

**DENNIS D. HANSEN**

**PETROLEUM LAND SERVICES**



July 19, 2008

Mr. Sam Kuntz  
Black Hills Production, LLC.  
350 Indiana Street  
Suite 400  
Golden, CO 80401

RE: Nichols 1-32 well, located in:  
Township 10 South, Range 95 West of the 6<sup>th</sup> P.M.  
Section 32: SW/4NW/4

Dear Sam;

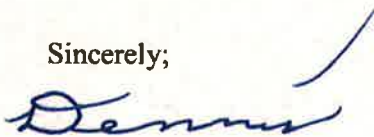
Enclosed please find the following:

- 1) An Original General Release on the above captioned lands, signed by Charles N. Nichols, Jr., regarding the Nichols 1-32 well.

I have included an extra copy of the General Release for Heidi's file. If you could please make sure she gets them, I would appreciate that.

If you have any questions, please don't hesitate to call me at (970) 216-1128.  
Thank you.

Sincerely;

A handwritten signature in blue ink that reads "Dennis".

Dennis D. Hansen,  
Consulting Landman

**GENERAL RELEASE**

**State:** Colorado  
**County:** Mesa  
**Owner:** Charles N. Nichols, Jr.  
P O Box 130  
Molina, CO 81646  
**Operator:** Black Hills Plateau, LLC  
350 Indiana Street  
Suite 400  
Golden, CO 80401  
**Dated:** June 26, 2008

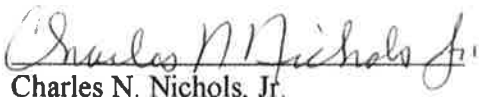
For adequate consideration, the receipt and sufficiency of which is acknowledged, Owner, named above, hereby, releases Operator, named above, and all of Operator's officers, directors, agents, employees, personal representatives, agents, contractors, subcontractors, affiliates and causes of action of any nature or kind which have arisen or may later arise by reason of any and all damages or injuries caused by Operator's operations from the Nichols 1-32 well situated on the following lands in the county and state named above:

TOWNSHIP 10 SOUTH, RANGE 95 WEST, 6<sup>TH</sup> P.M.  
Section 32: SW/4NW/4

This Release shall be construed as a covenant running with the lands described, and shall be binding on the heirs, executors, administrators, successors and assigns of Owner.

Signed this 26th day of June, 2008.

**Owner:**

  
Charles N. Nichols, Jr.

**Check Request  
Black Hills Plateau Production  
Company 15**

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Date: June 13, 2008  
Date Check Needed: Next Check Run  
Vendor Name: Charles N. Nichols Jr.

Vendor Number: 008478  
Check Amount: \$7000.00  
Description: Reclamation Expense  
Prospect Number: 0500170010.01

Lease Number: \_\_\_\_\_

Accounting Code: 340-105

AFE Number: 005086Z

Return check to: Sam Kuntz

Check Requested by: Sam Kuntz

Date requested: June 18, 2008

Supervisor approval: \_\_\_\_\_  
(If required)

**Comments**

This is full payment in lieu of doing any reclamation work on the pad location for the Nichols 1-32 Well.

Please attach copies of supporting documentation because detailed information is necessary for check processing.

DONE  
6-18-08  
LP

**Owner Number Request Form**

Owner Number: 068478

Owner Name: CHARLES N. NICHOLS, JR.

Tax Identification No. 520-66-4744

Address: PO BOX 130  
~~121~~

City: MOLINA, IL

State: CO

Zip Code: 81646

Telephone Number: 970-487-3495

Fax Number: \_\_\_\_\_

Owner Type: \_\_\_\_\_

B=Bank, L=Lease, J=JIB, O=Operator, R=Revenue, V=Vendor

Comments

Requested by: Em Xant

Date: 6-17-08

Please Attach Copies of Supporting Documentation to Substantiate Request



Hansen Land Services  
<dennishansen@bresnan.net  
>

06/12/2008 03:38 PM

To skuntz@bhep.com

cc slindholm@bhep.com, dnewlin@bhep.com

bcc

Subject Re: Nichols 1-32 & 1-31 Reclaim Locations

Sam, please make the checks out as follows:

050017010  
01 For the Nichols 1-32 well: Charles N. Nichols, Jr.

AFE 0050862  
340-105

For the Nichols 1-31 well: Nichols Family Partnership, LLLP

008371

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

PO Box 130  
Moline, CO 81646

Thanks.

Dennis

slindholm@bhep.com wrote:

On June 9, 2008 I stopped and talked with Charlie at each location and sign off on the release form.

970. 487. 3495

No virus found in this incoming  
Checked by AVG.  
Version: 7.5.524 / Virus Database  
Date: 6/10/2008 5:11 PM

Acct Codes:

Rentals	200-120
Recording Fees	200-170
Legal Services	200-180

Charles Nichols  
520-66-4744