



June 18, 2013

CERTIFIED MAIL

Ken Pennington  
10564 CR 24.5  
Fort Lupton, CO 80621

Re: Notice of Intent to Conduct Surface Operations  
PENNINGTON 2N-2HZ PENNINGTON 28N-2HZ  
PENNINGTON 27C-2HZ PENNINGTON 2N-2HZ TANK BATTERY  
Township 2N, Range 67W, Section 2  
Weld County, Colorado

Ladies and Gentlemen:

The Colorado Oil and Gas Conservation Commission ("COGCC") has adopted guidelines and procedures regarding oil and gas activities affecting the surface. These rules stipulate that an affected surface owner must be given advance notice in writing by an operator at least thirty (30) days prior to drilling an oil and gas well.

Kerr-McGee Oil and Gas Onshore LP ("KMG") intends to begin operations to drill the above captioned oil and gas well(s) upon approval of title, receipt of permits from the COGCC prior to March 31, 2014. As the surface owner, it is your responsibility to notify the tenant farmer, if applicable, of this proposed operation.

A site diagram of the proposed location of the well and any associated roads and production facilities is enclosed. Should you have any questions and/or concerns, please contact me at (303) 655-4350 or my cell at (970) 590-6249.

Very truly yours,  
**KERR-MCGEE OIL AND GAS ONSHORE LP**

A handwritten signature in black ink, appearing to read 'DB', written over a horizontal line.

David Bell  
Landman

I/we waive the 30 day notice referenced above and approve of the operations commencing upon KMG's receipt of the drilling permit.

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Enclosure