

1625 Broadway  
Suite 2000  
Denver, CO 80202

Tel: 303.228.4000  
Fax: 303.228.4280

www.nobleenergyinc.com



June 17, 2010

Colorado Oil and Gas Conservation Commission  
The Chancery Building  
1120 Lincoln Street, Suite 801  
Denver, CO 80203

Attn: Mr. David Neslin, Director

RE: **Cannon H35-24**  
Codell/Niobrara/J Sand New Drill  
Township 3 North, Range 65 West, 6th P.M.  
Section 35: SE/4SW/4: 1320' FSL & 2480' FWL (Surface Location)  
Section 35: SE/4SW/4: 1320' FNL & 2480' FWL (Bottom Hole Location)  
Weld County, Colorado

Mr. Neslin:

Noble Energy, Inc. ("NEI") is planning to drill the captioned boundary well in accordance with the provisions of COGCC Rule 318A.e.

NEI's proposed wellbore spacing unit consists of the E/2SW/4, W/2SE/4 for Codell/Niobrara and S2 of Section 35 for JSand, T3N, R65W, creating a 160-acre wellbore spacing unit. NEI is not the only owner within the proposed wellbore spacing unit and as such provided notice to the remaining owner(s) within said proposed spacing unit as required under COGCC Rule 318A.e(6). Copies of the required notice letter(s) is/are attached. The required twenty (20) day notice period has elapsed absent the receipt by NEI of an objection to said proposal by the owner(s) within the proposed spacing unit for this well.

Also, enclosed are copies of the following documents to assist you in your review and approval of NEI's proposed APD for the captioned well:

- Plat illustrating the proposed wellbore spacing unit and number of Codell/Niobrara/J Sand wells located within the existing 160-acre governmental quarter section (SW/4) to be less than eight (8) in accordance with COGCC Rule 318A.f.
- Plat illustrating proposed wellbore spacing unit on existing location plat.

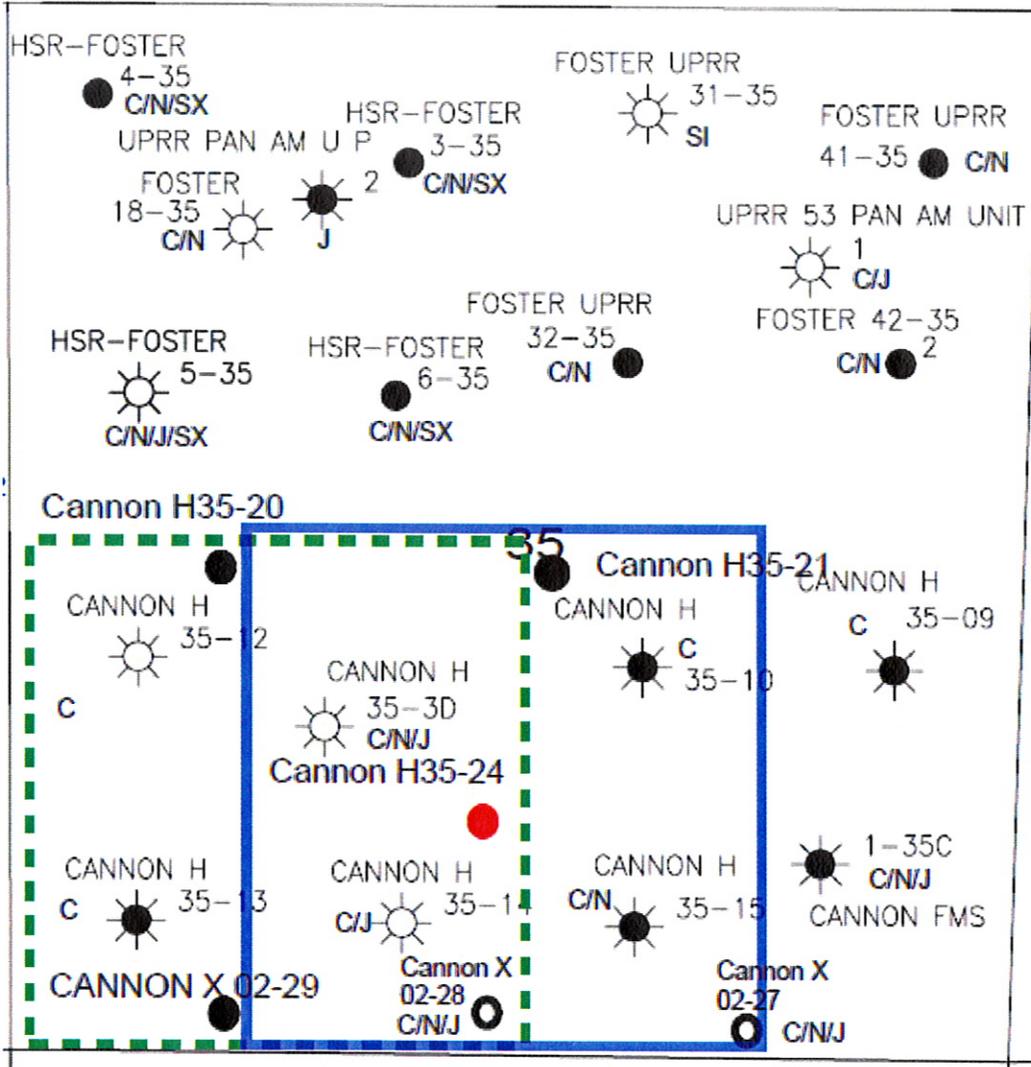
Thank you for your attention to the enclosed. NEI respectfully requests that the COGCC review the enclosed information and approve the Application for Permit to Drill the captioned well.

Sincerely,

A handwritten signature in blue ink that reads 'Cheryl Johnson'.

Cheryl Johnson  
Regulatory Analyst II  
Noble Energy Inc.

**Cannon H35-24**  
SESW, Section 35, T3N, R65W



**LEGEND**



Proposed 160 acre Spacing Unit



Bottom Hole Located SESW, Section 35, T3N, R65W

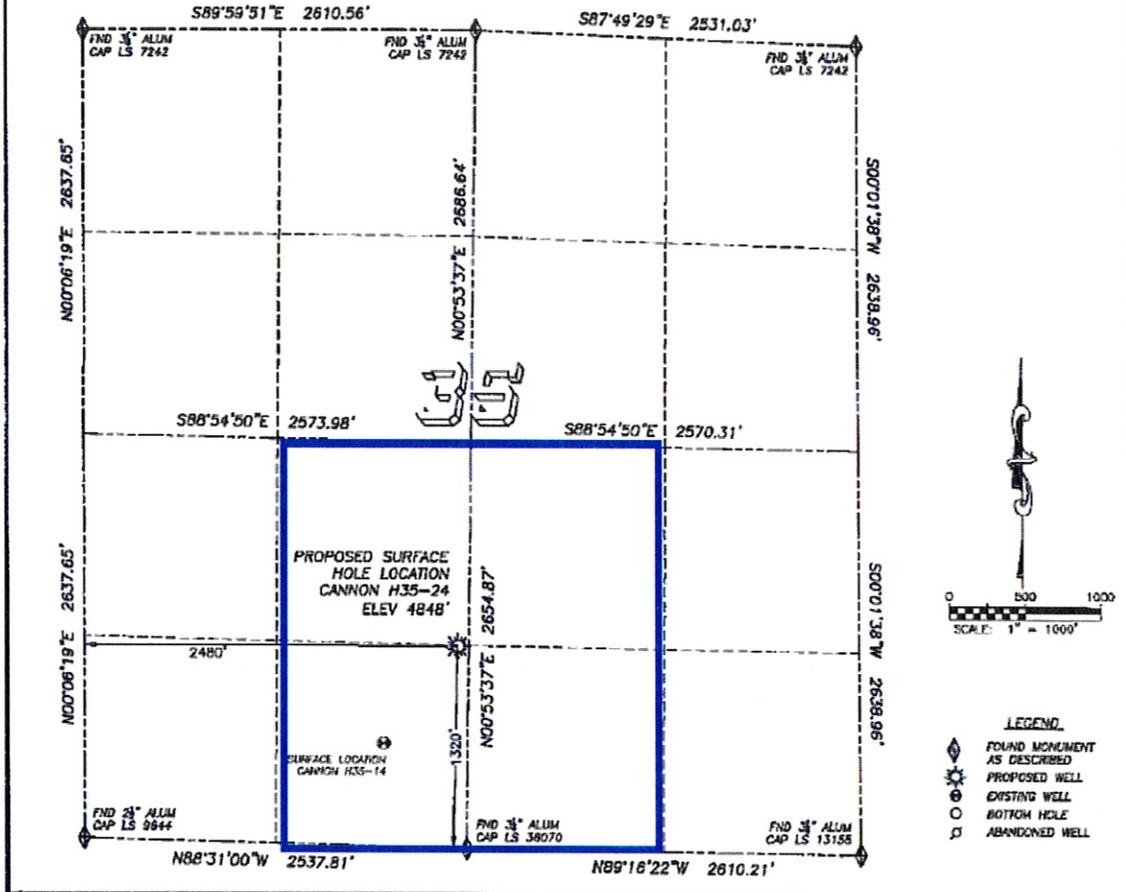
The governmental 1/4 Section will have 8 bottom holes wells producing from the Codell, Niobrara, & J-Sand Formations.

# PROPOSED 318Ae SPACING UNIT

DALEY LAND SURVEYING, INC. PARKER, CO. 80134 303 953 9841

## WELL LOCATION CERTIFICATE CANNON H35-24

SECTION 35, TOWNSHIP 3 NORTH, RANGE 65 WEST OF THE 6TH PRINCIPAL MERIDIAN



- LEGEND**
- ◆ FOUND MONUMENT AS DESCRIBED
  - ★ PROPOSED WELL
  - EXISTING WELL
  - BOTTOM HOLE
  - ABANDONED WELL

**NAD 83 LATITUDE AND LONGITUDE**  
**CANNON H35-24 SURFACE HOLE:**  
 LATITUDE: N40.17801°  
 LONGITUDE: W104.63131°  
 ELEVATION: 4848'  
 PDOP 2.1  
 1320' FSL, 2480' FWL

**NEAREST EXISTING WELL:**  
**CANNON H35-14 SURFACE HOLE**  
 LATITUDE: N40.17827°  
 LONGITUDE: W104.66308°  
 ELEVATION: 4854'  
 805' SOUTHWEST

**QUARTER/QUARTER:** SE4/SW4

**NEAREST APPARENT PROPERTY LINE:**  
 1320'± SOUTH

IN ACCORDANCE WITH A REQUEST FROM JOE JOHNSON OF NOBLE ENERGY INC., DALEY LAND SURVEYING, INC. HAS DETERMINED THE SURFACE LOCATION OF THE CANNON H35-24 WELL TO BE 1320' FSL, 2480' FWL AS MEASURED AT NINETY (90) DEGREES FROM THE SECTION LINES OF SECTION 35, TOWNSHIP 3 NORTH, RANGE 65 WEST OF THE 6TH PRINCIPAL MERIDIAN, WELD COUNTY, COLORADO. I HEREBY CERTIFY THAT THIS WELL LOCATION CERTIFICATE WAS PREPARED BY ME OR UNDER MY DIRECT SUPERVISION, THAT THE WORK WAS COMPLETED ON 4/12/2010 FOR AND ON BEHALF OF NOBLE ENERGY, INC., AND THAT THIS MAP DOES NOT REPRESENT A BOUNDARY SURVEY, IT IS NOT A LAND SURVEY PLAT OR AN IMPROVEMENT SURVEY PLAT AND IT IS NOT TO BE RELIED UPON FOR THE ESTABLISHMENT OF FENCE, BUILDING OR OTHER FUTURE IMPROVEMENT LINES.

- NOTES:**
- 1) BEARINGS FOR THIS MAP ARE ASSUMED AND BASED UPON GPS OBSERVATIONS MADE BETWEEN MONUMENTS LOCATED AT THE SOUTHWEST AND SOUTH QUARTER CORNER OF SECTION 35, T.3N., R.65W.
  - 2) HORIZONTAL DATUM IS NAD83.
  - 3) VERTICAL DATUM IS NAVD88. ELEVATIONS ARE DERIVED FROM GPS OBSERVATIONS PROCESSED THROUGH GPUS, UTILIZING THE GEODOS3 MODEL.
  - 4) SEE VISIBLE IMPROVEMENTS EXHIBIT FOR VISIBLE IMPROVEMENTS WITHIN 600' OF PROPOSED SURFACE HOLE LOCATION.
  - 5) SURFACE USE: OPEN RANGE LAND.

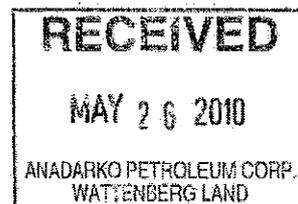
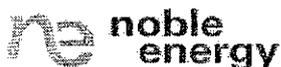
NOTICE: According to Colorado law you must commence any legal action based upon any defect in this W.L.C. within three years after you first discover such defect. In no event may any action based upon any such defect in the W.L.C. be commenced more than ten years from the date of the certification shown herein.



FOR AND ON BEHALF OF:  
 DALEY LAND SURVEYING, INC.  
 Robert Daley, PLS 35597

1825 Broadway  
Suite 2200  
Denver, Colorado 80202

Tel: 303.228.4000  
Fax: 303.228.4280



May 24, 2010

**CERTIFIED MAIL  
RETURN RECEIPT REQUESTED**

**ARTICLE # 7010 0290 0003 0933 5749**

Kerr-McGee Oil & Gas Onshore LP  
Attn: Mr. Vince Bernal  
1099 18<sup>th</sup> Street, Suite 1800  
Denver, CO 80202

RE: Notice of 318A.e. Well Proposal  
Codell/Niobrara and J-Sand: New Well  
**WELL NAME: CANNON H35-24**  
Township 3 North, Range 65 West, 6<sup>th</sup> P.M.  
Section 35: SE/4SW/4 (BHL)  
Weld County, Colorado

Dear Mr. Bernal:

Noble Energy, Inc. ("Noble") intends to propose, drill and operate the referenced well pursuant to paragraph 6 of Rule 318A.e., Order IR-100 of the Colorado Oil and Gas Conservation Commission ("COGCC"). Attached for your information is a plat representing this proposal.

Additional information for this well:

- (1) **Wellbore Spacing Unit**  
The wellbore spacing unit will be comprised of the E/2SW/4 and the W/2SE/4 of Section 35, for the Codell/Niobrara formations, and the S/2 of Section 35 for the J-Sand formation, in T3N, R65W, 6<sup>th</sup> P.M., as depicted on the enclosed plat. The working interests attributable to the Codell/Niobrara and J-Sand formations in the contributing 40 acre quarter-quarter sections will be utilized to determine the interests of the parties in the spacing units for this well. It appears that you own a working interest in one or both of the proposed wellbore spacing units for this well.
- (2) **Target Formations**  
This well will be drilled to a total depth to sufficiently test the Codell/Niobrara and J-Sand formations.
- (3) **Surface and Bottomhole Locations**  
SHL: 1320' FSL, 2480' FWL, Section 35, T3N, R65W, 6<sup>th</sup> P.M.  
BHL: 1320' FSL, 2480' FWL, Section 35, T3N, R65W, 6<sup>th</sup> P.M.
- (4) **Anticipated Spud Date**  
3rd Quarter, 2010

(5) **Request for Title Information**

In order to facilitate the rendering of a full title opinion, please provide copies of any title opinions, updates and JIB/Rev deck materials for the referenced spacing unit in your possession to Noble.

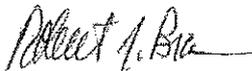
Pursuant to the aforementioned rule, you have twenty (20) days from your receipt of this notice to object to this proposal. In the event you do not respond to this notice or enter an objection within the established time period, the proposed 160 acre spacing unit set forth herein shall be established.

However, should you have no objection to this proposal, please so indicate by signing in the space provided below and return to Noble as soon as possible. A duplicate letter for your records is also enclosed. Your cooperation in this matter is greatly appreciated so that Noble may timely continue the permitting process for this well.

Thank you for your timely consideration and response to this proposal. Please do not hesitate to contact me at 303-228-4367 should you have any questions.

Very truly yours,

**NOBLE ENERGY, INC.**



Robert J. Bram  
Senior Land Negotiator

RJB:jkb

Enclosures

Pursuant to paragraph 6 of Rule 318A.e., Order 1R-100 of the Colorado Oil and Gas Conservation Commission, the undersigned has received notice from Noble Energy, Inc. ("Noble") of its intention to drill and operate the CANNON H35-24 well in Section 35, T3N, R65W, Weld County, Colorado and the undersigned hereby waives the twenty (20) day notice requirement as provided by said rule.

**KERR-MCGEE OIL & GAS ONSHORE LP:**

By: 

Thomas J. Birmingham  
Subsurface Manager Delegate

Printed Name: \_\_\_\_\_

Date: JUN 03 2010 \_\_\_\_\_

May 24, 2010

**CERTIFIED MAIL  
RETURN RECEIPT REQUESTED**

**ARTICLE # 7010 0290 0003 0933 5824**

David H. Arrington  
P.O. Box 2071  
Midland, TX 79702

RE: Notice of 318A.e. Well Proposal  
Codell/Niobrara and J-Sand: New Well  
**WELL NAME: CANNON H35-24**  
Township 3 North, Range 65 West, 6<sup>th</sup> P.M.  
Section 35: SE/4SW/4 (BHL)  
Weld County, Colorado

Dear Mr. Arrington:

Noble Energy, Inc. ("Noble") intends to propose, drill and operate the referenced well pursuant to paragraph 6 of Rule 318A.e., Order 1R-100 of the Colorado Oil and Gas Conservation Commission ("COGCC"). Attached for your information is a plat representing this proposal.

Additional information for this well:

- (1) **Wellbore Spacing Unit**  
The wellbore spacing unit will be comprised of the E/2SW/4 and the W/2SE/4 of Section 35, for the Codell/Niobrara formations, and the S/2 of Section 35 for the J-Sand formation, in T3N, R65W, 6<sup>th</sup> P.M., as depicted on the enclosed plat. The working interests attributable to the Codell/Niobrara and J-Sand formations in the contributing 40 acre quarter-quarter sections will be utilized to determine the interests of the parties in the spacing units for this well. It appears that you own a working interest in one or both of the proposed wellbore spacing units for this well.
- (2) **Target Formations**  
This well will be drilled to a total depth to sufficiently test the Codell/Niobrara and J-Sand formations.
- (3) **Surface and Bottomhole Locations**  
SHL: 1320' FSL, 2480' FWL, Section 35, T3N, R65W, 6<sup>th</sup> P.M.  
BHL: 1320' FSL, 2480' FWL, Section 35, T3N, R65W, 6<sup>th</sup> P.M.
- (4) **Anticipated Spud Date**  
3rd Quarter, 2010

(5) **Request for Title Information**

In order to facilitate the rendering of a full title opinion, please provide copies of any title opinions, updates and JIB/Rev deck materials for the referenced spacing unit in your possession to Noble.

Pursuant to the aforementioned rule, you have twenty (20) days from your receipt of this notice to object to this proposal. In the event you do not respond to this notice or enter an objection within the established time period, the proposed 160 acre spacing unit set forth herein shall be established.

**However, should you have no objection to this proposal, please so indicate by signing in the space provided below and return to Noble as soon as possible.** A duplicate letter for your records is also enclosed. Your cooperation in this matter is greatly appreciated so that Noble may timely continue the permitting process for this well.

Thank you for your timely consideration and response to this proposal. Please do not hesitate to contact me at 303-228-4367 should you have any questions.

Very truly yours,

**NOBLE ENERGY, INC.**



Robert J. Bram  
 Senior Land Negotiator

RJB:jkb

Enclosures

**Pursuant to paragraph 6 of Rule 318A.e., Order 1R-10 Conservation Commission, the undersigned has received ("Noble") of its intention to drill and operate the CANNON R65W, Weld County, Colorado and the undersigned hereby requirement as provided by said rule.**

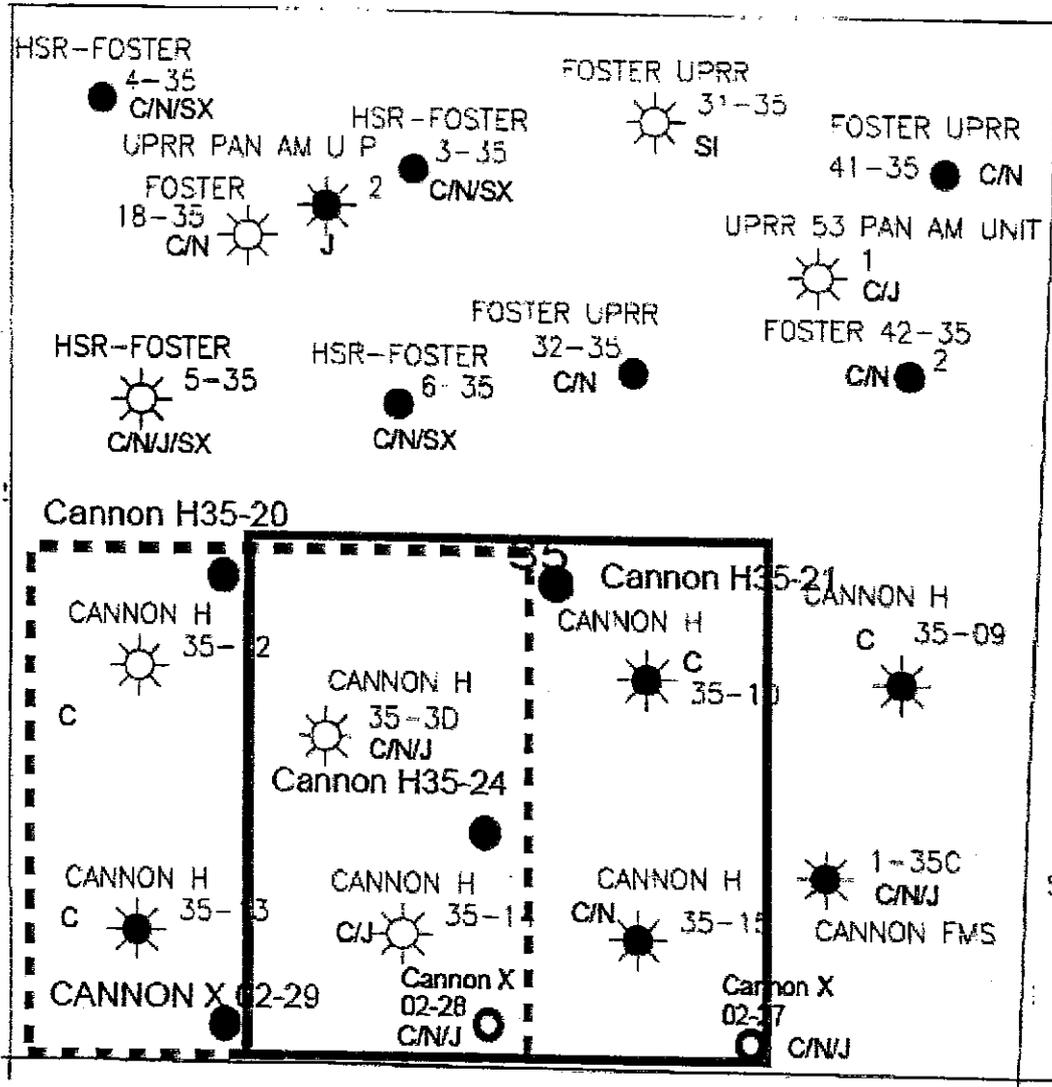
**DAVID H. ARRINGTON:**

By: \_\_\_\_\_

Date: \_\_\_\_\_

SENDER: COMPLETE THIS SECTION	
1. Article Addressed to: Julie Brown - Cannon H35-24 -20-day rjb David H. Arrington P.O. Box 2071 Midland, TX 79702	
2. Article Number (Transfer from service label) PS Form 3811, February 2004 Domestic Return Receipt	
7010 0290 0003 0933 5824	
102595-02-M-1540	
COMPLETE THIS SECTION ON DELIVERY	A. Signature <input checked="" type="checkbox"/> Agent B. Received by / Printed Name: <u>W. J. Bram</u> C. Date of Delivery: <u>5.24.10</u> D. Is delivery address different from item 1? <input checked="" type="checkbox"/> Yes If YES, enter delivery address below:
POSTED	3. Service Type <input type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail <input type="checkbox"/> Registered <input 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

**Cannon H35-24**  
SESW. Section 35, T3N, R65W



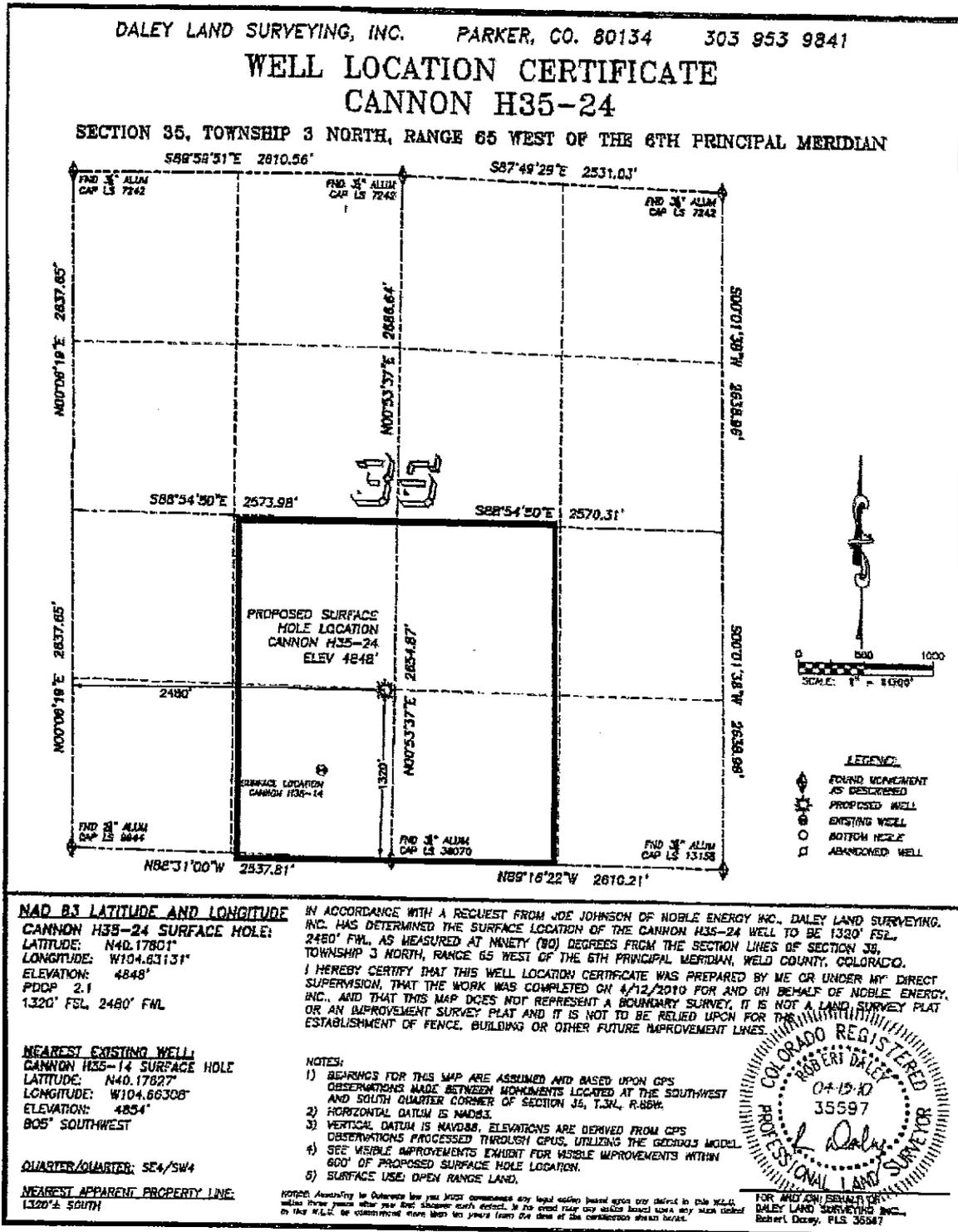
**LEGEND**

 Proposed 160 acre Spacing Unit

 Bottom Hole Located SESW, Section 35, T3N, R65W

The governmental 1/4 Section will have 8 bottom holes wells producing from the Codell, Niobrara, & J-Sand Formations.

# PROPOSED 318Ae SPACING UNIT



May 24, 2010

**CERTIFIED MAIL  
RETURN RECEIPT REQUESTED**

ARTICLE # 7010 0290 0003 0933 5718

Aceite Energy Corporation  
Attn: Michael Beddo  
11150 Huron Street, # 210  
Northglenn, CO 80234

RE: Notice of 318A.e. Well Proposal  
Codell/Niobrara and J-Sand: New Well  
WELL NAME: **CANNON H35-24**  
Township 3 North, Range 65 West, 6<sup>th</sup> P.M.  
Section 35: SE/4SW/4 (BHL)  
Weld County, Colorado

Dear Mr. Beddo:

Noble Energy, Inc. ("Noble") intends to propose, drill and operate the referenced well pursuant to paragraph 6 of Rule 318A.e., Order 1R-100 of the Colorado Oil and Gas Conservation Commission ("COGCC"). Attached for your information is a plat representing this proposal.

Additional information for this well:

- (1) **Wellbore Spacing Unit**  
The wellbore spacing unit will be comprised of the E/2SW/4 and the W/2SE/4 of Section 35, for the Codell/Niobrara formations, and the S/2 of Section 35 for the J-Sand formation, in T3N, R65W, 6<sup>th</sup> P.M., as depicted on the enclosed plat. The working interests attributable to the Codell/Niobrara and J-Sand formations in the contributing 40 acre quarter-quarter sections will be utilized to determine the interests of the parties in the spacing units for this well. It appears that you own a working interest in one or both of the proposed wellbore spacing units for this well.
- (2) **Target Formations**  
This well will be drilled to a total depth to sufficiently test the Codell/Niobrara and J-Sand formations.
- (3) **Surface and Bottomhole Locations**  
SHL: 1320' FSL, 2480' FWL, Section 35, T3N, R65W, 6<sup>th</sup> P.M.  
BHL: 1320' FSL, 2480' FWL, Section 35, T3N, R65W, 6<sup>th</sup> P.M.
- (4) **Anticipated Spud Date**  
3rd Quarter, 2010

(5) **Request for Title Information**

In order to facilitate the rendering of a full title opinion, please provide copies of any title opinions, updates and JIB/Rev deck materials for the referenced spacing unit in your possession to Noble.

Pursuant to the aforementioned rule, you have twenty (20) days from your receipt of this notice to object to this proposal. In the event you do not respond to this notice or enter an objection within the established time period, the proposed 160 acre spacing unit set forth herein shall be established.

However, should you have no objection to this proposal, please so indicate by signing in the space provided below and return to Noble as soon as possible. A duplicate letter for your records is also enclosed. Your cooperation in this matter is greatly appreciated so that Noble may timely continue the permitting process for this well.

Thank you for your timely consideration and response to this proposal. Please do not hesitate to contact me at 303-228-4367 should you have any questions.

Very truly yours,

**NOBLE ENERGY, INC.**



Robert J. Bram  
Senior Land Negotiator

RJB:jkb

Enclosures

Pursuant to paragraph 6 of Rule 318A.e., Order 1R-1/ Conservation Commission, the undersigned has received ("Noble") of its intention to drill and operate the CANNON R65W, Weld County, Colorado and the undersigned hereby requirement as provided by said rule.

**ACEITE ENERGY CORPORATION:**

By: \_\_\_\_\_

Printed Name: \_\_\_\_\_

Date: \_\_\_\_\_

<p><b>SENDER: COMPLETE THIS SECTION</b></p> <p>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</p> <p>Print your name and address on the reverse so that we can return the card to you.</p> <p>Attach this card to the back of the mailpiece, or on the front if space permits.</p> <p>Article Addressed to:</p> <p><b>Aceite Energy Corporation Attn: Michael Beddo 11150 Huron Street, # 210 Northglenn, CO 80234</b></p>	<p><b>COMPLETE THIS SECTION ON DELIVERY</b></p> <p>A. Signature <input checked="" type="checkbox"/> Agent  <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) <input type="checkbox"/> Date of Delivery <b>Michael Beddo</b> <b>5-25-10</b></p> <p>C. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p> <p>3. Service Type: <input type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail <input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p> <p>POSTED MAY 25 2010 80234</p>
<p>Article Number (Transfer from service label) <b>7010 0290 0003 0933 5718</b></p> <p>Form 3811, February 2004</p> <p>Domestic Return Receipt</p> <p>102595-02-M-1540</p>	





1625 Broadway  
Suite 2200  
Denver, Colorado 80202

Tel: 303.228.4000  
Fax: 303.228.4280



May 24, 2010

**CERTIFIED MAIL  
RETURN RECEIPT REQUESTED**

**ARTICLE # 7010 0290 0003 0933 5800**

Coda Energy, Inc  
c/o Belco Energy Corp  
5735 Pineland Drive, Suite 300  
Dallas, TX 75231

RE: Notice of 318A.e. Well Proposal  
Codell/Niobrara and J-Sand: New Well  
WELL NAME: **CANNON H35-24**  
Township 3 North, Range 65 West, 6<sup>th</sup> P.M.  
Section 35: SE/4SW/4 (BHL)  
Weld County, Colorado

Dear Working Interest Owner:

Noble Energy, Inc. ("Noble") intends to propose, drill and operate the referenced well pursuant to paragraph 6 of Rule 318A.e.. Order 1R-100 of the Colorado Oil and Gas Conservation Commission ("COGCC"). Attached for your information is a plat representing this proposal.

Additional information for this well:

(1) **Wellbore Spacing Unit**

The wellbore spacing unit will be comprised of the E/2SW/4 and the W/2SE/4 of Section 35, for the Codell/Niobrara formations, and the S/2 of Section 35 for the J-Sand formation, in T3N, R65W, 6<sup>th</sup> P.M., as depicted on the enclosed plat. The working interests attributable to the Codell/Niobrara and J-Sand formations in the contributing 40 acre quarter-quarter sections will be utilized to determine the interests of the parties in the spacing units for this well. It appears that you own a working interest in one or both of the proposed wellbore spacing units for this well.

(2) **Target Formations**

This well will be drilled to a total depth to sufficiently test the Codell/Niobrara and J-Sand formations.

(3) **Surface and Bottomhole Locations**

SHL: 1320' FSL, 2480' FWL, Section 35, T3N, R65W, 6<sup>th</sup> P.M.  
BHL: 1320' FSL, 2480' FWL, Section 35, T3N, R65W, 6<sup>th</sup> P.M.

(4) **Anticipated Spud Date**

3rd Quarter, 2010

✓

(5) **Request for Title Information**

In order to facilitate the rendering of a full title opinion, please provide copies of any title opinions, updates and JIB/Rev deck materials for the referenced spacing unit in your possession to Noble.

Pursuant to the aforementioned rule, you have twenty (20) days from your receipt of this notice to object to this proposal. In the event you do not respond to this notice or enter an objection within the established time period, the proposed 160 acre spacing unit set forth herein shall be established.

**However, should you have no objection to this proposal, please so indicate by signing in the space provided below and return to Noble as soon as possible.** A duplicate letter for your records is also enclosed. Your cooperation in this matter is greatly appreciated so that Noble may timely continue the permitting process for this well.

Thank you for your timely consideration and response to this proposal. Please do not hesitate to contact me at 303-228-4367 should you have any questions.

Very truly yours,

**NOBLE ENERGY, INC.**



Robert J. Bram  
Senior Land Negotiator

RJB:jkb

Enclosures

Pursuant to paragraph 6 of Rule 318A.e., Order 1R-100 of the Colorado Oil and Gas Conservation Commission, the undersigned has received notice from Noble Energy, Inc. ("Noble") of its intention to drill and operate the CANNON H35-24 well in Section 35, T3N, R65W, Weld County, Colorado and the undersigned hereby waives the twenty (20) day notice requirement as provided by said rule.

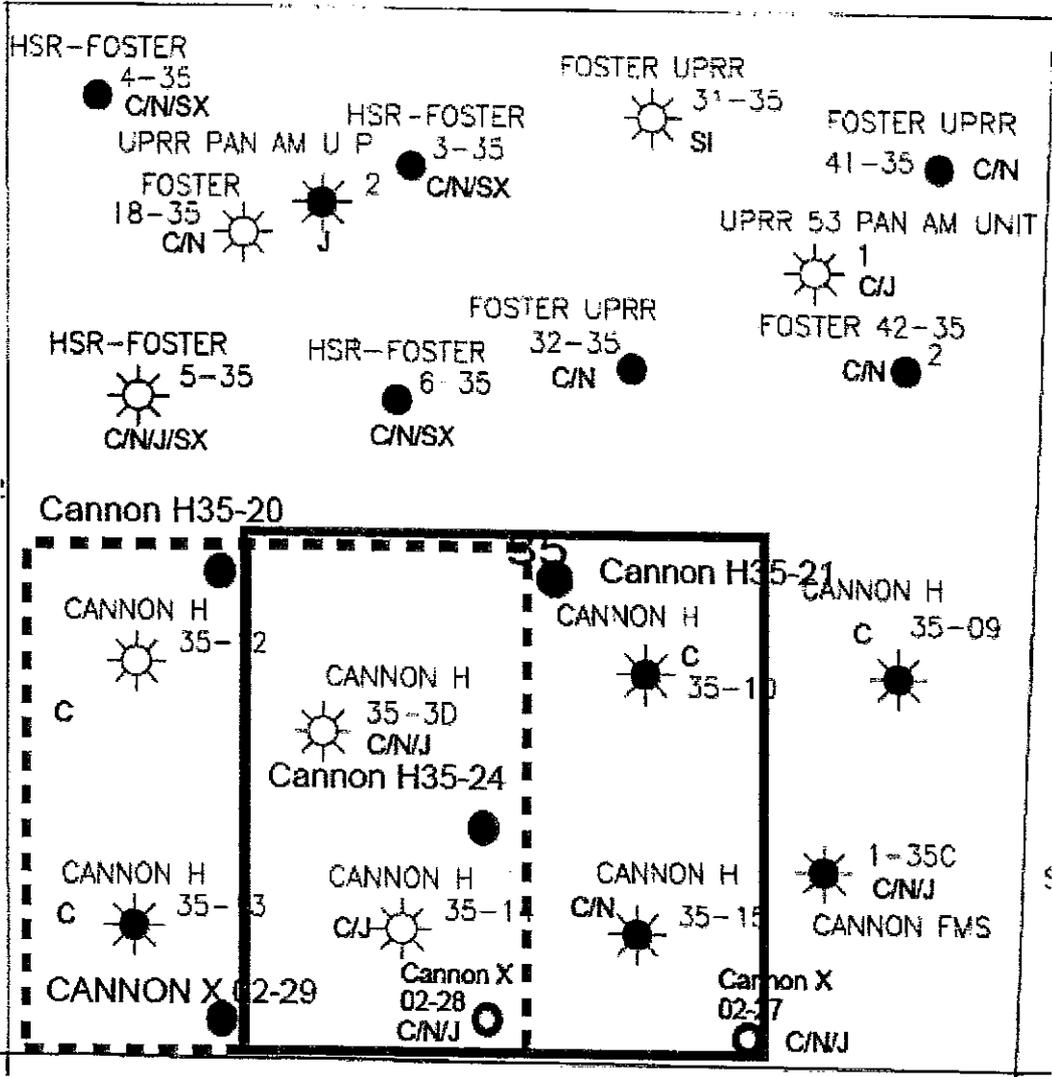
**CODA ENERGY, INC:**

By: \_\_\_\_\_

Printed Name: \_\_\_\_\_

Date: \_\_\_\_\_

**Cannon H35-24**  
SESW. Section 35, T3N, R65W



**LEGEND**

 Proposed 160 acre Spacing Unit

 Bottom Hole Located SESW, Section 35, T3N, R65W

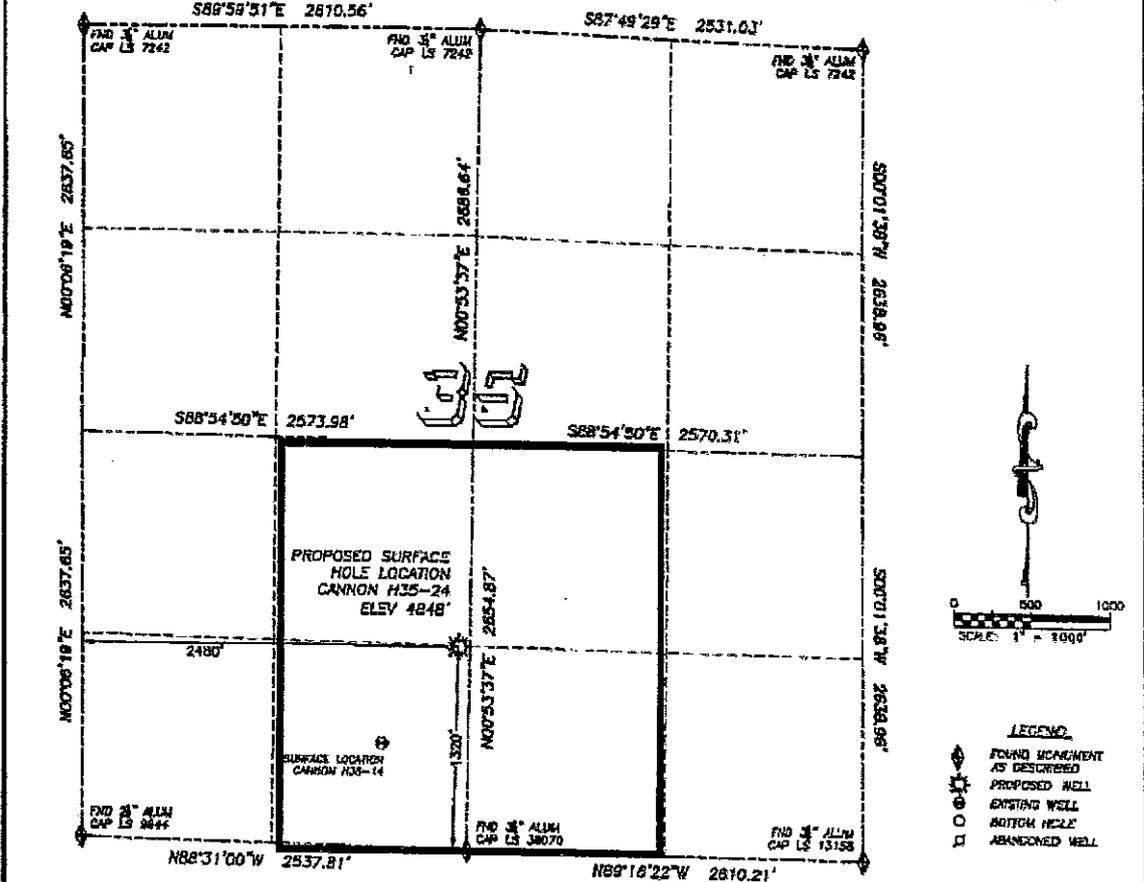
The governmental 1/4 Section will have 8 bottom holes wells producing from the Codell, Niobrara, & J-Sand Formations.

# PROPOSED 318Ae SPACING UNIT

DALEY LAND SURVEYING, INC. PARKER, CO. 80134 303 953 9841

## WELL LOCATION CERTIFICATE CANNON H35-24

SECTION 35, TOWNSHIP 3 NORTH, RANGE 65 WEST OF THE 6TH PRINCIPAL MERIDIAN



**NAD 83 LATITUDE AND LONGITUDE**  
**CANNON H35-24 SURFACE HOLE:**  
 LATITUDE: N40.17801"  
 LONGITUDE: W104.83131"  
 ELEVATION: 4848'  
 PDCP 2.1  
 1320' FSL, 2480' FWL

**NEAREST EXISTING WELL:**  
**CANNON H35-14 SURFACE HOLE**  
 LATITUDE: N40.17827"  
 LONGITUDE: W104.86308"  
 ELEVATION: 4834'  
 805' SOUTHWEST

**QUARTER/QUARTER: SE4/SW4**  
**NEAREST APPARENT PROPERTY LINE:**  
 1320'± SOUTH

IN ACCORDANCE WITH A REQUEST FROM JOE JOHNSON OF NOBLE ENERGY INC., DALEY LAND SURVEYING, INC. HAS DETERMINED THE SURFACE LOCATION OF THE CANNON H35-24 WELL TO BE 1320' FSL, 2480' FWL, AS MEASURED AT NINETY (90) DEGREES FROM THE SECTION LINES OF SECTION 35, TOWNSHIP 3 NORTH, RANGE 65 WEST OF THE 6TH PRINCIPAL MERIDIAN, WELD COUNTY, COLORADO. I HEREBY CERTIFY THAT THIS WELL LOCATION CERTIFICATE WAS PREPARED BY ME OR UNDER MY DIRECT SUPERVISION, THAT THE WORK WAS COMPLETED ON 8/12/2010 FOR AND ON BEHALF OF NOBLE ENERGY, INC., AND THAT THIS MAP DOES NOT REPRESENT A BOUNDARY SURVEY, IT IS NOT A LAND SURVEY PLAT OR AN IMPROVEMENT SURVEY PLAT AND IT IS NOT TO BE RELIED UPON FOR THE ESTABLISHMENT OF FENCE, BUILDING OR OTHER FUTURE IMPROVEMENT LINES.

- NOTES:**
- 1) BEARINGS FOR THIS MAP ARE ASSUMED AND BASED UPON GPS OBSERVATIONS MADE BETWEEN MONUMENTS LOCATED AT THE SOUTHWEST AND SOUTH QUARTER CORNERS OF SECTION 35, T.3N., R.65W.
  - 2) HORIZONTAL DATUM IS NAD83.
  - 3) VERTICAL DATUM IS NAVD83. ELEVATIONS ARE DERIVED FROM GPS OBSERVATIONS PROCESSED THROUGH GPS, UTILIZING THE GEOCIDS MODEL.
  - 4) SEE VISIBLE IMPROVEMENTS EXHIBIT FOR VISIBLE IMPROVEMENTS WITHIN 800' OF PROPOSED SURFACE HOLE LOCATION.
  - 5) SURFACE USE: OPEN RANGE LAND.

NOTES: According to Colorado law you must commence any legal action based upon any defect in this M.L.S. within three years after the date shown on this certificate. In the event that any visible defects upon any area depicted in this M.L.S. be commenced more than two years from the date of the certificate shown here.

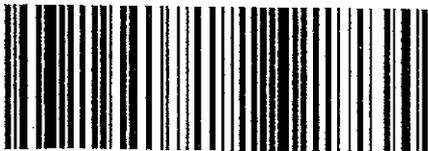


FOR AND ON BEHALF OF:  
 DALEY LAND SURVEYING, INC.  
 Robert Daley, PLS 35597

1625 Broadway  
Suite 2200  
Denver, Colorado 80202

**ne noble energy**

7010 0290 0003 2911 4900

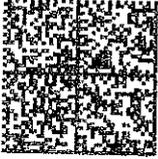


JUN 01 2010 GR

*[Handwritten signature]*

Coda Energy, Inc  
c/o Belco Energy Corp  
5735 Pineland Drive, Suite 300  
Dallas, TX

*UTFE*



02 1A  
0004634683  
MAY 24 2010  
MAILED FROM ZIP CODE 80202  
\$05.71<sup>00</sup>  
FITNEY BOWES

NIXIE 750 DE 1 00 05/29/10  
RETURN TO SENDER  
NOT DELIVERABLE AS ADDRESSED  
UNABLE TO FORWARD

BC: 60202472550 \*0720-01229-24-43

752318828264925



PERMITTED MAIL

1625 Broadway  
Suite 2200  
Denver, Colorado 80202

Tel: 303.228.4000  
Fax: 303.228.4280



 **COPY**

May 24, 2010

**CERTIFIED MAIL  
RETURN RECEIPT REQUESTED**

**ARTICLE # 7010 0290 0003 0933 5817**

Petroleum Development Corporation  
Attn: Carrie Eggleston  
1775 Sherman Street, Suite 3000  
Denver, CO 80202

RE: Notice of 318A.e. Well Proposal  
Codell/Niobrara and J-Sand: New Well  
WELL NAME: **CANNON H35-24**  
Township 3 North, Range 65 West, 6<sup>th</sup> P.M.  
Section 35: SE/4SW/4 (BHL)  
Weld County, Colorado

Dear Ms. Eggleston:

Noble Energy, Inc. ("Noble") intends to propose, drill and operate the referenced well pursuant to paragraph 6 of Rule 318A.e., Order 1R-100 of the Colorado Oil and Gas Conservation Commission ("COGCC"). Attached for your information is a plat representing this proposal.

Additional information for this well:

(1) **Wellbore Spacing Unit**

The wellbore spacing unit will be comprised of the E/2SW/4 and the W/2SE/4 of Section 35, for the Codell/Niobrara formations, and the S/2 of Section 35 for the J-Sand formation, in T3N, R65W, 6<sup>th</sup> P.M., as depicted on the enclosed plat. The working interests attributable to the Codell/Niobrara and J-Sand formations in the contributing 40 acre quarter-quarter sections will be utilized to determine the interests of the parties in the spacing units for this well. It appears that you own a working interest in one or both of the proposed wellbore spacing units for this well.

(2) **Target Formations**

This well will be drilled to a total depth to sufficiently test the Codell/Niobrara and J-Sand formations.

(3) **Surface and Bottomhole Locations**

SHL: 1320' FSL, 2480' FWL, Section 35, T3N, R65W, 6<sup>th</sup> P.M.  
BHL: 1320' FSL, 2480' FWL, Section 35, T3N, R65W, 6<sup>th</sup> P.M.

(4) **Anticipated Spud Date**

3rd Quarter, 2010

✓

(5) **Request for Title Information**

In order to facilitate the rendering of a full title opinion, please provide copies of any title opinions, updates and JIB/Rev deck materials for the referenced spacing unit in your possession to Noble.

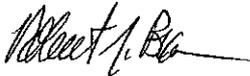
Pursuant to the aforementioned rule, you have twenty (20) days from your receipt of this notice to object to this proposal. In the event you do not respond to this notice or enter an objection within the established time period, the proposed 160 acre spacing unit set forth herein shall be established.

**However, should you have no objection to this proposal, please so indicate by signing in the space provided below and return to Noble as soon as possible.** A duplicate letter for your records is also enclosed. Your cooperation in this matter is greatly appreciated so that Noble may timely continue the permitting process for this well.

Thank you for your timely consideration and response to this proposal. Please do not hesitate to contact me at 303-228-4367 should you have any questions.

Very truly yours,

**NOBLE ENERGY, INC.**



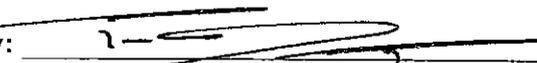
Robert J. Bram  
Senior Land Negotiator

RJB:jkb

Enclosures

**Pursuant to paragraph 6 of Rule 318A.e., Order 1R-100 of the Colorado Oil and Gas Conservation Commission, the undersigned has received notice from Noble Energy, Inc. ("Noble") of its intention to drill and operate the CANNON H35-24 well in Section 35, T3N, R65W, Weld County, Colorado and the undersigned hereby waives the twenty (20) day notice requirement as provided by said rule.**

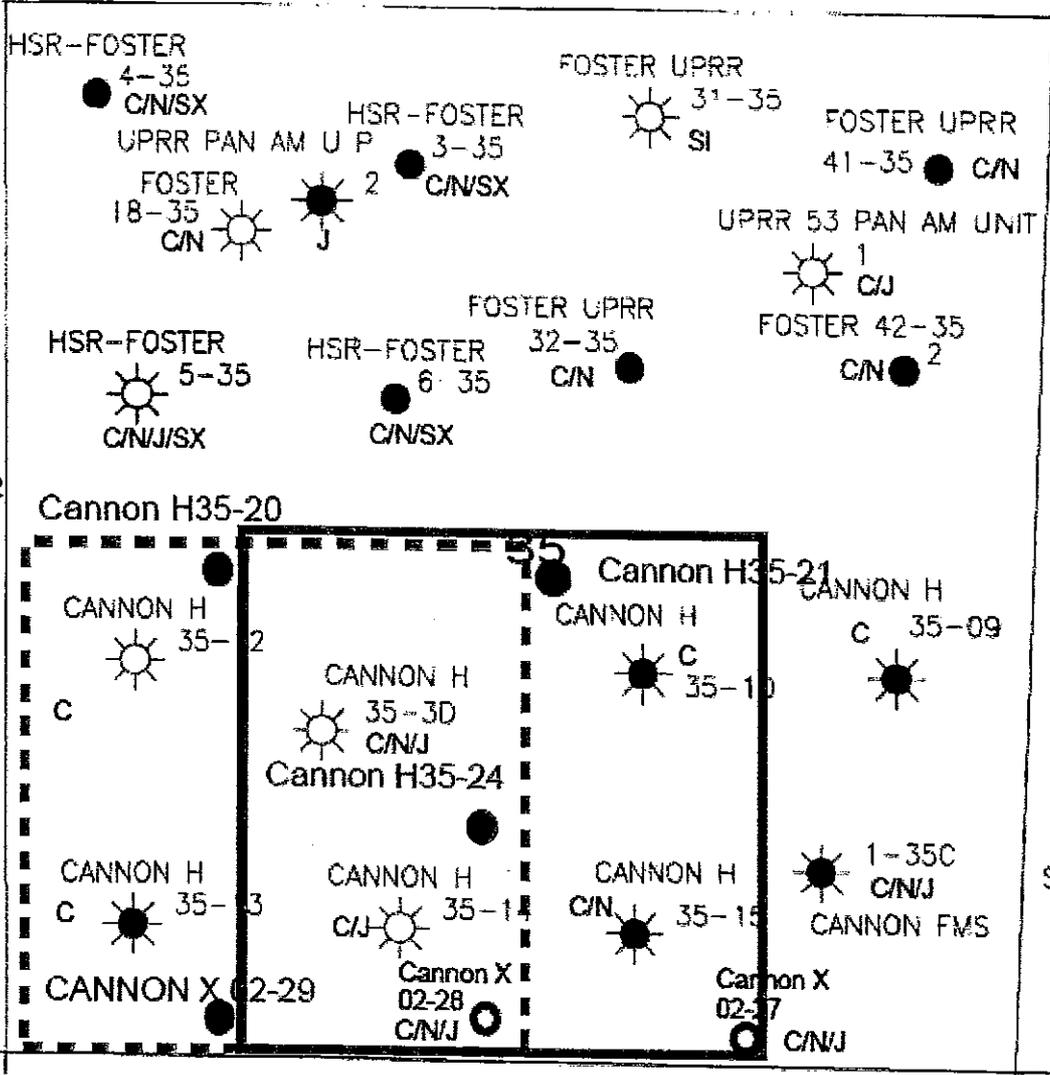
**PETROLEUM DEVELOPMENT CORPORATION:**

By: 

Printed Name: Tyson Johnston  
Regional Landman

Date: 6/10/2010

**Cannon H35-24**  
**SESW, Section 35, T3N, R65W**



**LEGEND**

 Proposed 160 acre Spacing Unit

 Bottom Hole Located SESW, Section 35, T3N, R65W

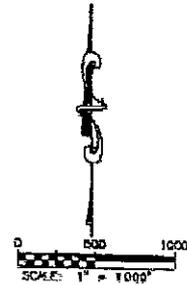
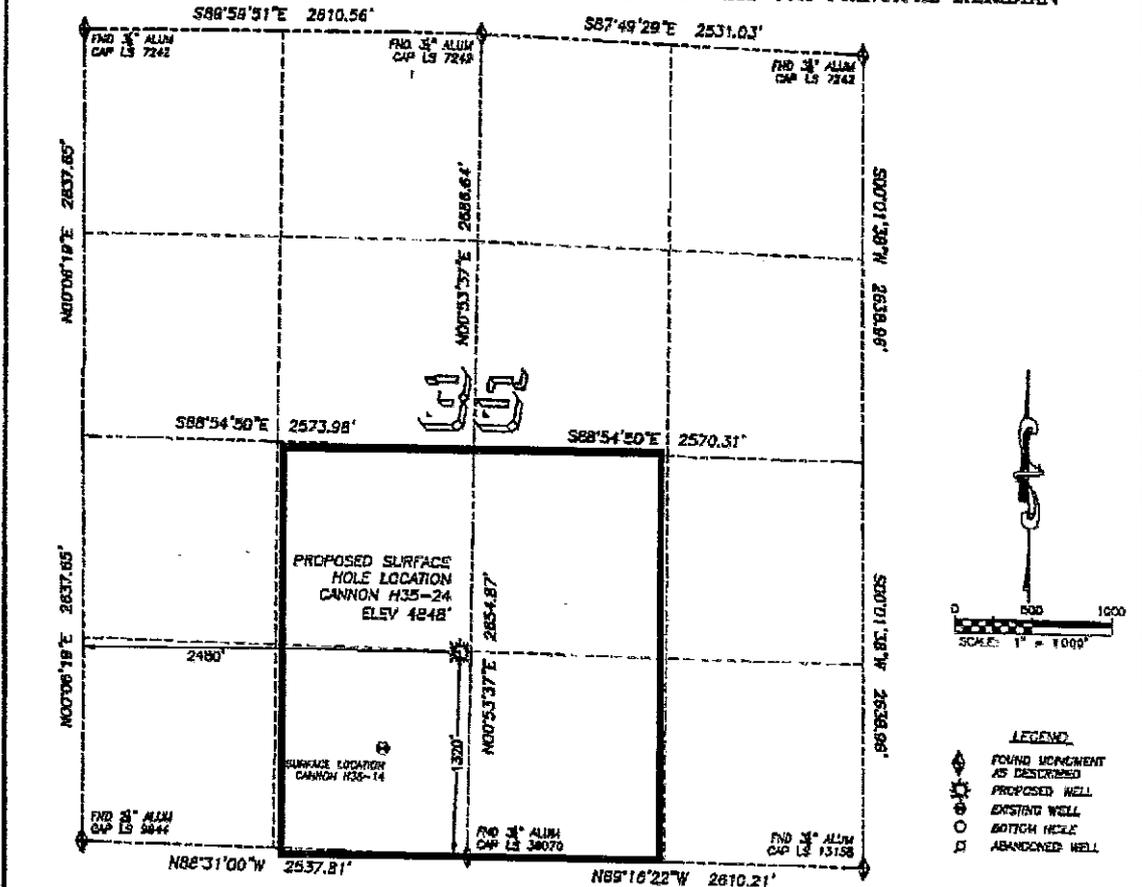
The governmental ¼ Section will have 8 bottom holes wells producing from the Codell, Niobrara, & J-Sand Formations.

# PROPOSED 318Ae SPACING UNIT

DALEY LAND SURVEYING, INC. PARKER, CO. 80134 303 953 9841

## WELL LOCATION CERTIFICATE CANNON H35-24

SECTION 35, TOWNSHIP 3 NORTH, RANGE 65 WEST OF THE 6TH PRINCIPAL MERIDIAN



- LEGEND**
- ⊕ FOUND MONUMENT AS DESCRIBED
  - ⊙ PROPOSED WELL
  - EXISTING WELL
  - BOTTOM HOLE
  - ⊠ ABANDONED WELL

**NAD 83 LATITUDE AND LONGITUDE**  
**CANNON H35-24 SURFACE HOLE:**  
 LATITUDE: N40.17801°  
 LONGITUDE: W104.83131°  
 ELEVATION: 4848'  
 PDOP 2.1  
 1320' FSL, 2480' FWL

**NEAREST EXISTING WELL:**  
 CANNON H35-14 SURFACE HOLE  
 LATITUDE: N40.17827°  
 LONGITUDE: W104.86308°  
 ELEVATION: 4854'  
 805' SOUTHWEST

**QUARTER/QUARTER:** SE4/SW4  
**NEAREST APPARENT PROPERTY LINE:**  
 1320' ± SOUTH

IN ACCORDANCE WITH A REQUEST FROM JOE JOHNSON OF NOBLE ENERGY INC., DALEY LAND SURVEYING, INC. HAS DETERMINED THE SURFACE LOCATION OF THE CANNON H35-24 WELL TO BE 1320' FSL, 2480' FWL, AS MEASURED AT AN ANGLE (80) DEGREES FROM THE SECTION LINES OF SECTION 35, TOWNSHIP 3 NORTH, RANGE 65 WEST OF THE 6TH PRINCIPAL MERIDIAN, WELD COUNTY, COLORADO. I HEREBY CERTIFY THAT THIS WELL LOCATION CERTIFICATE WAS PREPARED BY ME OR UNDER MY DIRECT SUPERVISION, THAT THE WORK WAS COMPLETED ON 4/12/2010 FOR AND ON BEHALF OF NOBLE ENERGY, INC., AND THAT THIS MAP DOES NOT REPRESENT A BOUNDARY SURVEY, IT IS NOT A LAND SURVEY PLAT OR AN IMPROVEMENT SURVEY PLAT AND IT IS NOT TO BE RELIED UPON FOR THE ESTABLISHMENT OF FENCE, BUILDING OR OTHER FUTURE IMPROVEMENT LINES.

- NOTES:**
- 1) BEARINGS FOR THIS MAP ARE ASSUMED AND BASED UPON GPS OBSERVATIONS MADE BETWEEN MONUMENTS LOCATED AT THE SOUTHWEST AND SOUTH QUARTER CORNER OF SECTION 35, T.3N., R.65W.
  - 2) HORIZONTAL DATUM IS NAD83.
  - 3) VERTICAL DATUM IS NAVD83. ELEVATIONS ARE DERIVED FROM GPS OBSERVATIONS PROCESSED THROUGH CPUS, UTILIZING THE GEODIGS MODEL.
  - 4) SEE VISIBLE IMPROVEMENTS EXHIBIT FOR VISIBLE IMPROVEMENTS WITHIN 600' OF PROPOSED SURFACE HOLE LOCATION.
  - 5) SURFACE USE: OPEN RANGE LAND.

NOTED: According to Colorado law you must commission any legal action based upon any data in this plat within three years after you first discover such defect. If no event may any action based upon any such defect in this P.L.C. or subdivision after three years from the date of the commission shall be void.



FOR ANY OTHER SURVEYING OR MAPPING WORK CONTACT DALEY LAND SURVEYING, INC. Robert Daley, PLS 35597