



July 9, 2010

CERTIFIED MAIL - RETURN RECEIPT REQUEST

Clinton & Vickie Schlepp
36794 County Road 11
Wray, CO 80758

RE: Notice of Drilling
SCHLEPP #32-08 &
SCHLEPP #34-08
Township 4 South - Range 42 West
Section 8: SW/NE & SW/SE
Yuma County, Colorado

Dear Clinton & Vickie Schlepp:

Pursuant to Rule 305 of the Colorado Oil and Gas Conservation Commission, this letter is to give you notice that Rosewood Resources, Inc. intends to conduct operations for drilling of a gas well as indicated on the attached plat.

1. Operations with heavy equipment are estimated to commence after the approval of the Application for Permit to Drill submitted to the Colorado Oil & Gas Conservation Commission.
2. The operator is: Rosewood Resources, Inc.

Individual to contact concerning the proposed operations:
[Contact person's name, address, and phone number:]

Mr. Dean Jarrett
P. O. Box 227
Yuma, Colorado 80759
(970) 848 - 2228 ex. 104

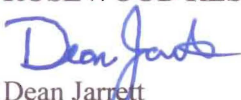
3. Pursuant to Rule 305 (e)(1)(A) a list of major equipment components includes, but may not be limited to: (1) CT Drilling Rig with (1) Diesel Engine, (1) Catwalk, (1) Doghouse with (1) Diesel Engine, (1) Mud Tank / Mud Pump with (1) Diesel Engine, (2) Water Tankers, (4) Tractors with Diesel Engines, (1) Travel Camper, (1) Trash Trailer, (1) Portable Toilet, (1) Storage Trailer, (1) 10' x 20' temporary pit, wellhead[Christmas tree], flow line & water line, meter shed and associated metering equipment.

Rosewood Resources, Inc
529 N. Albany Street
Suite 1270
Yuma, CO 80759
970-848-2228
970-848-2245 (Fax)

4. Pursuant to Rule 305 (e)(1)(A) a scaled drawing showing all visible improvements within (400') four hundred feet of the proposed location. [see attached exhibit]
5. Pursuant to Rule 305 (e)(1)(A) an 8-1/2" x 11" vicinity or U.S. Geological Survey map showing the access road into location. [see attached exhibit]
6. Pursuant to Rule 305 (e)(1)(A), Owner is hereby advised that the complete Permit Application will be available on the COGCC web site at <http://cogcc.state.co.us/> for your review and the submittal of comments to the Director should you desire to do so.
7. Pursuant to Rule 305 (e)(1)(B), Owner(s) agree to waive the 30 day advanced written notice required under Rule 305. Rosewood hereby agrees to contact owner by telephone or in person at least 10 days prior to commencing its operations.
8. Enclosed is a return addressed, postage-prepaid postcard upon which you (the surface owner) may request your preference with respect to a consultation with the operator under Rule 306.
9. A Colorado Oil and Gas Conservation Commission brochure describing surface owner rights and responsibilities is enclosed.
10. By signing below (and returning to the undersigned), the surface owner waives the above notification requirements of Rule 305 set forth in paragraphs 1 to 7 above. (List below any Rule 305 notice requirements excluded from this waiver).

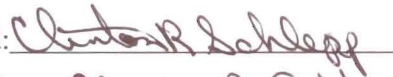
Thank you in advance for your cooperation. Please feel free to contact me in Wray, Colorado at (970) 332-4070, should you have any questions or concerns.

Very truly yours,
ROSEWOOD RESOURCES INC.


Dean Jarrett
Landman

Enclosures

I hereby waive the above notification requirements under Rule 305.

Signed: 
Print Name: Clinton R. Schlep
Date: July 19, 2010

cc: Yuma County Commissioners
ATTN: Ms. Linda Briggs
P.O. Box 467
Wray, Colorado 80758