

**VIA CERTIFIED MAIL –
RETURN RECEIPT REQUESTED**

October 12, 2011

Jerome and Lydia Loeffler
23896 WCR 35
LaSalle, Colorado 80645

Re: Re-entering the Loeffler #1-18 well to complete in the Niobrara Formation

Colorado Oil and Gas Commission Rule 305. e. (1) A. Landowner Notice

The landowner notice shall include the Form 2A itself (without attachments), a copy of the information required under Rule 303.d.(3).B, 303.d.(3).C, and 303.d.(3).E and any additional information the operator deems appropriate and inform the recipient that the complete application (including attachments) may be reviewed on the COGCC website and that he or she may submit comments to the Director, as provided on the COGCC website. For the surface owner, this notice shall include a copy of the COGCC Informational Brochure for Surface Owners, a postage-paid, return-addressed post card whereby the surface owner may request consultation pursuant to Rule 306, and, where the oil and gas location is not subject to a surface-use agreement, a copy of the COGCC Onsite Inspection Policy (See Appendix or COGCC website).

Dear Mr. and Mrs. Loeffler,

Our records, based on the tax assessor records of Weld County, indicate that you are the surface owner of the lands located in the NW/4NW/4 Section 1, Township 4 North, Range 66 West, 6th PM, Weld County, Colorado. The **Loeffler #1-18** location has been surveyed in and staked at 686' FNL, and 663' FWL of Section 1. In accordance with the Colorado Oil and Gas Conservation Commission, Rule 305 e.(1)A: Advance Notice of Intent shall be mailed or hand delivered to the surface owner not less than thirty (30) days prior to the date of estimated commencement of operations with heavy equipment. This letter shall serve as proper advance notification to the surface owner. ***We are not moving in heavy equipment at this time, this notification is for permitting the location only.*** The complete application will be available on the website after the application is tendered and the surface owner will have notice at the time the application is tendered to the COGCC.

The Operator will be: K.P. Kauffman Company, Inc.
1675 Broadway, Suite 2800
Denver, Colorado 80202
303-825-4822

Attached to this notice letter is the Form 2A, KPK's surface owner's guide to the drilling process, a map indicating the location of the well, and a consultation request card. Please review the COGCC Informational Brochure for Surface Owners referenced above for information describing surface owner rights. Should you have a surface tenant, please advise them that K.P. Kauffman Company, Inc. has the right to enter the lands and will be conducting re-completion operations on the above location(s). This letter shall serve as proper advance notification to the surface owner. The re-entering of the Loeffler #1-18 to complete the Niobrara formation of this well is estimated to commence during the first or second quarter of 2012.

By signing below, the surface owner confirms that notice requirements of this Rule 305.e. have been completed or waived. If signing below please return the original letter to K.P. Kauffman Company, Inc., Attention: Avi Mehler at the above address and keep a copy for your records. If you have any questions or wish to set up a consultation, please contact the K.P. Kauffman Company, Inc., Land Department, Attn: Avi Mehler at (303) 825-4822. We will keep you informed as new information becomes available

Thank You

Avi Mehler

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