

ADDENDUM

Attached to and made a part of that certain Oil and Gas Lease dated April 14, 2008 by an between Gallegos Family Properties, LLC as lessor and Walsh Production, Inc. as lessee.

DESCRIPTION

Township 11 North, Range 62 West, 6th P.M.

Section 12: SW1/4, NW1/4SE1/4

Section 13: All except that portion located East of County Road 390

Section 24: All

Township 11 North, Range 61 West, 6th P.M.

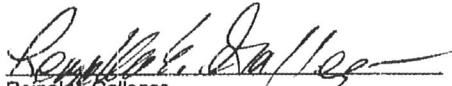
Section 18: All that portion located West of County Road 390

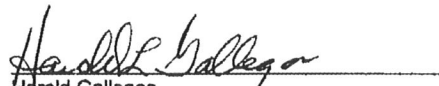
containing 1,513.00 acres more or less

Anything to the contrary herein notwithstanding:

1. Whenever the term one-eighth (1/8) appears in this lease, it shall by this reference be amended to read fifteen percent (15%).
2. Lessee agrees to pay Lessor, prior to commencement of any drilling operations upon the said lands, the ~~sum of \$10,000.00~~ drill site as surface damages claimed by Lessor arising or caused by the drilling, completing, setting of pumping units, burying of lines, constructing tank battery facilities and roads.
3. Lessee shall comply with all orders, rules and regulations of the Colorado State Oil and Gas Conservation Commission and agrees that it will restore all lands utilized in its drilling activities as to near its former conditions as practicably possible, said restoration shall commence as soon as practicably possible as allowed by weather and soil conditions.
4. Pursuant to the orders, rules and regulations of the Colorado State Oil and Gas Conservation Commission, prior to commencement of any operations being conducted on said lands by Lessee, its successors, or assigns, Lessors shall be contacted and advised of the proposed operations, access route and timing. Whenever possible, Lessee shall utilize existing roads.
5. All operations and access shall be conducted in such a manner as to minimize conflicts with Lessor's farming or ranching operations. In the event Lessee's operations result in permanent production facilities, Lessee shall confer with Lessor on what fencing, including cattle guards, is necessary to keep livestock out of, or away from, producing well equipment. Lessee shall build such fence as agreed between the parties.
6. Lessee shall not commence or conduct any drilling or re-completion operations within Lessor's irrigated crop lands without the prior written consent of the Lessor between May 1 and September 30 each year. In the event workover operations are required during this time period, Lessee and Lessor will work together, in good faith and which permission will not be unreasonably withheld, in order to determine a mutually acceptable date in which to perform such operations.
7. A portion of the leased premises may be currently irrigated by an overhead circular sprinkler system(s) ("Sprinkler System(s)"), and Lessor may install additional Sprinkler System(s) on the remainder of the leased premises during the term of this lease.
 - A. Lessee agrees not to interfere with the operation of any Sprinkler System during crop irrigation season.
 - B. Without prior consent of Lessor, Lessee shall not install ramps, berms, mounds or any other devices or structures to cause the wheels of Lessor's Sprinkler System(s) to elevate higher than currently existing ground surface elevation, nor shall any pits, dugouts or lowering of the ground surface be used on the premises. However, in the event a pumping unit is needed, it will be necessary to provide adequate room for the low profile pumping unit and Lessor and Lessee will need to work in good faith in order for the proper installation and operations of said pumping unit.
 - C. Lessee shall locate all treaters, separators, tank batteries and other production equipment outside the circumference of Lessor's Sprinkler System(s), and at a permanent location mutually acceptable to both parties.
 - D. Lessee's well/lease roads shall not be crowned, raised, and bermed, mounded, rocked or graveled that are located within the circumference of a Sprinkler System. No bar ditches or drainage ditches shall be constructed along well/lease roads unless approved by Lessor.
 - E. Lessee agrees not to located a well within six feet (6') of a Sprinkler System wheel path or track.

SIGNED FOR IDENTIFICATION:


Reinaldo Gallegos
Manager


Harold Gallegos
Manager