THOMAS C. POULSON
P.O. Box 200162
Denver, Colorado 80220
(303) 861-8500

00718317

May 20, 1992

Dale A. Blake and
Kathy Blake
12908 Beacon
Grand View, Missouri 64030

Re: Off Pattern Location
Washington Co., CO.
So. Vortex Prospect

Dear Dale and Kathy:

I have been discussing with Mr. Henry Blake an off-pattern location well proposed by Skaer Enterprises, Inc. My initial response from Mr. Blake was not favorable, however, I felt it necessary to send you the same package of information for your review.

The objective of this project is to penetrate the J1 sand bar off-pattern due to geologic considerations. Well control indicates a potential pay which is long and skinny and orients itself north-south. The axis of the sand is centered along a lease line separating the W/2SW/4 of section 8 and W/2NW/4 of section 17 from the E/2SW/4 of section 8 and E/2NW/4 of section 17. This sand geometry looks very similar to the Vortex Field one mile to the northeast. In the Vortex Field 7 out of 10 producers were drilled off-pattern due to the skinny shape of the sand body. In may cases these sands are narrower than 1/4 mile, so in reality wells drilled on-pattern could totally miss discovering an accumulation.

The proposed location is 330 feet FNL (from the north line) and 990 feet FWL (from the west line). This will place the location in the center of the NE/4NW/4NW/4 section 17. Please refer to a copy of the Oil and Gas Commission plat map for this area I have provided. I have highlighted the area leased and the proposed drill site. The line running through this area denotes the structure Skaer Enterprises is attempting to discover and how it relates to the Vortex Field. Note the three dry holes on the property; the channel will have to be narrow if the idea is right.

I have enclosed a prepared waiver to be executed and returned to the Colorado Oil and Gas Commission. The signing of this waiver by the mineral owners in the E/2 of this project will expedite this project and allow the drilling of this well without a Commission hearing. This is a winning situation if the first well drilled is a discovery. There are potentially 8 locations on both the Vondy and Blake property. Please keep in mind also that a discovery well must be drilled to prove up off set locations. Without the initial well nothing can be determined for future locations.

Respectfully,

Thomas C. Poulson
Contract Landman/~~Skaer~~ Enterprises, Inc.

TCP/tp

Enclosures

WAIVER

Colorado Oil and Gas
Conservation Commission
1580 Logan Street
Suite 380
Denver, Colorado 80203
Attention: Dennis Bicknell

Re: Off Pattern well location
No. 1 Vondy - Skaer Ent.
T2S,R55W, Sec. 17
Washington County, CO.

Dear Mr. Bicknell:

Under rule 318 of the Rules and Regulations for the State of Colorado, Oil and Gas Conservation Commission, if a well location is to be closer than 600 feet from a common lease line, the offset mineral owners are required to waive rights for this location variance.

We, the undersigned(s), in compliance with rule no. 318 waive right to Skaer Enterprises, Inc. for a location variance on the No. 1 Vondy exploratory well. The proposed location is to be 330 feet FNL (from the north line) and 990 feet FWL (from the west line). This will place the location in the center of the NE/4NW/4NW/4 section 17, T2S,R55W, 6th P.M.

Sincerely,

_____ _____

Dale A. Blake
12908 Beacon
Grand View, Missouri 64030

Kathy Blake

Dated: _____

cc: Skaer Enterprises, Inc.

THOMAS C. POULSON
P.O. Box 200162
Denver, Colorado 80220
(303) 861-8500

00718316

May 20, 1992

Kenneth A. Blake and
Ginger R. Blake
911 Carol
Ft. Morgan, Colorado 80701

Re: Off Pattern Location
Washington Co., CO.
So. Vortex Prospect

Dear Ken and Ginger:

I have been discussing with Mr. Henry Blake an off-pattern location well proposed by Skaer Enterprises, Inc. My initial response from Mr. Blake was not favorable, however, I felt it necessary to send you the same package of information for your review.

The objective of this project is to penetrate the J1 sand bar off-pattern due to geologic considerations. Well control indicates a potential pay which is long and skinny and orients itself north-south. The axis of the sand is centered along a lease line separating the W/2SW/4 of section 8 and W/2NW/4 of section 17 from the E/2SW/4 of section 8 and E/2NW/4 of section 17. This sand geometry looks very similar to the Vortex Field one mile to the northeast. In the Vortex Field 7 out of 10 producers were drilled off-pattern due to the skinny shape of the sand body. In may cases these sands are narrower than 1/4 mile, so in reality wells drilled on-pattern could totally miss discovering an accumulation.

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I have enclosed a prepared waiver to be executed and returned to the Colorado Oil and Gas Commission. The signing of this waiver by the mineral owners in the E/2 of this project will expedite this project and allow the drilling of this well without a Commission hearing. This is a winning situation if the first well drilled is a discovery. There are potentially 8 locations on both the Vondy and Blake property. Please keep in mind also that a discovery well must be drilled to prove up off set locations. Without the initial well nothing can be determined for future locations.

Respectfully,

Thomas C. Poulson
Contract Landman/Skaer Enterprises, Inc.

TCP/tp

Enclosures

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Conservation Commission
1580 Logan Street
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Denver, Colorado 80203
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Sincerely,

_____
Kenneth A. Blake
911 Carol
Ft. Morgan, Colorado 80701

_____
Ginger R. Blake

Dated: _____

cc: Skaer Enterprises, Inc.

THOMAS C. POULSON
P.O. Box 200162
Denver, Colorado 80220
(303) 861-8500

00718315

May 20, 1992

Ellen Hellyer
811 Walnut
Ft. Morgan, Colorado 80701

Re: Off Pattern Location
Washington Co., CO.
So. Vortex Prospect

Dear Ellen:

I have been discussing with Mr. Henry Blake an off-pattern location well proposed by Skaer Enterprises, Inc. My initial response from Mr. Blake was not favorable, however, I felt it necessary to send you the same package of information for your review.

The objective of this project is to penetrate the J1 sand bar off-pattern due to geologic considerations. Well control indicates a potential pay which is long and skinny and orients itself north-south. The axis of the sand is centered along a lease line separating the W/2SW/4 of section 8 and W/2NW/4 of section 17 from the E/2SW/4 of section 8 and E/2NW/4 of section 17. This sand geometry looks very similar to the Vortex Field one mile to the northeast. In the Vortex Field 7 out of 10 producers were drilled off-pattern due to the skinny shape of the sand body. In may cases these sands are narrower than 1/4 mile, so in reality wells drilled on-pattern could totally miss discovering an accumulation.

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Thomas C. Poulson
Contract Landman/Skaer Enterprises, Inc.

TCP/tp

Enclosures

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Conservation Commission
1580 Logan Street
Suite 380
Denver, Colorado 80203
Attention: Dennis Bicknell

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T2S,R55W, Sec. 17
Washington County, CO.

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Sincerely,

_____ _____

Ellen Hellyer
811 Walnut
Ft. Morgan, Colorado 80701

Dated: _____

cc: Skaer Enterprises, Inc.

THOMAS C. POULSON
P.O. Box 200162
Denver, Colorado 80220
(303) 861-8500

00718314

ADDRESS CORRECTION NOTED AND RE-SENT

May 20, 1992

Joyce Blake Henry
711 Ray
~~Woodrow,~~ Colorado 80757

Re: Off Pattern Location
Washington Co., CO.
So. Vortex Prospect

Dear Joyce:

I have been discussing with Mr. Henry Blake an off-pattern location well proposed by Skaer Enterprises, Inc. My initial response from Mr. Blake was not favorable, however, I felt it necessary to send you the same package of information for your review.

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Thomas C. Poulson
Contract Landman/Skaer Enterprises, Inc.

TCP/tp

Enclosures

WAIVER

Colorado Oil and Gas
Conservation Commission
1580 Logan Street
Suite 380
Denver, Colorado 80203
Attention: Dennis Bicknell

Re: Off Pattern well location
No. 1 Vondy - Skaer Ent.
T2S,R55W, Sec. 17
Washington County, CO.

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Sincerely,

_____ _____

Joyce Henry Blake
711 Ray
Woodrow, Colorado 80757

Dated: _____

cc: Skaer Enterprises, Inc.

THOMAS C. POULSON
P.O. Box 200162
Denver, Colorado 80220
(303) 861-8500

00718313

May 20, 1992

Rocky Lane Blake
46491 Weld Co. Road 22
Wiggins, Colorado 80654

Re: Off Pattern Location
Washington Co., CO.
So. Vortex Prospect

Dear Rocky:

I have been discussing with Mr. Henry Blake an off-pattern location well proposed by Skaer Enterprises, Inc. My initial response from Mr. Blake was not favorable, however, I felt it necessary to send you the same package of information for your review.

The objective of this project is to penetrate the J1 sand bar off-pattern due to geologic considerations. Well control indicates a potential pay which is long and skinny and orients itself north-south. The axis of the sand is centered along a lease line separating the W/2SW/4 of section 8 and W/2NW/4 of section 17 from the E/2SW/4 of section 8 and E/2NW/4 of section 17. This sand geometry looks very similar to the Vortex Field one mile to the northeast. In the Vortex Field 7 out of 10 producers were drilled off-pattern due to the skinny shape of the sand body. In may cases these sands are narrower than 1/4 mile, so in reality wells drilled on-pattern could totally miss discovering an accumulation.

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Thomas C. Poulson
Contract Landman/Skaer Enterprises, Inc.

TCP/tp

Enclosures

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Conservation Commission
1580 Logan Street
Suite 380
Denver, Colorado 80203
Attention: Dennis Bicknell

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No. 1 Vondy - Skaer Ent.
T2S,R55W, Sec. 17
Washington County, CO.

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Sincerely,

_____ _____

Rocky Lane Blake
46491 Weld Co. Road 22
Wiggins, Colorado 80654

Dated: _____

cc: Skaer Enterprises, Inc.

THOMAS C. POULSON
P.O. Box 200162
Denver, Colorado 80220
(303) 861-8500

00718312

May 20, 1992

Martha Darnell Baladez
1213 East 3rd
Loveland, Colorado 80537

Re: Off Pattern Location
Washington Co., CO.
So. Vortex Prospect

Dear Martha:

I have been discussing with Mr. Henry Blake an off-pattern location well proposed by Skaer Enterprises, Inc. My initial response from Mr. Blake was not favorable, however, I felt it necessary to send you the same package of information for your review.

The objective of this project is to penetrate the J1 sand bar off-pattern due to geologic considerations. Well control indicates a potential pay which is long and skinny and orients itself north-south. The axis of the sand is centered along a lease line separating the W/2SW/4 of section 8 and W/2NW/4 of section 17 from the E/2SW/4 of section 8 and E/2NW/4 of section 17. This sand geometry looks very similar to the Vortex Field one mile to the northeast. In the Vortex Field 7 out of 10 producers were drilled off-pattern due to the skinny shape of the sand body. In may cases these sands are narrower than 1/4 mile, so in reality wells drilled on-pattern could totally miss discovering an accumulation.

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Respectfully,

Thomas C. Poulson
Contract Landman/Skaer Enterprises, Inc.

TCP/tp

Enclosures

WAIVER

Colorado Oil and Gas
Conservation Commission
1580 Logan Street
Suite 380
Denver, Colorado 80203
Attention: Dennis Bicknell

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No. 1 Vondy - Skaer Ent.
T2S,R55W, Sec. 17
Washington County, CO.

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Sincerely,

_____ _____

Martha Darnell Baladez
1213 East 3rd
Loveland, Colorado 80537

Dated: _____

cc: Skaer Enterprises, Inc.

THOMAS C. POULSON
P.O. Box 200162
Denver, Colorado 80220
(303) 861-8500

00718311

ADDRESS CHANGE NOTED AND RE-SENT

May 20, 1992

Andrew W. Blake
~~90 Bachar Drive~~
~~Morgan Heights~~
~~Ft. Morgan, Colorado 80701~~

Re: Off Pattern Location
Washington Co., CO.
So. Vortex Prospect

Dear Andrew:

I have been discussing with Mr. Henry Blake an off-pattern location well proposed by Skaer Enterprises, Inc. My initial response from Mr. Blake was not favorable, however, I felt it necessary to send you the same package of information for your review.

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Thomas C. Poulson
Contract Landman/Skaer Enterprises, Inc.

TCP/tp

Enclosures

WAIVER

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Conservation Commission
1580 Logan Street
Suite 380
Denver, Colorado 80203
Attention: Dennis Bicknell

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T2S,R55W, Sec. 17
Washington County, CO.

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Sincerely,

_____ _____

Andrew W. Blake
90 Bachar Drive
Morgan Heights
Ft. Morgan, Colorado 80701

Dated: _____

cc: Skaer Enterprises, Inc.

THOMAS C. POULSON
P.O. Box 200162
Denver, Colorado 80220
(303) 861-8500

00718310

May 20, 1992

Lula Blake Lorenzini
1417 South 9th Avenue
Sterling, Colorado 80751

Re: Off Pattern Location
Washington Co., CO.
So. Vortex Prospect

Dear Lula:

I have been discussing with Mr. Henry Blake an off-pattern location well proposed by Skaer Enterprises, Inc. My initial response from Mr. Blake was not favorable, however, I felt it necessary to send you the same package of information for your review.

The objective of this project is to penetrate the J1 sand bar off-pattern due to geologic considerations. Well control indicates a potential pay which is long and skinny and orients itself north-south. The axis of the sand is centered along a lease line separating the W/2SW/4 of section 8 and W/2NW/4 of section 17 from the E/2SW/4 of section 8 and E/2NW/4 of section 17. This sand geometry looks very similar to the Vortex Field one mile to the northeast. In the Vortex Field 7 out of 10 producers were drilled off-pattern due to the skinny shape of the sand body. In may cases these sands are narrower than 1/4 mile, so in reality wells drilled on-pattern could totally miss discovering an accumulation.

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Respectfully,

Thomas C. Poulson
Contract Landman/Skaer Enterprises, Inc.

TCP/tp

Enclosures

WAIVER

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Conservation Commission
1580 Logan Street
Suite 380
Denver, Colorado 80203
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No. 1 Vondy - Skaer Ent.
T2S,R55W, Sec. 17
Washington County, CO.

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Sincerely,

_____ _____

Lula Blake Lorenzini
1417 South 9th Avenue
Sterling, Colorado 80751

Dated: _____

cc: Skaer Enterprises, Inc.

THOMAS C. POULSON
P.O. Box 200162
Denver, Colorado 80220
(303) 861-8500

00718309

May 20, 1992

Ray Lee Richter
P.O. Box 606
Brush, Colorado 80723

Re: Off Pattern Location
Washington Co., CO.
So. Vortex Prospect

Dear Ray:

I have been discussing with Mr. Henry Blake an off-pattern location well proposed by Skaer Enterprises, Inc. My initial response from Mr. Blake was not favorable, however, I felt it necessary to send you the same package of information for your review.

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TCP/tp

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T2S,R55W, Sec. 17
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Dear Mr. Bicknell:

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We, the undersigned(s), in compliance with rule no. 318 waive right to Skaer Enterprises, Inc. for a location variance on the No. 1 Vondy exploratory well. The proposed location is to be 330 feet FNL (from the north line) and 990 feet FWL (from the west line). This will place the location in the center of the NE/4NW/4NW/4 section 17, T2S,R55W, 6th P.M.

Sincerely,

_____ _____

Ray Lee Richter
345 Cambridge
P.O. Box 606
Brush, Colorado 80723

Dated: _____

cc: Skaer Enterprises, Inc.

THOMAS C. POULSON
P.O. Box 200162
Denver, Colorado 80220
(303) 861-8500

00718308

May 20, 1992

Ida Blake Hood
1908 Edmunds
Brush, Colorado 80723

Re: Off Pattern Location
Washington Co., CO.
So. Vortex Prospect

Dear Ida:

I have been discussing with Mr. Henry Blake an off-pattern location well proposed by Skaer Enterprises, Inc. My initial response from Mr. Blake was not favorable, however, I felt it necessary to send you the same package of information for your review.

The objective of this project is to penetrate the J1 sand bar off-pattern due to geologic considerations. Well control indicates a potential pay which is long and skinny and orients itself north-south. The axis of the sand is centered along a lease line separating the W/2SW/4 of section 8 and W/2NW/4 of section 17 from the E/2SW/4 of section 8 and E/2NW/4 of section 17. This sand geometry looks very similar to the Vortex Field one mile to the northeast. In the Vortex Field 7 out of 10 producers were drilled off-pattern due to the skinny shape of the sand body. In may cases these sands are narrower than 1/4 mile, so in reality wells drilled on-pattern could totally miss discovering an accumulation.

The proposed location is 330 feet FNL (from the north line) and 990 feet FWL (from the west line). This will place the location in the center of the NE/4NW/4NW/4 section 17. Please refer to a copy of the Oil and Gas Commission plat map for this area I have provided. I have highlighted the area leased and the proposed drill site. The line running through this area denotes the structure Skaer Enterprises is attempting to discover and how it relates to the Vortex Field. Note the three dry holes on the property; the channel will have to be narrow if the idea is right.

I have enclosed a prepared waiver to be executed and returned to the Colorado Oil and Gas Commission. The signing of this waiver by the mineral owners in the E/2 of this project will expedite this project and allow the drilling of this well without a Commission hearing. This is a winning situation if the first well drilled is a discovery. There are potentially 8 locations on both the Vondy and Blake property. Please keep in mind also that a discovery well must be drilled to prove up off set locations. Without the initial well nothing can be determined for future locations.

Respectfully,

Thomas C. Poulson
Contract Landman/Skaer Enterprises, Inc.

TCP/tp

Enclosures

WAIVER

Colorado Oil and Gas
Conservation Commission
1580 Logan Street
Suite 380
Denver, Colorado 80203
Attention: Dennis Bicknell

Re: Off Pattern well location
No. 1 Vondy - Skaer Ent.
T2S,R55W, Sec. 17
Washington County, CO.

Dear Mr. Bicknell:

Under rule 318 of the Rules and Regulations for the State of Colorado, Oil and Gas Conservation Commission, if a well location is to be closer than 600 feet from a common lease line, the offset mineral owners are required to waive rights for this location variance.

We, the undersigned(s), in compliance with rule no. 318 waive right to Skaer Enterprises, Inc. for a location variance on the No. 1 Vondy exploratory well. The proposed location is to be 330 feet FNL (from the north line) and 990 feet FWL (from the west line). This will place the location in the center of the NE/4NW/4NW/4 section 17, T2S,R55W, 6th P.M.

Sincerely,

_____ _____

Ida Blake Hood
1908 Edmunds
Brush, Colorado 80723

Dated: _____

cc: Skaer Enterprises, Inc.

THOMAS C. POULSON
P.O. Box 200162
Denver, Colorado 80220
(303) 861-8500

00718307

May 20, 1992

Fern May Hall
320 Princeton
Brush, Colorado 80723

Re: Off Pattern Location
Washington Co., CO.
So. Vortex Prospect

Dear Fern:

I have been discussing with Mr. Henry Blake an off-pattern location well proposed by Skaer Enterprises, Inc. My initial response from Mr. Blake was not favorable, however, I felt it necessary to send you the same package of information for your review.

The objective of this project is to penetrate the J1 sand bar off-pattern due to geologic considerations. Well control indicates a potential pay which is long and skinny and orients itself north-south. The axis of the sand is centered along a lease line separating the W/2SW/4 of section 8 and W/2NW/4 of section 17 from the E/2SW/4 of section 8 and E/2NW/4 of section 17. This sand geometry looks very similar to the Vortex Field one mile to the northeast. In the Vortex Field 7 out of 10 producers were drilled off-pattern due to the skinny shape of the sand body. In may cases these sands are narrower than 1/4 mile, so in reality wells drilled on-pattern could totally miss discovering an accumulation.

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Respectfully,

Thomas C. Poulson
Contract Landman/Skaer Enterprises, Inc.

TCP/tp

Enclosures

WAIVER

Colorado Oil and Gas
Conservation Commission
1580 Logan Street
Suite 380
Denver, Colorado 80203
Attention: Dennis Bicknell

Re: Off Pattern well location
No. 1 Vondy - Skaer Ent.
T2S,R55W, Sec. 17
Washington County, CO.

Dear Mr. Bicknell:

Under rule 318 of the Rules and Regulations for the State of Colorado, Oil and Gas Conservation Commission, if a well location is to be closer than 600 feet from a common lease line, the offset mineral owners are required to waive rights for this location variance.

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Sincerely,

_____ _____

Fern May Hall
320 Princeton
Brush, Colorado 80723

Dated: _____

cc: Skaer Enterprises, Inc.

00718302

WAIVER

Colorado Oil and Gas
Conservation Commission
1580 Logan Street
Suite 380
Denver, Colorado 80203
Attention: Dennis Bicknell

Re: Off Pattern well location
No. 1 Vondy - Skaer Ent.
T2S,R55W, Sec. 17
Washington County, CO.

Dear Mr. Bicknell:

Under rule 318 of the Rules and Regulations for the State of Colorado, Oil and Gas Conservation Commission, if a well location is to be closer than 600 feet from a common lease line, the offset mineral owners are required to waive rights for this location variance.

We, the undersigned(s), in compliance with rule no. 318 waive right to Skaer Enterprises, Inc. for a location variance on the No. 1 Vondy exploratory well. The proposed location is to be 330 feet FNL (from the north line) and 990 feet FWL (from the west line). This will place the location in the center of the NE/4NW/4NW/4 section 17, T2S,R55W, 6th P.M.

Sincerely,

George G. Vaught, Jr.
P.O. Box 13557
Denver, Colorado 80201

Dated: 5/26/92

cc: Skaer Enterprises, Inc.