



March 23, 2018

Colorado Oil & Gas Conservation Commission  
ATTN: Director Julie Murphy  
1120 Lincoln Street, Suite 801  
Denver, Colorado 80203

RE: Kinder Morgan CO2 Company, L.P.  
Rule 523.e. Voluntary Self Disclosure – Eighth Quarterly Report

Dear Director Murphy:

Kinder Morgan CO2 Company, L.P. ("Kinder Morgan") (Operator No. 46685) hereby provides the Colorado Oil and Gas Conservation Commission ("COGCC" or "Commission") with this eighth quarterly status report to its Rule 523.e. voluntary self-disclosure made on February 17, 2016. This eighth quarterly status report follows the first quarterly status report of June 30, 2016, the second quarterly status report of September 30, 2016, the third quarterly status report of December 20, 2016, the fourth quarterly status report of March 23, 2017, the fifth quarterly report of June 23, 2017, the sixth quarterly report of September 28, 2017, and the seventh quarterly report of December 20, 2017. Further, this eighth report provides an update regarding the status of certain drilling pits located in Montezuma and Dolores Counties, Colorado, which either required soil sampling, were closed pursuant to BLM requirements, or were drilled without a pit and closed with a Form 27. The attached table labeled "Exhibit A – March 2018 Status Table" provides a summary of the status of the subject pits as of this eighth quarterly status report.

In Kinder Morgan's December 20, 2017 quarterly report, Kinder Morgan reported that it had completed the soil samples at all 25 fee locations, it had removed the pit liner material at 1 of the 19 pit locations, the DC-5, and it had received signed waiver agreements from landowners consenting to leave the pit liner in place for 17 of the remaining 18 pit locations, with the remaining landowner considering Kinder Morgan's request for a waiver.

On February 15, 2018, Kinder Morgan submitted a final Rule 502.b. variance request for Rules 905.a., 905.b(3) and 1003.d. for 17 of the remaining 18 locations to allow Kinder Morgan to leave the pit liners in place. As reported in the final variance request, Kinder Morgan plans to request a separate future variance at the 1 remaining pit location, the DC-2, at a later date.

Kinder Morgan has been discussing the pits closed pursuant to BLM requirements with both the COGCC and the BLM, as noted on Exhibit A. Based on these discussions with COGCC and BLM, Kinder Morgan will be submitting Form 4s to the COGCC attaching correspondence from the BLM in order to close out the audit with regard to the former pit sites on BLM land.

Kinder Morgan continues to work diligently to close all of the remaining pits subject to its voluntary self-disclosure and pending Rule 502.b variance request, and appreciates the COGCC Staff's feedback and continued discussion. Pending approval of the Rule 502.b variance request, Kinder Morgan will submit its ninth quarterly report on or before June 29, 2018, and will supplement this report with additional information if necessary. If at any time you or the COGCC Staff has questions or would like additional detail on any item, please let me know by contacting me at 713-369-9113 or ken\_havens@kindermorgan.com.

Sincerely,



Kenneth H. Havens Jr.  
Vice President of Source and Transportation

Enclosures

cc: Jessica Toll, KM  
Barry Swift, KM  
Jamie Jost, Jost Energy Law, P.C.  
Alex Fisher, COGCC  
Greg Deranleau, COGCC  
Jim Hughes, COGCC