



410 17th Street, Suite 1500
Denver, CO 80202
(720) 440-6100 phone
(720) 305-0804 fax

Bonanzacrk.com

31 May 2012

The TH Ranch
34555 County Road 50
317 W. Prospect
Kersey, CO 80644-9418
Attn: Brad Petersen, Ranch Manager

VIA CERTIFIED MAIL
RETURN RECEIPT
7011 3500 0001 2342 3114

RE: Advance Notice of Commencement of Drilling Operations
NE/4 SE/4 Sec.35, T5N, R63W, 6th PM, Weld County, Colorado
North Platte 33-35, 34-35, 43-35, 44-35 (North Platte 43-35 Pad)

Mr. Petersen,

Bonanza Creek Energy Operating, LLC ("Bonanza") intends to drill the above mentioned oil and gas well(s) to be located as described above, on your property, which is subject to oil and gas leases owned by Bonanza. The purpose of this letter is to provide you with notice of our intent to stake the proposed oil and gas well location(s), schedule a meeting to discuss the locations of the well(s), and provide you with advance notice of our intent to conduct drilling operations. Please indicate on the attached form (Item 1) a time that you can be reached to arrange access for staking.

At this time, Bonanza would like to schedule a meeting in order to discuss the locations of the proposed wells, production facilities, roads and flow lines. This meeting can occur either by phone or in person and will satisfy COGCC Rule 306.a., consultation with surface owner. Please indicate on the attached form (Item 2a) a time that you can be reached to arrange this meeting. The attached form (Item 2b) also provides the opportunity to waive the 306.a consultation. In order to coordinate our operations and give you, the landowner, an opportunity to provide input, it is necessary to receive your response in a timely fashion. Operations are estimated to commence **on or after July 01, 2012.**

Once the above referenced permit(s) have passed COGCC completeness review, we will provide the permit application, as filed, and associated map(s) and/or plat(s) depicting planned locations of roads, facilities and wells.

LANDOWNER RESONSIBILITY

COGCC's Rule 305.e(3) states "it shall be the responsibility of the notified surface owner to give notice of the proposed operation to the tenant farmer, lessee or other party that may own or have an interest in any crops or surface improvements that could be affected by such proposed operation." **Please note that if you have any tenants, it will be your responsibility to notify such tenants of the drilling.**

ADVANCE NOTICE: Rule 305.e.(1)B

Notification is herein provided that commencement of operations will take place no sooner than 30 days from the date of this letter. A posted written notice will be made on or near the property, as well. For your reference, a sitemap is included which depicts the approximate location of proposed oil and gas well(s) and related facilities prior to permitting. As surface owner, you may waive this thirty (30) day notice. A form is enclosed which provides you the opportunity to waive the thirty (30) day written notice requirement, in which case operations may commence as soon as the permit is issued (Item 3). **Please return this completed form as soon as possible.**

We are looking forward to a mutually beneficial working relationship with you.

Sincerely,
BONANZA CREEK ENERGY OPERATING COMPANY, LLC.
BONANZA CREEK ENERGY, INC.



Jared Rush
Landman, Rocky Mountain Region
Direct: (720) 440-6142, Cell: (303) 881-4105
jrush@bonanzacrk.com

Enclosures

cc: Clerk to the Board of County Commissioners
Keith Caplan
Steve Wolfe



**SURFACE OWNER'S RESPONSE LETTER
Notice and Consultation**

NE/4 SE/4 Sec.35, T5N, R63W, 6th PM, Weld County, Colorado
North Platte 33-35, 34-35, 43-35, 44-35 (North Platte 43-35 Pad)

Having reviewed Bonanza Creek Energy Operating Company, LLC's **Advance Notice of Commencement of Drilling Operations** dated **05/31/2012**, the undersigned Surface Owner, hereby makes the following responses to the issues of **Notice and Consultation**; to wit –

1. Contact _____ (Name/Phone) at _____ (Time/Date).

2. The undersigned Surface Owner, or its Designated Representative desires:

a. To be consulted (Rule 306.a.) with in regard to "petroleum production" operations for the above referenced wells.

YES: _____ **NO:** _____

Contact _____ (Name/Phone) at _____ (Time/Date), in order to schedule a consult or phone call in order to discuss the planned location(s).

OR

b. Agrees to WAIVE the Rule 306.a. Consultation with Surface Owner required by the Colorado Oil and Gas Conservation Commission ("COGCC").

YES: _____ **NO:** _____

3. The undersigned Surface Owner, or their Designated Representative, agrees to WAIVE the thirty (30) day written notice requirement of commencement of operations with heavy equipment and machinery.

YES: _____ **NO:** _____

Signed and Dated this _____ day of _____, **2012**.

SURACE OWNER or DESIGNATED REPRESENTATIVE:

By _____ By _____

Title: _____ Title: _____

Designated Representative (if any)

Designated Representative (Agent): _____

Address: _____

Telephone: Home _____ Work _____

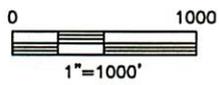
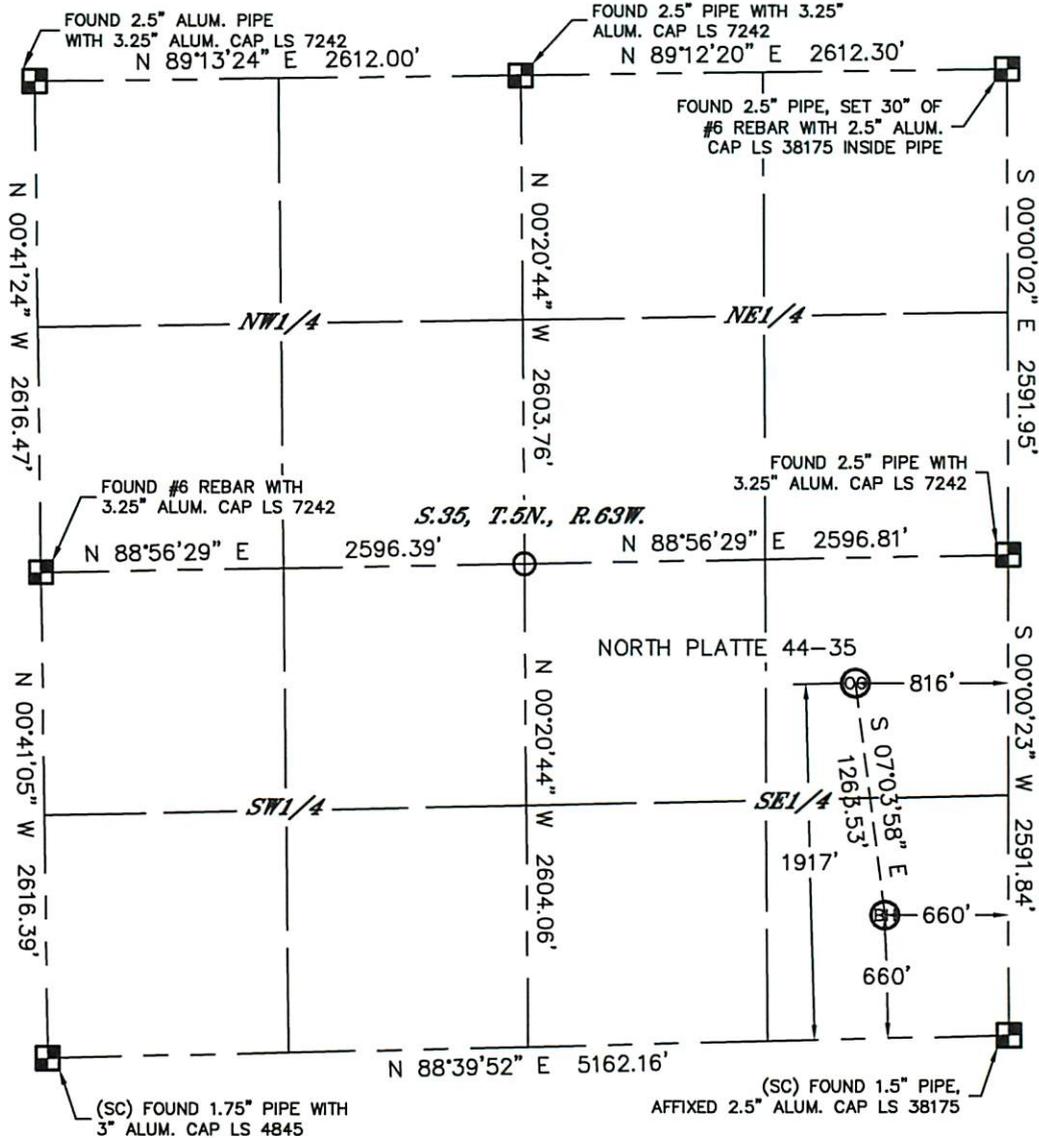


Lat40°, Inc. 1635 Foxtrail Drive, Suite 325 Loveland, CO 970-776-3321

WELL LOCATION CERTIFICATE

SECTION: 35
TOWNSHIP: 5N
RANGE: 63W

THIS MAP DOES NOT REPRESENT A BOUNDARY SURVEY



In accordance with a request from Keith Caplan with BONANZA CREEK ENERGY, INC. Lat40°, Inc. has determined the surface location of the North Platte 44-35 to be 1917' from the SOUTH line and 816' from the EAST line and the bottom hole to be 660' from the SOUTH line and 660' from the EAST line as measured at right angles from the section lines of Section 35, Township 5 North, Range 63 West of the Sixth Principal Meridian, County of Weld, State of Colorado.

I hereby state that this Well Location Certificate was prepared by me, or under my direct supervision, that the fieldwork was completed on 1/18/12, for and on behalf of BONANZA CREEK ENERGY, INC. That this is not a Land Survey Plat or an Improvement Survey Plat, and that it is not to be relied upon for establishment of fence, building, or other future improvement lines.

NOTE:

- 1) Bearings shown are Grid Bearings of the Colorado State Plane Coordinate System, North Zone, North American Datum 1983/2007. The lined dimensions as contained herein are based upon the "U.S. Survey Foot."
- 2) Ground elevations are based on an observed GPS elevation (NAVD 1988 DATUM).
- 3) IMPROVEMENTS: See LOCATION DRAWING for all visible improvements within 400' of disturbed area.
- 4) SURFACE USE: RANGELAND
- 5) INSTRUMENT OPERATOR: WYATT HALL

SURFACE LOCATION

LAT: 40.35419°N
LONG: 104.39700°W
PDOP: 1.5
ELEV: 4522'
1/4,1/4: NE1/4SE1/4
NEAREST PROPERTY LINE: 433'+/- NE

BOTTOM HOLE

LAT: 40.35074°N
LONG: 104.39650°W
1/4,1/4: SE1/4SE1/4

NOTE
According to Colorado law, you must commence any legal action based upon any defect in this W.L.C. within three years after you discover such defect. In no event, may any action based upon any defect in this survey be commenced more than ten years after the date of the certificate shown hereon. (13-80-105 C.R.S.)

LEGEND

- = ALIQUOT MONUMENT AS DESCRIBED
- = CALCULATED POSITION

Brian T. Brinkman—On behalf of
Colorado Licensed Professional
Land Surveyor No. 38175

DATE: 1/23/12
PROJECT#: 2011338



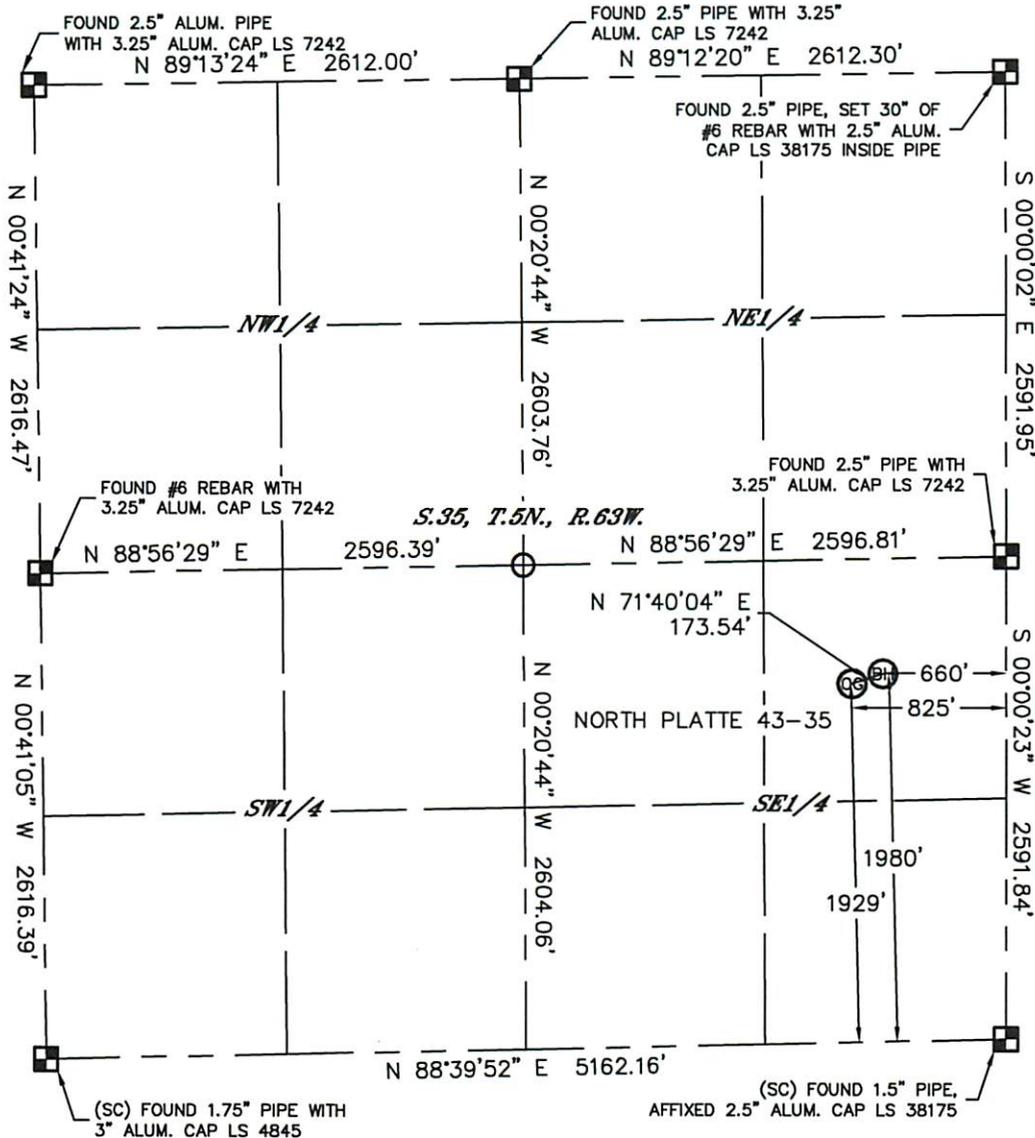


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WELL LOCATION CERTIFICATE

SECTION: 35
TOWNSHIP: 5N
RANGE: 63W

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In accordance with a request from Keith Caplan with BONANZA CREEK ENERGY, INC. Lat40°, Inc. has determined the surface location of the North Platte 43-35 to be 1929' from the SOUTH line and 825' from the EAST line and the bottom hole to be 1980' from the SOUTH line and 660' from the EAST line as measured at right angles from the section lines of Section 35, Township 5 North, Range 63 West of the Sixth Principal Meridian, County of Weld, State of Colorado.

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- 4) SURFACE USE: RANGELAND
- 5) INSTRUMENT OPERATOR: WYATT HALL

SURFACE LOCATION

LAT: 40.35422°N
LONG: 104.39703°W
PDOP: 1.6
ELEV: 4522'
1/4, 1/4: NE1/4SE1/4
NEAREST PROPERTY LINE: 434'+/- NE

BOTTOM HOLE

LAT: 40.35436°N
LONG: 104.39644°W
1/4, 1/4: NE1/4SE1/4

NOTE

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DATE: 1/23/12
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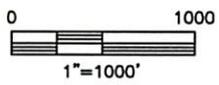
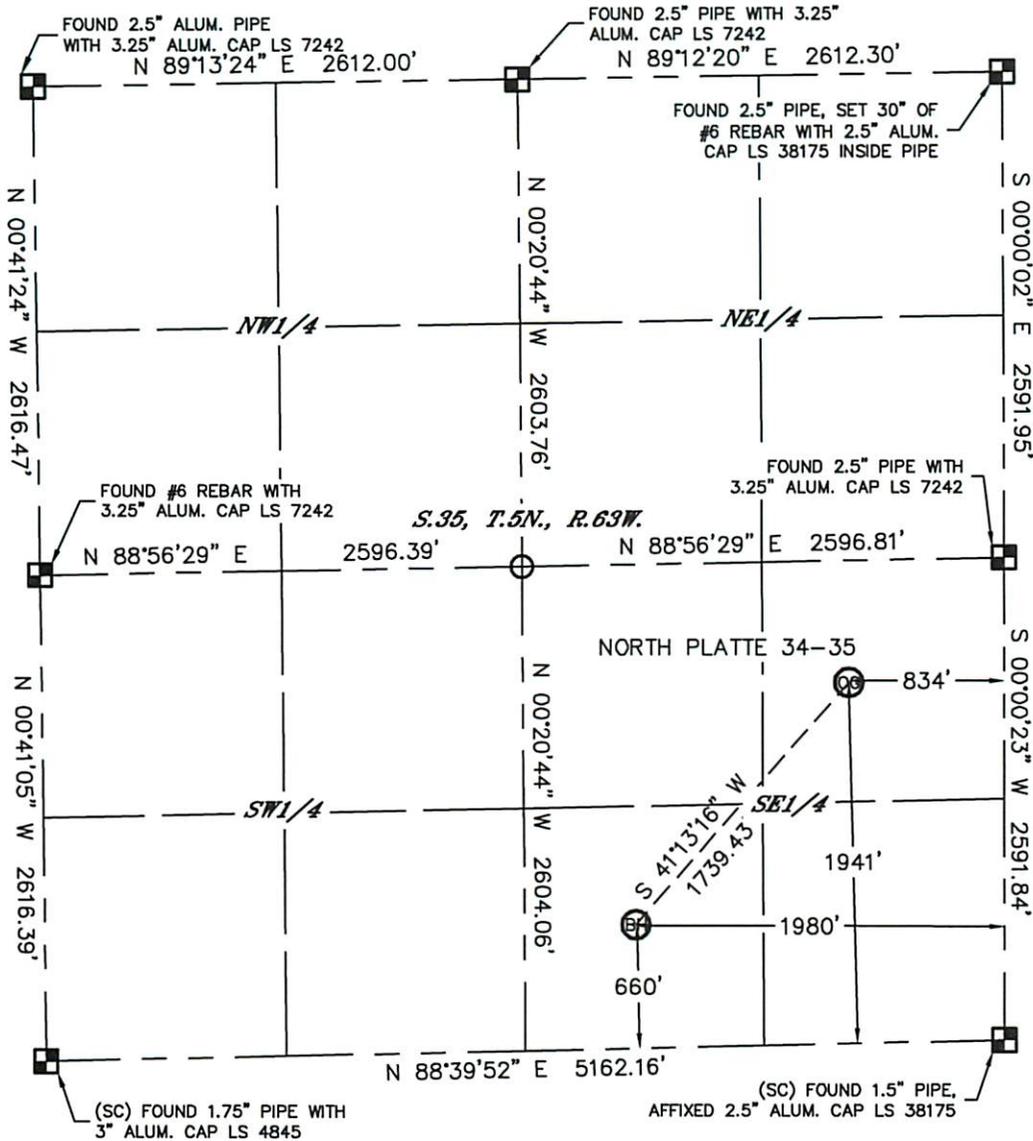


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WELL LOCATION CERTIFICATE

SECTION: 35
TOWNSHIP: 5N
RANGE: 63W

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In accordance with a request from Keith Caplan with BONANZA CREEK ENERGY, INC. Lat40°, Inc. has determined the surface location of the North Platte 34-35 to be 1941' from the SOUTH line and 834' from the EAST line and the bottom hole to be 660' from the SOUTH line and 1980' from the EAST line as measured at right angles from the section lines of Section 35, Township 5 North, Range 63 West of the Sixth Principal Meridian, County of Weld, State of Colorado.

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- 2) Ground elevations are based on an observed GPS elevation (NAVD 1988 DATUM).
- 3) IMPROVEMENTS: See LOCATION DRAWING for all visible improvements within 400' of disturbed area.
- 4) SURFACE USE: RANGELAND
- 5) INSTRUMENT OPERATOR: WYATT HALL

SURFACE LOCATION

LAT: 40.35425°N
LONG: 104.39706°W
PDOP: 1.2
ELEV: 4522'
1/4,1/4: NE1/4SE1/4
NEAREST PROPERTY LINE: 435'+/- NE

BOTTOM HOLE

LAT: 40.35070°N
LONG: 104.40123°W
1/4,1/4: SW1/4SE1/4

NOTE

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Land Surveyor No. 38175



DATE: 1/23/12
PROJECT#: 2011338

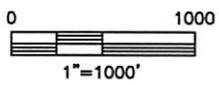
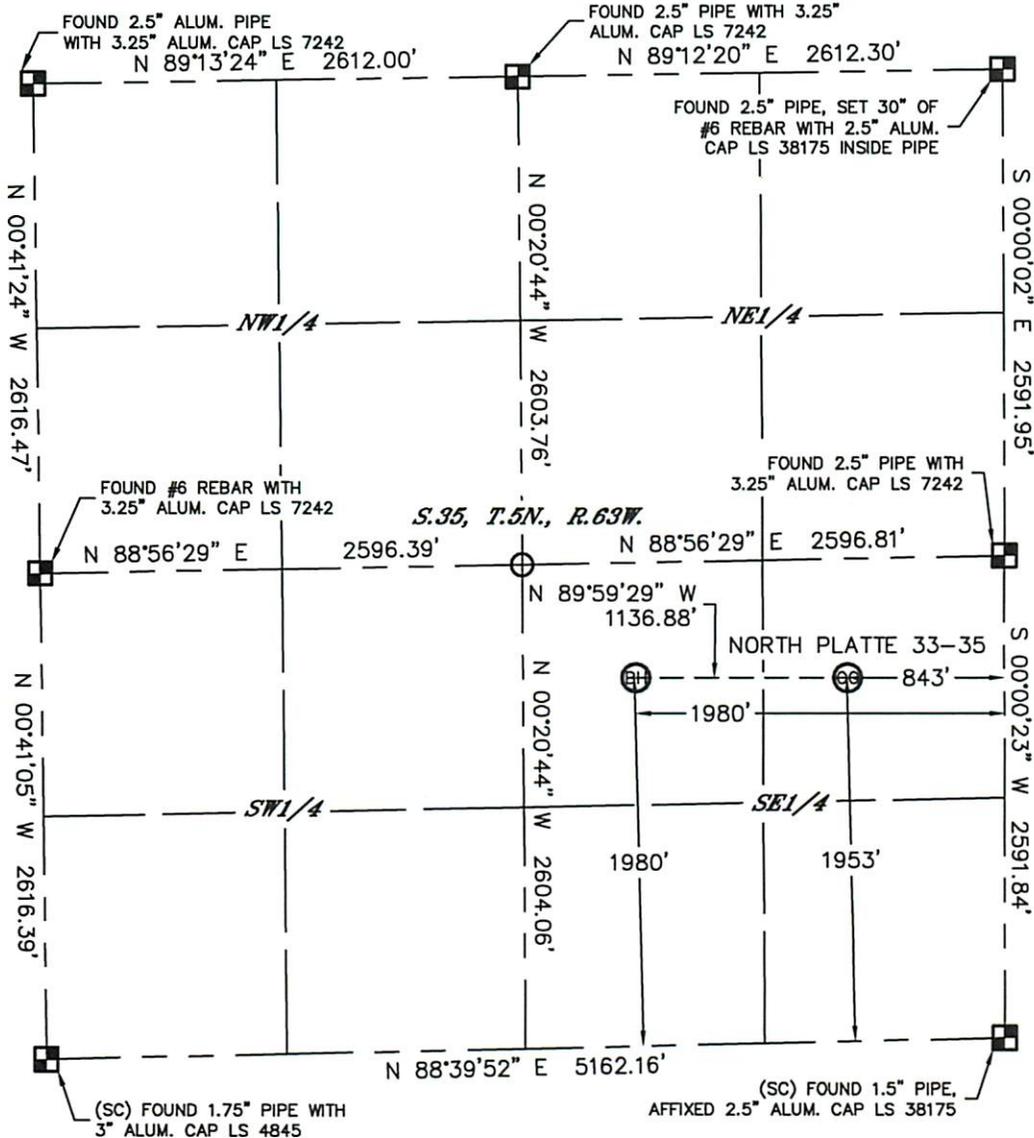


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WELL LOCATION CERTIFICATE

SECTION: 35
TOWNSHIP: 5N
RANGE: 63W

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In accordance with a request from Keith Caplan with BONANZA CREEK ENERGY, INC. Lat40°, Inc. has determined the surface location of the North Platte 33-35 to be 1953' from the SOUTH line and 843' from the EAST line and the bottom hole to be 1980' from the SOUTH line and 1980' from the EAST line as measured at right angles from the section lines of Section 35, Township 5 North, Range 63 West of the Sixth Principal Meridian, County of Weld, State of Colorado.

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- 3) IMPROVEMENTS: See LOCATION DRAWING for all visible improvements within 400' of disturbed area.
- 4) SURFACE USE: RANGELAND
- 5) INSTRUMENT OPERATOR: WYATT HALL

SURFACE LOCATION

LAT: 40.35429°N
LONG: 104.39710°W
PDOP: 1.8
ELEV: 4522'
1/4,1/4: NE1/4SE1/4
NEAREST PROPERTY LINE: 437'+/- NE

BOTTOM HOLE

LAT: 40.35433°N
LONG: 104.40117°W
1/4,1/4: NW1/4SE1/4

NOTE

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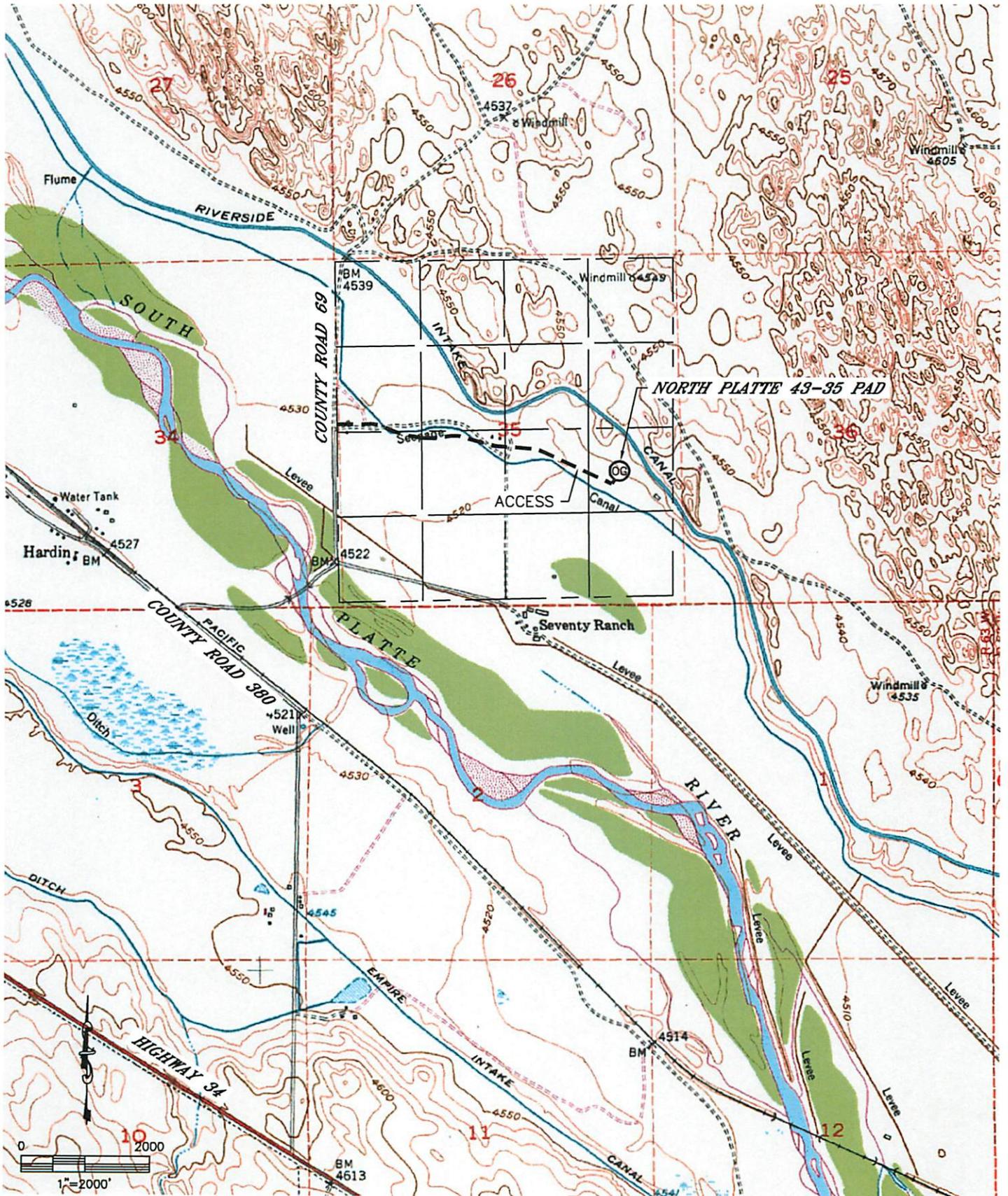


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ACCESS ROAD MAP

NORTH PLATTE 43-35 PAD

SECTION: 35
TOWNSHIP: 5N
RANGE: 63W



DATE: 1/23/12
PROJECT#: 2011338



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LOCATION DRAWING

NORTH PLATTE 43-35 PAD

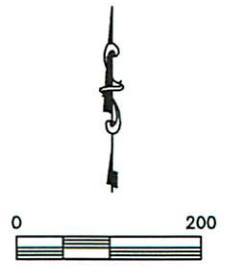
SECTION: 35
TOWNSHIP: 5N
RANGE: 63W



IMPROVEMENTS:

DISTANCES MEASURED FROM THE NORTH PLATTE 43-35 LOCATION

- | | |
|---|--|
|  FIELD ROAD 344' NE, 354', 414' SW |  PUMP HOUSE 643' NE |
|  FENCE 338' NE, 493' S |  OVERHEAD UTILITY 655' NE |
|  CANAL 351' SW, 361' NE | |
|  DITCH 294' S, 433' SW | |
|  LOW AREA 489' SW, 613' S | |



NEAREST: BUILDING (PUMP HOUSE) 643' NE, PUBLIC ROAD (CR 69) 4360' W,
ABOVE GROUND UTILITY 655' NE, RAILROAD (ABANDONED) 5280'+ SW, PROPERTY LINE 434'+/- NE
DATE: 1/23/12
PROJECT#: 2011338