

April 8, 2019

Wayne A. & Cheri L. Schnorr Family Trust
10545 Highway 14
Ault, CO 80610-9719

RE: Well Re-Entry and Mitigation
Colorado Oil and Gas Conservation Commission ("COGCC") – DJ Basin Horizontal Offset Policy

TOWNSHIP 7 NORTH, RANGE 67 WEST, of the 6th P.M.

SECTION 11: SE/4

**Weld County, Colorado
(the "Lands")**

Per the COGCC DJ Basin Horizontal Offset Policy, any existing oil and gas wells within 1500' of a proposed horizontal wellbore that does not have adequate protection and isolation over the treated formations must be re-entered and mitigated prior to hydraulic stimulation of the proposed horizontal wellbore. The following well(s) on your Lands do not meet the COGCC standards and must be mitigated prior to Nickel Road's hydraulic fracturing operations:

- AMOCO #1-11 (API: 05-123-10194), NWSE Sec 11 7N67W

Nickel Road Operating LLC is required to enter your Lands in order to locate, unearth, re-enter and mitigate this existing plugged and abandoned well prior to hydraulic fracturing operations. This process will take approximately ten days from commencement to completion.

Nickel Road Operating agrees to restore the areas impacted by our operations as follows:

- A) Surface Restoration: Upon cessation of Nickel Road's operations on the Lands, all areas thereof occupied or utilized by Nickel Road Operator (including the area around the well to be remediated, and any utilized access roads) will be restored by to their original condition as is reasonably practicable at the sole expense of Nickel Road.
- B) Crop Damage: Nickel Road agrees to pay Owner actual damage caused by operations for damages to Crops. Damages shall be calculated under the USDA federal crop insurance guidelines and standards, or at the election of the Owner, damages shall be calculated using the average price received by Owner for the last three years for the acreage in which damage occurred.

Please sign below consenting to Nickel Road Operating, LLC and/or its contractors or agents entering your Lands located in Weld County, Colorado in order to perform the work described above.

If you have any questions or concerns, please do not hesitate to contact me at the following:

Email: d.johnson@nickelroadoperating.com

Office: 303-748-2905

Thank you for your attention to this matter.

Respectfully,

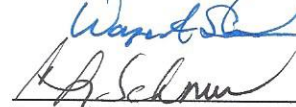


Co-President
Nickel Road Operating LLC
600 17th Street, Suite 610 South
Denver, CO 80202

As owner of the Lands, I/We hereby consent to Nickel Road Operating LLC and/or its contractors or agents to enter the Lands in Weld County, Colorado in order to mitigate the AMOCO #1-11 (API: 05-123-10194) well in accordance with the Colorado Oil and Gas Conservation Commission's DJ Basin Horizontal Offset Policy.

Surface Owners:

Wayne A. & Cheri L. Schnorr Family Trust



Signature

Wayne A. Schnorr

Print Name

CHERI L. SCHNORR
