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Bonanzacrk.com

October 25th, 2018

70 Ranch LLC
8301 E. Prentice Ave. Suite 100
Greenwood Village, CO 80111
Attn: Jason VonLembke

Exception Location Waiver - COGCC Wattenberg Window and Twinning Rules (318A.a, 318A.c.)
SEVENTY HOLES K-5 Pad- NENW of Section 5, T4N, R62W, 6th PM, Weld County, Colorado

STATE ANTELOPE O24-K21-32HNC	STATE SEVENTY HOLES K31-O34-5HNB
STATE ANTELOPE O34-K31-32HNB	STATE SEVENTY HOLES 31-34-5HNB
STATE ANTELOPE 34-32-29XRLNC	

Dear Mr. VonLembke,

Bonanza Creek Energy Operating Company LLC ("Bonanza") intends to drill the above referenced Niobrara Formation horizontal oil and gas wells, to be located as described above. Bonanza Creek reserves the right to change any of the well names listed above at its discretion without further notice.

The Colorado Oil and Gas Conservation Commission (COGCC) has implemented certain rules which pre-determine the location of oil and gas wells in this area; and to which exemptions may be granted with the Surface Owner's approval.

COGCC Rule 318A.a. defines a "400' Greater Wattenberg Area (GWA) Window" as "A square with sides four hundred (400) feet in length, the center of which is the center of any governmental quarter-quarter section." The rule also defines an 800' GWA Window as "a square with sides eight hundred (800) feet in length, the center of which is the center of any governmental quarter section." In order drill to horizontal wells with sufficient lateral length in the producible zone; the wellhead surface locations have been staked outside of the associated GWA Window.

COGCC Rule 318A.c. requires that an exception be granted by the Surface Owner for a well permitted to be greater than 50' from an existing well in the same quarter-quarter. For safety reasons, multiple rows of wells have been staked with greater than 50' between rows of wellheads.

Bonanza respectfully requests you or your authorized agent complete and signs the attached form; scan or email the signed waiver to mfaith@bonanzacrk.com. Please do not hesitate to call me, at (303) 803-1732, should you have any questions or concerns.

Sincerely,

BONANZA CREEK ENERGY OPERATING COMPANY LLC

Maxwell Faith, CPL
Land Manager

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SURFACE OWNER RESPONSE LETTER
COGCC Rule 318A.a. & 318A.c. Exceptions

Exception Location Waiver - COGCC Wattenberg Window and Twinning Rules (318A.a, 318A.c.)
SEVENTY HOLES K-5 Pad- NENW of Section 5, T4N, R62W, 6th PM, Weld County, Colorado

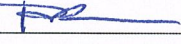
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Having reviewed Bonanza Creek Energy Operating Company LLC letter **Exception Location Waiver, COGCC Wattenberg Window and Twinning Rules** dated **October 25th, 2018**, the undersigned Surface Owner or their Designated Representative hereby grants Bonanza exceptions to the following COGCC Rules with respect to the above referenced well locations.

COGCC Rule 318A.a – Well location within a GWA Window

COGCC Rule 318A.c – Well location within 50' of an existing well

SURFACE OWNER or DESIGNATED REPRESENTATIVE:

By  Date 27 Oct 2018 By _____ Date _____
Printed Name David Vonckenble Printed Name _____
Title Designated Representative Title _____
Phone Number 303-773-1005 Phone Number _____

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