



April 26, 2018

Mayrene Kiyota  
11935 County Road 20 ½  
Fort Lupton, Colorado 80621-9642

RE: Drilling Window Waiver - Rule 318A.a.(1), (2)  
Twinning Location Waiver – Rule 318A.c.(2)

<u>Well Name</u>	<u>Surface Hole From North Line</u>	<u>Surface Hole From West Line</u>
ECHEVERRIA 2C-2H-D267	898	579
ECHEVERRIA 2D-2H-D267	898	589
ECHEVERRIA 2E-2H-D267	898	599
ECHEVERRIA 2F-2H-D267	898	609
ECHEVERRIA 2G-2H-D267	898	619
ECHEVERRIA 2H-2H-D267	898	629
ECHEVERRIA 2I-2H-D267	898	639
ECHEVERRIA 2J-2H-D267	897	649
ECHEVERRIA 2K-2H-D267	897	659
ECHEVERRIA 2L-2H-D267	897	669

ALL ABOVE WELLS ARE MEASURE FROM:

Township 2 North, Range 67 West

Section 2

Weld County, Colorado

Dear Mrs. Kiyota:

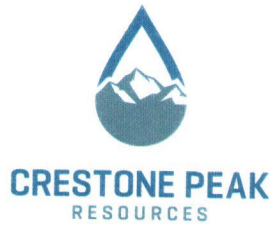
Crestone Peak Resources Holdings LLC ("Crestone") staked the Echeverria wells at surface locations as notated above (survey plats attached) ("Wells"). These Wells are being drilled under the rules and regulations of the Colorado Oil and Gas Conservation Commission's ("COGCC") Rule 318A known as the Greater Wattenberg Area Special Well Location, Spacing and Unit Designation Rule. This rule states that all boundary infill wells be drilled from the same surface locations as previously designated in Rule 318A.a.(1), (2) which reads:

10188 East I-25 Frontage Road

Firestone, Colorado 80504

Direct: 303.774.3982 Email: bob.bresnahan@crestonepr.com

[www.crestonepeakresources.com](http://www.crestonepeakresources.com)



Mayrene Kiyota  
Rule 318A.a.(1), (2) waiver  
Rule 318A.c.(2)  
April 26, 2018  
Page 2 of 3

"The Greater Wattenberg Area ("GWA") is defined to include those lands from and including Townships 2 South to 7 North and Ranges 61 West to 69 West, 6<sup>th</sup> P.M. In the GWA, operators may utilize the following described surface drilling locations (GWA windows") to drill, twin, deepen, or recomplete a well (GWA well") and to commingle any or all of the Cretaceous Age formations from the base of the Dakota Formation to the surface:

- (1) A square with sides four hundred (400) feet in length, the center of which is the center of any governmental quarter-quarter section ("400' window");
- (2) A square with sides eight hundred (800) feet in length, the center of which is the center of any governmental quarter section ("800 window").

These Wells were staked outside of the defined drilling window. As this location was staked with your consent and approval, Crestone respectfully requests your consent to an exception location for these Wells by waiver of the COGCC Rule 318A.a.(1), (2).

Additionally, Rule 318A.c.(1) states:

"A new surface well location shall be approved in accordance with Commission rules when it is less than fifty (50) feet from an existing surface well location."

Rule 318A.c.(2) states:

"When the operator is requesting a surface well location greater than fifty (50) feet from a well (unless safety or mechanical considerations of the well to be twinned or topographical or surface constraints justify a location greater than fifty (50) feet), the operator shall provide a consent to the exception signed by the surface owner on which the well is proposed to be located in order for the Director to approve the well location administratively."

As these locations were staked greater than fifty (50) feet from the existing well, Crestone respectfully requests your consent to an exception location for these Wells per COGCC Rule 318A.c.(2)



**CRESTONE PEAK**  
RESOURCES

Mayrene Kiyota  
Rule 318A.a.(1), (2) waiver  
Rule 318A.c.(2)  
April 26, 2018  
Page 3 of 3

THE UNDERSIGNED SURFACE OWNER HEREBY WAIVES RULE 318A.a.(1), (2) AND 318A.c.(2) AS IT APPLIES TO THE SURFACE LOCATION OF THE WELLS AND APPROVES THE SURFACE LOCATIONS AS NOTATED ON PAGE 1.

Mayrene Kiyota  
Mayrene Kiyota  
Surface Owner