



August 17, 2018

J Farms, LLC
2725 Rocky Mountain Avenue, Suite 200
Loveland, Colorado, 80538

Re: Exception Location Waiver to COGCC Rules 318A.a & 318A.c.:
Mojito Trust Pad: SWNE Section 3, Township 4 North, Range 68 West, Weld County, CO

Dear Surface Owner,

Extraction Oil & Gas, Inc. (Extraction) is planning to drill the following 6 horizontal wells:

Mojito Trust 3E-20-1N	Mojito Trust 3E-20-4N
Mojito Trust 3E-20-2N	Mojito Trust 3E-20-5N
Mojito Trust 3E-20-3C	Mojito Trust 3E-20-6C

Extraction Oil & Gas, Inc. (Extraction) is planning to drill the above referenced horizontal wells at a surface location outside a legal drilling window as defined by the Colorado Oil and Gas Commission ("COGCC") Rule 318A.a and farther than 50 feet from an existing well as defined by COGCC Rule 318A.c.

Rule 318A.a requires wells to be drilled in a square with sides 400 feet in length, the center of which is the center of any quarter/quarter section or in the center of any quarter section with the four sides being 800 feet in length. Extraction proposes to drill the above referenced wells at a surface location outside a legal drilling window.

Under Rule 318A.c., any new twinning well is to be located within 50 feet of an existing well. The proposed Extraction wells listed above are not within 50 feet of an existing well. Extraction respectfully requests that you waive rules 318A.a. & 318A.c. in order to drill the subject wells. Please sign and return one copy of this letter.

Should you have any questions or require additional information please contact me at (720) 481-2366 or by email: jsilipo@extractionog.com

Sincerely,

A handwritten signature in black ink, appearing to read "Joe Silipo", with a long horizontal flourish extending to the right.

Joe Silipo
Landman
Extraction Oil & Gas, Inc.



**Exception Location Waiver
COGCC Rule 318A.a & 318A.c**

Wells: Mojito Trust 3E-20-1N, Mojito Trust 3E-20-2N, Mojito Trust 3E-20-3C, Mojito Trust 3E-20-4N,
Mojito Trust 3E-20-5N, Mojito Trust 3E-20-6C

I hereby waive COGCC Rules 318A.a. & 318A.c. as it applies to the above referenced Wells on the Mojito Trust Pad located in the SWNE quarter/quarter of Section 3, Township 4 North, Range 68 West, Weld County, Colorado.

JFarms, LLC
a Colorado limited liability company
By: McWhinney Real Estate Services, Inc.
a Colorado corporation, manager

Signature: _____

A handwritten signature in blue ink, appearing to read "Troy McWhinney", is written over a horizontal line.

Print Name: _____

Troy McWhinney

Date: _____

8/20/2018