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April 1, 1994

Mr. and Mrs. Wendell M. Wacker
17420 Morgan County Road West
Fort Morgan, Colorado 80701

Re: Young Gas Storage Field Proje

Dear Wendell and Margaret:

In furtherance of the agreements which were entered into yesterday between Young Gas Storage Company, Ltd. and you (and Christina L. Wacker), you should be aware that I received a letter from Young's attorney specifically agreeing that upon your request, you will be provided all information, including all the reports and maps generated by the seismic operation. In addition, Young's attorney has filed for dismissal of the current litigation (Case No. 94-B-667) in the United States District Court. It would appear then that this first part of the overall problem concerning the compensation due you in connection with the storage project has been concluded, hopefully to your satisfaction.

Attached to this letter is a draft letter which I am proposing be sent to Young's attorney early next week. In a brief telephone conversation I had with Don Blackwell yesterday, I informed him that he could expect a counterproposal from you, perhaps as early as Monday. After the two of you (and Christina if she intends to participate in the decision making process) have decided which figures to insert in the various blanks, please give me a call so that I can complete the letter to Blackwell. Obviously, if you have any comments regarding the content of the letter itself or [illegible] items to be addressed, you should let me know that too.

I believe very strongly that now is the [illegible] maximum pressure on CIG to arrive at an acceptable agreement with you [illegible] Please give me a call on Monday morning if you have had time to [illegible] what should be in your counteroffer at that time.

[illegible] GORGIS L.L.C.

WAK/jcj