



August 9, 2012

Cannon Land Company
3575 Cherry Creek North Drive
Denver, CO 80209

Re: Notice of Intent to Conduct Surface Operations (Facilities)
CANNON 16C-3HZ CANNON 15N-3HZ
CANNON 16N-3HZ CANNON 37N-3HZ
Township 2N, Range 66W, Section 3: NENE
Weld County, Colorado

Ladies and Gentlemen:

The Colorado Oil and Gas Conservation Commission ("COGCC") has adopted guidelines and procedures regarding oil and gas activities affecting the surface. These rules stipulate that an affected surface owner must be given advance notice in writing by an operator at least thirty (30) days prior to drilling an oil and gas well.

Kerr-McGee Oil and Gas Onshore LP ("KMG") intends to begin operations to drill the above captioned oil and gas well(s) upon approval of title, receipt of permits from the COGCC prior to November 30, 2013. As the surface owner, it is your responsibility to notify the tenant farmer, if applicable, of this proposed operation.

A site diagram of the proposed location of the well and any associated roads and production facilities is enclosed. Should you have any questions and/or concerns, please contact me at (303) 655-4350 or my cell at (970) 590-6249.

Very truly yours,
KERR-McGEE OIL AND GAS ONSHORE LP

A handwritten signature in black ink, appearing to read 'David Bell', is written over a horizontal line.

David Bell
Landman

I/we waive the 30 day notice referenced above and approve of the operations commencing upon KMG's receipt of the drilling permit.

:cl
Enclosure

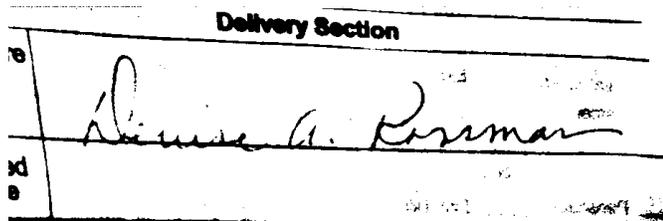


Date: 08/13/2012

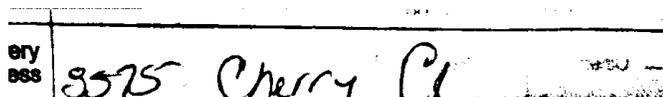
EMILY CARRENDER:

The following is in response to your 08/13/2012 request for delivery information on your Certified Mail(TM) item number 7199 9991 7030 2538 7421. The delivery record shows that this item was delivered on 08/10/2012 at 02:10 PM in DENVER, CO 80209. The scanned image of the recipient information is provided below.

Signature of Recipient:



Address of Recipient:



Thank you for selecting the Postal Service for your mailing needs. If you require additional assistance, please contact your local Post Office or postal representative.

Sincerely,

United States Postal Service