



July 23, 2018

SENT VIA CERTIFIED MAIL
7014 2120 0004 6117 7357

Lis Malotte
PDC Energy Inc.
1775 Sherman, Suite 3000
Denver, CO 80203

RE: COGCC Rule 317.s Waiver Request
HighPoint Operating Corporation's Proposed
Wetco 4-63-5_6 CW4 Pad
SHL: NWSW, Sec. 4, T4N-R63W, 6th P.M.

Ms. Malotte,

HighPoint Operating Corporation ("HPOC") is proposing to drill and subsequently treat wells that are located within approximately 150 feet from wells operated by PDC Energy, Inc ("PDC").

Per the Colorado Oil and Gas Conservation Commission's ("COGCC") Rule 317.s, "*No portion of a proposed wellbore's treated interval shall be located within 150 feet of an existing (producing, shut-in, or temporarily abandoned) or permitted oil and gas wellbore's treated interval belonging to another operator without the signed consent of the operator of the encroached upon wellbore*".

HPOC is respectfully requesting PDC Energy, Inc. to waive the requirement and allow HPOC to drill the wells as reflected on Exhibit "A". Accordingly, by executing this letter, PDC waives COGCC Rule 317.s and grants its consent to allow HPOC to drill the wells listed on Exhibit "A" within the 150' minimum intra-well distance provided for in said rule.

If you have any questions please contact Matt Schwartz at (303) 312-8142 or mschwartz@hpres.com or you may contact me at (303) 312-8582.

Sincerely,

HIGHPOINT OPERATING CORPORATION


Gabriel Findlay
Land Manager – Operations

EXHIBIT "A"

Wetco 4-63-5_6 CW4 Pad

SHL: NWSW, Sec. 4, T4N-R63W, 6th P.M.

HIGHPOINT OPERATING CORPORATION WELL NAME(S)	PDC ENERGY INC WELL NAME(S)	PDC ENERGY INC WELL API(S)	APPROXIMATE DISTANCE (feet)
Wetco 4-63-5-4148D	Wyscaver 13-5	05-123-21323	41.85
Wetco 4-63-5649C	Wyscaver 5-14	05-123-19881	11.72
Wetco 4-63-5-5764B	Wyscaver 24-5	05-123-21324	1.48

PDC ENERGY, INC.

By: Caleb A. Ring

Printed Name: Caleb A. Ring

Title: Non-Op Engineer

Date: 07/24/2018