

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

November 15, 2010

Mr. Robert Cornelius
Senior Vice President, Operations
Denbury Onshore, LLC
5100 Tennyson Parkway, Suite 3000
Plano, TX 75024

CPF No. 4-2009-5007

Dear Mr. Cornelius:

On April 22, 2010, the Pipeline and Hazardous Materials Safety Administration (PHMSA) issued to Denbury Onshore, LLC a Final Order in the above-referenced case. This Order included a Compliance Order and Civil Penalty assessment. Based on the confirmation of payment of the civil penalty and the documentation that Denbury Onshore, LLC provided May 6, 2010 and an inspection conducted by this office during the week of July 19-23, 2010, it has been determined that you have complied with the terms of this Order.

Accordingly, this case is now closed and no further action is contemplated with respect to the matters involved in this case. Thank you for your cooperation in this matter.

Sincerely,

R. M. Seeley
Director, Southwest
Pipeline and Hazardous
Materials Safety Administration