4	4	0	15	0	12	0	0	0	C
	MESA	47	47	0	0	50	23	0	22	1	C
2010	MOFFAT	44	44	0	19	25	20	0	25	3	C
2010	MONTEZUMA	9	9	0	6	4	7	0	5	0	
2010	MORGAN	10	10	0	6	4	10	0	0	0	
2010	PARK PHILLIPS	47	3 47	0	3 47	0	2 32	0	0	0	2
2010	PROWERS	3	3	0	3	0	3	0	0	0	C
2010	RIO BLANCO	60	60	0	0	60	34	0	42	1	1
2010	ROUTT	4	4	0	0	4	3	0	4	1	C
2010	SAN MIGUEL	9	9	0	5	4	0	0	9	0	1
2010	SEDGWICK	11	11	0	11	0	1	0	0	0	
2010	WASHINGTON WELD	1394	6 1393	0	6 1173	0 265	5 984	0	0 25	0	36
2010	YUMA	257	256	0	260	1	202	0	0	0	2
2010	Total State	2378	2376	0	1824	637	1601	0	327	22	55
	ADAMS	2	2	0	1	1	2	0	0	0	0
	ARAPAHOE	14	12	2	12	0	14	0	0	0	
2011	ARCHULETA	5 4	2 4	3	3	4 1	3	0	7	0	0
2011	BOULDER	6	2	4	1	1	3	0	0	0	1
2011	BROOMFIELD	1	1	0	1	0	0	0	0	0	0
2011	CHEYENNE	8		2	6	0	6	0	0	0	0
	DOLORES	1	1	0	1	0	0	0	0	0	0
	ELBERT	1	1	0	1	0	1	0	0	0	0
2011	FREMONT GARFIELD	11 80	3 67	8 13	3 0	67	8 30	0	0 67	0 8	0
	GUNNISON	5	4	13	0	67 4	30	1	4	0	1 0
	HUERFANO	1	0	0	1	0	1	0	0	0	0
	JACKSON	7	7	0	2	5	6	0	5	0	0
				L		اد	U			0	0
	KIOWA	14	13	1	12	1	13	0	1		
2011	KIT CARSON	14 1	13 1	1 0	12 1	1 0	13 0	0	0	0	0
2011 2011	KIT CARSON LA PLATA	14 1 18	13 1 14	1 0 4	12 1 2	1 0 18	13 0 13	0 0	0 22	0 0	0
2011 2011 2011	KIT CARSON LA PLATA LARIMER	14 1 18 7	13 1 14 7	1 0 4 0	12 1 2 7	1 0 18 0	13 0 13 7	0 0 0	0 22 0	0 0 0	0
2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER LAS ANIMAS	14 1 18 7 51	13 1 14 7 41	1 0 4 0 10	12 1 2 7 42	1 0 18	13 0 13 7 30	0 0 0	0 22 0 1	0 0 0	0
2011 2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER	14 1 18 7	13 1 14 7	1 0 4 0	12 1 2 7	1 0 18 0	13 0 13 7	0 0 0	0 22 0	0 0 0	0 0
2011 2011 2011 2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER LAS ANIMAS LINCOLN LOGAN MESA	14 1 18 7 51 22 9	13 1 14 7 41 16 9	1 0 4 0 10 6 0	12 1 2 7 42 15 9	1 0 18 0 0 0 1 0	13 0 13 7 30 17	0 0 0 0 0	0 22 0 1 0 0	0 0 0 0	0 0 0 1 0 0
2011 2011 2011 2011 2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER LAS ANIMAS LINCOLN LOGAN MESA MOFFAT	14 1 18 7 51 22 9 12 26	13 1 14 7 41 16 9 9	1 0 4 0 10 6 0	12 1 2 7 42 15 9	1 0 18 0 0 0 1 1 0 9	13 0 13 7 30 17 7 10	0 0 0 0 0 0	0 22 0 1 0 0 0 6	0 0 0 0 0 0	0 0 1 0 0
2011 2011 2011 2011 2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER LAS ANIMAS LINCOLN LOGAN MESA MOFFAT MORGAN	14 1 18 7 51 22 9 12 26	13 14 7 41 16 9 9	1 0 4 0 10 6 0 3 12	12 1 2 7 42 15 9 0 2	1 0 18 0 0 0 1 0 9 9	13 0 13 7 30 17 7 10 22 6	0 0 0 0 0 0	0 22 0 1 0 0 0 6 22	0 0 0 0 0 0	0 0 1 0 0
2011 2011 2011 2011 2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER LAS ANIMAS LINCOLN LOGAN MESA MOFFAT MORGAN PARK	14 18 7 51 22 9 12 26 6	13 14 7 41 16 9 9 14 6	1 0 4 0 10 6 0 3 12 0	12 1 2 7 42 15 9 0 2 6	1 0 18 0 0 0 1 0 9 12 0	13 0 13 7 30 17 7 10 22 6	0 0 0 0 0 0	0 22 0 1 0 0 0 6 22	0 0 0 0 0 0 0	
2011 2011 2011 2011 2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER LAS ANIMAS LINCOLN LOGAN MESA MOFFAT MORGAN PHILLIPS	14 18 7 51 22 9 12 26 6	13 1 14 7 41 16 9 9 9 14 6	1 0 4 0 10 6 0 3 12 0 0	12 2 7 42 15 9 0 2 6 1	1 0 18 0 0 1 1 9 12 0 0	13 0 13 7 30 17 7 10 22 6 0	0 0 0 0 0 0 0	0 22 0 1 0 0 0 6 22 0	0 0 0 0 0 0 0 0	
2011 2011 2011 2011 2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER LAS ANIMAS LINCOLN LOGAN MESA MOFFAT MORGAN PARK PHILLIPS PROWERS	14 1 18 7 51 22 9 12 26 6 1 1 43	13 1 14 7 41 16 9 9 14 6 1 1 24	1 0 4 0 10 6 0 3 12 0 0	12 2 7 42 15 9 0 2 6 1 1 26	10 0 18 0 0 0 1 0 0 0 0 0 0 0 0 0 0 0 0	13 0 13 7 30 17 7 10 22 6 0 40	0 0 0 0 0 0 0 0	0 22 0 1 0 0 0 22 0 0	0 0 0 0 0 0 0 1 0 0	
2011 2011 2011 2011 2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER LAS ANIMAS LINCOLN LOGAN MESA MOFFAT MORGAN PHILLIPS	14 18 7 51 22 9 12 26 6	13 1 14 7 41 16 9 9 14 6 1 24	1 0 4 0 10 6 0 3 12 0 0 19	12 2 7 42 15 9 0 2 6 1	1 0 18 0 0 1 1 9 12 0 0	13 0 13 7 30 17 7 10 22 6 0	0 0 0 0 0 0 0	0 22 0 1 0 0 6 22 0 0 0	0 0 0 0 0 0 0 0	
2011 2011 2011 2011 2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER LAS ANIMAS LINCOLN LOGAN MESA MOFFAT MORGAN PARK PHILLIPS PROWERS RIO BLANCO	14 18 7 51 22 9 12 26 6 1 43 1,	13 1 14 7 41 16 9 9 14 6 1 24	1 0 4 0 10 6 0 3 12 0 0	12 2 7 42 15 9 0 2 6 1 26	10 0 18 0 0 1 0 0 0 0 0 0 0 0 0 0 0 0 0	13 0 13 7 30 17 7 10 22 6 0 40 11	0 0 0 0 0 0 0 0 0	0 22 0 1 0 0 0 22 0 0	0 0 0 0 0 0 0 1 1 0 0	
2011 2011 2011 2011 2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER LAS ANIMAS LINCOLN LOGAN MESA MOFFAT MORGAN PARK PHILLIPS PROWERS RIO BLANCO ROUTT SEDGWICK WASHINGTON	144 1 18 7 7 51 22 22 26 6 6 1 1 23 23 1 1 2 23	13 1 14 7 41 16 9 9 14 6 6 1 1 24 1 20 0	1 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 1 1 1 1	12 1 2 7 42 15 9 0 0 2 6 6 1 1 2 2 6 0 0 0 0	1 0 0 18 18 19 12 12 12 12 12 12 12 12 12 12 12 12 12	13 0 13 13 7 7 7 7 10 22 26 6 40 40 11 12 2	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 22 0 1 0 0 6 22 2 0 0 0 0 0 0 17 7 2	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	
2011 2011 2011 2011 2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER LAS ANIMAS LINCOLN LOGAN MESA MOFFAT MORGAN PARK PHILLIPS PROWERS RIO BLANCO ROUTT SEDGWICK WASHINGTON WELD	14 1 18 7 51 22 9 12 26 1 43 1 23 23 1 23 9 9 9 9 9 9 9 1 1 1 1 1 1 1 1 1 1 1 1 1	13 14 7 41 16 9 9 9 14 6 12 24 11 20 0 11 111	1 0 0 4 0 1 0 0 1 0 0 0 0 0 0 0 0 0 0 0	12 1 1 2 2 7 7 4 42 15 5 15 15 15 16 16 16 16 16 16 16 16 16 16 16 16 16	1 0 0 18 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	13 0, 13 7, 30 30, 17, 7, 7, 10, 6, 6, 6, 11, 12, 2, 11, 11, 11, 11, 11, 11, 11,	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 22 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	
2011 2011 2011 2011 2011 2011 2011 2011	KIT CARSON LA PLATA LARIMER LAS ANIMAS LINCOLN LOGAN MESA MOFFAT MORGAN PARK PHILLIPS PROWERS RIO BLANCO ROUTT SEDGWICK WASHINGTON WELD YUMA	144 1 18 7 7 51 22 22 26 6 6 1 1 23 23 1 1 2 23	13 14 14 7 41 16 9 9 14 6 11 20 0 11 11 850	1 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 1 1 1 1	12 1 2 7 42 15 9 0 0 2 6 6 1 1 2 2 6 0 0 0 0	1 0 0 18 18 19 12 12 12 12 12 12 12 12 12 12 12 12 12	13 0 13 13 7 7 7 7 10 22 26 6 40 40 11 12 2	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	0 22 0 1 0 0 6 22 2 0 0 0 0 0 0 17 7 2	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	

CDP = Comprehensive Drilling Plan SWH = Sensitive Wildlife Habitat consultation

RSO = Restricted Surface Occupancy consultation CDPHE= Colorado Department of Health and Environment consultation



Colorado Oil and Gas Conservation Commission

Horizontal Well Activity

July 29, 2011

	Prio	r Year	S	200	09	20	10	20:	11			Comp	letion	
County	Drilled	DA	PA	Permit	Spud	Permit	Spud	Permit	Spud	Spud	AC	PR	DA	PA
ADAMS				6	4	2	2	1	1	7	3	3		
ARAPAHOE	2			[[6		2	2			
ARCHULETA	17	!		7	3	15	5	8		25		20		
BOULDER				[[1		[
CHEYENNE	5		4	[5		1		4
DOLORES	2			18	 ! !	6	 ! !			2		3		
FREMONT	7	6		6		12	4		1	12		5	6	
GARFIELD	10		2	1	1	16		13	3	14		8		2
GUNNISON	1					1				1		1		
JACKSON	8	1	1	8		3	1	5		9		8	1	1
KIT CARSON	1									1		1		
LA PLATA	28	2		11		28	2	10	2	32		29	2	
LARIMER	3	2						5		3		1	2	
LAS ANIMAS	16		2	4		1	1			17		15		2
LINCOLN				2		2				0		1		
LOGAN	2									2		2		
MESA	3	2		36	1	22	6	13	10	20		5	2	
MOFFAT	7	1	1	6	3	4		4		10	1	6	1	1
MONTEZUMA	6		1	23	1	11	1	6	1	9		9		1
MORGAN								6						
PARK		<u> </u>				1		1		0				
RIO BLANCO	7	2				1	1	7		8	1	4	2	
ROUTT	10	6	1							10		3	6	1
SAN MIGUEL	1			1						1		1		
WASHINGTON	1		1							1				1
WELD	11	3		12	5	208	72	431	89	177		51	4	1
YUMA	1		1	6						1				1
TOTAL Horizontal	149	25	14	147	18	333	95	517	107	369	7	177	26	15
Percent of Total HZ		17%	9%								2%	48%	7 %	4%
Total All Permits				5159		5996		2646						
Percent of Total				2.8%		5.6%		19.5%						

DA = Dry & Abandoned; PA = Produced & Abandoned; AC = Active Injection or Storage; PR = Producing



Well to Building Setback Review

Colorado Oil and Gas Conservation Commission July 29, 2011

Count of well locations by proximity groupings from well spot to buildings for all locations reviewed under the December 17, 2008 amended rules.

Location Proximity to Buildings	Number of Locations	Percent of Total Locations Reviewed
less than 150 feet	8	0%
150 to 350 feet	129	3%
350 to 500 feet	215	5%
500 to 1000 feet	675	17%
1000 + feet	2918	74%
Total Locations	3945	

County	Total	Less than 150 feet	150 to 350 feet	350 to 500 feet	500 to 1000 feet	1000 + feet
ADAMS	17	0	2	2	6	7
ARAPAHOE	29	0	0		1!	 26
ARCHULETA	12	0	0	2 1		4
BACA	9	j	0	0	1	8
BENT	5	0	0	0	0	5
BOULDER	14	0	1	1	12	
BROOMFIELD	26	0	0	4	10	12
CHEYENNE	22	0	0	0	0	22
DELTA			0		1	1
DOLORES	3 5	0	0	1 0	4	<u>-</u> 1
EL PASO	3	······	0	0	0	3
ELBERT	2	}	0	0	1	
FREMONT	22	0			4	13
	275	.	1	4		226
GARFIELD	2/5	0	3	2	44	
GUNNISON		0	0	1	1	7
HUERFANO	1			0	1	0
JACKSON	17	0	0	1	1	15
KIOWA	32	0	0	0	0	32
KIT CARSON	4	ļ	0	0	0	4
LA PLATA	70	}	3	6	20	41
LARIMER	26	0	3	3	9	11
LAS ANIMAS	154	1	4	5	32	112
LINCOLN	86	}	0	1	2	82
LOGAN	20	}	1	0	0	19
MESA	57	0	0	3	9	45
MOFFAT	64	0	0	1	4	59
MONTEZUMA	10	0	0	1	1	8
MONTROSE	1	······································	0	0	0	1
MORGAN	12	0	0	1	1	10
PARK	4	0	0	0	0	4
PHILLIPS	119	1	3	2	12	101
PROWERS	4	0	0	0	0	4
RIO BLANCO	86	0	0	0	1	85
ROUTT	4	0	0	0	0	4
SAN MIGUEL	10	0	0	0	0	10
SEDGWICK	12	0	0	1	1	10
WASHINGTON	17	0	1	0	0	16
WELD	2329	5	102	163	465	1594
YUMA	353	0	5	9	24	315
TOTAL	3945	8	129	215	675	2918



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Colorado Oil Gas Conservation Commission

Monthly Statistics

111016 92088 105289 103614 85000 85000 85000 86609 82492 81459 100695 127472 984793 Public Visits 38885 40338 40643 40854 40956 41632 41843 42096 42534 42686 42903 43139 43354 43588 43927 44203 39231 39944 40184 42217 42324 Active Wells Drilling Permits 4040 4317 4291 Well Spud Notice 166 Rcvd Locations 186 300 Authz Rcvd 35 33 29 54 57 57 21 21 506 687 653 713 649 622 462 377 490 Rig Count 63 68 72 70 45 51 51 51 60 68 68 68 68 68 67 Total 2011 Total MAY AUG NOV DEC MAR APR MAY AUG NOV DEC MAR SEP OCT NOS SEP OCT Total JAN YEAR 2010 2008





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Colorado Oil Gas Conservation Commission Monthly Statistics

	Field	lnsp	9454	884	1184	962	946	822	1093	798	744	782	575	725	642	9991	1160	1143	2046	1183	1364	1308	971	1581	1388	1595	1535	1801	17075	1316	1591	1672	957	1565	954	8055
ıtion		_	113 9	_	16	2	က	4	18	œ	9	17	14	16	25	133 6	13	14	10	22	21	42	56	22	38	24	49	71	382 1	44	33	27	09	21	25	240
Remediation	Projects		259	6	7	36	30	7	19	56	20	80	13	21	12	208	22	19	41	23	44	25	39	39	22	96	21	30	511	47	48	29	38	30	51	273
L.		Spills F	430	35	25	35	34	27	23	23	10	21	34	24	20	371	38	24	59	45	38	34	46	46	44	32	48	42	493	40	21	48	21	30	35	255
		Cmplt S	222	6	15	43	31	15	10	12	14	20	54	က	9	202	1	7	9	17	13	20	20	33	7	33	20	23	218	34	40	33	10	56	7	154
		OFV C	2	0	0	0	4	0	-	0	0	0	0	0	⋖	-	0	0	0	7	4	0	-	0	0	0	0	4	3	2	-	4	0	2	4	12
	S	AOC	16	7	0	0	A	0	0	-	0	0	0	0	A	œ	0	0	0	0	A	0	-	-	2	0	9	A	10	3	0	A	0	2	-	9
	Viol	NOAV /	308	15	21	32	21 NA	52	56	6	25	22	16	27	21 NA	260	36	6	37	2	8 NA	22	37	40	32	30	20	43 NA	319	39	7	31 NA	80	16	30	131
		_	92	15	7	œ	A	7	6	2	6	2	4	တ	4	73	14	13	12	15	4	20	9	12	7	16	21	A	136	15	15	4	24	65	28	177
	Hearings	Apps. C	109	14	4	10	NA	7	1	2	10	9	13	7	NA	87	16	1	13	51	NA	23	12	œ	13	19	19	NA	155	16	16	NA	24	27	51	184
	٦	Blnkt /	0	0	0	0	_	0	0	0	0	0	0	0	0	0	0	-	0	0	0	0	0	0	0	0	0	0	1	0	0	0	0	0	0	0
	Claim	lnd.	0	_	0	0	0	0	0	0	0	0	0	0	0	-	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	က	က
Bonds		Replace	107	7	10	∞	4	7	9	6	4	12	7	18	4	96	10	3	7	4	80	7	80	2	4	2	2	16	74	4	9	6	-	4	0	24
	se		29	3	-	2	7	9	က	2	က	2	12	7	4	53	7	4	9	7	0	7	0	-	4	7	9	-	40	1	4	က	2	2	7	4
	Release		20	9	9	2	2	က	က	က	7	7	10	7	2	54	-	4	9	6	10	7	0	2	0	0	7	2	38	3	6	9	က	2	7	28
	ors	Inactive	44	4	7	2	2	9	2	7	0	10	O	4	7	20	9	က	2	7	က	0	0	2	က	က	2	-	33	2	-	က	0	0	7	œ
	Operators		153	11	9	10	2	6	2	80	2	7	2	9	က	80	4	2	4	2	3	က	2	က	4	3	2	2	46	-	-	7	2	3	2	7
Well	Oper		9019	223	646	911	1127	170	177	251	185	320	208	545	603	5666	655	734	2168	269	649	655	627	559	473	428	433	441	8417	815	362	594	392	374	488	3025
	МО	-	_	JAN	FEB	MAR	APR	MAY	NOC	Ή	AUG	SEP	CT	NOV	DEC	Total	JAN	FEB	MAR	APR	MAY	NOC	ЛГ	AUG	SEP	OCT	NOV	DEC	Total	JAN	FEB	MAR	APR	MAY	NOC	Total
	YEAR		2008											_		2009													2010 Total							2011