



**peterson energy
management, inc.**

3/7/2011

Certified Mail #: 7010 2780 0002 7160 0489

Howard L. Moran
21260 CR 54
Greeley, CO 80631

RE: Rule 603.a(2) Exception Location Waiver: Property Line Setbacks

Boulter #0-2-27 Well: 1418' FNL, 1465' FWL

Boulter #2-2-27 Well: 1418' FNL, 1490' FWL

SENW Sec. 27-T5N-R65W, Weld County, Colorado

Mr. Moran,

HRM Resources, LLC has applied for permits to drill the above referenced directional wells with the described surface locations on property neighboring yours. Rule 603.a(2) of the Colorado Oil and Gas Conservation Commission (COGCC) stipulates that the surface location of a well must be no less than 150' from a property line. As planned above, these two wells fall 100' from your property line. Per COGCC Rules we are required to get surface owner approval of this location and a waiver of rule 603.a(2) from the affected offset surface owners.

Should you find this location acceptable please indicate so by signing the below section and returning the signed letter in the included stamped envelope as soon as possible. Please contact the undersigned at 970-669-7411 or 720-560-2700 with any questions or concerns.

Sincerely,

Clayton L. Doke
Engineer
Peterson Energy Management, Inc.
for HRM Resources, LLC

I, Howard L. Moran, acting as self, or agent of Howard L. Moran, surface owner of lands offsetting those described above, with full power to execute the following, do hereby approve of the HRM Resources Boulter #0-2-27, and #2-2-27 locations as listed above on said lands in Section 27-T5N-R65W and grant a waiver to COGCC Rule 603.a(2) granting that may be located less than 150' from my property line.

Signed Howard L. Moran this 8 day of March, 2011

petroleum engineering