



June 16, 2017

George W and Christine Pearson  
5805 County Road 320  
Rifle, CO 81650

Re: Request for a domestic use gas tap at the Moore 27-42-6S-94W well  
SENE Section 27, Township 6 South, Range 94 West  
Garfield County, Colorado

Dear Mr. & Mrs. Pearson:

Regarding your request to install a domestic use gas tap at the above referenced location for purposes of fueling an irrigation pump, this letter serves notice that Mustang Resources LLC ("Mustang"), as contract Operator for HDT Inc. ("HDT."), has no legal obligation to provide such tap.

On your behalf, Mr. Brian Sperry provided Mustang with a copy of an Oil and Gas Lease recorded November 2, 1977, Reception No. 281567, in Garfield County, CO, between Harley A. Moore and Carol Moore, Lessors, and Northwest Exploration Company, Lessee. The lease was valid for a ten-year term expiring on June 19, 1987. According to Colorado Oil and Gas Conservation Commission (COGCC) records, the Moore 27-42-6S-94W spud date was July 24, 1988.

Mustang's findings are that the provided lease is not valid but rather that the Moore 27-42-6S-94W was drilled under the terms of Oil and Gas Leases executed in 1953:

- Book 283 Page 302 – Emma B Mead, Lessor, dated 6/5/1953
- Book 283 Page 300 – Norman H Mead and Mary Jane Mead, Lessors, dated 6/5/1953

These leases do not provide for the use of on lease gas to service an irrigation pump. Terms provide for a domestic use tap to one primary residence on the above referenced lands.

For your safety, the safety of your neighbors and the safety of Mustang's employees and contractors, do not engage in the illegal act of "tapping" into the above referenced well and associated flowlines.

Should you have any questions, please feel free to contact me at the number below.

Sincerely,  
MUSTANG RESOURCES, LLC

Chuck Dobie  
President

Cc: Kirby Wynn, Garfield County  
Dave Andrews, COGCC