

February 24, 2010

Betty A. Kirchenschlager
405 S. Hickory
Yuma, CO 80759

VIA CERTIFIED MAIL
ARTICLE NO 7005 3110 0003 1597 9337

RE: NOTICE OF THE INTENT TO DRILL
Kirchenschlager 11-11 1N47W NWNW/4
Kirchenschlager 13-11 1N47W NWSW/4
Kirchenschlager 22-11 1N47W SENW/4
Yuma County, Colorado

Dear Mrs. Kirchenschlager,

This letter is to advise you, as Surface Owner it is our intent to commence drilling operations for a natural gas well in the above referenced locations. If you have a tenant leasing these locations, please notify them of this operation. Should you and/or your tenant desire to be present during the staking process, please contact Loni Davis at the Wray office @ 970-332-3585. If you are not the Surface Owner of the West half of Section 11, Township 1 North, Range 47 West, we ask that you please notify this office immediately so that the proper land owner may be notified.

We hope to commence drilling operations during the 4th quarter of 2010. We will contact you prior to moving onto location as we learn the approval date of the APD, rig availability and title approval.

Colorado State rules require a thirty-(30) day notice to landowners prior to commencement of drilling operations. COGCC Rule 305 gives you the right to request an onsite inspection by a Local Government Designee and must be received by the COGCC within 10 business days of the first day of the Rule 306 Consultation. Mr. Gary Timmer will contact you for a surface owner consultation per COGCC Rule 306. Augustus Energy Partners, LLC is requesting a waiver from you to disallow this time restriction on both the 30 days notice and the onsite inspection. Should you agree to waive these, please sign, date and return this document to the above referenced address. For your convenience, a self addressed, stamped envelope is enclosed.

Please find attached a drawing of the proposed location to include placement of pipelines and facilities. We are also requesting a waiver of COGCC rule 305e(1)A which requires us to forward to you the Form 2A, the major equipment list, A plat showing visible improvements within 400' of location and the topo map showing surface waters and riparian areas within 1000' of location. Once we are notified by the COGCC that the Form 2A is complete we will notify you of the Location Assessment # so you may review the document and all attachments on the COGCC website and post any comments to the Director at <http://cogcc.state.co.us/>.

If you have any questions regarding this information, please do not hesitate to contact me. Enclosed is a pamphlet from the Colorado Oil and Gas Conservation Commission that explains many of the rules and regulations that apply to operators regarding surface owners and tenants and the Onsite Inspection request form. Your time and assistance regarding this matter is greatly appreciated.

Very truly yours,

Augustus Energy Partners, LLC

Loni J. Davis
Operations Accounting and Regulatory Specialist

I, Betty A Kirchenschlager, as Surface Owner of the above referenced property, do hereby waive the thirty (30) day rule for notification prior to commencement of drilling operation. ☒ Yes ☐ No. And do hereby waive the Onsite inspection ☒ Yes, ☐ No. And do hereby waive the receipt of documents under COGCC rule 305.e.(1).A ☒ Yes, ☐ No. And I do ☒ do not ☐ wish to receive the Location Assessment # for review. By signing below, I acknowledge that upon receipt of this letter Augustus Energy Partners, LLC may proceed with drilling at their discretion.

Betty A Kirchenschlager
Surface Owner

3-11-10
Date

cc: COGCC
AEP Well File

7005 3110 0003 1597 9337

U.S. Postal ServiceTM
CERTIFIED MAILTM RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)
For delivery information visit our website at www.usps.com

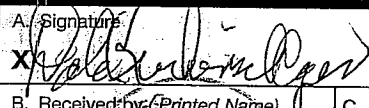
OFFICIAL USE

Postage	\$	\$1.22
Certified Fee		\$2.80
Return Receipt Fee (Endorsement Required)		\$2.30
Restricted Delivery Fee (Endorsement Required)		\$0.00
Total Postage & Fees	\$	\$6.32

Postmark Here
02/25/2010
11-11-13-11

Sent To
Betty Kirchenschlager
Street, Apt. No.,
or PO Box No. 405 S. Hickory
City, State, ZIP+4 Yuma, CO 80759

PS Form 3800, June 2002 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul style="list-style-type: none">■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.■ Print your name and address on the reverse so that we can return the card to you.■ Attach this card to the back of the mailpiece, or on the front if space permits.	A. Signature  <input type="checkbox"/> Agent <input type="checkbox"/> Addressee
1. Article Addressed to: Betty A. Kirchenschlager 405 S. Hickory Yuma, CO 80759	B. Received by (Printed Name) C. Date of Delivery 2-26-10
2.	D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No
	3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.
	4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes

7005 3110 0003 1597 9337

PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540