

July 19, 2016



410 17th Street, Suite 1400
Denver, CO 80202
(720) 440-6100 phone
(720) 305-0804 fax

Bonanzaerk.com

Colorado Oil and Gas Conservation Commission
The Chancery Building
1120 Lincoln Street, Suite 801
Denver, CO 80203
Attn: Matthew Lepore, Director

Re: Notice of 318A.a.(4)D. Proposed Niobrara Horizontal Wellbore Spacing Unit

State Pronghorn 41-29-30XRLNB

SHL: NWNW 1318' FNL, 548' FWL, Section 28-T5N-R61W, Weld County, Colorado.

Top of Production: (599' FNL, 531' FEL) Section 29-T5N-R61W, Weld County, CO

Bottom of Production: (590' FNL, 470' FWL) Section 30-T5N-R61W, Weld County, CO

Director Lepore:

Bonanza Creek Energy Operating Company LLC ("Bonanza") intends to permit, drill and operate the referenced Niobrara Horizontal Well. As defined by Colorado Oil and Gas Conservation Commission (COGCC) Rule 318A.a.(4)D., Bonanza proposes the following wellbore spacing unit:

N2N2 of Section 29, T5N-R61W, Weld County, CO – containing 160 acres more or less

N2N2 of Section 30, T5N-R61W, Weld County, CO – containing 160 acres more or less

A map depicting the proposed wellbore spacing unit is attached, for your reference. Bonanza has notified the other owners in the unit and no objections were received. Copies of the notifications are maintained in Bonanza's files.

Bonanza respectfully requests that you review the enclosed wellbore spacing unit documentation and approve the referenced APD.

Please do not hesitate to call or email me at (303) 803-1718 or Jvigil@Bonanzaerk.com, should you have any questions pertaining to this matter.

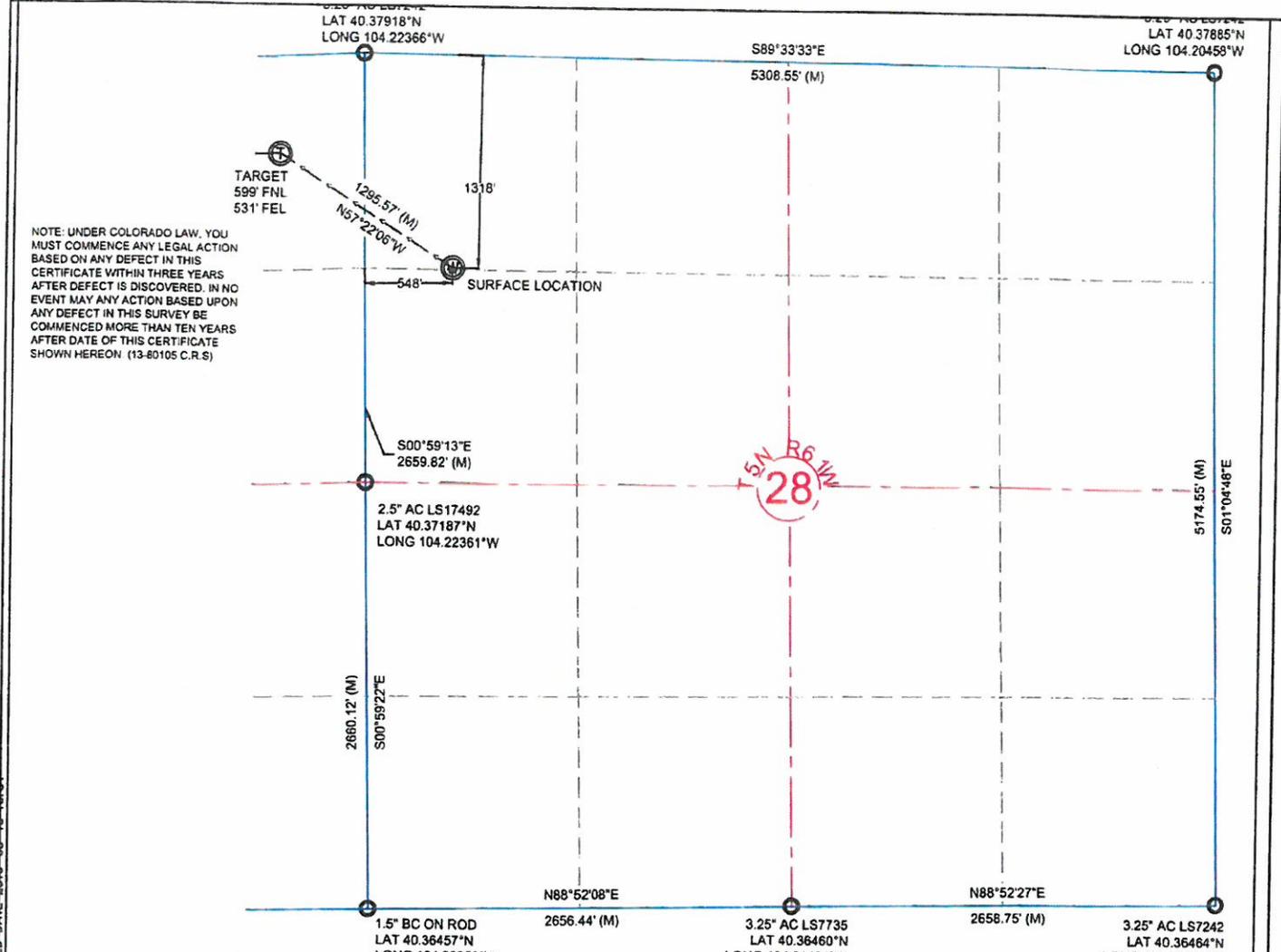
Sincerely,

A handwritten signature in blue ink that reads "Julie L. Vigil".

Julie L. Vigil

Sr. Regulatory Specialist

BONANZA CREEK ENERGY OPERATING COMPANY, LLC

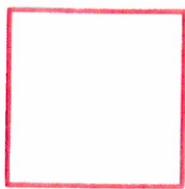


NOTES:

- ALL BEARINGS ARE GRID BASED UPON THE COLORADO STATE PLANE COORDINATE SYSTEM, NORTH ZONE, NAD83(2011) DERIVED FROM POST-PROCESSED STATIC GPS OBSERVATIONS.
- DISTANCES ARE ON GRID
- VERTICAL DATUM IS NAVD88 BASED UPON GPS OBSERVATIONS
- PDOP VALUE EQUALS 1.4
- GPS OPERATOR: MARC MAYER.
- GROUND ELEVATION AT WELL HEAD = 4618.10'
- ALL SECTION LENGTHS ARE MEASURED DISTANCES UNLESS NOTED BY (R), RECORD BEARING AND DISTANCE.
- NEAREST CULTURAL DISTANCES
 BUILDINGS: 1247' +/-
 BUILDING UNIT: 1247' +/-
 HIGH OCCUPANCY BUILDING UNIT: 5280'+

CERTIFICATE OF SURVEYOR:

I, DAVID A. FEHRINGER OF LANDER, WYOMING HEREBY CERTIFY THAT THIS WELL LOCATION CERTIFICATE WAS PREPARED FROM NOTES TAKEN DURING AN ACTUAL SURVEY ON MARCH 30, 2016; AND THAT IT CORRECTLY SHOWS THE DRILLING LOCATION OF BONANZA CREEK ENERGY, INC. STATE PRONGHORN 41-29-30XRLNB AS STAKED DURING SAID SURVEY. THIS MAP DOES NOT REPRESENT A BOUNDARY SURVEY OR AN IMPROVEMENT LOCATION PLAT AND SHOULD NOT BE USED FOR THE ESTABLISHMENT OF BOUNDARY LINES.

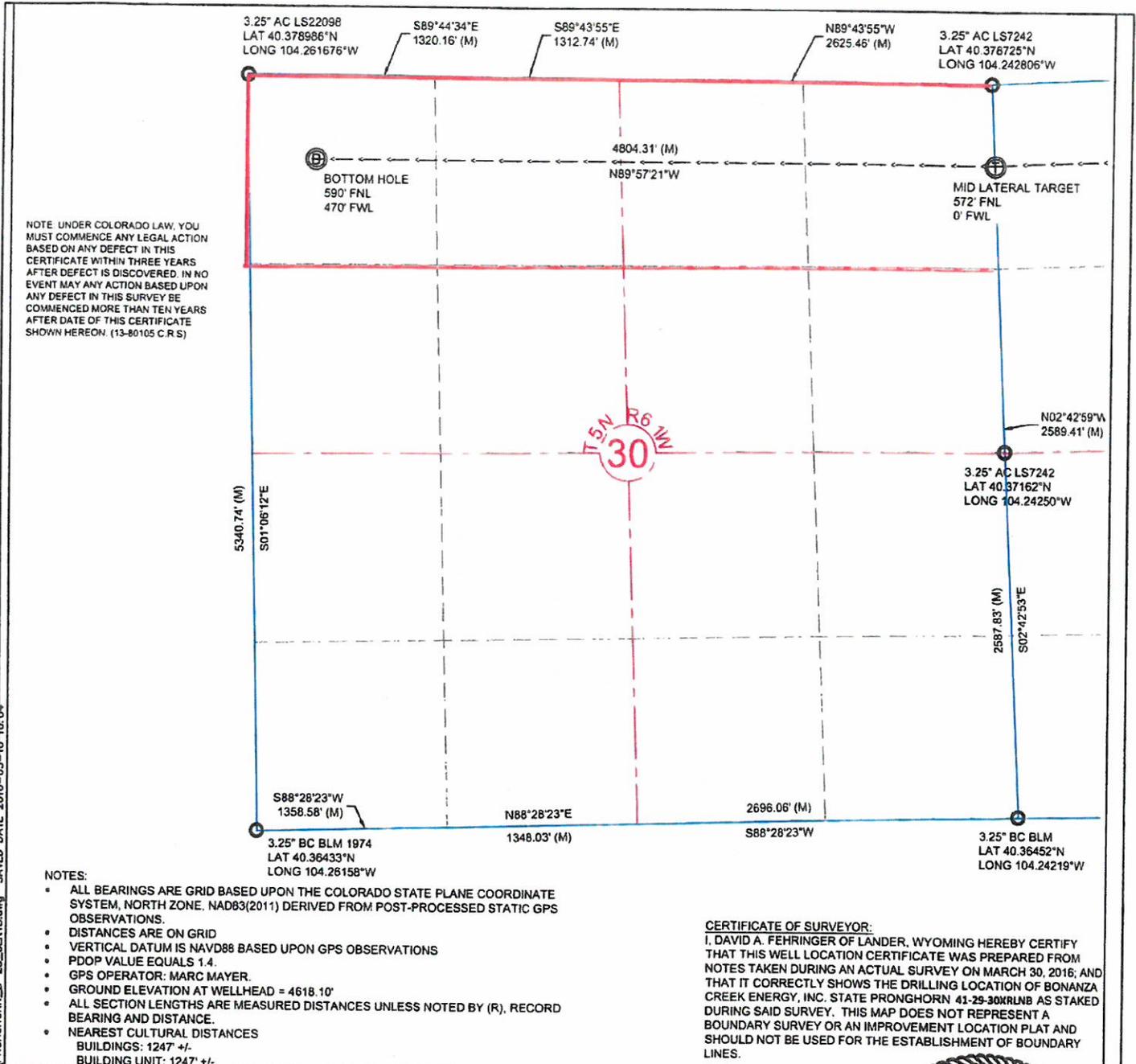


Wellbore Spacing Unit Outline



Wellbore Spacing Unit Map
 May 18, 2016 JL

State Pronghorn 41-29-30XRLNB
 N2N2 Sec 29-T5N-R61W
 N2N2 Sec 30-T5N-R61W
 Weld County, Colorado



Wellbore Spacing Unit Outline



Wellbore Spacing Unit Map
May 18, 2016 JL V

State Pronghorn 41-29-30XRLNB
N2N2 Sec 29-T5N-R61W
N2N2 Sec 30-T5N-R61W
Weld County, Colorado