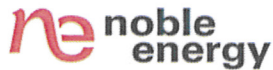


1625 Broadway
Suite 2000
Denver, CO 80202

Tel: 303.228.4000
Fax: 303.228.4280
www.nobleenergyinc.com



January 8, 2010

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

Attn: Mr. David Neslin, Director

RE: **Guttersen State CC20-32D**
Codell/Niobrara New Drill
Township 4 North, Range 63 West, 6th P.M.
Section 20: NW/4SW/4: 2102' FSL & 514' FWL (Surface Location)
Section 19: NE/4SE/4: 2490' FSL & 75' FEL (Bottom Hole Location)
Weld County, Colorado

Mr. Neslin:

Noble Energy, Inc. ("NEI") is planning to drill the captioned boundary well in accordance with the provisions of COGCC Rule 318A.e.

NEI's proposed wellbore spacing unit consists of the SE/4NE/4 and the NE/4SE/4 of Section 19 and the SW/4NW/4 AND NW/4SW/4 of Section 20 in , T4N, R63W, creating a 160-acre wellbore spacing unit. NEI is not the only owner within the proposed wellbore spacing unit and as such provided notice to the remaining owner(s) within said proposed spacing unit as required under COGCC Rule 318A.e(6). Copies of the required notice letter(s) is/are attached. The required twenty (20) day notice period has elapsed absent the receipt by NEI of an objection to said proposal by the owner(s) within the proposed spacing unit for this well.

Also, enclosed are copies of the following documents to assist you in your review and approval of NEI's proposed APD for the captioned well:

- Plat illustrating the proposed wellbore spacing unit and number of Codell/Niobrara wells located within the existing 160-acre governmental quarter section (SE/4) to be less than eight (8) in accordance with COGCC Rule 318A.f.
- Plat illustrating proposed wellbore spacing unit on existing location plat.

Thank you for your attention to the enclosed. NEI respectfully requests that the COGCC review the enclosed information and approve the Application for Permit to Drill the captioned well.

Sincerely,

A handwritten signature in blue ink that reads 'Kate Miller'.

Kate Miller
Regulatory Specialist
Noble Energy Inc.

October 8, 2009

**CERTIFIED MAIL
RETURN RECEIPT REQUESTED**

ARTICLE # 7008 1830 0003 4247 7530

Blue & Gray Resources
Attn: John Hefner
P.O. Box 3768
Parker, CO 80134

RE: Notice of 318A.e. Well Proposal
Codell/Niobrara: New Well
WELL NAME: Guttersen State CC20-32D
Township 4 North, Range 63 West
Section 19: NE/4SE/4 (BHL)
Weld County, Colorado

Dear Mr. Hefner:

Noble Energy, Inc. ("Noble") intends to propose, drill and operate the referenced well pursuant to paragraph 6 of Rule 318A.e., Order 1R-100 of the Colorado Oil and Gas Conservation Commission ("COGCC"). Attached for your information is a plat representing this proposal.

Additional information for this well:

- (1) **Wellbore Spacing Unit**
The wellbore spacing unit will be comprised of the SE/4NE/4 and the NE/4SE/4 of Section 19, in T4N, R63W, 6th P.M., and the SW/4NW/4 and NW/4SW/4 of Section 20, in T4N, R63W, 6th P.M., as depicted on the enclosed plat. The working interests attributable to the formation(s) in the contributing 40 acre quarter-quarter sections will be utilized to determine the interests of the parties in the proposed 160 acre spacing unit for this well. It appears that you own a working interest in the proposed wellbore spacing unit for this well.
- (2) **Target Formations**
This well will be drilled to a total depth to sufficiently test the Codell/Niobrara formations.
- (3) **Surface and Bottomhole Locations**
SHL: 2102' FSL, 514' FWL, Section 20, T4N, R63W, 6th P.M.
BHL: 2490' FSL, 75' FEL, Section 19, T4N, R63W, 6th P.M.
- (4) **Anticipated Spud Date**
1st Quarter, 2010
- (5) **Request for Title Information**
In order to facilitate the rendering of a full title opinion, please provide copies of any title opinions, updates and JIB/Rev deck materials for the referenced spacing unit in your possession to Noble.

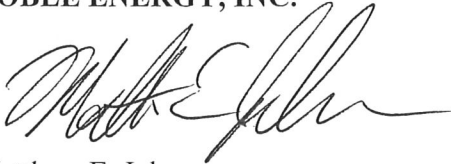
Pursuant to the aforementioned rule, you have twenty (20) days from your receipt of this notice to object to this proposal. In the event you do not respond to this notice or enter an objection within the established time period, the proposed 160 acre spacing unit set forth herein shall be established. **However, should you have no objection to this proposal, please so indicate by signing in the space provided below and returning to Noble as soon as possible.** Your cooperation in this matter is greatly appreciated so that Noble may timely continue the permitting process for this well.

A formal well proposal, including Noble's proposed AFE and JOA will be forthcoming under separate cover.

Thank you for your timely consideration and response to this proposal. Please call me at 303-228-4073 if you have any questions.

Very truly yours,

NOBLE ENERGY, INC.



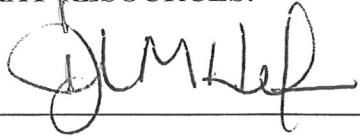
Matthew E. Johnson
Senior Land Negotiator

MEJ:jkb

Enclosures

Pursuant to paragraph 6 of Rule 318A.e., Order 1R-100 of the Colorado Oil and Gas Conservation Commission, the undersigned has received notice from Noble Energy, Inc. ("Noble") of its intention to drill and operate the Guttersen State CC20-32D well in Section 19, T4N, R63W, Weld County, Colorado and the undersigned hereby waives the twenty (20) day notice requirement as provided by said rule.

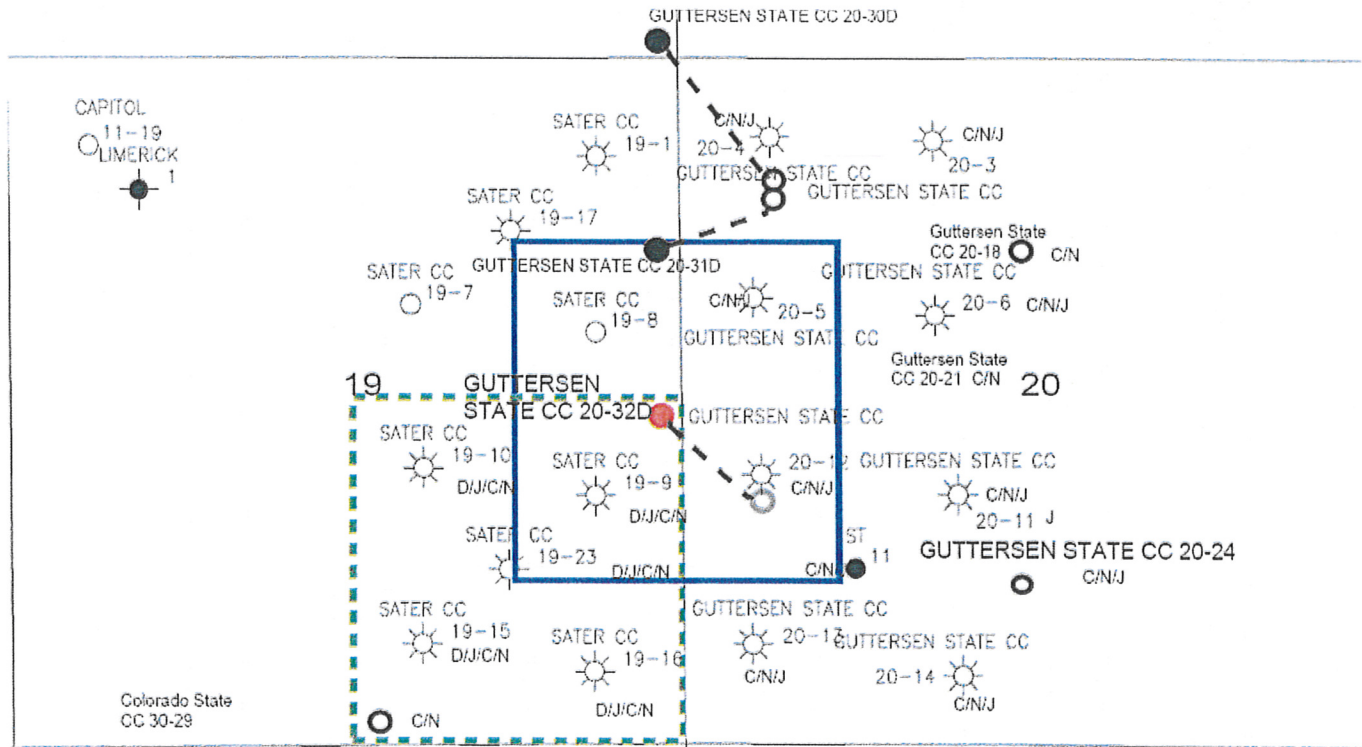
BLUE & GRAY RESOURCES:

By: _____

Printed Name: JOHN M HEFNER

Date: 10/15/09

Guttersen State CC 20-32D
NESE, Section 19, T4N, R63W



LEGEND



Proposed 160 acre Spacing Unit



Bottom Hole Located NESE, Section 19, T4N, R63W

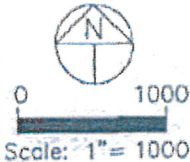
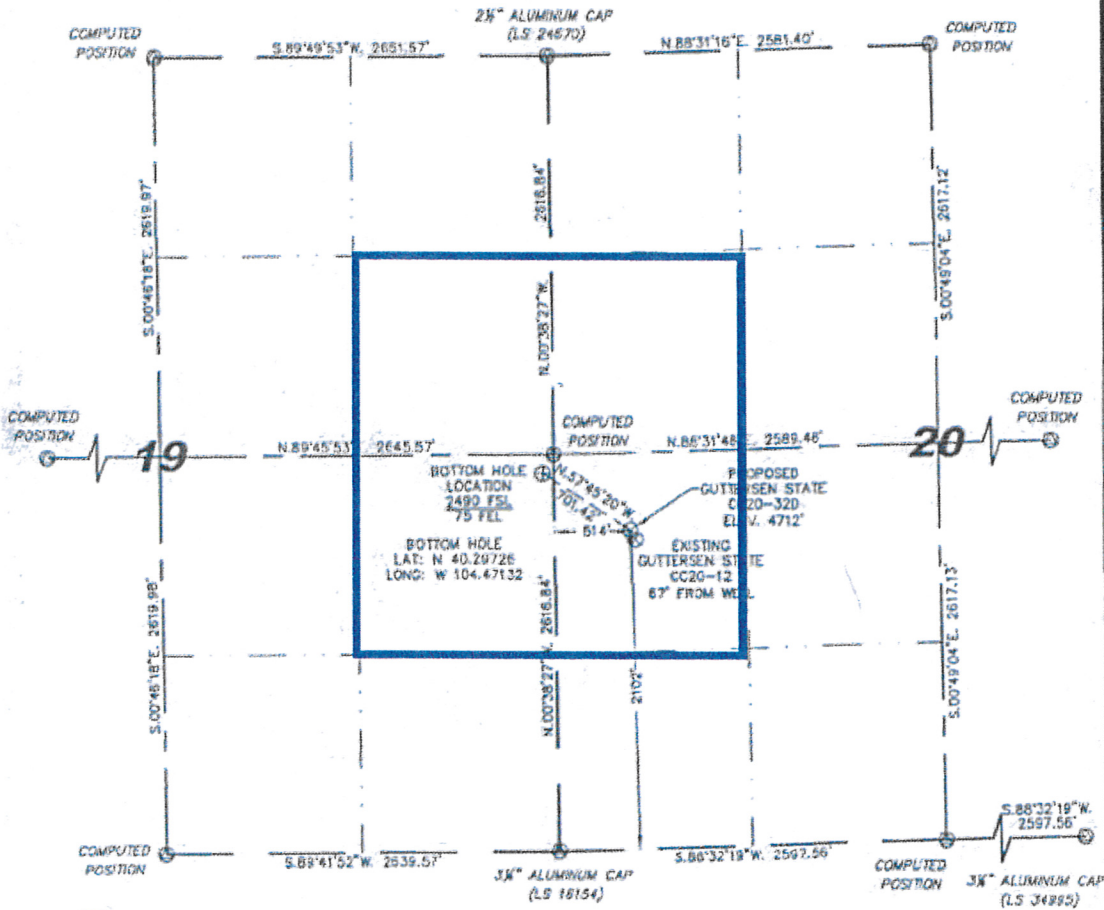
The governmental $\frac{1}{4}$ Section has less than 8 bottom hole wells producing from the Codell, Niobrara, & J-Sand Formations.

PROPOSED 318Ae SPACING UNIT

Stell Surveying Services, LLC

1102 West 19th Street P.O. BOX 2073
WELL LOCATION CERTIFICATE
THIS MAP DOES NOT REPRESENT A BOUNDARY SURVEY

Cheyenne, Wyoming 82009
SECTION 20
TOWNSHIP 4 NORTH
RANGE 63 WEST



IN ACCORDANCE WITH A REQUEST FROM ERIC VAN DECAR - NOBLE ENERGY INC., STELL SURVEYING SERVICES, LLC HAS DETERMINED THE LOCATION OF THE GUTTERSEN STATE CC20-320 WELL TO BE 2102' FSL, 514' FTL, AS MEASURED AT NINETY (90) DEGREES FROM THE SECTION LINES, SECTION 20, TOWNSHIP 4 NORTH, RANGE 63 WEST, 63H PRINCIPLE MERIDIAN, WELD COUNTY, COLORADO.

I HEREBY CERTIFY THAT THIS WELL LOCATION CERTIFICATE WAS PREPARED BY ME, OR UNDER MY DIRECT SUPERVISION, THAT THE FIELD WORK WAS COMPLETED ON 09/08/2009, FOR AND ON BEHALF OF NOBLE ENERGY INC., THAT IT IS NOT A LAND SURVEY PLAT OR AN IMPROVEMENT SURVEY PLAT, AND THAT IT IS NOT TO BE RELIED UPON FOR ESTABLISHMENT OF FORCE, BUILDING, OR OTHER FUTURE IMPROVEMENT LINES.

NOTES:

- 1) BASIS OF BEARINGS FOR THIS MAP ARE BASED UPON GPS OBSERVATIONS MADE ON 06/15/2008 BETWEEN MONUMENTS LOCATED AT THE SOUTHWEST SECTION CORNER AND THE NORTHWEST SECTION CORNER OF SAID SECTION AND WITH ALL BEARINGS SHOWN HEREON RELATIVE THERETO.
- 2) ELEVATIONS ARE BASED UPON NGS CPUS SOLUTION NAVD 88 DATUM.
- 3) THE NEAREST EXISTING WELL IS: GUTTERSEN STATE CC20-12, 67' SOUTHEAST.
- 4) SEE VISIBLE IMPROVEMENTS EXHIBIT FOR ALL IMPROVEMENTS WITHIN 400'.
- 5) THE LOCATION FALLS IN PASTURE LAND.

LATITUDE & LONGITUDE (NAD 83 SURFACE HOLE):
LATITUDE: N 40.29621°
LONGITUDE: W 104.46920°
POOP: 3.8
QUARTER-QUARTER: NW/4SW/4
NEAREST PROPERTY LINE: 514' TO THE WEST

LEGEND

- FOUND SURVEY MONUMENT PER MONUMENT RECORD - EXCEPTIONS NOTED.
- (C) CALCULATED DIMENSION

David C. Holmes
Professional Land Surveyor Registration No. 32828
State of Colorado
JOB #: 02085



Completed 09/10/2009

NOTICE: According to Colorado law you MUST commence any legal action based upon any defect in this W.L.C. within three years after you first discover such defect. In no event may any action based upon any defect in this W.L.C. be commenced more than ten years from this said date of the certification shown herein.