

**FINNEY LAND CO.**  
**OIL & GAS CONSULTING**  
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January 11, 2014

Mr. Matt LePore, Director  
Colorado Oil and Gas Conservation Commission  
1120 Lincoln St.  
Denver, CO 80203

Exception Location Request  
La Plata 33-7-16#1 Well  
1063' FNL & 606' FEL  
Township 33 North, Range 7 West, NMPM Section 16: NE/4NE/4  
La Plata County, CO

Dear Mr. LePore,

Coleman Oil and Gas is proposing to drill a new Fruitland Coal well in the N/2 of Section 16, T33N, R7W.

This will be the first Fruitland well in the unit. The applicable Spacing Order is 112-60 (amended by 112-61) which requires that the production zone be 990' from the exterior lines of the spacing unit.

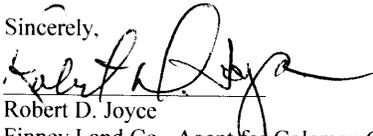
The surface owner is requesting a well location 600 feet from the East section line. The operator of the spacing unit to the East in T33N, R7W, Section 15 is Samson Resources.

Coleman Oil and Gas, Inc. has requested and Samson Resources has granted a waiver of the 990' foot production zone setback requirements. This waiver would allow the surface location of the proposed Coleman well to be located 600' from the East section line as requested by the surface owner. Coleman's proposed well would enter the Fruitland Coal production zone at a distance of 750' from the East Section line (the unit boundary) which is acceptable to Sampson Resources.

A copy of the waiver granted by Samson Resources, dated August 5, 2013, has been included as required.

Pursuant to COGCC Rule 318.c Coleman Oil & Gas, Inc. respectfully requests an exception to Spacing order 112-60 (amended by 112-61) be granted for the proposed Coleman Oil & Gas Inc., La Plata 33-7-16#1 well.

Sincerely,

  
Robert D. Joyce  
Finney Land Co., Agent for Coleman Oil & Gas, Inc.