

LANCE OIL & GAS COMPANY, INC.

1099 18th Street, Suite 1200 • Denver, Colorado 80202-1955
(303) 452-5603



August 14, 2003

Patricia A. Olson
109 County Road 59
Guffey, Colorado 80820

Re: Notification of Proposed Well
Olson #1-27 Well
T9N, R43W
Sec.27: NW
Phillips County, Colorado

Dear Ms. Olson:

As you may be aware, Lance Oil & Gas, Inc. is interested in filing a drilling permit for the Olson #1-27 well located in the NW of Section 27, Township 9 North, Range 43 West on surface acreage owned by you. In accordance with Colorado Oil & Gas Association Rules 305 and 306 Lance is required to notify you a minimum of thirty (30) days prior to applying for the permit to drill.

If you would be agreeable to waiving the above 30 day period regarding the surface notification, Western will be able to expedite the procedure for obtaining an Application for Permit to Drill (APD) and building a location. If you are in agreement, please sign both copies of this letter agreement, retaining one copy for your files and returning one signed letter to Western as soon as possible. We appreciate your consideration of our request.

Lance Oil & Gas, Inc.

By: 

B. Kole Killion, as Agent

Patricia A. Olson

