



December 14, 2012

Colorado State Land Board
c/o John Valentine South Central District Manager
4718 N. Elizabeth Street, Suite C
Pueblo, Colorado 81008

Re: Surface Owner Notification
State 16-11S-55W-02
Sec. 16-T11S-55W
Lincoln, CO.

Mr. Valentine:

Mason Dixon Energy LLC ("MDE") has been retained by Cascade Petroleum LLC ("Cascade") to assist in its planned oil and gas exploration program in your area. Pursuant to Colorado Oil and Gas Conservation Commission ("COGCC") Rule 306, MDE, acting on behalf of Cascade, hereby provides notice of the following:

1. Cascade intends to commence surface operations for the drilling of the State 16-11S-55W-02 as an exploratory oil and/or gas well following approval by the COGCC of Cascade's Application for Permit to Drill, or within 120 days thereafter.
2. Cascade is presently the Operator of record with the COGCC for any and all operations associated with the State 16-11S-55W-02.
3. The State 16-11S-55W-02 surface hole location will be located in Section 16-T11S-55W of Lincoln, Colorado.
4. Pursuant to COGCC rules, the surface owner of the subject drill site is responsible for notifying any and all property tenants that may be affected by Cascade's operations.

Should you have any questions or concerns regarding this notice, or if you would like to discuss further, please feel free to contact the undersigned at (720) 556-4815 or via email at lellison@mdenergy.com. Otherwise, we kindly request that you execute the bottom portion of this letter acknowledging receipt of this notice as of the date indicated. Thank you for your time and cooperation in this matter.

Sincerely,

Larry Ellison, RPL
Mason Dixon Energy, LLC, as Agent for Cascade Petroleum LLC

COLORADO STATE LAND BOARD

John Valentine

Title: South Central District Manager

Date

12-18-2012

Bridgeport, WV
101 Cambridge Place
Bridgeport, WV 26330
304.842.9550 Phone
304.842.9552 Fax

Denver, CO
2000 S. Colorado Blvd
Annex, Suite 240
Denver, CO 80222
720.490.4663 Phone
720.490.4667 Fax

Elmira, NY
147 W. Gray St.
Suite 210
Elmira, NY 14901
607.215.0459 Phone
607.873.7244 Fax

Pittsburgh, PA
200 Cherrington Parkway
Suite 350
Corapolis, PA 15108
412.269.4800 Phone
412.269.4804 Fax