

Surface Location Exception Waiver
(Rule 318A.a. and 318A.c.)

PDC Energy, Inc. as Operator of the following proposed well(s):

Elbert 1N, Elbert 2N, Elbert 3N, Elbert 4N, Elbert 5N, Elbert 6N, Elbert 7N, Elbert 8N, Elbert 9N, Elbert 10N, Elbert 11N, Elbert 12N
Township 5 North, Range 65 West, 6th P.M.
Section 21

Hereby requests a Surface Location Exception Waiver from: 7N LLC, owner of the surface for the aforementioned well location(s).

Pursuant to the following Colorado Oil and Gas Conservation Commission ("COGCC") Rule:

Rule 318A.a. GWA, GWA wells, GWA windows and unit designations

COGCC Rule 318A.a designates five "drilling windows" per quarter section of land in the Greater Wattenberg Area (GWA) – 400'x400' boxes in the center of each quarter/quarter section, and an 800'x800' box in the center of the quarter section.

Rule 318A.c. Surface locations

COGCC Rule 318A.c. also states that certain well locations must be "twinned" (located within fifty (50) feet of an existing well).

A complete copy of the COGCC rules and policies is available at the following website: <http://cogcc.state.co.us/>.

As the Surface Property Owner(s), I understand that the aforementioned well location(s) fall outside of those drilling areas and are greater than fifty (50) feet from an existing well, and consent to the location(s) as planned. I hereby waive any requirements to comply with COGCC Rule 318A.a. and 318A.c. for the aforementioned well(s).

Surface Property Owner(s) Name and Address:

7N LLC

Date

370 17th Street, Suite 5300

Denver, Colorado 80202