



**George Rooney** <gbrooneyiv@yahoo.com>  
To: Cowan, Peter I  
Cc: Stephen B. Garcia, Phil Kriz

Wed, Jul 15, 2020 at 4:22 PM ★

Hi Peter,

Sounds good. I actually got the cover letter for the order out of one of the Silt well files describing the lease status, and have the entire order from Evertson. Even tho there is still a lease in effect, I just want to make sure the wells hold no leases under HBP status. Stephen & I spoke about this last week, and if the letter confirms no leases are held by well HBP status, Evertson will be comfortable moving forward. I'll touch base with Stephen tomorrow.

Thanks,  
George  
303-619-1908

On Wednesday, July 15, 2020, 5:08:31 PM MDT, Cowan, Peter I <picowan@blm.gov> wrote:

Howdy George,

I wanted to let you know that my staff reached out to my national office to make sure there were no concerns with a separate letter. There are not. I've let Stephen and the field office know this and I expect they will be sending a letter to you soon. I apologize for my delayed response. If you have any questions related to the on-the-ground operations (e.g. storing equipment at the compressor), please coordinate with the field office staff. Also, don't hesitate to reach out to me if you have anything that I can assist you with.

Thank you!  
Peter

**Peter Cowan | Branch Chief of Fluid Minerals**  
Bureau of Land Management | Colorado State Office  
Office 303-239-3939 | Mobile 720-838-1641 | picowan@blm.gov

**From:** George Rooney <gbrooneyiv@yahoo.com>  
**Sent:** Wednesday, July 8, 2020 2:59 PM  
**To:** Cowan, Peter I <picowan@blm.gov>  
**Cc:** Garcia, Stephen B <sbgarciab@blm.gov>; Byers, James C <jbyers@blm.gov>; Phil Kriz <phil@evertson.com>  
**Subject:** [EXTERNAL] Evertson & Whitewater Questions

This email has been received from outside of DOI - Use caution before clicking on links, opening attachments, or responding.

Hi Peter,

Evertson requests a letter from the BLM, in addition to the written order, specifically authorizing us to access the well locations, plug the wells, abandon the gas metering facilities, and reclaim the locations. The letter should also confirm the leases associated with the four wells the BLM has requested Evertson plug, have expired, and hold no other undeveloped lands. Additionally, Evertson takes the position we have no ownership of the surface equipment, or recoverable down-hole tubulars and appurtenances. Evertson plans to use the tubulars ect. to facilitate plugging the wells, but suggests we store all surface & down-hole equipment at the compressor facility next to the Fed. 12-1A well. Evertson is concerned about how the Bankruptcy Court will value the equipment, and desires to delay final disposition of equipment until Court proceedings are final. The Court may want to take possession and dispose/sell the equipment if it perceives any associated value will reduce outstanding Fram debts.

I had discussed these issues with Rachel back in January, and followed up in writing (see attached e-mail thread). Evertson would appreciate a quick response to the above request, as we are ready to begin operations to plug the 4 wells. I have spoken with Stephan about the plugging procedures and sundry submittals, and am ready to finalize & submit those documents in the next week or two. I'm available to meet with the BLM in person to discuss any paperwork issues, and to get the process going.

Please call if any discussion is required to move forward.

Regards,  
George  
303-619-1908



# United States Department of the Interior



BUREAU OF LAND MANAGEMENT  
Colorado River Valley Field Office  
2300 River Frontage Road  
Silt, Colorado 81652  
(970) 876-9000

In Reply Refer To:  
CON040  
COC61718

July 27, 2020

Certified Mail No.: 7019 0140 0000 8979 8267

Evertson Production CO  
Attn: Phil Kriz  
621 17<sup>th</sup> Street, Suite 830  
Denver, CO 80263

Dear Sir or Madam:

Reference the attached letter dated May 21, 2019 which notified Evertson Exploration LLC of the responsibility for performance under the lease terms, including the plugging and abandonment of unplugged wellbores, removal of associated surface facilities and restoration of the surface.

Evertson Exploration LLC is authorized to (1) access the well locations, (2) appropriately plug and abandon the 4 wells pending an approved plugging procedure, (3) abandon the gas metering facilities, and (4) reclaim the locations as approved by the BLM Natural Resource Specialist (NRS).

The 4 wells do not hold lease COC61718 by production.

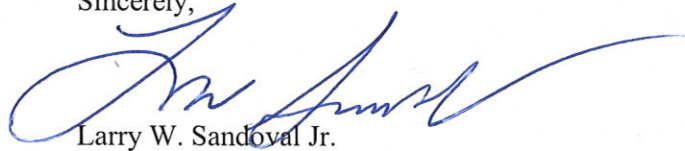
Please submit Notices of Intent to Plug and Abandon (Form 3160-5) for the unplugged wellbores on this lease and plans to remove the associated surface facilities. A Notice of Intent to Plug and Abandon must be submitted within 60 days of receipt of this letter. Surface restoration shall be conducted in cooperation with this office. It is expected that you will work cooperatively with the other owners of record title for this lease in complying with this order.

Well equipment, tubulars, and appurtenances removed for the plugging and abandoning of the wells, and well site surface restoration can be stored on the compressor station surface site.

As previously discussed with Jim Byers, BLM NRS during a meeting on June 17, 2020, the extent of the surface reclamation work would generally include ripping and broadcast seeding (double the rate) the four well sites as well as the access road that serves the Federal 12-2 well. Specifics of the surface reclamation work can be discussed in detail during a meeting with you and Jim Byers at the sites prior to commencing such work. Please contact Jim Byers (970-319-2532) with any questions or to arrange an onsite meeting related to the surface reclamation work.

If you have any questions or concerns, please contact Stephen Garcia at 970-876-9031.

Sincerely,

A handwritten signature in blue ink, appearing to read "Larry W. Sandoval Jr.", with a long, sweeping flourish extending to the right.

Larry W. Sandoval Jr.  
Field Manager

Cc: Wayne Werkmeister  
CO922  
George Rooney, Evertson operations engineer  
Evertson Production CO  
Attn: Phil Kriz  
P.O. Box 397  
4362 E. Highway 30  
Kimball, NE 69145