

GRYNBERG PETROLEUM COMPANY

RECEIVED

JAN 09 2017

COGCC

3600 SOUTH YOSEMITE, SUITE 900 ● DENVER, COLORADO 80237-1830, USA ● PHONE 303-850-7490

E-MAIL: grynpetro@grynberg.com FAX: 303-850-7498

January 5, 2017

Steven Mah
State of Colorado
Oil & Gas Conservation Commission
1120 Lincoln Street, Suite 801
Denver, CO 80203

Re: Notice of Alleged Violation – Grynberg Petroleum

Dear Steven:

Yesterday I received the NOAV issued 1/4/2017, Doc #401176656 for Grynberg Petroleum Graefe #1, API 05-123-06129-00. This letter is a follow up to our phone conversation this morning. I apologize that I did not receive any NOAV's for this well previously. Randy Edelen (r.edelen@grynberg.com) and I have requested that we be notified of any correspondence from the COGCC in the future.

I was on this location two days ago on Tuesday January 3, 2017 with a roustabout contractor and a well service contractor. There was no longer a leak at the wellhead. We discussed that the berms need to be reconditioned but they are buried in snow but we should correct this violation ASAP when weather permits. At the same time we will remove contaminated soil from around the wellhead and treater.

There are well signs positioned near the wellheads for the Graefe#1, Croissant #1 and Croissant #4 wells.

I am ordering a sign today for the tank battery as follows:

Grynberg Petroleum Company
This Battery Serves:
Graefe#1 SWNW26 9N 62W
Croissant #4 NWNW26 9N62W
Croissant #1 SWD, NENW26 9N62W
Access from Cnty Rd #100.
Emergency 303-850-7490 or 911

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I will post this sign at the tank battery when it is finished.

Thank you for your assistance.

Regards,

A handwritten signature in blue ink that reads "Richard Miller". The signature is written in a cursive style with a large initial "R" and "M".

Richard Miller
Drilling Manager
Grynberg Petroleum Company
3600 S. Yosemite St. Suite 900
Denver, CO. 80237-1830

Tel: 303-850-7490
Fax: 303-850-7498
Mobile: 303-881-5440