



December 2, 2011

Mr. Phil Barnes
Shell Exploration & Production Company
4582 South Ulster Street, Suite 1400
Denver, Colorado 80237-2642

**Re: Fourth Quarter 2011 Field Monitoring Observations
WT Durham #4 Flowline Release
Moffat County, Colorado**

Dear Mr. Barnes:

LT Environmental, Inc. (LTE) was retained by Shell Exploration and Production Company (SEPCO) to conduct quarterly groundwater monitoring and sampling activities at the WT Durham #4 Flowline Release (Site). On November 23, 2011, an LTE representative attempted to collect the 4th quarter groundwater monitoring samples from the 11 onsite monitoring wells. The LTE representative arrived at the Site to find groundwater in the monitoring wells to be frozen solid. Based on historical depth to groundwater data at the Site, groundwater is shallow and varies between 3 feet (ft) to 6 ft below ground surface. Due to the limitations of accessing frozen water in the well casings, LTE was unable to collect groundwater samples. LTE will continue the quarterly sampling program for this Site as planned with the next sampling event scheduled for March 2012.

LTE appreciates the opportunity to provide environmental services to SEPCO. Please call us at (970) 285-9985 if you have any questions regarding this letter report or require any additional information.

Sincerely,

LT ENVIRONMENTAL, INC.

A stylized, handwritten signature in black ink, consisting of several overlapping, sweeping strokes.

Robert D. Fishburn, C.P.G.
Western Slope Office Manager/
Senior Hydrogeologist

A handwritten signature in black ink, reading 'Patrick J. Garland' in a cursive script.

Pat Garland, P.G., REA
Principal Geologist