

Surface Location Exception Waiver (Rule 318A.a & 318A.c.)

Petroleum Development Corporation as Operator of the following wells:

Township 6 North, Range 66 West

Section 7: E/2

Schaefer 7MD: 165' FNL & 2014' FEL; Lat. N 40.50876°, Long. W -104.81892°
Schaefer 31-7D: 165' FNL & 1992' FEL; Lat. N 40.50876°, Long. W -104.81884°
Schaefer 7CD: 165' FNL & 1970' FEL; Lat. N 40.50876°, Long. W -104.81876°
Schaefer 41-7D: 165' FNL & 1948' FEL; Lat. N 40.50876°, Long. W -104.81868°
Schaefer 7RD: 165' FNL & 1926' FEL; Lat. N 40.50876°, Long. W -104.81860°
Schaefer 7OD: 2547' FNL & 1673' FEL; Lat. N 40.50225°, Long. W -104.81763°
Schaefer 33-7D: 2548' FNL & 1651' FEL; Lat. N 40.50225°, Long. W -104.81755°
Schaefer 32-7D: 2549' FNL & 1651' FEL; Lat. N 40.50225°, Long. W -104.81747°
Schaefer 7S: 2550' FNL & 1607' FEL; Lat. N 40.50225°, Long. W -104.81739°
Schaefer 42-7D: 2551' FNL & 1585' FEL; Lat. N 40.50225°, Long. W -104.81731°
Schaefer 7TD: 549' FSL & 610' FEL; Lat. N 40.49636°, Long. W -104.81374°
Schaefer 34-7D: 581' FSL & 611' FEL; Lat. N 40.49645°, Long. W -104.81374°
Schaefer 7XD: 603' FSL & 611' FEL; Lat. N 40.49651°, Long. W -104.81374°
Schaefer 7DD: 625' FSL & 612' FEL; Lat. N 40.49657°, Long. W -104.81374°
Schaefer 43-7D: 647' FSL & 613' FEL; Lat. N 40.49663°, Long. W -104.81374°

Hereby requests a Surface Location Exception Waiver from: *Schaefer Henry Farm, LLC*, surface owner.

Pursuant to the following Colorado Oil and Gas Conservation Commission Rule(s):

318A.a. and 318A.c.

Colorado Oil and Gas Conservation Commission Rule 318A.a. designates five "drilling windows" per quarter section of land in the Greater Wattenberg Area (GWA) – 400'x400' boxes in the center of each quarter/quarter section, and an 800'x800' box in the center of the quarter section.

Colorado Oil and Gas Conservation Commission Rule 318A.c. also states that certain well locations must be "twinned" (be located within fifty (50) feet of an existing well).

As the surface owner(s), I understand that the above-captioned well location(s) fall outside of those drilling areas and are greater than fifty (50) feet from an existing well, and consent to those location(s) as planned. I hereby waive any requirements to comply with COGCC Rule 318A.a. and 318A.c. for the above-captioned well(s).

Property Owner
Schaefer Henry Farm, LLC
BY: *Nancy Hammers, Mgr.*
Schaefer Henry Farm, LLC
Nancy Hammers, as Manager

Signed this 28 day of June, 2010.