

Staff Report

October 21, 2010

STATISTICS

Our monthly statistics and permit activity report are on pages 15-23. 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 December 2, 2010, 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.

Project Rulison

The Final Revision 3 of the Rulison Sampling and Analysis Plan (RSAP) has been posted on the COGCC website (www.colorado.gov/cogcc), Library, Piceance Basin. A generic email address has been set up to convey Project Rulison related information. That address is: Rulison.submittal@state.co.us.

♦ Project Rio Blanco

The Rio Blanco Sampling and Analysis Plan (SAP) Revision 1, July 2010, was finalized and has been posted on the COGCC website (www.colorado.gov/cogcc), Library, Piceance Basin. A generic email address has been set up to convey Project Rio Blanco related information. That address is:

Rioblanco.submittal@state.co.us.

East Mamm Creek Area Investigation

COGCC staff have initiated a project to evaluate existing data and review past and present drilling and completion practices in the East Mamm Creek area, 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 their consultants will review current COGCC policies and procedures, and develop recommendations to improve future drilling, completion, monitoring, and, where necessary, remedial actions, such that groundwater and surface water resources are protected from natural gas exploration and production activities. Activities planned include reviewing 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.

III. SOUTHWEST COLORADO

◆ Gas and Oil Regulatory Team (GORT) Meeting

Approximately 20 people attended the October 14, 2010, GORT/Southwest Colorado Oil and Gas Stakeholders meeting in Durango, including La Plata County Commissioner Wally White. COGCC staff and LT Environmental updated the

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group on oil and gas activities in the state, the results of the 2009 and preliminary results of the 2010 Fruitland outcrop monitoring activities, and ongoing monitoring in the Bondad area. In addition staff also demonstrated the use of the database to "mine" information about oil and gas facilities, including pits and encouraged operators to make sure the information is accurate.

The next GORT/Southwest Colorado Oil and Gas Stakeholders meeting is scheduled for January 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.

<u>Fruitland Formation Outcrop Mitigation and</u>
 Monitoring Projects (4M Projects)

Fruitland Formation Outcrop - 4M Pilot Scale Mitigation Projects La Plata County. A liner was successfully placed under South Fork Texas Creek (SFTC) and several well points were installed along the creek in June 2010. Initial results indicate that gas collection has doubled from approximately 200 cubic feet per hour (cfh) to 400 cfh. Power production was recorded at 18.5kW in early August and power generation was 9,420 KWH for the month of August. COGCC's contractor, LT Environmental (LTE), is in the process of conducting sound mitigation by adding additional sound insulation to the equipment building. Gas continues to be collected and vented at the Pine River Ranches location.

4M Monitoring Wells La Plata and Archuleta Counties. There are currently 17 wells at 11 locations in the COGCC 4M monitoring program. Maintenance, repairs, and other activities have been conducted on a number of the wells this summer. In addition, weeds are being monitored and control measures implemented at all locations as needed.

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

On August 25, 2010, the North well was resampled by Four Corners Geoscience, on behalf of the COGCC to evaluate increases in total dissolved solids (TDS) and chloride identified a previous sample. The August results indicate both TDS and chloride concentrations decreased between the June and August sampling dates to levels comparable with late 2006. The next full-scale sampling is scheduled for December 2010.

LT Environmental (LTE), representing the COGCC, conducted another soil gas survey on September 23, 2010, along the same grid as prior soil gas surveys. No soil gas was detected at any location and has not been detected in this area since mid-2007. LTE and COGCC staff also tested the well vents on the Bryce 1-X well. No gas pressure was measured at any of the vents; however, the intermediate string did briefly blow, but dropped to zero pressure in seconds. Gas samples were collected from all vents and sent to Isotech Laboratories for analysis. Analytical data are pending.

Baseline Water Quality Sampling - Montezuma
 & Dolores Counties

COGCC staff have initiated actions to perform baseline water quality sampling of surface and groundwater in areas where additional development of the Gothic Shale play in Montezuma and Dolores Counties may occur. Raven Mesa Geoscience, on behalf of the COGCC, is compiling data regarding locations and ownership of permitted domestic water wells and springs in the area to assist in scoping the project.

♦ <u>Baseline Water Quality Sampling - Rio Grande</u> County

Dan A. Hughes Oil Company has initiated a baseline water quality sampling program in advance of their proposed drilling activities in the Del Norte area of the San Luis Valley. Western Land Services, on behalf of Dan A. Hughes Oil Company, has conferred with Karen Spray of

the COGCC regarding proposed sample parameters and is conducting the field sampling activities. Results will be made available to the COGCC for inclusion in the water quality database upon completion.

IV. NORTHEAST COLORADO

♦ 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 aguifer ("short surface casing"). There are 2,386 wells with short surface casing in the test area. Operators have reported to the COGCC on 1572 wells (66%) with 101 (6%) of the tested well having bradenhead pressures greater than the pressure gradient map. The 101 wells are currently under review and being monitored. Operators with the higher volume of wells to test were contacted for an update on their testing schedule. Several have completed testing and are reporting to COGCC the tested values.

♦ Baseline Water Quality Sampling - Weld County

COGCC staff have initiated discussions with a number of operators regarding a surface and ground water sampling program in northern Weld County in areas where the Director has approved drilling permits for horizontal wells in the Niobrara Formation in un-spaced areas and where the Commission has issued recent spacing orders for horizontal wells in the Niobrara Formation. These sampling efforts would 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 would continue during the long term development of the resource and the results would be used to help determine whether impacts from oil and gas operations have occurred.

V. SOUTHEAST COLORADO

Corsentino Dairy Farms Site Investigation and Remediation Workplan

The owners of Corsentino Dairy Farms, Petroglyph Energy Inc. (PEI), and COGCC staff have reached agreement on a voluntary site investigation and remediation workplan intended to address impacts to soils at the dairy farm from Colorado Department of Public Health and Environment-permitted discharge of coalbed methane (CBM) produced water by PEI into the Cucharas River upstream of the dairy's irrigation water intake. Corn was planted this spring and is growing in 6 fields where corn has been cultivated in the past and harvesting for silage should begin soon. Soil sampling and analysis are planned for after the harvest. A meeting to discuss and evaluate crop yield and effectiveness of the remediation to date will be scheduled for later this year. Documents related to this remediation can be viewed on the COGCC website under Images, Project 4625.

Methane Investigation Monitoring, and Mitigation Plan (MIMMP) - Huerfano County

Phase 2 Operations

Three monitoring wells, 4 recovery, 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. More than 22 million gallons of Poison Canyon Formation water had been pumped to the surface and treated as of September 15, 2010. Phase 2 operations started on August 6, 2010. As part of Phase 2, approximately 1.5 million gallons of Vermejo Formation water have been pumped from the Rohr 04-10 Well. The Vermejo Formation water is mixed with Poison Canyon Formation water, sent through a 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 7.5% of the water treated in the reverse osmosis system is brine that has been transported off-site for disposal at a commercial facility.

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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.

Mitigation

PEI is currently supplying water to 16 homes upon request of the well owner. Methane alarms have been installed in 15 homes. Petroglyph reports that in their opinion, no alarms have been triggered by the presence of methane inside the residences equipped with the alarms based on their on-site investigations after alarm reports.

VI. ORGANIZATION

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

Public Outreach Opportunities

On September 11, 2010, Carol Harmon participated in a presentation to the National Association of Royalty Owners (NARO) about new Forms 37 and 38 which were developed to facilitate the process for royalty owners to request information from payors and to apply for a Commission hearing. NARO members were relatively unfamiliar with the new forms and appreciated the information.

Director Neslin and COGCC staff participated in a public meeting at Windsor High School in Windsor, CO on September 21, 2010. The meeting concerned Synergy Resources Corporation's proposed drilling operations south of Peakview Estates in Windsor. COGCC provided information on oil and gas activity statewide and in Weld County, and provided information on environmental protection during drilling, well completion and stimulation. The meeting was attended by approximately 60 local citizens, concerned about potential effects on their health, safety, and welfare due to the proposed oil and gas operations near their homes.

Following COGCC presentations, Synergy also addressed the audience. Attendees had the opportunity to pose questions to the COGCC staff and the operator throughout the evening. A representative of the Colorado Department of Public Health and Environment's (CDPHE) Air Pollution Control Division also answered questions.

Following the public meeting, and at the request of the City Attorney, COGCC staff attended and provided testimony at the Windsor Town Board meeting during which the Board considered Synergy's Use by Special Review application for their proposed operations. COGCC staff provided information about the permitting and environmental review process, inspection procedures, and provided technical information concerning oil and gas operations.

On October 1, 2010, Dave Andrews (West Region Manager), Engineering Chuck **Browning** (Northwest Region Field Inspector) and Linda Spry O'Rourke (Northwest Region Environmental Protection Specialist), made a presentation to the Gunnison County Planning Commission. The presentation included a summary of the COGCC organization, statistics for and primary functions of each group, a summary of select rules pertaining to protection health, safety and the environment, an overview of gas well construction and fracing and opportunities for county input on APDs.

On October 12, 2010, Peter Gintautas presented a discussion of coalbed methane (CBM) produced water quality at the fall Colorado Hazardous Waste Management Society workshop. His presentation focused on CBM produced water quality as well as on gas and water production quantity differences between San Juan and Raton Basin fields.

♦ Onsite Inspection Policy

Under the Policy For Onsite Inspections On Lands Where The Surface Owner Is Not A Party To A Surface Use Agreement Policy, which was effective for Applications for Permits-to-Drill (APDs) submitted after February 15, 2005, the COGCC has received to date a total of 141 requests for onsite inspections.

Thirty-two onsite inspections have been conducted, 92 requests for inspections have been withdrawn, one onsite inspection is being scheduled, and 16 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 141 requests for onsite inspection, 76 were for locations in Weld County, 25 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.

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, COGCC staff have attended meetings between parties on location to facilitate communication between the parties and to minimize impacts to the surface owner through voluntary measures implemented by the operator.

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 where an Onsite Inspection was required because an APD was submitted without a surface use agreement.

Plugging and Abandonment and Well Reclamation (PAWR) Fund Status

On page 14 is the spreadsheet listing PAWR projects for Fiscal Year 2010-2011 that are planned (work has not yet commenced), in progress (bids have been solicited and some field work may have been performed), or completed (the final invoice has been received). The work building the access road to the Debeque wells has begun. Four wells will be plugged once the road is completed.

♦ November 2010 Hearing Docket

A docket for the November 2010 hearing will be available shortly after the October 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 and applications, please see the announcement and instructions on the homepage of the COGCC website at: www.colorado.gov/cogcc.

◆ Colorado Oil and Gas Information System ("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

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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

This interactive map application allows the user to zoom, pan, and select types of information to display.

The wells layer displays all wells in the state. The user can double-click on a well to get additional information. A well status layer can be turned on to see various symbols for well status. There are also approved and pending permit layers that are live to the COGCC database.

Three map layers were added to the COGCC Geographic Information Systems (GIS) Online main map in support of the Final Amended Rules approved in December 2008:

- Wildlife Restricted Surface Occupancy (RSO) Areas
- 2. Sensitive Wildlife Habitats (SWH)
- 3. Rule 317B Surface Water Supply Area Buffers

These map layers will be used to determine if a proposed drilling location is subject to the provisions of the new rules. In addition, a second map was added, entitled "Wildlife Map." The Wildlife map displays the wildlife species-specific RSO and SWH areas. The Wildlife map data were provided by Colorado Division of Wildlife (CDOW). Surface Water Supply area data were provided by Colorado Department of Public Health and Environment (CDPHE). The CDOW and CDPHE GIS staffs were very helpful regarding data requests.

A statewide water wells map layer was added to the Internet on August 5, 2005. Many thanks to the Division of Water Resources for allowing us to display its data.

The National Resource Conservation Service Soil Data Mart is included on our maps. Through these links the public can get reports on the soil surveys for any area of the state.

Statewide aerial photographs taken during the summer of 2009, under the National Agriculture Imagery Program, have been added to the COGCC GIS Online map. The resolution is such that well pads and related features can be easily seen.

The COGCC, in cooperation with the BLM, added map layers containing the lease stipulations from the BLM to the COGCC GIS Online site. Among the layers available include Federal Oil and Gas leases, Federal Oil and Gas Subsurface Rights, and Exploratory Units.

A new directional survey bottomhole map layer was added to the COGCC GIS Online map in March 2010.

* 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 covers the material presented in the three training sessions that were held to introduce the new electronic form submission tool to the industry. The application has been receiving forms from the industry since July 2009.

The manual can be found at http://cogcc.state.co.us/COGIS_Help/
eForm_training_manual.pdf. 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 applications 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) data.

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.

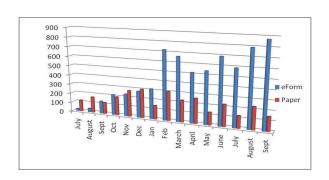
Remote Users

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 to Electronic Form Submissions (eForm)

With the introduction of the Drilling Completion Report (Form 5) and the Completed Interval Report (Form 5A), the number of electronically submitted documents continues to grow. As the chart below shows, more and more forms are being submitted as electronic documents. The chart begins in July of 2009. The number of operators signed up to use eForm rose to 175.



The next form scheduled to be released in eForm is the Well Abandonment, Form 6. Last month a meeting was held with a group of operators to begin discussions on the design and usage of eForm and Sundry notices.

The system allows the operator to submit the data for the form and all of the required attachments. Attachments must be in a PDF file format. Benefits of the eForm application to the operator include the ability to circulate the forms internally and check data prior to submitting to the COGCC, a decrease in the time it takes for the form to begin its regulatory review at the COGCC, and for the operators who are able to log into eForm, they can track the regulatory form as it is being reviewed within the COGCC.

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 now 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 new search options have been added 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

Field Inspection Form

Work has begun on the project to create a new Field Inspection form for staff to utilize as they do their field inspections. The goal of the project is to enable a single form to be used by the different groups within the division who perform inspections in the field. One exciting aspect to the project will be the ability of the staff to complete their forms in the field and have them uploaded to the COGIS database the next time they connect to the network.

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" COGCC the website http:// page on 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 similar mapping project is underway for the Boulder Oil Field.

VIII. VARIANCES

- 1. An Oil and Gas Location Assessment Form 2A for a location in Section 31, Township 7 North, Range 63 West in Weld County, was approved for Great Western Oil and Gas Co. LLC. under 303.l., special circumstances without proper notice and consultation. Great Western wanted to move the location of the Heinze 31-14 (API# 05-123-29745) to the Heinze 31-24 pad because the approved location for the Heinze 31-14 was inaccessible due to flooding. An amended Form 2A for the Heinze 31-24 (adding the Heinze 31-14) was submitted and a request made that the COGCC waive the remaining days of the 20-day comment period. The approval of the amended Form 2A will result in a reduction of ground disturbance due to drilling pad construction. The Form 2A was approved on September 8, 2010.
- 2. An Oil and Gas Location Assessment Form 2A was approved for Mineral Resources, Inc. under 303.l due to special circumstances and without proper notice or consultation. Due to pending expiration of mineral leases, Mineral Resources had to expedite their drilling schedule of viable leases in Section 32, Township 6 North, Range 65 West in Weld County. Two viable leases were available to drill on the Johnson South 1 facility (Location ID #415021), including a Form 2A which was also approved under 303.l (Thermo 5-5-32 Well, API #05-123-31443). Mineral Resources obtained and provided waivers from the surface owner and local government

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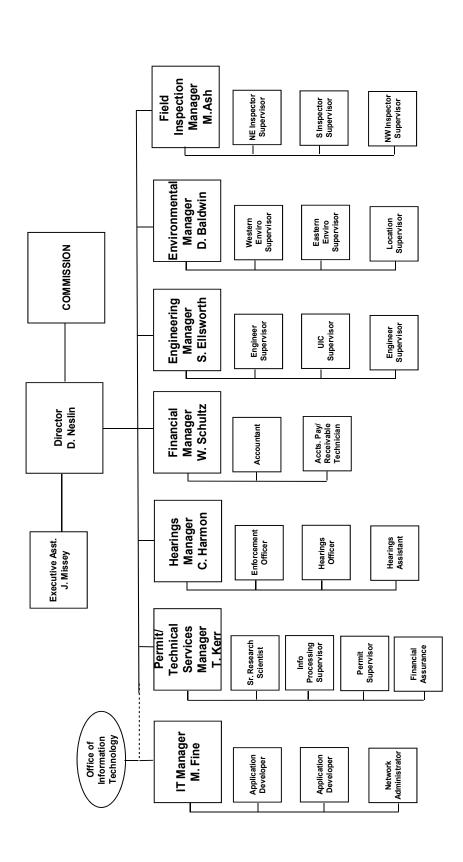
designees. The Form 2A was approved September 9, 2010.

- 3. Bonanza Creek Energy Operating Company, LLC requested under 303.12 that the Director issue permits before the expiration of the 20-day consultation period due to exigent circumstances resulting in significant economic hardship. The landowner requested that 3 previously approved Applications for Permit-To-Drill (APDs) for vertical wells be replaced by 3 directional permits to be drilled from one location. The well names are: Antelope 18L TB (API# 05-123-31845), Antelope 43-18 (API# 05-123-31856), Antelope 44-18 (API# 05-123-31860). These 3 wells were added to an existing approved tank pad location 418173 (Antelope 181 TB) by an amended form 2A. The location of the facility and the wells are in the SE1/4 of Section 18, Township 5 North, Range 62 West 6th P.M., Weld County. Issuance of the permits would eliminate expensive rig standby costs for the operator. This variance was approved on October 4, 2010.
- 4. Bonanza Creek Energy Operating Company LLC under 303.l2 requested that the Director issue permits before the expiration of the 20-day consultation period due to exigent circumstances resulting in significant economic hardship. The landowner requested that existing vertical wells be twinned by 2 wells previously

- permitted as vertical wells, for the purpose of moving the wells and tank batteries out of crop circles. The well names are the Antelope 44-19 (API# 05-123-31809), and Antelope 41-19 (API# 05-123-27148). The Antelope 44-19 is in the NE¼ SE¼ and the Antelope 41-19 is in the SE¼ NE¼ of Section 19, Township 5 North, Range 62 West, 6th P.M., Weld County. Two amended 2As were submitted to address the new 2-well pads. Issuance of the permits would eliminate expensive rig standby costs for the operator. This variance was approved on October 4, 2010.
- 5. A 502.b. variance to Rule 318A was granted to Prospect Energy LLC on 10/5/2010 for recompletion of the MSSU 30-9 (API # 05-069-06254)in the Niobrara Formation. The productive interval of the MSSU 30-9 is located less than 460 feet (308 feet) from the unit boundary of NW1/4 NW1/4 of Section 30, Township 8 North, Range 68 West, 6th P.M. Prospect Energy requested waivers from 55 mineral owners, received 18 signed waivers at the time of the request, 3 returns, and no written or verbal protests.

COLORADO OIL & GAS CONSERVATION COMMISSION

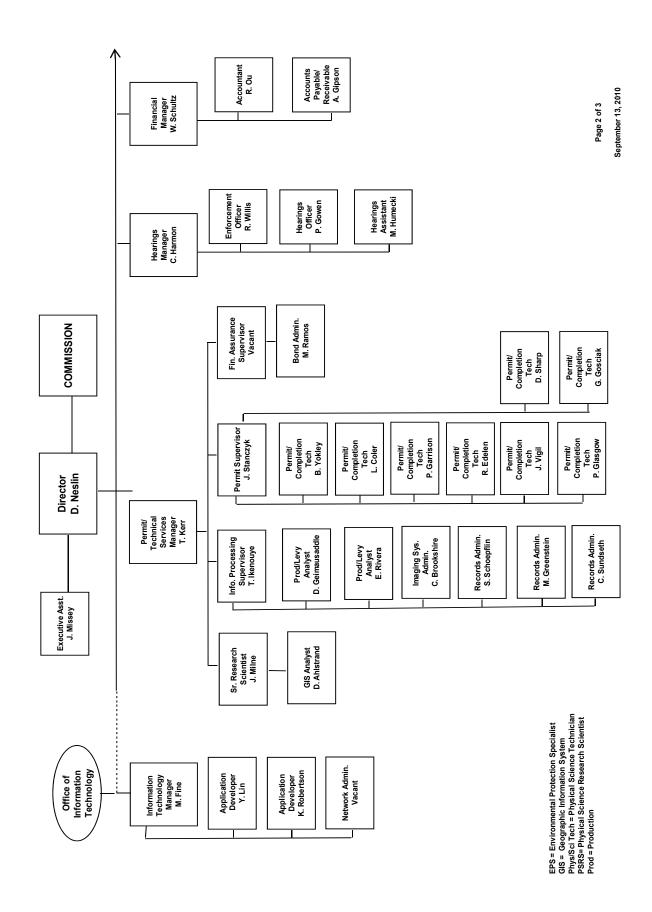
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See the next two pages for details

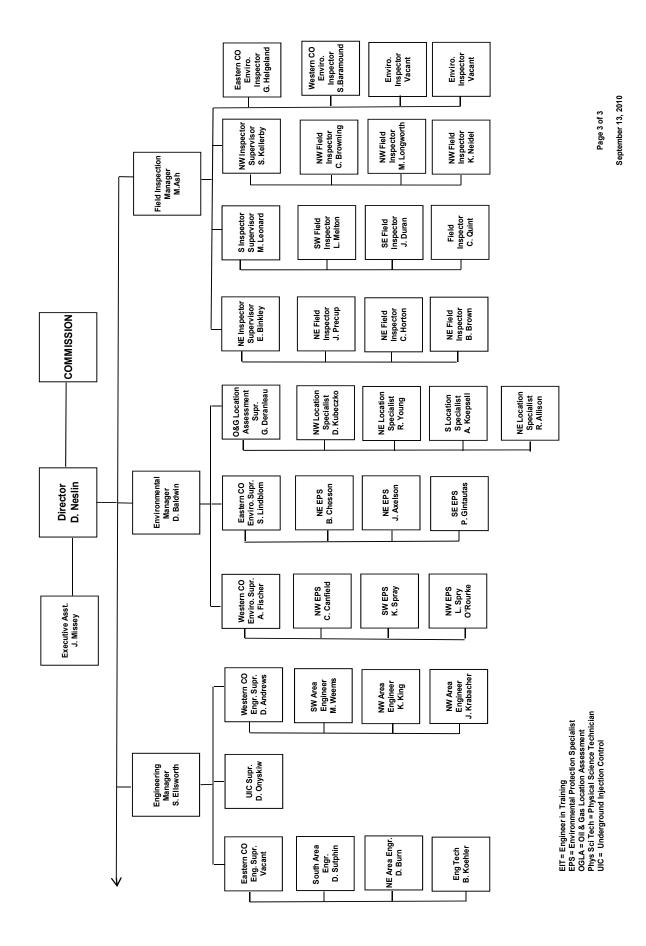


COLORADO OIL & GAS CONSERVATION COMMISSION ORGANIZATION





COLORADO OIL & GAS CONSERVATION COMMISSION ORGANIZATION



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October 21, 2010



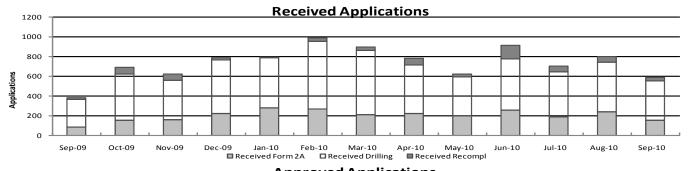
		OIL AND GAS CONSERV	SERVATION,	AND ENVIRONMENT AND WEI	MENTAL RES) GAS CONSERVATION AND ENVIRONMENTAL RESPONSE FUND, BOND CLAIM, AND SPECIAL APPROPRIATIONS DIRECTIVE ADAMENT AND WELL RECLAMATION (PAWE) PROJECTS FOR ORDHANEN LANDING	BOND CLAI	M, AND SPE	SCIAL APPR	OPRIATION	
					FISCAL Y	FISCAL YEAR 2010-2011				2	
PLANNED											
				ESTIMATED FYE2010 COSTS	(E2010 COST	2	ACT	IAL FYE201(ACTUAL FYE2010 EXPENDITURES	URES	
COUNTY	TYPE	PROJECT NAME	BOND	PAWR	SPECIAL	TOTALS	BOND	PAWR	SPECIAL	TOTALS	DESCRIPTION
CHEYENNE	PLUG	GOLDEN HAMMER	\$30,000	\$20,000	S\$	\$50,000	0\$	0\$	0\$	\$0	Injection well to be plugged. Project is on hold pending final invoicing of Debeque projects and budget evaluation.
RIO GRANDE	PLUG	JYNNIFER#1 ABANDONMENT (BOND CLAIM)	\$5,000	\$95,000	O\$	\$100,000	0\$	0\$	0\$	\$0	Plug and abandon well. Project has been postponed until next fiscal year.
		TOTALS =>	\$35,000	\$115,000	0\$	\$150,000	\$	\$0	\$	\$0	
IN PROGRESS											
				ESTIMATED FYE2010 COSTS	E2010 COST	ည	ACT	IAL FYE2010	ACTUAL FYE2010 EXPENDITURES	JRES	
COUNTY	TYE	PROJECT NAME	BOND	PAWR	SPECIAL	TOTALS	BOND	PAWR	SPECIAL	TOTALS	DESCRIPTION
MESA	PLUG	DEBEQUE ORPHANS ABANDONMENT - EARTHWORK CONST. AND RECL.	\$	\$90,403	0\$	\$120,000	0\$	0\$	0\$	\$0	Contractor has been selected. Earthwork has begun.
MESA	PLUG	DEBEQUE ORPHANS ABANDONMENT - PLUGGING AND ABANDONMENT	0\$	\$95,880	0\$	\$75,000	0\$	0\$	0\$	0\$	Complaint. Plug and abandon leaking wells. Contractor has been selected. Work will beging when earthwork is complete and road is constructed.
		TOTALS =>	\$0	\$186,283	0\$	\$195,000	0\$	\$0	\$0	\$0	
COMPLETED				ESTIMATED FYE2010 COSTS	E2010 COST	မှာ	ACT	IAL FYE2010	ACTUAL FYE2010 EXPENDITURES	JRES	
COUNTY	TYE	PROJECT NAME	BOND	PAWR	SPECIAL	TOTALS	BOND	PAWR	SPECIAL	TOTALS	DESCRIPTION
				ESTIMATED	ATED			ACT	ACTIIAI		
			BOND	PAWR	SPECIAL	TOTALS	BOND	PAWR	SPECIAL	TOTALS	
		GRAND TOTALS =>	\$35,000			\$345,000	\$0		S	\$0	
Project Types: "F	PLUG." ind	Project Types: "PLUG." indicates plugging and abandonment, "REC." indicates reclamation, and "ENV." indicates environmental	nation, and "E	:NV." indicates	environmenta						
Updated October 6, 2010	6, 2010										

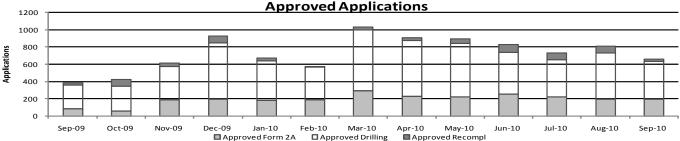


Colorado Oil & Gas Conservation Commission <u>Monthly Permit Activity</u>

	Backlog	Received	Approved	Withdrawn	Rejected	Incomplete	In-Process	Remaining
Form2A	Ü		• •		•	•		· ·
Sep-09	177	84	82	1	0	0	0	178
Oct-09	178	150	58	1	0	17	252	269
Nov-09	269	155	191	4	0	16	213	229
Dec-09	229	221	195	2	0	16	237	253
Jan-10	253	277	180	6	0	18	326	344
Feb-10	344	265	189	23	0	15	382	397
Mar-10	397	206	290	8	0	19	286	305
Apr-10	305	220	228	6	0	22	269	291
May-10	291	200	218	6	0	31	236	267
Jun-10	267	253	251	7	0	34	228	262
Jul-10	262	185	222	2	0	23	200	223
Aug-10	223	237	198	9	0	21	232	253
Sep-10	253	152	195	1	0	52	157	209
Drilling								
Sep-09	735	277	277	2	0	223	510	733
Oct-09	733	468	288	3	0	163	747	910
Nov-09	910	401	382	7	0	43	879	922
Dec-09	922	543	653	11	0	37	764	801
Jan-10	801	506	462	13	0	53	779	832
Feb-10	832	686	377	24	0	46	1071	1117
Mar-10	1117	653	713	28	0	63	966	1029
Apr-10	1029	493	649	28	0	79	766	845
May-10	845	389	622	9	0	59	544	603
Jun-10	603	520	490	4	0	90	539	629
Jul-10	629	459	432	15	0	76	565	641
Aug-10	641	503	532	11	0	57	544	601
Sep-10	601	400	437	3	0	123	438	561
Recompletion								
Sep-09	76	20	26	1	0	3	66	69
Oct-09	69	72	76	1	0	5	59	64
Nov-09	64	62	38	0	0	4	84	88
Dec-09	88	24	78	0	0	2	32	34
Jan-10	34	11	31	0	0	1	13	14
Feb-10	14	35	9	0	0	1	39	40
Mar-10	40	33	31	0	0	1	41	42
Apr-10	42	67	33	0	0	0	76	76
May-10	76	29	57	1	0	2	45	47
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	0	0	7	37	44

Incomplete are permits that have missing or inaccurate data and cannot be approved.







Colorado Oil and Gas Conservation Commission Status of Permit Applications Filed By Month

October 17, 2010

Form 2A Location Assessment

							Average			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
2009	4	0								
2009	5	28	26	2	0	0%	98		0	26
2009	6	39	38	1	0	0%	87	3	1	34
2009	7	72	71	1	0	0%	68	3	17	51
2009	8	60	58	2	0	0%	72		4	54
2009	9	76	75	1	0	0%	56	1	22	52
2009	10	126	125	1	0	0%	38	35	64	26
2009	11	146	144	2	0	0%	31	106	26	12
2009	12	218	214	3	1	0%	29	166	28	20
Total		765	751	13	1	0%				
2010	1	225	206	17	0	0%	31	153	27	26
2010	2	236	222	14	0	0%	29	169	39	14
2010	3	283	272	11	0	0%	31	197	58	17
2010	4	279	273	6	0	0%	32	176	76	21
2010	5	195	189	5	1	1%	34	76	93	20
2010	6	258	251	4	3	1%	29	177	58	16
2010	7	187	178	6	3	2%	35	64	98	16
2010	8	218	191	3	24	11%	30	113	63	15
2010	9	185	109	0	76	41%	24	90	19	0
2010	10	92	3	0	89	97%	5	3	0	0
2010	Total	2066	1891	66	107					

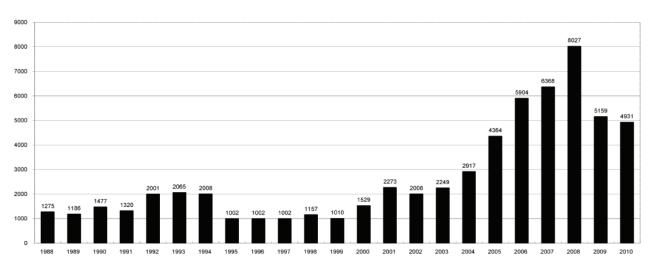
Form 2 Application For Permit to Drill (APDs)

-		: :		Application		111111111111111111111111111111111111111	<u> </u>	:		_
							Average			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
2009	1	519	512	7	0	0%	83		132	380
2009	2	411	403	8	0	0%	61		229	174
2009	3	1476	1451	24	0	0%	94		369	1083
2009	4	40	38	2	0	0%	96		6	32
2009	5	54	43	11	0	0%	75		19	24
2009	6	219	218	1	0	0%	80		35	183
2009	7	122	121	1	0	0%	62	4	36	81
2009	8	157	148	9	0	0%	62	2	51	95
2009	9	231	219	12	0	0%	58	26	46	147
2009	10	371	367	4	0	0%	40	160	57	150
2009	11	427	426	1	0	0%	43	73	276	77
2009	12	539	534	5	0	0%	40	94	307	133
Total		4566	4480	85	0	0%				
2010	1	460	424	36	0	0%	38	161	177	86
2010	2	438	426	11	0	0%	33	223	166	33
2010	3	943	923	20	0	0%	37	346	455	122
2010	4	659	642	17	0	0%	35	260	320	62
2010	5	354	335	15	4	1%	39	89	174	72
2010	6	555	537	6	12	2%	35	244	203	90
2010	7	468	454	8	6	1%	41	97	267	90
2010	8	493	427	4	62	13%	34	184	174	69
2010	9	420	167	0	253	60%	27	123	44	0
2010	10	195	1	0	194	99%	2	1	0	0
2010	Total	4790	4335	117	337					



										AND GA													
								<u> INN</u>	<u>JAL</u>	PEF	<u> </u>	SB	<u>Y C(</u>	<u> </u>	<u> </u>								
																							Current through 10/17/10
COUNTY	1988	1989	1990	<u>1991</u>	1992	1993	1994	<u>1995</u>	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
ADAMS	46	34	44	53	92	58	137	34	9	33	24	19	38	28	9	26	39	34	37	89	51	35	19
ARAPAHOE	5	5	15	14	11	4	20	12	2	9	1	2	0	2	1	2	5	7	11	10	10	10	7
ARCHULETA	8	5	18	5	2	1		3		3		1	7	9	6	10	8	13	14	26	47	11	10
BACA	6	4	15	10	23	9	12	24	10	7	13	15	22	6	2	3	7	8	2	11	13	3	4
BENT				1		2	2	4	2	5	3	5	2				5	3	8	1	1		
BOULDER	1		1	13	38	159	38	5	8	2	5		1	5	6	7	17	13	21	37	32	35	24
BROOMFIELD	-														2	7		1	1		2	33	28
CHEYENNE	203	149	102	93	71	58	48	55	43	31	41	7	3	3	3	3	3	10	21	15	33	12	12
COSTILLA												1											
CROWLEY	1		1	1																			
DELTA	1	1	2												7	4	5	10	9	2			3
DENVER										5	3	3		3					19	25	24		
DOLORES	2		4	1	2	1										1	1	1	6	10	12	21	8
ELBERT	9	12	8	5	3		2	13	16	11	1		2						4			1	
EL PASO							_															2	3
FREMONT	9	5	6	7	1	2	2	1	2	1							1	3	2	4	14	13	20
GARFIELD	19	66	111	36	18	56	143	78	109	141	95	130	213	353	362	567	796	1509	1845	2550	2888	1981	1698
GRAND							1																
GUNNISON			2	2		1									5	10	1	9	19	7	10	12	4
HUERFANO	3	5		4	17	3	3	2	- 1	3	40	26	41	27	27		8	2			7		1
JACKSON	3	1	4	6	2	2	3	2	2	6	3		34	18	21	9	14	6	8	5	27	19	7
JEFFERSON	1		4	2		1	-	1	1	-	1	2	1			-			1	3	2		
KIOWA	15	39	40	46	28	28	21	26	13	17	10	2	11	18	2	4	2	1	11	9	26	7	13
KIT CARSON	9	5	7	8	8	15	26	11	7	6	9	5			_	1	3	5	4	4	13	7	3
LA PLATA	302	218	388	128	120	40	40	20	71	40	82	107	127	156	104	162	102	115	235	251	328	298	173
LARIMER	4	4	3	6	13	7	3		1	3	1		2		1			1		5	46	12	40
LAS ANIMAS	10	30	36			9	32	95	134	136	195	195	268	400	259	180	332	413	500	362	303	88	79
LINCOLN	8	6	4	7	7	11	8	9	3	2			2	2	1	6	3	4	1	2	58	44	38
LOGAN	18	21	23	13	14	30	15	13	6	12	7		4	7	3	3	6	13	17	14	5	9	15
MESA	1	12	29	20	22	2	22	6	11	10	2	6	13	27	30	27	54	136	265	293	501	427	238
MOFFAT	13	25	27	19	40	52	43	40	41	28	21	15	35	52	62	63	63	60	120	68	57	51	39
MONTEZUMA	6	7	10	8	7	11	15	9	13	5	4	1	4	- 02	5	8	8	11	5	12	22	39	17
MONTROSE				1						1			1	3	2	4	2		1	3	3		1
MORGAN	34	27	36	13	10	11	19	12	10	11	10	12	9	9	2	7	9	7	3	6	2	1	6
OTERO	0.1			2	10		10		- 10		10				-	-					-		
PARK				1								1										3	4
PHILLIPS			3		1	1							1	2		7	13	17	12	69	82	45	55
PITKIN		1	- 0		2											- '	1	- ''	12	1	02	40	
PROWERS	19	9	5	10	14	7	3	5	5	3	9	3	2	5	4		7	5	7	5	8	1	3
RIO BLANCO	34	83	77	33	81	83	126	81	33	40	51	95	89	187	105	179	154	161	360	321	477	348	365
RIO GRANDE	2	3	4	1	01	03	120	01	33	40	31	93	1	107	103	1/3	154	101	300	321	1	1	303
ROUTT	4	3	12	4	2	3	1	2	1	1	1	4	20	13	1	- '	4	6	9	8	4	2	2
SAGUACHE	1	3	12	-4		3	- '	2			'	-4	20	13	2		-4	0	9	2	1	2	
SAN MIGUEL	- 1		2	2					1	1	4	2	11	13	27	18	42	45	35	23	20	13	10
SEDGWICK				1				3	1	2	4		- 11	13	21	18	42 5	45	7	23	20	19	10
	40	20	22		24	200	25		19	26	10	3	20	17	27	34	128	50	69		11	19	6
WASHINGTON		29	23	28	24	26	25	12			18	288	23 509							45			
WELD YUMA	424 14	357 20	366 45	656 60	1224	1319 53	1030	254 168	305 123	285 116	392 111	288	31	702 205	760 160	757 138	832 237	901 782	1418 797	1527 541	2340 545	1448 105	1680 286
TUMA	1275	20	45	1320	104	53	167	100	123	116	111	00	- 31	205	100	136	23/	102	/9/	341	343	105	286







Colorado Oil and Gas Conservation Commission Form 2A Breakdown By County By Year 010/17/2010

-		:		/1//2010		:			: :		:
v-	Country	Form2As	Complete d	In Drocoss	Inform-	Approval	New	CDP	SWH	RSO	CDPHE
Yr	County ADAMS	FORMZAS 10		In Process 0	ational 10						
	ARAPAHOE	9						0	÷	0	÷
· i	ARCHULETA	4		0				0	÷	0	÷
2009				0					Ģ	1	<u>'</u>
4	BOULDER	2 6	6	0					\$	0	i N
	BROOMFIELD	14						0	Ģ		 N
	CHEYENNE	5				Ç		0	÷		
	ELBERT	1		0	·	¢)	0	٥	0	
	GARFIELD	49	49	0		ţ		0	\$	3	
	GUNNISON	2		0				2	************************************	0	
	KIOWA	7	7	0				0	÷	0	
••••••	LA PLATA	11	11	0				0	÷		÷
	LAS ANIMAS	47		0				0	÷		
····· i	LINCOLN	24				2		0	÷		÷
· · · · · · · · · · · · · · · · · · ·	LOGAN	7		0		3 0			÷		<u> </u>
•••••••				0					÷		<u>'</u>
•••••••	MESA	5	5				4	0	<u> </u>	0	÷
	MOFFAT	6						0	÷	1	į
	MONTEZUMA	1		0		¢		0	·	0	
	MONTROSE	1 48		0		(0		0	
	PHILLIPS			0				0		0	
	RIO BLANCO	12	11	1	·····	ţ	ļ	0	÷	0)
••••••	SAN MIGUEL	1		0		0	***************************************	0	*····	0	
	WASHINGTON	1	1	0		0		0	÷	0	1
	WELD	487	486	1		15		0	å	0	
_	YUMA	59						0		C	
2009	Total State	819	817	2	727	107	408	2	80	5	ļ
2010	ADAMC										
	ADAMS	6		0		1		0		0	
	ARAPAHOE	8		1)	([)	0		0	
	ARCHULETA	6	[· · · · · · · · · · · · · · · · · · ·			()	0		0	
2010		3	3			<u> </u>	,	0	\$	0	<u>.</u>
2010		2		2				0	÷	0	
	BOULDER	7		0			0	0	÷	0	·
	BROOMFIELD	11	11	0		0	••••••	0	÷	0	<u>-</u>
·····	CHEYENNE	11	10	1				0	÷	0) <u> </u>
	DELTA	3		0				0	÷	0	
•••••••	DOLORES	4						0	\$	0	1
	EL PASO	3		0		0		0	÷	0	÷
	FREMONT	19	17	2		0		0	٥	0	
	GARFIELD	144	121	23	2		71	0	\$	6	ļ
	GUNNISON	8		4		(0		1	ļ
	HUERFANO	1		0		0		0	\$	0	
	JACKSON	7	6	1		5		0	÷	1	
	KIOWA	12		2			***************************************	0	÷	0	1
	KIT CARSON	3		0		0		0	÷	0	÷
····· ·	LA PLATA	41	39	2		17	11	0	÷	0	<u> </u>
····· ·	LARIMER	20						0	÷	0	÷
	LAS ANIMAS	49		1				0	4	0	•
	LINCOLN	38		3	37	0		0	4 i	0	÷
	LOGAN	4						0	å		÷
	MESA	40				{			·		
	MOFFAT	38						0	·	3	
	MONTEZUMA	7			6		5	0	************************************	C	
	MORGAN	10	[0	· · · · · · · · · · · · · · · · · · ·	(0	************************************	C	
	PARK	3	3	0	3	0	2	0	0	C	<u>.</u>
	PHILLIPS	38		1		0		0	÷	C	
	PROWERS	3						0	÷	C	÷
····· i	RIO BLANCO	53						0	÷	1	-
	ROUTT	2					2	0	2	1	
2010	SAN MIGUEL	9			5	4		0		C)
2010	SEDGWICK	10		0	10			0		C)
2010	WASHINGTON	6	6	0	2	0	5	0	0	C	
	WELD	1150		118	871	162		0	22	3	
2010	YUMA	246	239	6	242	1	198	0	0)
		2025		196		435					



Building Setback Review

Colorado Oil and Gas Conservation Commission October 17, 2010

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

		Percent of
		Total
Location Proximity to	Number of	Locations
Buildings	Locations	Reviewed
less 150	4	0%
150 to 350	89	4%
350 to 500	140	6%
500 to 1000	442	18%
greater than 1000	1794	73%
Total Locations	2469	

Listing of Locations Closest to Buildings

County	High Density	New Location	Distance	Proximity	Building Description
WELD	No	No	58	less 150	Vehicle Garage
WELD	No	Yes	103	less 150	Building to be razed
LAS ANIMAS	No	Yes	127	less 150	Operator is owner
PHILLIPS	No	No	132	less 150	Grain Storage
WELD	No No	No	154	150 to 350	Livestock Enclosure
WELD	No	No	159	150 to 350	Equipment Barn
WELD	No	Yes	162	150 to 350	Goat Barn
WELD	No	Yes	168	150 to 350	Storage Shed
WELD	No	No	187	150 to 350	Livestock Shed
WELD	No	No	193	150 to 350	Storage Shed
WELD	. No	No	199	150 to 350	Less than 1.5X rig height
PHILLIPS	Yes	No	203	150 to 350	2000 0.101 2.101 0.101 0.101
WELD	No	No	205	150 to 350	
WELD	No No		۵	· &	
WELD		Yes	206	150 to 350	
	No	No	208	150 to 350	
WELD	No	No	209	150 to 350	
WELD	No	No	214	150 to 350	
LA PLATA	No	No	221	150 to 350	
WELD	. No	No	224	150 to 350	
WELD	No	Yes	226	150 to 350	
WELD	No	No	227	150 to 350	
LARIMER	No	Yes	229	150 to 350	
WELD	No	Yes	230	150 to 350	
GARFIELD	No	Yes	230	150 to 350	
WELD	No No	Yes	233	150 to 350	
WELD	No	No	235	150 to 350	
WELD			ò	. (
	No.	No	237	150 to 350	
WELD	No	Yes	239	150 to 350	
WELD	No	No	240	150 to 350	
WELD	No No	Yes	244	150 to 350	
LA PLATA	No No	No	245	150 to 350	
PHILLIPS	No	No	250	150 to 350	
WELD	Yes	No	255	150 to 350	
WELD	No	No	260	150 to 350	
ADAMS	No	No	261	150 to 350	
WELD	No	No	264	150 to 350	
WELD	No	No	265	150 to 350	
LARIMER	No No	Yes	266	150 to 350	
WELD			ò	· -	
	No.	Yes	267	150 to 350	
WELD	No	No	272	150 to 350	
WELD	No	Yes	275	150 to 350	
WELD	No	Yes	277	150 to 350	
WELD	. No	Yes	277	150 to 350	
WELD	No	Yes	280	150 to 350	
WELD	No	Yes	280	150 to 350	
WELD	No	No	280	150 to 350	
WELD	No	No	281	150 to 350	
WELD	No	No	282	150 to 350	
PHILLIPS	No	Yes	284	150 to 350	
WELD			285		
	No.	Yes		150 to 350	
YUMA	No	Yes	288	150 to 350	
ADAMS	No	No	292	150 to 350	
WELD	No.	No	292	150 to 350	
WELD	No	Yes	298	150 to 350	
LAS ANIMAS	No	Yes	298	150 to 350	



Well to Building Setback Review

Colorado Oil and Gas Conservation Commission October 17, 2010

Count of well locations by proximity groupings from well spot to buildings within 500 feet for all locations reviewed under the December 17, 2008 amended rules.

County	Total	Less 150	150 to 350	350 to 500
ADAMS	4	0		
ARAPAHOE	0	0	0	
ARCHULETA	1	0	0	
BACA	0	0	0	0
BOULDER	2	0	1	1
BROOMFIELD	4	0	0	
CHEYENNE	0	0	0	0
DELTA	1	0	0	
DOLORES	0	0	0	0
ELBERT	0	0	0	0
EL PASO	0	0	0	0
FREMONT	2	0	0	2
GARFIELD	4	0	3	1
GUNNISON	0	0	0	0
HUERFANO		0	0	0
JACKSON	0	0	0	0
KIOWA	0	0	0	0
KIT CARSON	0	0	0	0
LA PLATA	7	0	2	5
LARIMER	6	0	3	3
LAS ANIMAS	7	1	3	3
LINCOLN	0	0	0	
LOGAN	1	0	1	0
MESA	1	0	0	1
MOFFAT	1	0	0	1
MONTEZUMA	0	0	0	0
MONTROSE	0	0	0	
MORGAN	1	0	0	1
PARK	0	0	0	
PHILLIPS	6	1	3	2
PROWERS	0	0	0	0
RIO BLANCO	0	0	0	
ROUTT	0	0	0	
SAN MIGUEL	0	0	0	0
SEDGWICK	1	0	0	1
WASHINGTON	0	0	0	0
WELD	173	2	68	103
YUMA	10	0	3	7
TOTAL	232	4	89	139



Piceance Basin Well to Building Setback Review

Colorado Oil and Gas Conservation Commission October 17, 2010

County	Total	Less 150	150 to 350	350 to 500
DELTA	1	0	0	1
GARFIELD	4	0	3	1
GUNNISON	0	0	0	0
MESA	1	0	0	1
MOFFAT	1	0	0	1
RIO BLANCO	0	0	0	0
PICEANCE TOTAL	7	0	3	4

Locations Authorized within 500 feet of Building

		New			Building
County	High Density	Location	Distance	Proximity	Description
GARFIELD	No	Yes	230	150 to 350	Ranch House
GARFIELD	No	Yes	329	150 to 350	Barn
GARFIELD	No	Yes	335	150 to 350	Ranch House
MESA	No	No	359	350 to 500	Ranch House
MOFFAT	No	No	360	350 to 500	Meter Shed
GARFIELD	No	Yes	454	350 to 500	Ranch House
DELTA	No	No	462	350 to 500	Re-Entry - Home



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Colorado Oil Gas Conservation Commission Monthly Statistics

YEAR MO F 2007 Total JAN FEB						SIIL						Well					
Total	Hughes	Drilling	bu	Recompletion	oletion	Injection	tion	Pits	s	Locations	tions	Spud	Active	Active	P	Public Visits	S
11-	Rig Count	Apvd	Rcvd	Apvd	Rcvd	Apvd	Rcvd	Apvd	Rcvd	Authz	Rcvd	Notice	Permits	Wells	\dashv	Office	Internet
JAN		6375	7047	214	253	42	38	154	428						382	696	1275131
EB	100	809	675	17	20	0	4	2	13				3451	34173	16	66	87783
	115	514	591	18	14	2	œ	4	22				3462	34341	27	106	80083
MAR	118	601	734	16	13	3	7	1	က				3535	34695	21	91	132081
APR	123	607	784	33	4	12	12	16	12				3584	35058	18	84	141191
MAY	119	287	688	20	47	9	7	2	က				3657	35390	16	86	123537
NOS	108	803	730	27	20	9	2	80	52				3952	35686	12	102	79732
JUL	109	774	759	12	28	4	9	4	13				4152	35978	12	82	75564
AUG	116	639	693	37	54	2	2	96	46				4169	36271	23	122	70750
SEP	115	209	682	22	21	4	-	147	7				4323	36516	21	143	67034
OCT	116	838	729	18	16	2	က	38	211				4562	36731	22	96	69574
NOV	123	558	809	7	23	4	2	က	37				4542	36987	17	161	60773
DEC	104	791	727	27	31	က	2	19	31				4897	37359	80	107	62871
2008 Total		8029	8400	287	291	24	99	353	454						213	1291	1050973
JAN	87	540	519	29	16	4	5	20	18				4976	37567	12	94	66135
FEB	89	829	411	10	21	-	-	30	4				5331	37785	21	81	62220
MAR	29	483	1476	19	21	က	19	2	29				5370	38105	21	70	68742
APR	25	465	40	9	16	4	9	œ	15	0	0		5416	38885	0	0	66271
MAY	45	306	24	2	6	7	4	0	3	0	28		5229	39231	22	114	71092
NOC	44	377	225	13	1	2	7	2	œ	0	39	0	5109	39944	9	142	67461
JUL	44	487	203	34	19	11	10	0	12	7	72	120	5132	40184	13	92	87216
AUG	44	223	135	က	24	3	4	10	_	38	9	119	4955	40338	17	66	111016
SEP	45	277	278	56	20	3	_	-	2	82	9/	152		40469	13	97	100329
OCT	38	288	467	9/	72	7	2	0	7	28	126	135	4317	40643	10	90	100695
NOV	38	382	401	38	62	9	က	21	32	191	146	128	4154	40854	13	121	91528
DEC	40	653	543	78	24	4	က	115	37	195	218	139	4100	40956	13	89	92088
2009 Total		5159	4752	334	344	22	68	242	178	571	292	793			161	1071	984793
JAN	45	462	206	31	11	3	4	49	6	186	277	168		41207	56	82	105289
FEB	20	377	989	တ	35	2	4	∞	9	213	265	162		41478	7	114	97167
MAR	21	713	653	31	33	2	2	6	တ	300	206	194	3858	41632	19	104	103614
APR	51	649	493	33	67	2	2	17	2	234	220	210	4040	41843	24	110	127472
MAY	53	622	389	22	29	_	က	47	10	224	200	188	4291	42096	1	26	NA
NOC	53	490	520	88	139	0	2	12	40	258	253	166	4373	42217	56	100 NA	ΑA
JUL	09	432	459	81	24	_	_	15	18	224	185	208	4300	42324	10	84 NA	ΑA
AUG	99	538	490	8	22	_	_	37	တ	201	234	197		42534	16	91	86609
SEP	99	437	400	31	33	_	လ	7	_	195	152	200	4558	42686	6	9/	83055
2010 Total		4720	4596	443	456	13	28	201	107	2035	1992	1693			148	861	603206





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Colorado Oil Gas Conservation Commission Monthly Statistics

Operators Release	erators Release	ors Release			Bonds		Claim	<u>.</u> <u>.</u>	Hea	Hearings	>	Violations					Remediation Projects		Field
OI	Change	New	Inactive	<u>n</u>	+	Replace	nd.	Blnkt	Apps.	히	NOAV	AOC) OFV	Ō	S			\sim	lnsp
7	11700	146	35	22	41	137	3	1	89	86	542	6	0	359	33		220	85 1	10120
	889	16	7	8	9	15	0	0			29		1	1	2	06	25	9	625
	555	10	2	9		7	0	0	2	5	42		_	0	31	40	28	14	772
	627	10	2	4	7	16	0	0			37		0			26	7	œ	1002
	582	11	5	80	7	11	0	0	NA	NA	37	Ϋ́	Ν Α	က	31	59	28	13	798
	720	7	က	2	က	7	0	0	7	7	13		_	0	15	54	23	22	688
	929	20	2	2	2	00	0	0	17	7	32		10		19	23	16	12	732
	867	22	5	က		∞	0	0	7	15	34		0			56	22	7	775
	684	13	2	2	4	9	0	0					_	0	22	33	44	7	677
	909	15	4	9	7	80	0	0	29	25	6					30	28	9	1001
	585	7	2	9	4	00	0	0			.,		0			34	6	7	879
	447	5	က	0		9	0	0	ΑĀ	Ϋ́	10	¥	₹		00	31	12	∞	722
	2002	6	1	0	2	3	0	0	9	7	16		2	0	21 4	44	13	4	783
	9019	153	44	20	29	107	0	0	109	92	308	16	2	222	430		259	113	9454
ı	223	11	4	9	က	7	-	0		15	15			0	6	35	6	-	884
	646	9	2	9	-	10	0	0	4	7	21		0	0	15	25	7	16	1184
	911	10	2	2	2	œ	0	0	10		32				43	35	36	2	296
	1127	2	2	2	2	4	0	0	ΑĀ	¥	21	¥	¥	က	31	34	30	က	946
	170	6	9	3		7	0	0	7	2	25		0	0	15	27	7	4	822
	177	2	2	က		9	0	0			26		0	1	10	23	19	8	1093
	251	œ	7	က	5	6	0	0			6		-			23	26	∞	798
	185	2	0	2		4	0	0			25					10	20	9	744
	320	7	10	7	2	12	0	0	9	5	22		0	0	20	51	8	17	782
	202	2	တ	10		7	0	0			16					34	13	14	575
	545	9	4	2		18	0	0	7	6	27				3	54	21	16	725
	601	က	2	2		4	0	0	ΑA	Ϋ́	21	¥	¥			20	12	52	642
	5663	80	20	24	53	96	-	0	87	73	260		8	202	2 371		208	133	9991
	959	4	9	_	7	10	0	0	16		29			0 1	1	38	22	13	1159
	733	2	က	4	4	က	0	-	1		6				11	24	19	4	1138
	1914	4	5	9	9	7	0	0	13	12	37		0	0	9	29	41	ნ	2044
	593	2	2	6	7	4	0	0	21	15	5				18 4	42	24	22	982
	632	က	က	10	0	∞	0	0	ΑA	ΑĀ	9	Ϋ́	Ϋ́	_	13	38	44	49	1278
	647	က	0	2		2	0	0	23	20	22		0	0		34	25	4	1218
	919	2	0	0	0	∞	0	0	12				_			45	37	54	806
	492	က	2	2	_	5	0	0	∞		40			0		42	37	20	1476
	172	4	က	0	4	4	0	0	10	10	31		7		10	35	48	37	1124
	6455	36	24	34	26	51	0	-	114	102	216		4	3 141		357	324	229	11327