



Caerus Oil and Gas LLC
1001 Seventeenth Street
Suite 1600
Denver, CO 80202

January 9, 2018

Matt Lepore, Director
Colorado Oil and Gas Conservation Commission
Department of Natural Resources
1120 Lincoln Street, Suite 801
Denver, CO 80203

RE: Request for Exception to Rule 603.a.(2) - SENE, Section 15-T5S-R96W, Garfield County, Colorado

NPR 22C-15-596 (Doc. No. 401411042), NPR 22D-15-596 (Doc. No. 401411061), NPR 23A-15-596 (Doc. No. 401411079), NPR 23B-15-596 (Doc. No. 401411092), NPR 23C-15-596 (Doc. No. 4014110497), NPR 23D-15-596 (Doc. No. 401410365), NPR 24A-15-596 (Doc. No. 401410376), NPR 12B-14-596 (Doc. No. 401410594), NPR 12C-14-596 (Doc. No. 401410601), NPR 12D-14-596 (Doc. No. 401410610), NPR 13B-14-596 (Doc. No. 401410835), NPR 13C-14-596 (Doc. No. 401410848), NPR 13D-14-596 (Doc. No. 401410866), and NPR 14A-14-596 (Doc. No. 401410874).

Dear Director Lepore:

CAERUS PICEANCE, LLC respectfully requests approval of an exception to Rule 603.a.(2) to allow the above-named wells to be drilled at the above referenced location. Rule 603.a.(2) of the Colorado Oil and Gas Commission's Rules and regulations requires a well shall be located not less than 150' from a surface property line. Caerus Piceance LLC is the offset surface property owner; thus, no waiver is required.

CAERUS PICEANCE, LLC is requesting an exception to this rule. Eleven of the Fourteen wells listed above and below were originally permitted at the referenced location by Encana Oil & Gas (USA) Inc. The SHLs for these locations were originally < 150' and they continue to be located this way due to pad design and drilling orientation.

Well Name	Doc. Number	Distance to Surface Property Line
NPR 22C-15-596	401411042	79'
NPR 22D-15-596	401411061	77'
NPR 23A-15-596	401411079	74'
NPR 23B-15-596	401411092	71'
NPR 23C-15-596	401411097	68'
NPR 23D-15-596	401410365	65'
NPR 24A-15-596	401410376	62'
NPR 12B-14-596	401410594	70'
NPR 12C-14-596	401410601	67'
NPR 12D-14-596	401410610	64'
NPR 13B-14-596	401410835	61'
NPR 13C-14-596	401410848	56'
NPR 13D-14-596	401410866	59'
NPR 14A-14-596	401410874	53'



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CAERUS PICEANCE, LLC is developing this pad and adding to the number of originally staked locations. The pad design and drilling orientation must stay the same. This results in fourteen of the proposed thirty locations being < 150' from the surface property line. This pad was previously built by Encana Oil & Gas (USA) Inc.

If you have any questions or concerns please contact me directly at the phone number or email address listed below.

Sincerely,

A handwritten signature in black ink that reads "Reed Haddock". The signature is written in a cursive, flowing style.

Reed Haddock, Sr. Regulatory Specialist
Caerus Piceance, LLC
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