



04/14/2014

VIA CERTIFIED MAIL #: 7013 2250 0001 4578 0263

K P Kauffman Company Inc  
1675 Broadway, Ste 2800  
Denver, CO 80202

RE: Rule 318A.m Minimum Intrawell Distance Exception

SWD #C3A Well: SHL: 826' FNL, 739' FWL, NWNW Sec. 32-T4N-R65W, BHL: 1658' FSL, 465' FWL, NWSW Sec 29-T4N-R65W  
SWD #C3B Well: SHL: 840' FSL, 753' FWL, NWNW Sec. 32-T4N-R65W

Dear Gentlemen

High Sierra Water Services LLC (HSWS) is applying to the Colorado Oil and Gas Conversation Commission (COGCC) to drill the above referenced wells at the described surface and bottom hole locations. Per COGCC policy pertaining to Rule 318A.m, no wellbore shall be located less than one hundred fifty (150) feet from any existing or permitted oil or gas wellbore unless waived in writing by the operator of the encroached upon well. As currently planned, the wellbores of the above wells will lie within 150 feet of the wellbore of the captioned well:

MUSICK-MCCLINTOCK 3, API 05-123-09686, Operated by K P Kauffman Company Inc, Status: PR

Per COGCC Rules HSWS is required to get the affected operator's approval in writing and a waiver of said Rule 318A.m. Also enclosed are the Well Location Plats that show the planned wellbores.

Should you find this acceptable please indicate so by signing the below section and returning the signed letter either via email to [cdoke@iptenergyservices.com](mailto:cdoke@iptenergyservices.com), by fax or in the enclosed envelope by mail. Please contact the undersigned at 720-420-5719 or 720-560-2700 with any questions.

Sincerely,

Clayton L. Doke  
Senior Engineer  
Integrated Petroleum Technologies Inc  
Consultants to High Sierra Water Services, LLC

I, Susana Lara-Mesa, officer, agent, or employee of K P Kauffman Company Inc, operator of the affected well, with full power to execute the following, do hereby approve of the High Sierra Water Services wells as listed above in Section 32 T4N-R65W and grant a waiver COGCC Rule 318A.m granting that these wells may drilled as planned.

Signed Susana Lara-Mesa this 21 day of April, 2014