

**FRAM
Operating
LLC**

30 E. Pikes Peak Avenue, Suite 287
Colorado Springs, CO 80903
Phone: (719) 593-8787
Fax: (719) 314-1362

Mailed 7/21/10

July 20, 2010

Mr. & Mrs. Martin Azcarraga
1058-23 Road
Grand Junction, CO 81505

**RE: REQUIRED 30 DAY NOTICE OF DRILLING OPERATIONS AND RULE 318B WAIVER FOR
FRAM OPERATING, LLC, AZCARRAGA 26-3, 26-3-J, 26-3-27M, 26-3-27P, AND 26-3-35G
WELLS, SEC. 26, T2S, R2E, UTE PM, MESA CO, CO.**

Dear Mr. and Mrs. Azcarraga,

The Colorado Oil & Gas Commission (COGCC) requires that surface and mineral Owners of proposed drilling operations be notified at least 30 days prior to the start of such drilling operations. Fram Operating, LLC ("Fram") anticipates that drilling operations will commence within the next 2-12 months on the above referenced wells. I have included a copy of the COGCC "Oil and Gas Well Notification, Consultation and Reclamation Rules" for your review. These wells are located in the SW4 SW4 of Section 26 as referenced above. If you have a Tenant on or working the property, please be sure to advise them of our plans. I have included a stamped, addressed envelope for your convenience.

By signing and returning the enclosed form, you indicate your understanding and acceptance of this notice. If you desire, the form also allows you to designate a representative for consultation regarding the methods of drilling and surface use. If you have any questions, please contact me at the number shown in our letterhead. You may also reach me by e-mail at bob@framamericas.com.

Sincerely,



Robert N. Koelbl, for
Fram Operating, LLC

**30 Day Notice, 306 Consultation & 318b Waiver – FOR THE
Azcarraga 26-3, 26-3-J, 26-3-27M, 26-3-27P, AND 26-3-35G Wells**

Please execute the applicable sections below and return to Fram using the enclosed self addressed postage paid envelope.

1. I have been advised of the requirements of notice and consultation concerning the drilling of a well(s) on my property.

Donna L. Azcarraga and Martin Azcarraga

Date

2. I have been advised of the requirements of notice and consultation concerning the work-over of the well(s) on my property and waive the 30 day notice period.

Donna L. Azcarraga and Martin Azcarraga

Date

3. I have been advised and understand that more than 1 horizontal well may be drilled from the same surface location in different directions but in the same formation and therefore waive the requirements of COGCC Rule 318 pertaining to well spacing requirements.

Donna L. Azcarraga and Martin Azcarraga

Date

I hereby designate the following person to serve as my representative for consultation:

Name: _____

Address: _____

City, State, Zip: _____

Telephone, Fax, E-mail _____