

April 2, 2012

Jerry Allen  
Cheyenne County  
P.O. Box 567  
Cheyenne Wells, CO 80810

Re: Waiver by Local Government Designee  
Well: Crestone 33-17  
Location: 766' FNL, 2358' FWL  
Township 14 South North, Range 47 West, of the 6<sup>th</sup> P.M.  
Section 17: SE  $\frac{1}{4}$  SW  $\frac{1}{4}$   
Cheyenne County, Colorado

I am the Local Government Designee for the above captioned lands, including 40 acres m/l. I acknowledge that I have been consulted as to the proposed well site for the Crestone 33-17 well, which is 2156' FSL, 2099' FEL, on said lands.

I agree to waive all rights, as Local Government Designee, with regard to Notices, Comment Periods, Consultations and Appeal of a Decision of Approval, specifically as they relate to the Application for Permit-to-Drill, provided for under Colorado Oil Gas Conservation Commission Rules 305 and 306. It is understood that this waiver includes the waiver of my right to request notification of the Colorado Department of Public Health and Environment.

This Agreement and Waiver is executed this 12<sup>th</sup> day of April, 2012, to be effective the date first above written.

  
Jerry Allen, Local Government Designee