



March 14, 2017

Colorado Oil & Gas Conservation Commission
Attn: Matt Lepore
1120 Lincoln Street, Suite 801
Denver, Colorado 80203

RE: Exception Location Request Rule 318A.a.(1) and 318A.c.(1)

Lost Creek 03-62-08-2H: 320' FNL, 1314' FWL (SHL); 2180' FNL, 480' FWL (BHL)

Dear Mr. Lepore:

Please let this letter serve as a request for administrative approval of exception locations for the captioned oil and gas well.

Verdad Resources ("Verdad") proposes to drill the above referenced well at a surface location outside a legal drilling window as defined by Rule 318A.a.(1). and at a surface location further than 50' from an existing well as defined by Rule 318A.c.(1).

Signed waivers of rules 318A.a.(1) and 318A.c.(1) by the surface owner can be found in our Surface Use Agreement for this well on file with the COGCC.

Thank you for your assistance in this matter.

If you have any questions or comments, please contact me at 720-394-0933.

Kind Regards –

A handwritten signature in black ink that reads "Kenny Trueax".

Kenny Trueax
Regulatory Manager
Verdad Resources LLC