

DEWPOINT WEST LLC

October 28, 2014

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

RE: Request for Exception from Rule 318.a. Exception Location
Pathfinder C-18 #8 **Pathfinder C-18 #4**
NWNE, Section 18-T20S-R69W NENE, Section 18-T20S-R69W
404' FNL & 2284' FEL 1347' FNL & 1344' FEL
Fremont County, Colorado Fremont County, Colorado

Dear Mr. Lepore, Director

Aus-Tex Exploration Inc. (AUS) is planning to drill the above mentioned wells to the Pierre formation. The proposed wells are being permitted as an exception location.

Under Rule 318.a. a well to be drilled two thousand five hundred feet or greater shall be located not less than one thousand two hundred feet from any other producible or drilling oil well when drilling to the same formation, unless authorized by order of the Commission. Under Rule 318.c. the director may grant an operator's request for a well location exception to the requirements of this rule or any order because of geologic, environmental, topographic or archaeological conditions, irregular sections, a surface owner request, or for other good cause.

AUS coordinated geological seismic operations and selected areas of interest after conferring with the seismic data produced. The above mentioned wells are located directly on two seismic lines that run parallel from the northwest to the southeast of section 18. These are exploratory wells and it is crucial that the wellbores follow the seismic lines in order to avoid any unknown variables and more effectively produce the Pierre formation. The wells have been designed to optimize the producible area through the Pierre Formation and due to the proximity of the seismic lines the top of the production zones are measured to be approximately 350ft. at a distance; and therefore, not compliant with Rule 318.a. *KW*

Aus-Tex Exploration Inc. respectfully requests that the COGCC review the information and approve the requested variance and Application for Permit to Drill for the above mentioned wells.

Respectfully,

Dewpoint West LLC,



Kaulin Waldner
Agent for Aus-Tex Exploration Inc.

Dewpoint West LLC

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