

30 DAY NOTICE LETTER



1700 N. WATERFRONT PKWY • BLDG 1200 • WICHITA, KS 67206-6637 • (316) 264-6366 • FAX (316) 264-6440

Certified Mail: 7012 3460 0000 4098 0846

July 28, 2014

Joe F. Klement Family Trust and
Marian Klement Lving Trust
c/o Marian Klement
P.O. Box 625
Cheyenne Wells CO 80810-0625

RE: Northwest Arapahoe Unit (NWAU) #38
Township 13 South, Range 43 West of the 6th P.M.
Section 25: NW/4 SW/4
Cheyenne County, Colorado

Dear Ms. Klement:

Mull Drilling Company, Inc. ("MDC") plans to drill the above referenced well on your land in Cheyenne County, Colorado, approximately November 5, 2014.

The first step in this process is for a surveyor to go out to your land and drive a wooden stake into the ground at the proposed drillsite. This was completed on August 27, 2014 and was witnessed by your Tenant Barry Gerstner and MDC Rep Carl Smalley. After we "stake" the drillsite, we will begin the permitting process in Colorado which involves several forms, maps and plats that we file with the Colorado Oil & Gas Conservation Commission ("COGCC").

We have also included with this letter a brochure prepared by the COGCC entitled, "Oil and Gas Well Notification, Consultation, and Reclamation Rules: Information for Oil and Gas Operators, Surface Owners and Surface Tenants." Also included is a form for you to fill out and send back to MDC in the enclosed postage-paid envelope. Please provide the following information on the form:

1. Circle either **waives** or **does not waive** on the Thirty-Day Notice Waiver section. This letter satisfies the COGCC requirement (Rule 305) to provide 30-day notice before drilling.

If you circle **does not waive**, then in addition to this letter, we will also send you copies of the COGCC Form 2A, a list of major equipment components, well location plat & topographic map, ingress map as they become available. We will also send you notice of any subsequent well operations that will materially impact surfaces beyond existing road or well sites and notice of final reclamation of the drillsite.

Northwest Arapahoe Unit (NWAU) #38
Township 13 South, Range 43 West of the 6th P.M.
Section 25: NW/4 SW/4
Cheyenne County, Colorado
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If you circle **waives**, then we will not send you a copy of the COGCC and surveyor forms or provide the additional well operations & final reclamation notices. We will still contact you, or your designated representative, prior to moving any machinery onto your land in preparation to drill this well.

2. Circle either **requests** or **does not request** on the Request for Consultation Meeting section. A good time to have a consultation meeting is when we have surveyors out on your land to stake the well. If this is your choice, please check the space next to "Hold Consultation Meeting when the well is staked." If you would prefer to meet a different time and location, please indicate your preferred date, time and location.

3. Please fill out the Designated Representative (Agent/Tenant) with the name and contact information of the person you would like to designate to meet with an MDC employee for the above consultation and who we should contact prior to the start of drilling operations. This can be a tenant, an agent or yourself.

4. Please print your name, telephone number, sign and date in the appropriate blanks under the Surface Owner section.

The MDC field employees which you will likely be in contact with are the following:

Carl Smalley, Environmental Manager	Cell Phone: (719) 342-1812
Bill Stutz, Cheyenne County, CO Production Foreman	Cell Phone: (719) 343-5182
Tracy Akers, Kiowa County, CO Production Foreman	Cell Phone: (719) 342-1813

If you have any questions about this letter or the enclosed form, please give my assistant, Tannis Tritt (800-658-1632, Ext. 122), our Land Manager, Ava Ross (Ext. 121) or me (Ext. 113) a call.

Sincerely,



Mark Shreve
President/COO

MAS:tt
Enclosures
cc: Ava Ross, Carl Smalley & Bill Stutz



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WAIVER AND REQUEST FOR CONSULTATION FORM

July 28, 2014

Joe F. Klement Family Trust and Marian Klement Living Trust
P.O. Box 625
Cheyenne Wells CO 80810-0625

RE: Northwest Arapahoe Unit (NWAU) #38
Township 13 South, Range 43 West of the 6th P.M.
Section 25: NW/4 SW/4
Cheyenne County, Colorado

Thirty-Day Notice Waiver

The undersigned waives / does not waive (circle one) the 30-day notice period for drilling operations on the above captioned location.

Request for Consultation Meeting

The undersigned requests / does not request (circle one) a consultation meeting.

Preferred date, time and location of meeting: _____ @ _____ a.m./p.m. at _____

Designated Representative (Agent/Tenant):

The undersigned names the below designated representative for surface consultation with respect to operations for drilling from the above captioned location:

Name: _____

Address: _____

Telephone Number: _____

Surface Owner:

Signed: _____

Date: _____

Print Name: _____

Telephone Number: _____



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September 10, 2014

Rod Pelton
Cheyenne County Local Governmental Designee
P.O. Box 567
Cheyenne Wells CO 80810

RE: Notification of Drilling Operations
Northwest Arapahoe Unit (NWAU) #38
Township 13 South, Range 43 West of the 6th P.M.
Section 25: NW/4 SW/4 (Actual Footages: 2070' FSL & 659' FWL)
Cheyenne County, Colorado

Dear Mr. Pelton:

This letter shall serve as notification by Mull Drilling Company, Inc. (MDC) of drilling operations for the Northwest Arapahoe Unit (NWAU) #38 well at the location described above. We anticipate this well will be drilled approximately November 5, 2014.

Attached, please find a complete copy of a permit package that has been sent this date to the Colorado Oil and Gas Conservation Commission.

If you have any questions, please don't hesitate to contact me.

Sincerely,

A handwritten signature in black ink, appearing to read "Mark A. Shreve", written over a horizontal line.

Mark A. Shreve
President/COO

MAS:tt
Enclosures