



District Office
3801 Carson Avenue
Evans, CO 80620
970-506-9272
www.petd.com

June 16, 2012

Hand Delivered By: Al Bragg
Agent: Petroleum Development Corporation

A handwritten signature in dark ink, appearing to read "Harlan A. Simonsen", written over a horizontal line.

Acknowledged Receipt: Harlan Simonsen

HKS Enterprises L.L.C.
C/O Harlan Simonsen
35540 CR 25
Eaton, CO 80615

RE: Notice of Drilling Operations and Initial Consultation
Well(s): Simonsen/Schaffer 7E-203, Simonsen/Schaffer 7E-423, Simonsen/Schaffer 7J-243,
Simonsen/Schaffer 7J-403 and Simonsen/Schaffer 7M-243
SW/4 of Section 6, 6 North, Range 66 West of the 6th P.M.
Weld County, Colorado

Dear Mr. Simonsen:

Pursuant to Rule 305.b. (1), of the Rules and Regulations of the Colorado Oil and Gas Conservation Commission ("COGCC"), Petroleum Development Corporation, Inc., ("PDC"), as Operator, hereby gives notice to you that it intends to commence operations for the drilling of a well or wells for oil/and or gas on the referenced lands no sooner than (30 days) from the date of this letter. As surface owner you have the responsibility for notifying any affected tenant of the proposed operations.

Also enclosed is a site diagram that depicts the area, per COGCC rules, within which the well(s), access road(s), and production facilities. Additionally, you have been supplied a copy of the COGCC's brochure describing surface owner rights and responsibilities, and a copy of the COGCC's on-site inspection policy.

I will be contacting you shortly to discuss your list of concerns, which will be addressed in the Surface Damage Agreement; however, the well locations are staked, the location of the wellsites, access roads, production facilities and other related surface matters are drawn and surveyed as we discussed. You may waive the 30-day notice requirement if so desired. This notice will act as your Initial Consultation for the wells mentioned above.

As surface owner you have the responsibility for notifying any affected tenant farmer, lessee or other party that may own or have an interest in any crops or surface improvements that could be affected by these proposed operations.

Should you have any questions regarding our operations or this notice letter, you can reach me at 303-594-2991 with any questions you may have.

Very truly yours,
PETROLEUM DEVELOPMENT CORPORATION

A handwritten signature in dark ink, appearing to read "Al Bragg", written over a horizontal line.

Al Bragg, Agent