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Royce Allen
Land Manager
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November 1, 2011

HAND DELIVERED

Fountainhead Resources, LTD
ATTN: David A. Gottenborg
P.O. Box 641
Littleton, CO 80160-0641

RE: Notice of 318A.e Well Proposal
Fritzler 12-21-14
T6N – R66W, 6th P.M.
Section 20: SE/4NW/4 (BHL)
Weld County, Colorado

Dear Mr. Gottenborg:

Great Western Oil and Gas Company, LLC (GWOGCO) intends to propose, drill and operate the above-referenced well pursuant to paragraph 6 of Rule 318A.e., Order 1R-100 of the Colorado Oil and Gas Conservation Commission. Attached is a plat representing the proposed well.

Additional information for this well:

- 1) Wellbore Spacing Unit
The wellbore spacing unit will be comprised of the S/2NW/4 and the N/2SW/4 of Section 21, T6N-R66W as depicted on the enclosed plat. The working interest attributable to the Codell/Niobrara formations 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. You have been contacted because it appears you own a working interest in the proposed Fritzler 12-21-14.
- 2) Target Formations
This well will be drilled to a total depth sufficient to test the Codell/Niobrara formations.
- 3) Surface and Bottomhole Locations
SHL: From the Permitted Fritzler 11-21 vertical well location offset 20' to the South, Section 21, T6N-R66W
BHL: 2620' FNL, 1300' FWL, Section 21, T6N-R66W
- 4) Anticipated Spud Date
4th Quarter, 2011

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 checks for the referenced spacing unit in your possession to GWOGCO.

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 return this notice to GWOGCO as soon as possible. Your cooperation in this matter is greatly appreciated. A formal well proposal including an AFE and JOA is forthcoming.

Please contact me at 303-398-0362 if you have any questions or comments regarding this proposal.

Sincerely yours,
GREAT WESTERN OIL & GAS COMPANY, LLC

Royce H. Allen

Royce H. Allen
Land Manager

Enclosure

Pursuant to paragraph 6 of Rule 318A.c., Order 1R-100 of the Colorado Oil and Gas Conservation Commission, the undersigned has received notice from GWOGCO of its intention to drill and operate the Fritzler 12-21-14 well in Section 21, T6N-R66W, 6th P.M., Weld County, Colorado and the undersigned hereby waives the twenty (20) day notice requirement as provided by said rule.

FOUNTAINHEAD RESOURCES, LTD

By: *David A. Gottengoll*

Printed Name: DAVID A. GOTTENGOLL

Date: 11-3-11