



MERIT ENERGY COMPANY

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Ph 972.701.8377 • Fx 972.960.1252 • www.meritenergy.com

September 14, 2009

Viola Mae Frank
13411 WCR 38 ½
Platteville, CO 80651

Re: Location Exception
Frank 21-7B
NW/4, Sec. 32, T4N-R66W
Weld County, CO

Dear Mrs. Frank:

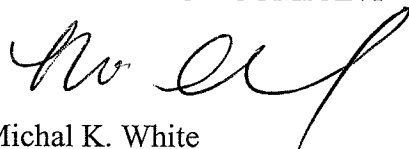
The Colorado Oil & Gas Conservation Commission (COGCC) has specific guidelines and procedures regarding surface activities. Rule 318A.c(2) stipulates, an operator must give an affected surface owner notice in writing that a new well location is outside the "drilling window" and is greater than 50' from an existing surface location. Merit Energy Company plans to drill the Frank 21-7B approximately 49' South of the Frank 5 and 52' Northwest of the Frank 1, which is 452' FNL and 841' FWL. We respectfully request your approval to drill this well at this location.

If you have no objections, please indicate your acceptance of the request by signing and returning a copy of this letter me at your earliest convenience.

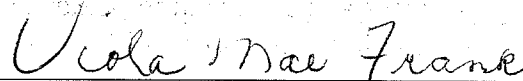
If you have any questions or issues regarding this permit, please contact the engineer Sean Gasser at 972.628.1493, or myself at 972.628.1658.

Yours truly,

MERIT ENERGY COMPANY


Michal K. White
North Division Regulatory Analyst

I hereby authorize Merit Energy Company to drill the Frank 21-7B as stated above.


Viola Mae Frank

11/5/09
Date