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Bonanza creek.com

October 20th, 2017

**RE: EXCEPTION LOCATION REQUEST (Outside 318A.a Windows)
MUSTANG 12-26 PAD: Document #: 401435771
MUSTANG V41-27-28XRLNB: Document #: 401435767
TOWNSHIP 4 NORTH, RANGE 63 WEST, 6TH PM
SECTION 26, SWNW
WELD COUNTY, Colorado**

Dear Director Lepore:

Bonanza Creek Energy Operating Company LLC. ("Bonanza") is planning to drill the above mentioned well to the Niobrara formation.

Rule 318A.a of the Colorado Oil and Gas Commission's Rules and Regulations requires wells to be drilled and completed in a square with sides four hundred (400) feet in length, the center of which is the center of any quarter/quarter section or in the center of any quarter section with the four sides being eight hundred (800) feet in length.

The surface location of Bonanza's proposed wells has been staked outside of the 318A.a drilling window. The location is being permitted as an exception location. This location is a good location to reduce the impact on the surface owner. The exception location waiver for rule 318A.a is included in the attached surface use agreement.

Bonanza respectfully request that the COGCC review the enclosed information and approve the requested exception location waiver and Application for Permit to Drill the above captioned well.

Respectfully,

A handwritten signature in black ink that reads "Brian Dodek". The signature is written in a cursive style with a large, sweeping initial 'B'.

Brian Dodek
Manager- Environmental & Regulatory Compliance