

Appendix I

Surface Location Exception Waiver  
(Rule 318A.a. and 318A.c.)

**Wells:** *Watermelon 1N, Watermelon 2N, Watermelon 3N, Watermelon 4N, Watermelon 5N, Watermelon 6N, Watermelon 7N, Watermelon 8N, Watermelon 9N, Watermelon 10N*

**Township 5 North, Range 64 West: Section 16: Part of the N/2NW**

**Parcel Number(s) 09631620010, Weld County, Colorado**

Operator reserves the right to change any well name(s) at its discretion without further notice.

PDC Energy, Inc. as Operator of the above listed proposed well(s) hereby requests a Surface Location Exception Waiver from the following owner of the surface for the aforementioned well location(s):

**Surface Property Owner(s) Name and Address:**

William T. Klein  
27974 County Road 53  
Kersey, Colorado 80644

Pursuant to the following Colorado Oil and Gas Conservation Commission ("COGCC") Rule:

**Rule 318A.a. GWA, GWA wells, GWA windows and unit designations**

COGCC Rule 318A.a designates five "drilling windows" per quarter section of land in the Greater Wattenberg Area (GWA) – 400'x400' boxes in the center of each quarter/quarter section, and an 800'x800' box in the center of the quarter section.

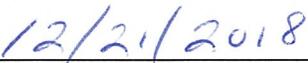
**Rule 318A.c. Surface locations**

COGCC Rule 318A.c. also states that certain well locations must be "twinned" (located within fifty (50) feet of an existing well).

A complete copy of the COGCC rules and policies is available at the following website: <http://cogcc.state.co.us/>.

**As the Surface Property Owner(s), I understand that the aforementioned well location(s) fall outside of those drilling areas and are greater than fifty (50) feet from an existing well, and consent to the location(s) as planned. I hereby waive any requirements to comply with COGCC Rule 318A.a. and 318A.c. for the aforementioned well(s).**

  
\_\_\_\_\_  
William T. Klein

  
\_\_\_\_\_  
Date