

BANKO

PETROLEUM MANAGEMENT INC.

June 19, 2012

Mr. Thom Kerr
Acting Director
Colorado Oil and Gas Conservation Commission
1120 Lincoln Street
Suite 801
Denver, CO 80203

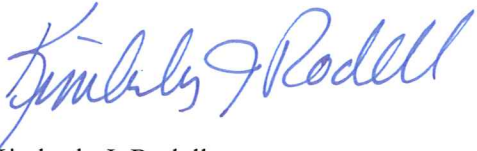
Re: Request for Exception Location Waiver
Entek GRB LLC
SD Federal 24-9DL – Sidetrack #3
API No. 05-081-07624
Surface: 2,257' FSL 431' FEL (NE/4 SE/4)
BHL: ±660' FNL ±660' FWL (NW/4 NW/4)
Sec. 24 T12N R89W
Moffat County, Colorado
Surface: Federal
Federal Mineral Lease: COC69112/COC61760
Focus Ranch Unit: COC63212X

Dear Mr. Kerr:

Entek GRB, LLC, is pursuing approval to drill the SD Federal 24-9DL Sidetrack well with the Colorado Oil and Gas Conservation at the above referenced location. COGCC Statewide Rule 318.a dictates that wells deeper than 2,500 feet shall be located not less than 600 feet from any lease line. The surface hole location for the proposed sidetrack is located within BLM lease COC69112. The proposed bottom hole location is within BLM lease COC61760. Both of these leases are held by Entek GRB, LLC. Since the proposed wellbore path intersects two Federal Mineral leases, a violation of Rule 318.a occurs. Please find attached a signed letter from the BLM – Little Snake Field Office acknowledging this. Entek plans to intersect these two federal leases due to the geology of the Niobrara formation in the area. By following the proposed well direction the thickest and most probable reserves are likely to be encountered per Entek's evaluations.

Please contact Mark Johnson, at (303) 820-4480 if you have questions or comments about this project. Entek would like to commence this project in the next 30-60 days if the APD approval is obtained. Please send a copy of all correspondence to Banko Petroleum Management, Inc. at 385 Inverness Parkway, Suite 420, Englewood, CO 80112-5849.

Thank you for your assistance.

A handwritten signature in blue ink, reading "Kimberly J. Rodell". The signature is fluid and cursive, with the first name "Kimberly" and last name "Rodell" clearly legible.

Kimberly J. Rodell
Banko Petroleum Management
Permit Agent for Entek GRB, LLC