

**GRAND
MESA**

OPERATING COMPANY

(316) 265-3000
FAX: (316) 265-3455

1700 N. WATERFRONT PARKWAY
BLDG. 600
WICHITA, KANSAS 67206-5514

September 27, 2012

Mr. Jeremiah Higgins
Lincoln County Assessor
Lincoln County Designated Agent
103 3rd Avenue
P. O. Box 277
Hugo, CO 80821

Re: Notification of Drilling Operations
Punkin-State #1-4 Well
Township 10 South, Range 55 West
Section 4: SE/4
Lincoln County, Colorado

Dear Mr. Higgins:

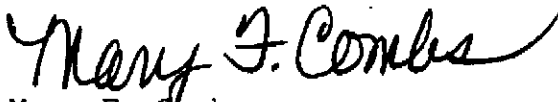
This letter shall serve as notification by Grand Mesa Operating Company (GMOC) of drilling operations for the Punkin-State #1-4 Well at the location described above. We anticipate this well will be drilled early December, 2012.

The permit package will be sent to the Colorado Oil and Gas Conservation Commission. Under separate cover we are requesting a permit for oil and gas exploration from your land use department.

If you should have any questions, please do not hesitate to call our office.

Very truly yours,

GRAND MESA OPERATING COMPANY



Mary F. Combs
Land Manager

**LINCOLN COUNTY
OIL & GAS EXPLORATION
OR SEISMIC ACTIVITIES
PERMIT APPLICATION
PERMIT NUMBER 1251**

Name of Applicant: GRAND MESA OPERATING COMPANY
Address: 1700 N. WATERFRONT PARKWAY, BUILDING 600
WICHITA, KS 67206
Phone: 316-285-3000 **Date of Application:** SEPTEMBER 27, 2012

Legal Description: (quarter/quarter section, section/sections, township, range)
SE/4 SECTION 4, TOWNSHIP 10 SOUTH, RANGE 55 WEST, LINCOLN COUNTY, COLORADO

Location; (Direction and number of miles to nearest town)
SOUTHEAST FOUR (4) MILES TO HUGO, COLORADO

Proposed date of commencement is NOVEMBER 15, 2012 **and the proposed**
date of completion is NOVEMBER 15, 2013.

Access Route: (To be shown on a county map, approval of the route by the Lincoln County Road and Bridge foreman is required.)

The State of Colorado Oil and Gas Commission now provides a copy of their approved permits.

Signature of Applicant: James P. Reilly
By: James P. Reilly, Vice President

PERMIT

This application, when signed by the designated official of the Lincoln County Board of County Commissioners and after a signed copy is furnished to the applicant, is an Oil & Gas Exploration and Seismic Activities Permit.

Approved this 27 **day of** September

Signature: John DeWitt
John DeWitt
Land Use Administrator