



**SURFACE OWNER'S LOCATION WAIVER
COGCC Rule 318A(I).a and 318A(I).c Exceptions**

Seventy Holes 41-18 Pad: NENE Sec.18, T4N, R62W, 6th PM, Weld County, Colorado
Seventy Holes 41-18 (582' FNL 250' FEL), Seventy Holes 41-11-18HZ (552' FNL 250' FEL),
Seventy Holes 11-41-17 HZ (567' FNL 250' FEL)

WHEREAS, COGCC Rule 318A(I).a. defines a "400' Greater Wattenberg Area (GWA) Window" as "A square with sides four hundred (400) feet in length, the center of which is the center of any governmental quarter-quarter section." The rule also defines an 800' GWA Window as "a square with sides eight hundred (800) feet in length, the center of which is the center of any governmental quarter section." The Surface Owner and Operator have agreed to stake the wellheads surface location outside of the associated GWA Window.

WHEREAS, COGCC Rule 318A(I).c. requires that an exception be granted by the Surface Owner for a well permitted to be greater than 50' from an existing well in the vicinity. In order drill a horizontal well with sufficient lateral length in the producible zone, and build sufficient production facilities on locations, the well may have been staked greater than 50' from existing wells in NENE Sec. 18-4N-62W.

NOW, THEREFORE, The undersigned landowner, The TH Ranch, LLC, a Colorado Limited Liability Company, hereby grants Bonanza Creek Energy, Inc. exceptions to the following COGCC Rules with respect to the above referenced well locations.

COGCC Rule 318A(I).a – Well location within a GWA Window
COGCC Rule 318A(I).c – Well location within 50' of an existing well

Signed and Dated this 24th day of July, 2012.

**SURFACE OWNER:
The TH Ranch, LLC**

By 

Title: Authorized Agent