



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

Bonanzacr.com

October 11, 2019

L&S Capital Ltd.
C/O Frank Linnebur
800 N. Hwy 36
Byers, Colorado 80103

Exception Location Waiver - COGCC Wattenberg Window and Twinning Rules (318A.a, 318A.c.)
Pronghorn K-5 Pad, NW4 NE4 of Section 5, T5N, R61W, 6th PM, Weld County, Colorado

Mule Deer Federal E-32-29XRLNB	Mule Deer 34-32-29XRLNB
Mule Deer Federal 14-32-29XRLNB	Mule Deer T34-32-29XRLNB
Mule Deer Federal J14-32-29XRLNB	Mule Deer T44-32-29XRLNB
Mule Deer J24-32-29XRLNB	Mule Deer 44-32-29XRLNB
Mule Deer 24-32-29XRLNB	Mule Deer Y-U-32HNB
Mule Deer O-32-29XRLNB	

L&S Capital Ltd.
Mr. Frank and Mark Linnebur,

Bonanza Creek Energy Operating Company LLC (“Bonanza”) intends to drill the above referenced 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@bonanzacr.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



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

Bonanzaerck.com

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

Exception Location Waiver - COGCC Wattenberg Window and Twinning Rules (318A.a, 318A.c.)
Pronghorn K-5 Pad, NW4 NE4 of Section 5, T5N, R61W, 6th PM, Weld County, Colorado

Mule Deer Federal E-32-29XRLNB	Mule Deer 34-32-29XRLNB
Mule Deer Federal 14-32-29XRLNB	Mule Deer T34-32-29XRLNB
Mule Deer Federal J14-32-29XRLNB	Mule Deer T44-32-29XRLNB
Mule Deer J24-32-29XRLNB	Mule Deer 44-32-29XRLNB
Mule Deer 24-32-29XRLNB	Mule Deer Y-U-32HNB
Mule Deer O-32-29XRLNB	

Having reviewed Bonanza Creek Energy Operating Company LLC letter **Exception Location Waiver, COGCC Wattenberg Window and Twinning Rules** dated **October 11, 2019**, 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

SURACE OWNER or DESIGNATED REPRESENTATIVE:
L&S Capital. Ltd.

By  Date 11/18/19

Printed Name: Frank Linnebur

Title: Vice President
Progressive Farms Mgt. Inc. &
General Partner of L&S Capital. Ltd.

Phone Number 303-748-7028

By  Date 11/18/19

Printed Name: Mark Linnebur

Title: President
Progressive Farms Mgt. Inc. &
General Partner of L&S Capital. Ltd.

Phone Number 720-244-6775