

05/16/2016

VIA ELECTRONIC TRANSMITTAL

Department of Natural Resources
Colorado Oil and Gas Conservation Commission
The Chancery Building
Attn: Matt Lepore
1120 Lincoln St., Suite 801
Denver, CO 80203

Re: **Compliance Certification – Rule 318A.e**
Well Name: State 02N-63W-16-1H
Location: SESE Sec 16-T2N-R63W, 6th PM
Weld County, Colorado

Dear COGCC Director,

Verdad Oil and Gas Corporation (Verdad) hereby certifies to the Director that a thirty (30-day) notice has been given by certified mail to all owners in the proposed wellbore spacing unit consisting of 480-acres in the E/2 of Sec 16-T2N-R63W and SE/4 of Section 9-T2N-R63W (attached below). We have received no objections to this PSU and well (State 02-63-16-1H) notice. Therefore, Verdad respectfully requests the Director to approve the proposed well pad.

If you should have any questions or concerns regarding this permit, please contact the undersigned at 214-838-2783.

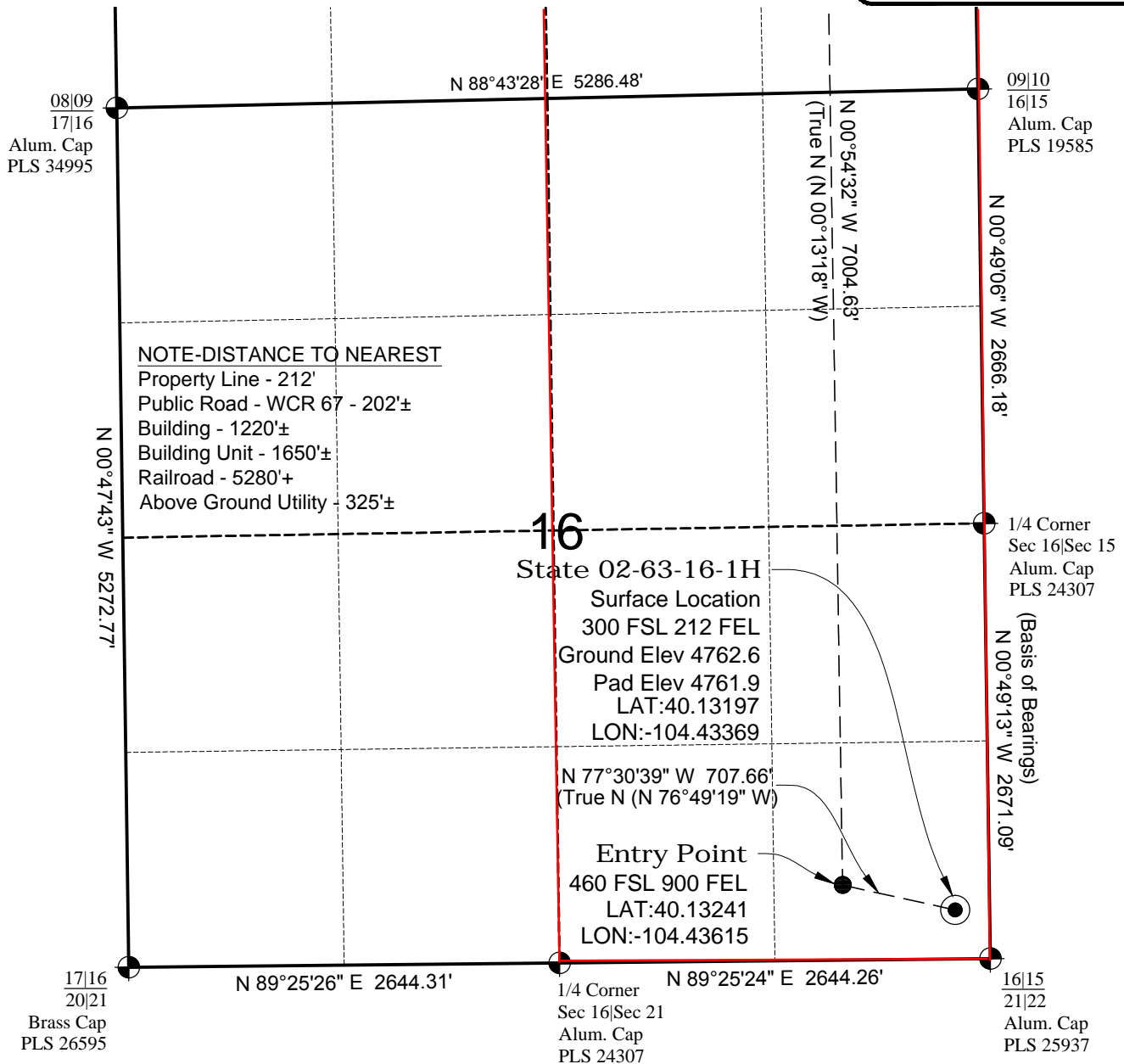
Sincerely,

A handwritten signature in blue ink that reads "L. Arthur Beecherl, IV". The signature is stylized with a large "L" and a prominent "B".

L. Arthur Beecherl, IV
Vice President of Operations
Verdad Oil and Gas Corporation

WELL LOCATION MAP

State 02-63-16-1H Pad



SURVEYOR'S STATEMENT

The undersigned hereby states that the well location shown hereon was staked on the ground based on existing monumentation and/or physical evidence found in the field and is correct to the best of my knowledge, information and belief.



North

NOTES

- 1.) Horizontal (NAD 83) and vertical (NAVD 88) datum are based on the Trimble "VRS Now" network.
 - 2.) All directions, distances, and dimensions shown hereon are based on coordinates from the Colorado coordinate system of 1983 north zone (C.R.S. 38-52-102), U.S. Survey feet.
 - 3.) All section line dimensions shown hereon are based on field measurements of existing monuments and/or physical evidence found in the field unless otherwise indicated.
 - 4.) Physical features shown hereon are for graphical representation only.
 - 5.) Distances to nearest section lines are measured perpendicularly.
 - 6.) This is not a land survey nor land survey plat.
 - 7.) Date of Survey 3/9/16; Date of Drawing 3/30/16. REV 2
- PDOP Reading: 1.920 Instrument Operator: Bob Hendricks

3/30/16

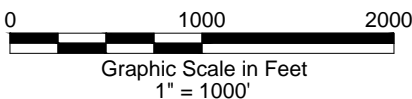
VERDAD OIL & GAS STATE 02-63-16-1H

SL SE1/4 SE1/4 Section 16 T2N R63W
 HL TD NE1/4 SE1/4 Section 9 T2N R63W
 6th PM Weld County Colorado



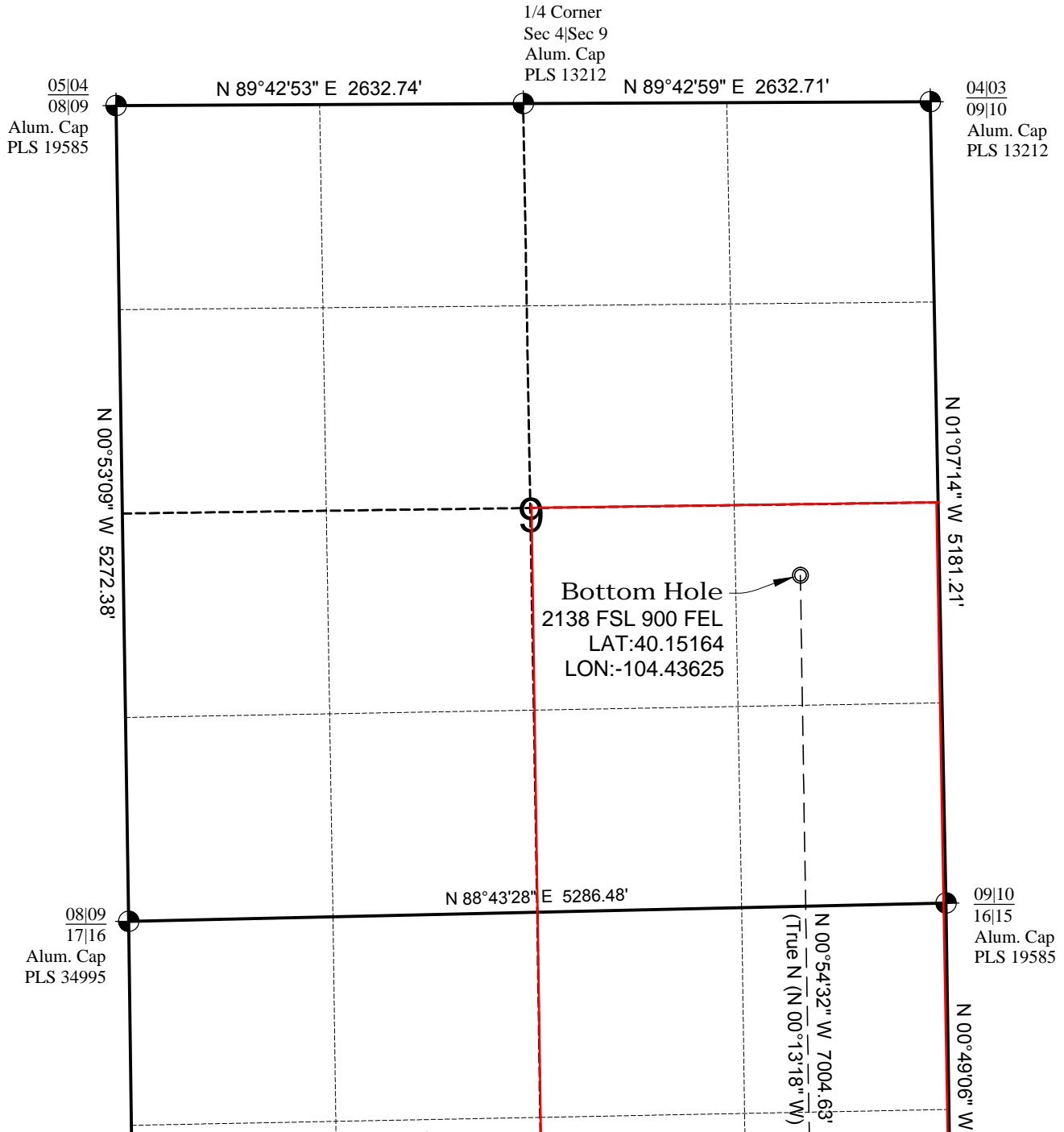
TOPOGRAPHIC
 LOYALTY INNOVATION LEGACY

520 Stacy Court, Lafayette, CO 303 666 0379
 www.topographic.com

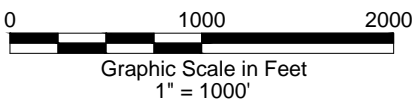


BOTTOM HOLE MAP

State 02-63-16-1H Pad



North



3/30/16

VERDAD OIL & GAS
STATE 02-63-16-1H

SL SE1/4 SE1/4 Section 16 T2N R63W
HL TD NE1/4 SE1/4 Section 9 T2N R63W
6th PM Weld County Colorado

DWG: G:\GEOSURV\Weld\North\VERDAD\STATE 16-2-63\State 16-2-63 Plot R2.dwg USER: mcostonzo DATE: Mar 30, 2016 3:15pm



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