



Ursa Operating Company LLC

1050 17th St., Suite 2400, Denver, CO 80265

June 29, 2016

Colorado Oil & Gas Conservation Commission
The Chancery Building
1120 Lincoln Street, Suite 801
Denver, CO 80203

Attn: Mr. Matt Lepore, Director

RE: Operator Certification of Compliance with Rule 306.e.

BMC B Pad (Location ID: TBD, Form 2A Doc #: 400927767)

SWNW of Section 18, Township 7 South, Range 95 West, 6th P.M.
Garfield County, Colorado

Dear Mr. Lepore,

The following meetings were requested and conducted in accordance with Rule 306.e(1):

- Eric Schmela, manager, Battlement Mesa Partners
 - **1/30/16:** An onsite meeting was conducted with Mr. Schmela to discuss location siting and permitting.
- Dennis Burke, 463 County Road 307 Parachute (nearest residence to the BMC B Pad)
 - **11/11/15:** Mr. Burke accompanied Ursa staff members (Matt Honeycutt – Operations Superintendent and John Doose - Landman) on a tour of our active drilling and completions sites to get a real time idea of noise and how the sound walls help mitigate noise.
 - **11/2/15 - Current:** Multiple onsite meetings were held with Mr. Burke from in addition to his attendance of the majority of our Battlement Mesa-focused community meetings. He has been very involved in learning about the BMC B Pad and the Oil & Gas process in general.
 - **Q4 2015:** John Doose (Ursa – Landman) worked with Mr. Burke to complete a mineral lease and exception location waivers (please note, Mr. Burke was represented by Matt Sura). There were several conversations held with Mr. Sura as well regarding these items.
 - **2/19/16:** A phone conversation was held between Mr. Burke and Jennifer Lind (Ursa – Regulatory Analyst) to discuss and request clarification on some of the questions on the form 2A.
 - **Ongoing:** Mr. Burke has been and will continue to be kept in the loop on operations timing and any changes in the BMC B Pad location during the permit process.
- Bill and Eleanor Nelson, 35 Locust Way, Battlement Mesa.
 - **4/5/16:** John Doose (Ursa – Landman) met onsite at Nelson's home to discuss several items: Real Estate Comparables, BMC B Pad, UIC, truck traffic, Comprehensive Plan, Interim Reclamation on the BMC B and BMC D pads, re-location of the B Pad, Reach Analysis and earthquakes. Additionally, the Nelson's have been to most of the Battlement Mesa community meetings.

In addition to the requested meetings as outline above, Ursa has held a total of six community meetings over the last year to communicate our plans with the residents of Battlement Mesa. Ursa's next community meeting will be held July 12, 2016. Mr. Schmela, Mr. Burke and Mr. & Mrs. Nelson will be made aware of the upcoming meeting and will be invited to attend.

306.e(2) - The purpose of these meeting was to discuss timing of Ursa's schedule and planned operations concerning the BMC B pad as well as the types of equipment anticipated to be utilized on this pad location. In addition, discussion was had concerning interim and final reclamation requirements and obligations. The owners have been provided with a facility layout diagram of the pad. All these, as well as other operational matters were discussed.

306.e(3) – No waiver of meeting requirements was requested by the operator or offered by the surface owners.

306.e(4) – Neither the surface owner nor the local government designee nor any building unit owners provided any specific concerns regarding public health, safety and welfare that would require additional Best Management Practices or mitigation measures, to the operator, during the informational meetings held. The operator has provided opportunity for concerns to be heard.

306.e(5) - Ursa Operating Company hereby certifies that it has complied with the meeting requirements of Rule 306.e and respectfully requests the approval of the Form 2A.

Sincerely,

A handwritten signature in blue ink, appearing to read "John Doose", is written over a faint, light blue circular stamp. The signature is fluid and cursive.

John Doose, Landman
Ursa Operating Company, LLC