

WAIVER OF OBJECTION TO EXCEPTION LOCATION

STATE OF COLORADO
COUNTY OF GARFIELD

February 11, 2014

Offset Mineral Owners:

Yates Petroleum Corporation
MYCO Industries, Inc.
ABO Petroleum Corporation
Attention: Kathy H. Porter, Land Manager
105 South Fourth Street
Artesia, New Mexico 88210

OXY Y-1 Company
Attention: Ms. Kimberly Evans
5 Greenway Plaza Ste. 110
Houston, TX 77046

WPX Energy Rocky Mountain, LLC, the operator, ("WPX") is seeking a permit to drill the following proposed Niobrara **horizontal** well to be located on federal lease COC-024603 in Garfield County, Colorado:

GM 703-4-HN1 (the "Well")
Township 7 South, Range 96 West, 6th P.M.

Surface Location:
Section 4: Lot 5 (SE/4NW/4) – 1,407' FWL and 1967' FNL

Bottom Hole Location:
Section 9: SE/4NW/4 – 1,407' FWL and 1,997' FNL

WPX Energy Rocky Mountain, LLC has obtained a permit to drill a Niobrara **horizontal** well with a surface location and bottom hole location on federal lease COC-024603 described as follows:

GM 706-4-HN2 (the "Permitted Well")
Township 7 South, Range 96 West, 6th P.M.

Surface Location:
Section 4: Lot 5 (SE/4NW/4) – 1,965' FNL and 1,392' FWL

Bottom Hole Location:
Section 9: SW/4NW/4 – 1,887' FNL and 538' FWL

See the map and diagram attached hereto as Exhibit A for the map view for the location of the **Well** and the **Permitted Well**. And see Exhibit B for a cross sectional view of the location of the wells in the Niobrara formation.

The Offset Mineral Owners are the same owners in both the Well, the Permitted Well and in federal lease COC-024603.

WPX proposes to drill the Well closer than 1,200 feet to the well bore of Permitted Well. WPX proposes to drill and complete the Permitted Well in a higher stratum in the Niobrara. The Well is proposed to drill a deeper stratum of the Niobrara that would be approximately 775 feet lateral distance and 300 feet vertical distance away from the Permitted Well wellbore. Pressure testing conducted by WPX between two wells completed in the different stratum of the Niobrara and separated by comparable distances indicated pressure isolation. It is believed the proposed wells will not be in communication. WPX gathered micro-seismic data using the GM 743-4 vertical well and the GM 701-4-HN1. Both of these wells are also located on federal lease COC-24603. The micro-seismic surveys gathered data that helped establish the proper well bore spacing for future horizontal wells in the Niobrara and Mancos.

The Colorado Oil and Gas Conservation Commission Rules and Regulations, Location of Wells number 318(a) states the following:

Wells 2,500 feet or greater in depth. A well to be drilled two thousand five hundred (2,500) feet or greater shall be located not less than six hundred (600) feet from any lease line, and shall be located not less than one thousand two hundred (1,200) feet from any other producible or drilling oil or gas well when drilling to the same common source of supply, unless authorized by order of the Commission upon hearing.

The Colorado Oil and Gas Conservation Commission Rules and Regulations, Location of Wells number 318(c) states the following:

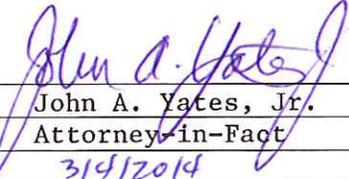
Exception locations. The Director may grant an operator's request for a well location exception to the requirements of this rule or any order because of geologic, environmental, topographic or archaeological conditions, irregular sections, a surface owner request, or for other good cause shown provided that a waiver or consent signed by the lease owner toward whom the well location is proposed to be moved, agreeing that said well may be located at the point at which the operator proposes to drill the well and where correlative rights are protected. If the operator of the proposed well is also the operator of the drilling unit or unspaced offset lease toward which the well is proposed to be moved, waivers shall be obtained from the mineral interest owners under such lands. If waivers cannot be obtained from all parties and no party objects to the location, the operator may apply for a variance under Rule 502.b. If a party or parties object to a location and cannot reach an agreement, the operator may apply for a Commission hearing on the exception location.

The undersigned Offset Mineral Owners hereby waive any objection to the exception location of the above described Well pursuant to Rule 318(c) and grants permission to WPX to drill and produce from the Well at the above described location.

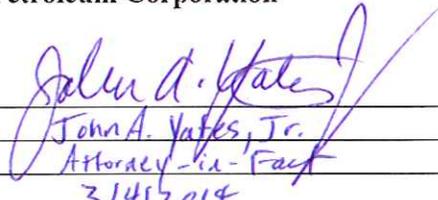
This Waiver may be executed in any number of counterparts, no one of which needs to be executed by all Offset Mineral Owners.

Offset Mineral Owners:

Yates Petroleum Corporation

By: 
Name: John A. Yates, Jr. SMS
Title: Attorney-in-Fact
Date: 3/4/2014

ABO Petroleum Corporation

By: 
Name: John A. Yates, Jr. SMS
Title: Attorney-in-Fact
Date: 3/4/2014

MYCO Industries, Inc.

By: _____
Name: _____
Title: _____
Date: _____

OXY Y-1 Company

By: _____
Name: _____
Title: _____
Date: _____

BUREAU OF LAND MANAGEMENT

By: _____
Name: Allen B. Crockett _____
Title: _____
Date: _____

Offset Mineral Owners:

Yates Petroleum Corporation

By: _____
Name: John A. Yates, Jr.
Title: Attorney-in-Fact
Date: _____
ABO Petroleum Corporation

By: _____
Name: _____
Title: _____
Date: _____

MYCO Industries, Inc.

By: Sharon Snowden
Name: Sharon Snowden
Title: Attorney-in-Fact
Date: February 20, 2014

OXY Y-1 Company

By: _____
Name: _____
Title: _____
Date: _____

BUREAU OF LAND MANAGEMENT

By: _____
Name: Allen B. Crockett
Title: _____
Date: _____

Offset Mineral Owners:

Yates Petroleum Corporation

By: _____
Name: _____
Title: _____
Date: _____

ABO Petroleum Corporation

By: _____
Name: _____
Title: _____
Date: _____

MYCO Industries, Inc.

By: _____
Name: _____
Title: _____
Date: _____

OXY Y-1 Company

By: Bichlan N. Thai
Name: BICKLAN N. THAI
Title: DMT LEAD PICEANCE/OBO
Date: 3/5/2014

BUREAU OF LAND MANAGEMENT

By: Allen B. Crockett
Name: Allen B. Crockett
Title: Supervisory NRS
Date: 3-17-14

STATE OF NEW MEXICO)
)
COUNTY OF EDDY)

Before me, a Notary Public, in and for said County and State aforesaid, does hereby certify that John A. Yates, Jr., whose name is subscribed to the foregoing instrument as Attorney-in-Fact of Yates Petroleum Corporation appeared before me this day in person and acknowledged that he executed said instrument as his free and voluntary act and deed as the free and voluntary act and deed of said corporation for the uses and purposes therein set forth.

Given under my hand and Notarial Seal this 4th day of March, 2014.

My Commission Expires: (SEAL)  OFFICIAL SEAL
PAULA J. BAKER
NOTARY PUBLIC-STATE OF NEW MEXICO Notary Public Paula J. Baker

My commission expires: 8-22-17

STATE OF NEW MEXICO)
)
COUNTY OF EDDY)

Before me, a Notary Public, in and for said County and State aforesaid, does hereby certify that John A. Yates, Jr., whose name is subscribed to the foregoing instrument as Attorney-in-Fact of ABO Petroleum Corporation appeared before me this day in person and acknowledged that he executed said instrument as his free and voluntary act and deed as the free and voluntary act and deed of said corporation for the uses and purposes therein set forth.

Given under my hand and Notarial Seal this 4th day of March, 2014.

My Commission Expires: (SEAL)  OFFICIAL SEAL
PAULA J. BAKER
NOTARY PUBLIC-STATE OF NEW MEXICO Notary Public Paula J. Baker

My commission expires: 8-22-17

STATE OF _____)
)
COUNTY OF _____)

Before me, a Notary Public, in and for said County and State aforesaid, does hereby certify that _____, whose name is subscribed to the foregoing instrument as _____ of MYCO Industries, Inc. appeared before me this day in person and acknowledged that _____ executed said instrument as _____ free and voluntary act and deed as the free and voluntary act and deed of said corporation for the uses and purposes therein set forth.

Given under my hand and Notarial Seal this _____ day of _____, 2014.

My Commission Expires: _____
(SEAL) _____ Notary Public

STATE OF NEW MEXICO)
)
COUNTY OF EDDY)

Before me, a Notary Public, in and for said County and State aforesaid, does hereby certify that John A. Yates, Jr., whose name is subscribed to the foregoing instrument as Attorney-in-Fact of **Yates Petroleum Corporation** appeared before me this day in person and acknowledged that executed said instrument as free and voluntary act and deed as the free and voluntary act and deed of said corporation for the uses and purposes therein set forth.

Given under my hand and Notarial Seal this day of , 2014.

My Commission Expires: Notary Public
(SEAL)

STATE OF NEW MEXICO)
)
COUNTY OF EDDY)

Before me, a Notary Public, in and for said County and State aforesaid, does hereby certify that , whose name is subscribed to the foregoing instrument as of **ABO Petroleum Corporation** appeared before me this day in person and acknowledged that executed said instrument as free and voluntary act and deed as the free and voluntary act and deed of said corporation for the uses and purposes therein set forth.

Given under my hand and Notarial Seal this day of , 2014.

My Commission Expires: Notary Public
(SEAL)

STATE OF NEW MEXICO)
)
COUNTY OF EDDY)

Before me, a Notary Public, in and for said County and State aforesaid, does hereby certify that Sharon Snowden, whose name is subscribed to the foregoing instrument as Attorney-in-Fact of **MYCO Industries, Inc.** appeared before me this day in person and acknowledged that she executed said instrument as her free and voluntary act and deed as the free and voluntary act and deed of said corporation for the uses and purposes therein set forth.

Given under my hand and Notarial Seal this 20th day of February, 2014.

My Commission Expires: 8/30/14 Riann Holder
(SEAL) Notary Public



OFFICIAL SEAL
Riann Holder
NOTARY PUBLIC-STATE OF NEW MEXICO

My commission expires: 8/30/14

STATE OF TEXAS)
)
COUNTY OF HARRIS)

Before me, a Notary Public, in and for said County and State aforesaid, does hereby certify that Bichlan Thai, whose name is subscribed to the foregoing instrument as Leader Res Management Team of OXY Y-1 Company appeared before me this day in person and acknowledged that Bichlan Thai executed said instrument as her free and voluntary act and deed as the free and voluntary act and deed of said corporation for the uses and purposes therein set forth.

Given under my hand and Notarial Seal this 5th day of March, 2014.

My commission expires: 4-23-2016
(SEAL)

Irma E Sandate
Notary Public



STATE OF COLORADO)
)
COUNTY OF GARFIELD)

Before me, a Notary Public, in and for said County and State aforesaid, does hereby certify that Allen B. Crockett, whose name is subscribed to the foregoing instrument as Supervisory NRS of BLM, CRVFO appeared before me this day in person and acknowledged that he executed said instrument as his free and voluntary act and deed as the free and voluntary act and deed of said corporation for the uses and purposes therein set forth.

Given under my hand and Notarial Seal this 17th day of March, 2014.

My commission expires: 4/12/2015
(SEAL)

L.M.C.
Notary Public

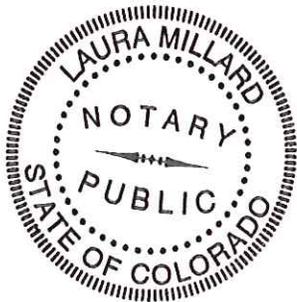




Exhibit A

Attached to that Certain Waiver of
Objection to Exception Location dated February 11, 2014

Map View - Sections 4 and 9, 7S-96W

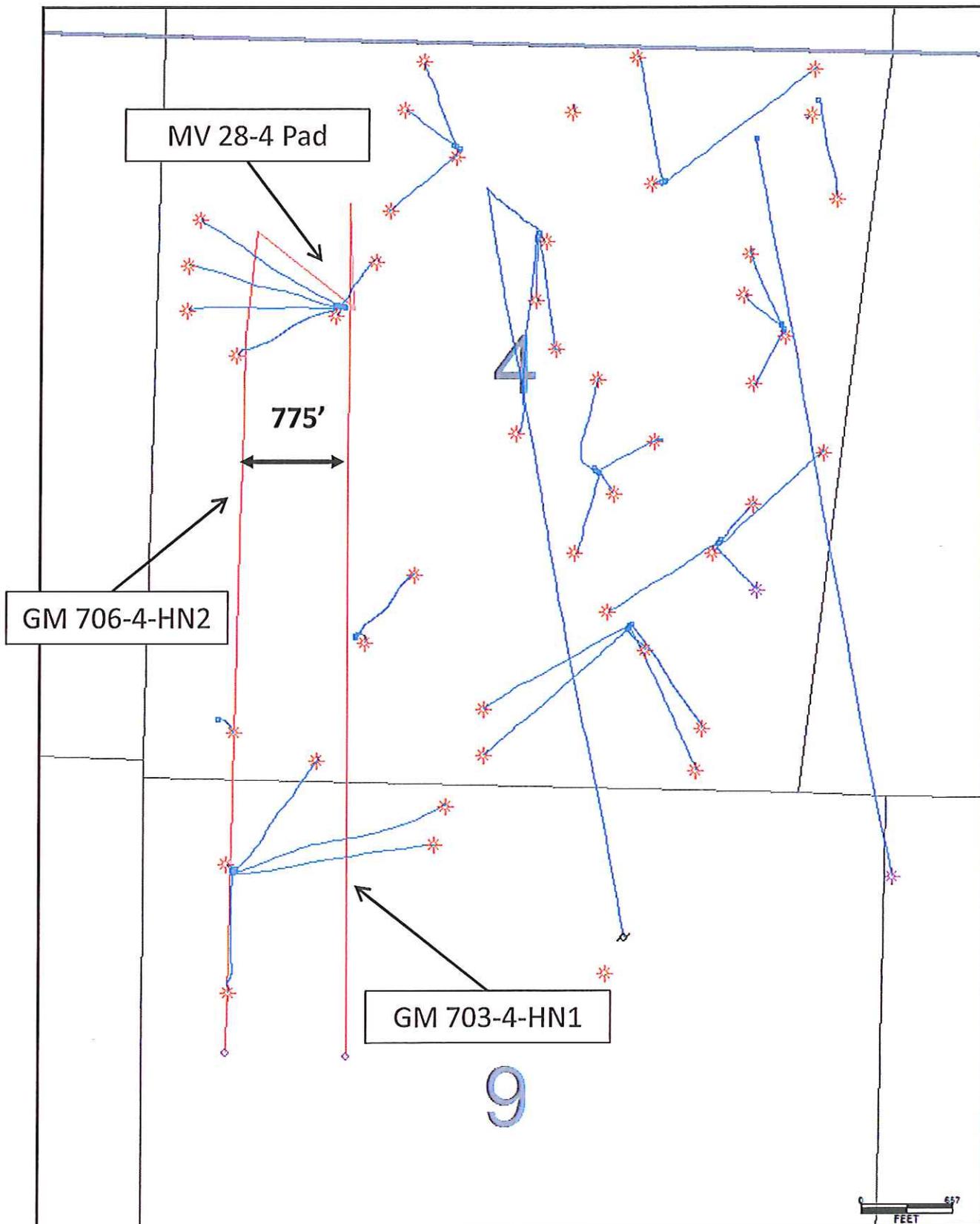
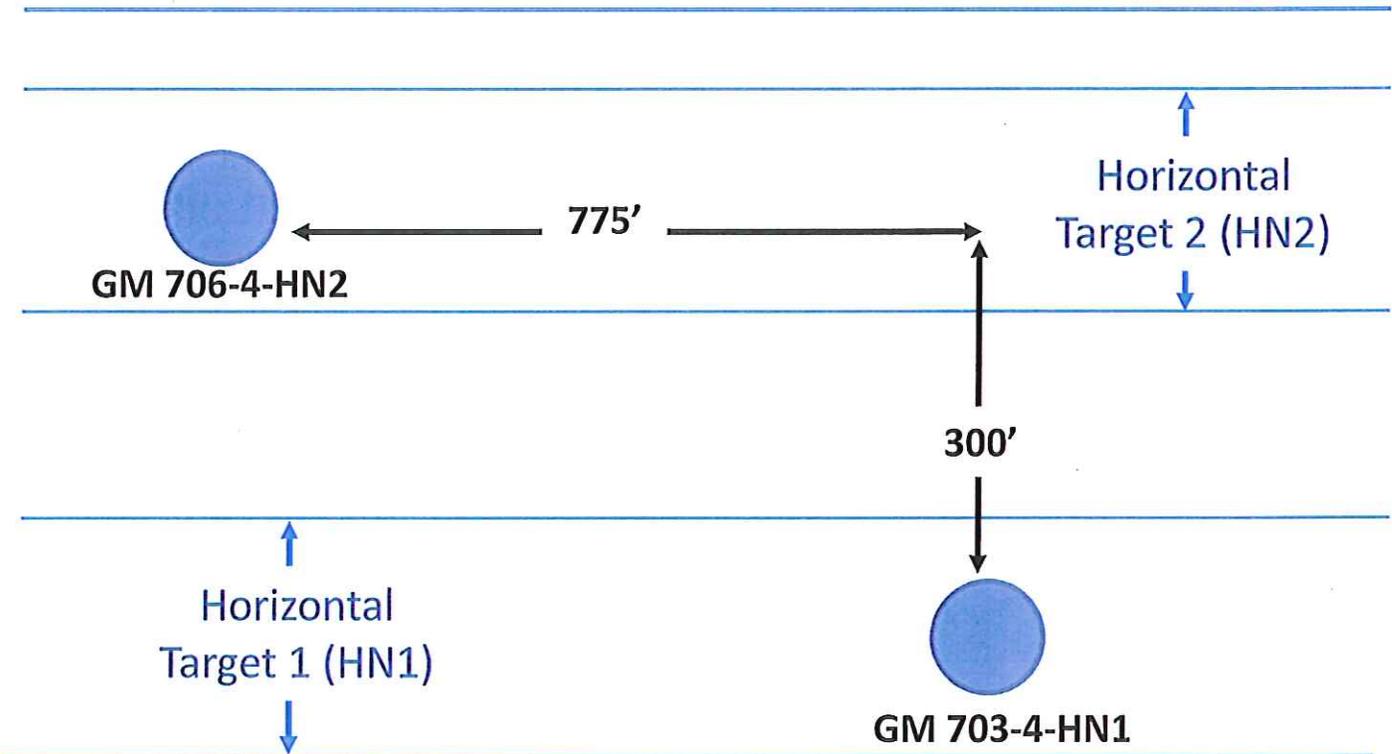




Exhibit B
Attached to that Certain Waiver of
Objection to Exception Location dated February 11, 2014

Cross- Sectional View “Gun-Barrel View from South to North”

Top Niobrara



Base Niobrara