

**FINNEY LAND CO.**  
OIL & GAS CONSULTING

P.O. BOX 2471  
DURANGO, CO 81302  
PHONE: (970) 259-5691 • FAX (970) 259-4279

PREAPPLICATION NOTIFICATION  
EXCEPTION ZONE AND BUFFER ZONE NOTICE

December 27, 2013

Tammy Herrera  
Bennie and Janice Herrera  
P.O. Box 25  
Ignacio, CO 81137

Certified Mail  
Return Receipt#7006 2760 0003 0789 0542

RE: Elm Ridge Exploration Co, LLC.  
IGW 122 Well  
**T33N, R8W, NMPM**  
Sec. 7: SE/4NE/4  
La Plata County, CO.

Dear Mr. and Mrs. Herrera and Tammy Herrera,

Rule 305.a.(2) of the Colorado Oil and Gas Conservation Commission (COGCC) creates a buffer zone designation for building units lying within 1000' feet of a proposed well location and requires that the surface owner be notified.

Rule 305.c(1)A(iii) of the Colorado Oil and Gas Conservation Commission (COGCC) creates a exception zone designation for building units lying within 500' feet of a proposed well location and requires that the surface owner be notified.

It appears that there is a home (building unit) currently occupied by Janice Herrera within 1000' of the proposed well location and another home occupied by Tammy Herrera within 500' of the proposed well location.

This notice is to inform you that a permit to conduct operations on the above described location is being requested by Elm Ridge Exploration Co., LLC. The operator's contact information is as follows:

The applicant and designated agent are listed below:

APPLICANT:

Contact Name: Terry Lindeman  
Company Name: Elm Ridge Exploration Co., LLC  
Street Address: P.O. Box 156  
City: Bloomfield

State: New Mexico  
Zip: 87413  
Phone Number: 505-632-3476 ext 210

DESIGNATED AGENT:

Contact Name: Doug Joyce  
Company Name: Finney Land Co.  
Street Address: P.O. Box 2471  
City: Durango  
State: Colorado  
Zip: 81301  
Phone Number: 970-259-5691

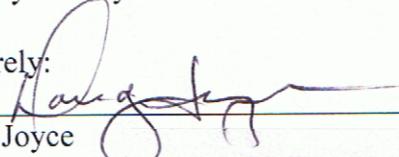
Contact information for the local government designee (LGD):  
La Plata County Planning Department  
1060 East 2nd Ave.  
Durango, CO 81301  
(970) 382-6263

The anticipated date of operations is April/May of 2014. COGCC location assessment Form 2A will be submitted 30 days from the date of this notice. Upon determination of completeness of Form 2A by the COGCC, additional notices will be sent pursuant to COGCC Rule 305.c.

You are hereby invited to request a meeting to address questions and/or discuss whatever concerns you may have regarding this location.

Thank you for your attention to this matter.

Sincerely:

  
Doug Joyce  
Finney Land Co., Agent for Elm Ridge Exploration Co., LLC

| SENDER: COMPLETE THIS SECTION  | COMPLETE THIS SECTION ON DELIVERY   |                                      |
|--|---|--------------------------------------|
| <ul style="list-style-type: none"><li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li><li>Print your name and address on the reverse so that we can return the card to you.</li><li>Attach this card to the back of the mailpiece, or on the front if space permits.</li></ul> | A. Signature <input checked="" type="checkbox"/> Agent<br><i>S. Nossomon</i> <input type="checkbox"/> Addressee   |                                      |
| 1. Article Addressed to:<br><i>Bennie, Janice or Tammy Herrera</i><br><i>P.O. Box 25</i><br><i>Ignacio, CO 81137</i>   | B. Received by (Printed Name)<br><i>S. Nossomon</i>   | C. Date of Delivery<br><i>1/6/14</i> |
| 2. Article I<br>(Transfere)<br><i>7006 2760 0003 0789 0542</i>   | D. Is delivery address different from item 1? <input checked="" type="checkbox"/> Yes<br>If YES, enter delivery address below: <input type="checkbox"/> No  |                                      |
| PS Form 3811 February 2004   | 3. Service Type<br><input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail<br><input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise<br><input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D. |                                      |
| Domestic Return Receipt  | 4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes  |                                      |

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