

Caerus will be plugging and abandoning Yellow Creek Federal 27-13-1 (05-103-10550) soon, in section 27 of T1N R98W (Location ID 316268 [XTO 316449]). Caerus is requesting abandonment in place an off-location flowlines associated with this well: 24907 - 27-13 PRODUCED WATER LINE (~0.14 miles in length), part of systems (Yellow Creek Water) 482203, and 24751 - YCF 27-13 6" GAS LINE TO GATHERING (~0.15 miles in length), part of Form 12, Facility ID 470610, currently operated by Caerus. [part of a Form 12 system submitted previously by XTO (Doc # 402547937-the the best of Caerus' knowledge)]. The gas line listed above does not fall into 1105 regulations but is included for your information.

The request is based on the following reasons set forth in 1105.d.2.

*B. The line is subject to the jurisdiction of the federal government, and the relevant federal agency directs abandonment in place;*

- A. The BLM is the landowner here and generally prefers abandonment-in-place vs. further surface disturbance

*D. Removal of the flowline or crude oil transfer line would cause significant damage to natural resources, including wildlife resources, topsoil, or vegetation;*

- A. The Right-of-way is already partially reclaimed from seeding after line install. Removal of the line segment will cause significant impacts to already revegetated areas and further damage to top soil and established wildlife.

*F. The flowline or crude oil transfer line or a segment of the line crosses or is within 30 feet of a public road, railroad, bike path, public right of way, utility corridor, or active utility or pipeline crossing;*

Image 1: Overview of the line to be abandoned-in-place. For the majority of the line, it is within 30 feet of the lease road.



Image 2: Zoom of the vicinity between the pipeline and the existing road, also showing the significant revegetation of the right-of-way directly overlying the pipeline.



The line will be flushed, valves removed and the ends capped. A pressure test will be performed prior to final abandonment in place and a third party will verify per 1105 rules.