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February 25, 2015

VIA Email

Matthew Lepore, Director
Colorado Oil and Gas
Conservation Commission
1120 Lincoln Street
Denver, CO 80203

RE: Request for expedited approvals of a Form 2 and Form 2A pursuant to Rule 303.i.(1)

Dear Director Lepore,

I am writing in regards to a request for expedited approvals of a Form 2 and Form 2A pursuant to Rule 303.i.(1). On January 31, 2015, Verdad Oil and Gas Corporation (Verdad) submitted a Form 2 and Form 2A for a permit to drill and a surface location in Section 26, Township 3 North, Range 63 West, 6th P.M. (Initial Location). This Initial Location may or may not be acceptable to Commission because the location is in an area where there appears to be a possibility of impact to wetlands. Verdad is going to withdraw this Form 2 and Form 2A and submit a new Form 2 and a new Form 2A for a different location in Section 26, Township 3 North, Range 63 West, 6th P.M. (Revised Location). The Revised Location does not impact wetlands and Verdad believes that it should be readily approvable.

Unfortunately, special circumstances exist that necessitate that the new Form 2 and Form 2A be approved and permits be issued pursuant to such approval without the notice and consultation requirements of Rules 305 and 306 being met (except Rules 305.f.(4) and 305.f.(6). Specifically, Verdad has a leasehold estate that will terminate unless Verdad is permitted to immediately commence drilling of a well from the Revised Location.

The undersigned hereby swears to the accuracy of the information contained in this request and the description of the situation necessitating expedited approval. Based on this sworn statement, Verdad hereby requests that you issue the new Form 2 and Form 2A that will be submitted by Verdad on February 26, 2015 for the revised location without consultation pursuant to Rule 303.i.(1). Verdad is in the process of obtaining waivers from the Local Government Designee and surface owner pursuant to Rule 305.c., and will submit those immediately upon receipt.

Please feel free to give me a call if you have any questions.

Sincerely,

BEATTY & WOZNIAK, P.C.



James P. Parrot



February 25, 2015

Via Electronic Mail

Mr. Tom Parko
Weld County - Local Government Designee
1555 N 17th Street
Greeley, CO 80631

RE: Request for Expedited Approval of a Form 2 & Form 2A pursuant to Rule 303.i.(1)

Well: Cervi 03N-63W-26-1N

Location: Cervi 03N-63W-26

Dear Mr. Parko,

I am writing in regards to a request for expedited approvals of a Form 2 and Form 2A pursuant to Rule 303.i.(1). On January 31, 2015, Verdad Oil and Gas Corporation (Verdad) submitted a Form 2 and Form 2A for a permit to drill and build a surface location in Weld County, Colorado in the SW/4 of the SE/4 of Section 26, Township 3N, Range 63W, 6th P.M. (Initial Location). This location may or may not be acceptable to the Commission because the location is in an area where there appears to be a possibility of impact to wetlands. To date, Verdad has received no objections to this existing location during the 20-Day public comment period and the location does not reside in a buffer zone or exception zone. Further, Verdad has collaborated with the landowner and obtained a surface use agreement (SUA) with the landowner who has agreed to all allowed waivers under COGCC Rules 305 and 306. A copy of that SUA is attached to this letter. Also, the SUA outlines a new location desired by both the landowner and Verdad that would place it outside of any wetlands. Due to this situation, Verdad is going to withdraw this Form 2 and Form 2A and submit a new Form 2 and Form 2A for a different location in Section 26, Township 3N, Range 63W, 6th P.M. (Revised Location). The revised location does not impact wetlands and has been mutually agreed upon by Verdad and the landowner through the executed SUA between the two parties.

Per COGCC Rule 305.c, an "Operator shall notify the persons specified [under Rule 305.c.(1).i, ii & iii. Via an Oil and Gas Location Assessment Notice "OGLA Notice"] of their opportunity to meet with the Operator pursuant to Rule 306 and submit written comments about the proposed Oil and Gas Location to the Director, the LGD, and the Operator."

Unfortunately, special circumstances exist that necessitate that the new Form 2 and Form 2A for the Revised Location be approved and permits be issued pursuant to such approval without the OGLA notice and consultation requirements of Rules 305 and 306 being met (except Rules 305.f.(4) and 305.f.(6). Specifically, Verdad has a leasehold estate that will terminate unless Verdad is permitted to immediately commence construction of the location and drilling of a well from the Revised Location. Pending the approval of the expedited Form 2 and Form 2A for the Revised Location, Verdad intends to act immediately in the construction of the location and the drilling of the well.

The undersigned hereby swears to the accuracy of the information contained in this request and the description of the situation necessitating expedited approval. Based on this sworn statement and the aforementioned agreement of a existing SUA between Verdad and the Landonwer that includes all allowed waivers under 305 and 306, Verdad hereby



respectfully requests that you waive the 305.c 20 day comment period for the Revised Location. Should you agree to this request, please indicate your approval by executing the bottom of this document or by replying to the email with which it was sent indicating your waiver of the 20 day comment period. I have attached all relevant documentation to this letter indicating the location of the Initial and Revised Locations.

Please don't hesitate to call me with any questions or concerns at my contact information below.

Kind Regards –

Arthur Beecher
Vice President of Operations
Verdad Oil and Gas Corporation
5950 Cedar Springs Road, Suite 200
Dallas, TX 75235
Direct: (214) 838 – 2783
Cell: (214) 728 – 1840
Email: Arthur.Beecher@VerdadOil.com

I, Tom Parko, do hereby waive Verdad's 305.c 20 Day Comment Period for its Revised Location in Section 26, Township 3N, Range 63W, 6th P.M.

Tom Parko
Weld County, Local Government Designee