



Update Beren Corp. Colorado Properties

Rodney Reynolds <Reynoldsr@berexco.com>

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To: John Axelson - DNR <john.axelson@state.co.us>, John Noto - DNR <john.noto@state.co.us>, "Leonard - DNR, Mike" <mike.leonard@state.co.us>, Diana Burn - DNR <diana.burn@state.co.us>, "Schure - DNR, Kym" <kym.schure@state.co.us>, Mari Deminski <Mari.Deminski@state.co.us>

Cc: Dana Wreath <DWreath@berexco.com>, Chris Purcell <cpurcell@ltenv.com>, "Willis, Robert" <RWillis@bwenergylaw.com>, Eric Lang <elang@ltenv.com>

Beren Corp. Leases in Colorado

Update on Activities

Please see below an update regarding work to be done per Commission Order No. IV-435. The work described below is listed in the order they appear in the Agreement section of the order starting on page 3.

- III.
1. Moyer Unit, Weld County.
 - a.
 - Beren has removed all oily waste in the drainage and streambed.
 - Samples have been collected by LT Environmental and are currently being analyzed to verify that all oily waste has been removed in accordance with Rules 909 and 910.
 - Beren has and will continue to comply with the Form 27 submitted September 18, 2013 and approved on September 19, 2013.
 - b.
 - Beren has and is still in the process of cleaning up (excavating) the oily waste at the tank batteries, skim pits and produced water pits at the old Gerry (historic spill site), Moyer A and Moyer B Leases tank battery sites.. These three old tank battery sites are being abandoned as a result of the Moyer Unit waterflood consolidating to a single tank battery. Beren is working with LT Environmental collecting and analyzing samples to verify all the oily waste has been cleaned up and will submit the necessary Form 27(s) for approval prior to closure of these sites. Documentation will be included that the oily waste has been properly treated and disposed in accordance with Rule 907.e. this will be completed by June 30, 2014.
 2. Scott Lease, Washington County . Beren installed Rule 210 compliant signs prior to October 31, 2013.
 3. Brewer Lease, Logan County. Beren has cleaned up (excavated) the oily waste from the skim pit and is working with LT Environment collecting and analyzing samples for verification. The pit will be closed and a compliant Form 27 will be submitted by June 30, 2014.

4. Cook Lease, Washington County. The well on this lease has been plugged. Beren is in the process of land farming soils under the supervision of LT Environmental. Beren commits to completion of this reclamation project by October 28, 2015.
5. Wright Lease, Washington County. Beren is in the process of land farming soils under the supervision of LT Environmental. Beren commits to completion of this reclamation project by October 28, 1015.
6. Additional leaseholds

- Klinginsmith Lease, Weld County; Thompson Lease, Logan County; Williams Lease, Washington County.

Beren has recently determined these leases are no longer economic to produce under existing operating conditions in Colorado. Form 6's (Intent to Abandon) for these leases have been submitted and approved by the COGCC. Beren is currently waiting on rigs to plug these wells. All the production equipment has been removed. Pit excavation has been initiated. Beren is working with LT environmental collecting and analyzing samples to verify all the oily waste has been cleaned up and will submit the necessary Form 27(s) for approval prior to closure of these sites. Documentation will be included that the oily waste has been properly treated and disposed in accordance with Rule 907.e. These leases will be abandoned and sites remediated in accordance with COGCC rules.

- MacNeill Lease, Washington County; Segelke Lease, Logan County.

Beren has updated signs, painted equipment, rebuilt containment dikes and replaced skim pits with skimming equipment. Beren has provided updates to staff on work progress. Beren has excavated skim pit soils and is working with LT Environmental collecting and analyzing samples to verify all the oily waste has been cleaned up and will submit the necessary Form 27(s) for approval prior to closure of these pits. Documentation will be included that the oily waste has been properly treated and disposed in accordance with Rule 907.e. Pit closures will be completed by October 28, 2016.

IV. Beren has provided training to employees regarding COGCC spill reporting requirements, spill remediation, E&P waste management and good housekeeping practices. Beren has provided subcontractors a copy of the outline of the written training program. As an attachment to this email, Beren is providing COGCC staff the outline of the written training program.

If you have any questions, please let me know.

Thanks

Rodney R. Reynolds

Beren Corporation

2020 N. Bramblewood St.

Wichita, KS 67206

Direct [\(316\) 337-8340](tel:3163378340)

Cell (785) 331-9809

Reynoldsr@berexco.com



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