



August 3, 2010

Mr. Rodney Wilson  
37900 CR 61  
Eaton CO, 80615

VIA HAND DELIVERY

RE: Rule 318.A(c) Exception Location Waiver: Twinning Waiver

**C7A Well:** 428' FSL, 1034' FEL

**C7B Well:** 429' FSL, 431' FEL

SESE Sec. 34-T7N-R63W, Weld County, Colorado

Dear Mr. Wilson,

Pursuant to our discussions and the terms of the Surface Use Agreement between the parties, Conquest Oil Company (Conquest) intends to drill two injection wells with above surface locations, greater than 50' from an existing well. Rule 318.A(c) stipulates that wells located within the Greater Wattenberg Area (GWA) must be located no greater than 50' from an existing well. Per COGCC Rules we are required to get surface owner approval of this location and a waiver of rule 318.A(c).

The nearest well to both of the proposed wells is greater than 1320' away from said wells and is outside of the QTR-QTR of the section.

These wells are spotted as above, in order to maximize the potential for future on-site injection facility operations and to minimize surface disturbance.

Should you find these locations acceptable please indicate so by signing the below section and returning the signed letter in the included stamped envelope as soon as possible. Please contact the undersigned at 970-356-5560 with any questions.

Sincerely,

Conquest Oil Company

A handwritten signature in blue ink, appearing to read "Bruce B. White".

Bruce B. White  
President

I, Rodney Wilson, acting as self or agent for Rodney Wilson, surface owner of the above described lands, with full power to execute the following, do hereby approve of the Conquest Oil Company C7A and C7B well locations as listed above on said lands in Section 34-T7N-R63W and grant a waiver to COGCC Rule 318.A(c) consenting that they may be located greater than 50' away from an existing well.

Signed Rodney Wilson this 5 day of August, 2010