

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

Petroleum Development Corporation as Operator of the following wells:

Township 6 North, Range 67 West, 6th P.M.

Section 12: NW/4

Weld County, Colorado

Simonsen 12J-243: 206' FNL & 440' FWL; Lat N 40.50839°, Long. W 104.84963°
Simonsen 12E-223: 206' FNL & 350' FWL; Lat N 40.50839°, Long. W 104.84995°
Simonsen 1i-421: 210' FNL & 1989' FWL; Lat N 40.50839°, Long. W 104.84406°
Simonsen 1L-241: 206' FNL & 410' FWL; Lat N 40.50839°, Long. W 104.84973°
Simonsen 1L-421: 206' FNL & 380' FWL; Lat N 40.50839°, Long. W 104.84984°
Simonsen 1Q-241: 210' FNL & 2019' FWL; Lat N 40.50839°, Long. W 104.84395°

Hereby requests a Surface Location Exception Waiver from: HKS Enterprises L.L.C., surface owners.

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).

HKS Enterprises L.L.C.

BY: Harlan M. Simonsen
Harlan Simonsen, Owner

Signed this 5th day of June, 2012.