



March 6, 2012

Colorado Oil & Gas Conservation Commission
1120 Lincoln Street, Suite 801
Denver, Colorado 80203

Attention: Mr. Thom Kerr

Re: 502.b Variance Request

Wise DB-18 5N46W

Approx. 1255 feet FNL and 1498 feet FEL
of Section 18, Township 5 North,
Range 46 West, 6th PM, NWNE/4
Yuma County, Colorado

Dear Mr. Kerr:

Per COGCC rule 502.b, we would like to request a variance for the drilling of the above referenced well. The proposed well falls under WLR 318B which allows four (4) wells to be drilled in any quarter section, but no more than one (1) well in any quarter-quarter section.

The proposed well is being requested to conduct a pilot evaluation of increased density in this specific area located in Yuma County, Colorado. If this well is approved for drilling it would become the 2nd well in the NWNE/4 and the 5th well in the NE/4 of Sec. 18-T5N-R46W.

Please see the attached correspondence between COGCC and Augustus Energy Partners, LLC for specific details pertaining to this pilot program. Also, attached is the location waiver from the surface owner of the proposed location.

If you have any questions or require additional information please do not hesitate to call the number listed above.

Best Regards,

Augustus Energy Partners, LLC

Loni J. Davis
Operations Accounting and Regulatory Specialist

cc: AEP Well File

Enclosure: Correspondence
Decline curves
Mineral/Surface owner Waiver