

KERR-MCGEE OIL & GAS ONSHORE LP

1099 16TH STREET • DENVER, COLORADO 80202
720-929-6000



November 30, 2009

CERTIFIED MAIL

Dacono Investment Company
6825 E. Tennessee Ave., #235
Denver, CO 80224

Re: Notice of Intent to Conduct Surface Operations
FREDERICK STATE 1-36
FREDERICK STATE 2-36
Township 02N, Range 68W, Section 36
Weld County, Colorado

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 June 30, 2010. 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 (720) 929-6291 or my cell at (970) 590-4751.

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

A handwritten signature in dark ink, appearing to read 'John Butera'.

John Butera
Landman

I/we waive the 10 day Waiting on Hearing or Approval final notice period and approve of the operations commencing upon KMG's receipt of the drilling permit.

A handwritten signature in dark ink, appearing to read 'Mark L. Gorman'.

12/22/2009

cc:
Enclosures

A SUBSIDIARY OF ANADARKO PETROLEUM CORPORATION