

**Trilogy Resources, LLC**  
**1036 S. High St.**  
**Denver, CO 80209**

*REQUEST*

March 17, 2011

Mr. David Nelsin, Director  
Colorado Oil and Gas Conservation Commission  
1120 Lincoln St., Ste 801  
Denver, CO 80203

RE: T4N R67W; Section 5, North ½ of Weld  
County, CO:  
Rule 303.i(2)-Special Circumstances for  
Permit Issuance Without Full Notice  
Document # 2530288-Form 2-Nelson 5-42;  
Document # 2530299-Form 2-Nelson 5-31;  
Document # (pending)-Form 2-Nelson 5-41;  
and,  
Document # 2530297-Form 2A- Nelson 5-42;  
Document # 2530298-Form 2A-Nelson 5-31;  
Document # (pending)-Form 2A Nelson 5-41  
& Facility

Dear Mr. Nelsin:

In light of the exigent circumstances set forth in further detail below, Trilogy Resources, LLC, hereby respectfully requests that the COGCC favorably consider issuing the above referenced drilling and facility permits without requiring the relevant full statutory notice period(s).

Trilogy only recently finalized the transaction whereby it secured the right to drill on the referenced locations. And, as a condition of retaining those rights, Trilogy is required to complete 4 wells on this particular lease by the end of April. If Trilogy does not secure the approved permits for the above referenced 3 well locations and associated facility on or about March 31<sup>st</sup>, it will either incur standby charges for the rig at \$15,000 per day, or Trilogy will have to move off the Nelson lease and lose its rig allotment. Further, re-mobilization expenses of more than \$30,000 will be incurred if Trilogy is required to stand the rig back up once the full notice period has elapsed. Additionally, our surface owner has stipulated that we be done in his fields by April 15<sup>th</sup>, in order to facilitate his planting schedule and the surface use agreement ("SUA") includes damages and payments of \$500 per day to the surface owner for every day Trilogy is in his fields with equipment after April 15<sup>th</sup>.

Per Rule 303.I. (2), Trilogy Resources, LLC hereby affirms that, due to the referenced exigent circumstances, Trilogy, the land owner (and the relevant mineral lessor(s)) will

experience unnecessary economic hardship if the required permits for the Nelson wells are not received on or about March 31<sup>st</sup>, 2011.

Please be advised that the surface owner is aware of planned drilling operations, and has waived his 30-day Notice, Comment and Approval period per COGCC Rule 305.c. Bruce T. Barker, Esq., the Weld County Attorney in his capacity as the Local Government Designee, has also agreed to waive the relevant Notice, Comment and Approval period on behalf of Weld County. True copies of each of those waivers are attached.

In light of those matters set forth herein, in combination with the waivers of the other appropriate interested parties, Trilogy respectfully requests that the COGCC issue the necessary permits on an expedited basis.

Please don't hesitate to contact me if you have any questions or comments: my cell phone is 303-818-9164.

Thank you for your kind consideration of this request; we look forward to hearing from you soon.

Best regards in the meantime.



Kip Hunter  
General Counsel  
Trilogy Resources, LLC