# ADDENDUM AND SURFACE DAMAGE AGREEMENT

THIS ADDENDUM AND SURFACE DAMAGE AGREEMENT made and entered into this 5<sup>th</sup> day of June, 2009, is by and between Fortune 1 LLC, a Washington Limited Liability Company, whose address is c/o Wilton W. Cogswell, Ill, 111 S. Tejon Street, Suite 701, Colorado Springs, CO 80903 (hereinafter referred to as "Grantor") and Timberlake Management Corporation, a Colorado Corporation, whose address is 1675 Larimer St., Suite 600, Denver, CO 80202 (hereinafter referred to as "Grantee").

NOW THEREFORE, for good and sufficient mutual consideration, receipt of which is hereby acknowledged, Grantor and Grantee agree to the Addendum and Surface Damage Agreement, covering the "lands" in Huerfano County, Colorado, as follows:

# Township 25 South, Range 70 West, 6th P.M.

Section 32: E2NE

Section 33: SWNE, S2NW, E2SW, SE

## Township 26 South, Range 70 West, 6th P.M.

Section 3: W2SW

Section 4: Lot 1 (49.19), E2SE

Section 8: W2NE, SENE, S2SW, SE

Section 9: SWNE, S2NW, S2

Section 10: SWNE, S2

Section 11: W2SW

Section 14: NWNW

Section 15: N2NW, N2NE

Section 17: N2NE, S2SE

Section 31: Lots 1 (41.93), Lot 2 (43.03), Lot 3 (44.14),

Lot 4 (45.25) less a tract of 3.36 acs

# Township 27 South, Range 71 West, 6th P.M.

Section 1: Lot 1 (40.02), Lot 3 (40.08), Lot 4 (40.10), S2NW, S2NE, NESW, N2SE

Containing 2,820.38 acres, more or less

- Grantee shall not locate any wellsite roads, or conduct any surface operations without first coming to a mutual agreement, memorialized in writing, with Grantor. Grantor shall not unreasonably withhold agreement and refuse access to each spacing unit. Spacing units shall be no less than 320 acres in size.
- Grantee shall pay Grantor (and any tenants of Grantor) for any damages to crops, land, cattle, trees, gates, roads, livestock, buildings, fences, tanks, water wells, or any other property or improvements caused by or resulting from Grantee's operations on the premises on a reasonable and fair market basis.
- 3. If Grantee is engaged in drilling operations on the lease premises at the end of the primary term, this lease shall not terminate if Lessee conducts a program of continuous drilling, allowing no more than 180 days to elapse between the completion of one well and the commencement of operations for the next succeeding well. If Grantee is not actually drilling on the lease premises at the end of the primary term, but the Lease is maintained in force and effect, then within 180 days after the expiration of the primary term, Grantee shall commence to conduct a continuous drilling program allowing no more than 180 days to elapse between the completion of one well and the commencement of operations for the next succeeding well. For the purposes of this continuous development provision, "commencement of operations" shall be presumed to be the date Grantee commences actual drilling.
- 4. No roads, pipelines, production facilities, tank battery, or structures for production on lands other than those covered by the Grantor's lease shall be placed upon the subject lands without the Grantor's prior written agreement.
- No coalbed methane drilling activity shall occur on the subject property without express prior written consent of the Grantor.
- 6. All pipelines are to be buried at least 30 inches below the surface.
- No seismic activity shall occur on the subject land without the express written approval of the Grantor.

Addendum and Surface Agreement, Page 2 Fortune 1, LLC c/o Wilton W. Cogswell, III

- 8. Grantee agrees that any well shut-in shall be limited to no more than two years and that shut-in payment shall be \$3.00 per net mineral acre.
- 9 Grantee shall be responsible at all times for weed control on locations where operations are conducted. Grantee shall not be required to line drilling pits on locations, however Grantee shall at all times maintain pits in accordance with provisions of the COGCC. Grantee shall be required to maintain all operations on locations hereon, in accordance with the provisions and requirements of the COGCC. Should Grantee's operations not be in compliance and not be remedied within a reasonable time, Grantee may be subject to fines and other enforcement methods as determined by COGCC.

The terms contained herein shall be held in strictest confidence and shall not be disclosed by Grantor or Grantee at any time.

By execution of this Addendum and Surface Damage Agreement, the Grantee and Grantor agree that they have agreed to the terms hereof and that they intend to honor and ratify the terms of the Agreement hereof.

AGREED	to and ACCEPTED this 22nd day of	June	, 2009.
Signed fo	or Identification:		
Fortune I	LLC, a Washington Limited Liability Com	npany	
By:	Wilton W. Cogswell, III		
Title:	Assistant Manager		
TIMBER	RLAKE MANAGEMENT CORPORATION	ON	
By:			
Drint Mar	me.		

## AMENDMENT

TO ADDENDUM AND SURFACE DAMAGE AGREEMENT attached to and made a part of that certain OIL and GAS LEASE, dated June 5, 2009, between Fortune I, LLC and Timberlake Management Corporation

The sentence "Spacing units shall be no less than 320 acres in size." is hereby removed from Paragraph 1.

Paragraph 1 shall read:

Title: Agent

"Grantee shall not locate any wellsite roads, or conduct any surface operations without first coming to a mutual agreement, memorialized in writing, with Grantor. Grantor shall not unreasonably withhold agreement and refuse access to each spacing unit."

AGREED to and ACCEPTED this 25 day of January , 2011.
Fortune I, LLC, a Washington Limited Liability Company
By. Lighton W. Congress tu
Title: Assistant Manager
Presco, Inc., a Delaware Corporation
By Richard K. Ellio

385470 Page 1 of 3 Judy Benine: Clerk & Recorder Huerfano County, CO RP: \$0.00 11-19-2009 08:03 AM Recording Fee \$16.00

PRODUCERS 88-PAID UP Rev 5-60 No. 2 NE 94 OG LEI-2000-3

OIL AND GAS LEASE

AGREEMENT, Made and entered into the 5th day of June, 2009, by and between Fortune 1, LLC, a Washington Limited Liability Company, whose post office address is c/o Wilton W. Cogswell, Ill, 111 S. Tejon Street, Suite 701, Colorado Springs, CO 80903 hereinafter called Lessor (whether one or more), and Timberlake Management Corporation, whose post office address is 1675 Larimer Street, Suite 600, Denver, CO 80202, hereinafter called Lessee

WITNESSETH, That the Lessor, for and in consideration of Ten and More (\$10.00+)

DOLLARS cash in hand WITNESSETH, That the Lessor, for and in consideration of Ten and More (\$10.00+)

DOLLARS cash in hand paid, the receipt of which is hereby acknowledged, and the covenants and agreements hereinafter contained, has granted, demised, leased and let, and by these presents does grant, demise, lease and let exclusively unto the said Lessee, the land hereinafter described, with the exclusive right for the purpose of mining, exploring by geophysical and other methods, and operating for and producing therefrom oil and all gas, to include coalbed methane gas, of whatsoever nature or kind, together with the right to construct and maintain pipelines, telephone and electric lines, acadways, plants, equipment, and structures thereon to produce, save and take care of said oil and gas (which right shall include specifically telephone and electric lines, tanks, ponds, roadways, plants, equipment, astructures on said lands to produce, save and take care of the oil and gas), and the exclusive right to inject air, gas, water, brine and other fluids from any source into the subsurface strata, and any and all other rights and privileges necessary, incident to, or convenient for the economical operation of said land, alone or conjointly with neighboring land, for the production, saving and taking care of oil and gas (including dewatering of combreders wells), and the injection of air, as, water, brine, and other fluids into the subsurface strata, said lands being situated in the County of Huerfano, State of coalbed gas wells), and the injection of air, gas, water, brine, and other fluids into the subsurface strata, said lands being situated in the County of Huerfano, State of Colorado, described as follows, to-wit:

See attached Exhibit "A"

# This lease is subject to an unrecorded "Addendum and Surface Damage Agreement"

In addition to the lands described above, Lessor hereby grants, leases and lets exclusively unto Lessee, to the same extent as if specifically described, lands which are own In addition to the lands described above, Lessor hereby grants, leases and lets exclusively unto Lessee, to the same extent as if specifically described, lands which are owned or claimed by lessor by one of the following reasons: (1) all lands and rights acquired or retained by avulsion, accretion, reliction or otherwise as the result of a change in the boundaries or centerline of any river or stream traversing or adjoining the lands described above; (2) all riparina lands and rights which are or may be incident, appurenant, related or attributed to Lessor in any lake, stream or river traversing or adjoining the lands described above by virtue of Lessor's ownership of the lands described above; (3) all lands included in any concerning of the lands described above, and (4) all strips or tracts of land adjacent or contiguous to the lands described above owned or acquired by Lessor through adverse possession or other similar statutes of the state in which the lands are located.

For purposes of payment of rentals and royalties, Lessor and Lessoe agree that the lease shall be treated as covering 2,820.38 acres, whatever more or less.

For purposes of payment of rentals and royalties, Lessor and Lessee agree that the lease shall be treated as covering 2.820.38 ncres, whatever more or less.

1. It is agreed that this lease shall remain in force for a term of five (5) years from this date and as long thereafter as oil or gas of whatsoever nature or kind is produced from said leased premises or on acreage pooled therewith, or ordilling operations are continued as the teneinafter provided. If, at the expiration of the primary term of this lease, oil or gas is not being produced on the leased premises or on acreage pooled therewith but Lessee is then engaged in drilling, re-working or dewatering operations thereon, then this lease shall continue in force so long as operations are being continuously prosecuted on the lease premises or on acreage pooled therewith, and operations shall be considered to be lease shall continue in force so long as operations are being continuously prosecuted on the leased premises or on acreage pooled therewith, the production thereof should cease from any cause after the primary term, this lease shall not terminate if Lessee commences additional drilling or re-working operations within ninety (90) days from date of consideration or from date of completion of dry shall not terminate if Lessee commences additional drilling or re-working operations within ninety (90) days from date of consideration or from date of completion of dry shall not terminate in the completion of the primary term of this lease, this lease shall continue in force so long as of the said produced as a result of such operations at or after the expiration of the primary term of this lease, this lease shall continue in force so long as of gas is produced from the leased premises or on acreage pooled therewith.

2. This is a PAID-UP LEASE. In consideration of the down cash payment, Lessor agrees that Lessee shall not be obligated, except as otherwise provided herein, to commence or continue any operations during the primary term. Lessee may at any time

Situal of Straight of the premises the said Lessee covenants and agrees:

3. In consideration of the premises the said Lessee covenants and agrees:

1\*. To deliver to the credit of Lessor, free of cost, in the pipeline to which Lessee may connect wells on said land, the equal one-sixth (1/6) part of all oil produced and saved

from the leased premises.

2<sup>st</sup>. The Lessee shall pay Lessor, as royalty, on gas, including easinghead gas or other gaseous substances, produced from the leased premises and sold or used off the premises or used in the manufacture of gasoline or other products, the market value at the well of one-sixth (1/6) of the gas sold or used, provided that on gas sold the royalty premises or used in the manufacture of gasoline or other products, the market value at the well of one-sixth (1/6) of the gas sold or used, provided that on gas sold the royalty premises or used in the price established by the gas sales contract entered into it shall be one-sixth (1/6) of the gas sold or used, provided that on gas sold the royalty premises or used in the price established by the gas sales contract entered into it shall be one-sixth (1/6) of the gas sold or used, provided that on gas sold the royalty premises or used in the manufacture of gas shall be the price established by the gas sales contract entered into it is shall be used. The amount received by Lessee and a gas purchaser for such term and under such conditions as are customary in the industry at the location where the well is located. "Price" shall mean good faith by Lessee after giving effect to applicable regulatory orders and after application of any applicable price adjustments specified in such contract or contract o

the net amount received by Lessee after giving effect to application of the premises or in the manufacture of gasoline or any other product a royalty of one-sixth (1/6) of the regulatory orders.

3<sup>rd</sup>. To pay Lessor for gas produced from any oil well and used off the premises or in the manufacture of gasoline or any other product a royalty of one-sixth (1/6) of the proceeds, at the mouth of the well, payable monthly at the prevailing market rate.

4. If, at the expinition of the primary term or at any time or times thereafter there is any well on the leased premises either capable of producing oil rgas or subject to dewatering operations, then this lease shall not terminate so long as such well is shut in or such dewatering operations continue. For each such well, Lessee shall pay or tender to dewatering operations, then this lease shall not terminate so long as such well is shut in or such dewatering operation or one of before the anniversary date of this lease Lessor or Lessor's successor or assigns One Dollar per year per net mineral acre retained hereunder, such payment or tender to be made on or before the anniversary date of this lease during feat end that the production of ninety (90) days from the date such well is shut in or dewatering commences and thereafter on or before the anniversary date of this lease during the period such well is shut in or is in a dewatering phase. Lessee's failure to pay or tender, or properly pay or tender, any such sum shall render Lessee liable for the amount due but it shall not operate to terminate the lease.

it shall not operate to terminate the lease.

5. If said Lessor owns a lesser interest in the obove described land than the entire and undivided fee simple estate therein, then the royalties (including any shut-in gas royalty).

6. If said Lessor owns a lesser interest in the obove described land than the entire and undivided fee.

6. Lessee shall have the right to use, free of cost, gas, oil and water produced on said land for Lessee's operation thereon, except water from the wells of Lessor.

7. When requested by Lessor, Lessee shall bury Lessee's pipeline below plow depth.

8. No well shall be drilled nearer than 200 feet to the house or barn now on said premises without written consent of Lessor.

9. Lessee shall pay for damages caused by Lessee's operations to growing crops on said land.

10. Lessee shall pay for damages caused by Lessee's operations to growing crops on said land.

11. The rights of the Lessor and Lessee hereunder may be assigned in whole or in part. No change of ownership of Lessor's interest (by assignment or otherwise) shall be binding on Lessee until Lessee has been furnished with notice, consisting of certified copies of all recorded instruments or documents and other information necessary to establish a binding on Lesser of title from Lessor, and then only with respect to payments thereafter made. No other kind of notice, whether actual or constructive, shall be binding on Lessee. No present or future division of Lessor's ownership as to different portions or parcels of said land shall operate to enlarge the obligations or diminish the rights of Lessee, and all Lessee's operations may be conducted without regard to any such division. If all or any part of this lease is assigned, no leasehold owner shall be liable for any act or omission of any other leasehold owner.

and all Lessee's operations may be conducted without regard to any such division. If all or any part of this lease is assigned, no leasehold owner shall be liable for any act or omission of any other leasehold owner.

12. Lessee, at its option, is hereby given the right and power at any time and from time to time as a recurring right, either before or after production, as to all or any part of the land described herein and as to any one or more of the formations hereunder, to pool or unitize the leasehold estate and the mineral estate covered by this lease with other land, lease or leases in the immediate vicinity for the production of oil and gas, or separately for the production of cither, when in Lessee's judgment it is necessary of advisable to do so, and irrespective of whether authority similar to this exists with respect to such other land, lease or leases. Likewise, units previously formed to include formations not producing oil or irrespective of whether authority similar to this exists with respect to such other land, lease or leases. Likewise, units previously formed to include formations not producing oil or irrespective of whether authority similar to this exists with respect to such other land, lease or leases. Likewise, units previously formed to include formations not producing oil or drilling have theretofore been commenced. Production, drilling or reworking operations or a well shut in for want of a market anywhere on a unit which includes all or a part of or drilling have theretofore been commenced. Production, drilling or reworking operations or a well shut in for want of a market anywhere on a unit which includes all or a part of this lease shall be treated as if it were production, drilling or reworking operations or a well shut in for want of a market anywhere on a unit which includes all or a part of the including shut-in gas royalities. Lessor shall receive on production from the unit so pooled royalities only on the portion of such production allocated to this lease; such allocation sh

13. All express or implied covenants of this lease shall be subject to all Federal and State Laws, Executive Orders, Rules or Regulations, and this lease shall not be terminated, in whole or in part, nor Lessee held liable in damages, for failure to comply therewith, if compliance is prevented by, or if such failure is the result of, any such Law, Order, Rule or Regulation.

Regulation.

14. Lessor hereby warrants and agrees to defend the title to the lands herein described, and agrees that the Lessee shall have the right at any time to redeem for Lessor, by payment, any mortgages, taxes or other liens on the above described lands, in the event of default of payment by Lessor and be subrogated to the rights of the holder thereof, and the undersigned Lessors, for themselves and their heirs, successors and assigns, hereby surrender and release all right of dower and homestead in the premises described herein, insofar as said right of dower and homestead may in any way affect the purposes for which this lease is made, as recited herein.

15. When drilling, production or other operations are delayed, interrupted or stopped by lack of water, labor, material, inability to obtain access to leased premises, fire, flood, war, rebellion, insurrection, riot, strike, differences with workmen, failure of carriers to transport or furnish facilities for transportation of any produce thereunder, lack of available or satisfactory market, in Lessee's opinion, for the oil or gas produced, or as a result of an order of any governmental agency, (including but not limited to orders restricting production) or as a result of any cause beyond the control of Lessee, the time of such delay, interruption or stoppage shall not be counted against the Lessee under any provision of this lease, and this lease shall not terminate by reason of any such delay, interruption or stoppage, and period of such delay, interruption or stoppage shall be added to the term of this

16. Should any one or more of the parties hereinabove named as Lessor fail to execute this lease, it shall nevertheless be binding upon all such parties who do execute it as Lessor. The word "Lessor," as used in this lease, shall mean any one or more or all of the parties who execute this lease as Lessor. All the provisions of this lease shall be binding on

Lessor. The word "Lessor," as used in this lease, shall mean any one or more or an or use pauce who excess use the heirs, successors and assigns of Lessor and Lessoe.

17. In the event Lessor considers that Lessoe has not complied with all its obligations hereunder, either express or implied, Lessor shall notify Lessee in writing, setting out 17. In the event Lessor considers that Lessoe has not complied with all its obligations hereunder, either express or implied, Lessor shall notify Lessee in the expression of said notice within which to meet or commence to meet all or any specifically in what respects Lessee has breached all be precedent to the bringing of any action by Lessor on said lease for any cause, and no such action shall be brought until the lapse of sixty (60) days after service of such notice on Lessee. Neither the service of said notice nor the duing of any acts by Lessee aimed to meet all or any of the alleged breaches shall be deemed an admission or presumption that Lessee has failed to perform all its obligations hereunder. This lease shall never be forfeited or cancelled for failure to perform in whole or in part any of its implied covenants, conditions, or stipulations until a judicial determination is made that such failure exists and Lessee fails within a reasonable time to satisfy any such covenants, conditions, or stipulations.

IN WITNESS WHEREOF, this instrument is executed as of the date first above written.

	65 50	170			
	1.1	11.		M	
Ву:	wall	male	Logsan	a a	_
W	ilton W. Cogswe	11, 111	0		
Title:	Assistant	Manager			_

Fortune 1, LLC, a Washington Limited Liability Company

	ACKNOWLEDGM	IENT-INDIVIDUAL				
STATE OF	) ISS					
COUNTY OF						
BEFORE ME, the un	dersigned, a Notary Public, in and for said County a	and State, on this day of, 2009,				
ersonally appeared to me known to be the identical person(s) described in and who executed the within and foregoing instrument of writing and						
acknowledged to me that	cknowledged to me thatduly executed the same as free and voluntary act and deed for the uses and purposes therein set forth.					
IN WITNESS WHER	EOF, I have hereunto set my hand and affixed my	notarial seal the day and year last above written.				
My Commission Expires:		Notary Public Address				
	ACKNOWLEDGM	IENT-CORPORATE				
STATE OF COLORADO						
COUNTY OF EL PASC	)SS					
2254	Is June	, A.D. 2009, before me personally appeared Wilton W. Cogswell, Ill who,				
On this 22nd	that he is the Assistant Manager	of Fortune 1, LLC, a Washington Limited Liability Company,				
being by me duly swem, did say	in hehalf of said corporation by authority of its Boar	rd of Directors, and said Wilton W. Cogswell, III acknowledged said instrument to				
is free set and deed of Said corp						
2 2 0 0		Turner . D. 2000				
Witness my hand and	seal this 22ndday of					
My Commission Expires:	1-22-2012	margaret ann Lellon				
NOV3		Notary Publik Margaret Ann LeVon Address 111 S. Tejon, Ste. 701, Colo Spgs, CO 8090				
*****						

#### Exhibit "A"

This Exhibit "A" is attached to and made a part of that certain Oil and Gas Lease dated June 5, 2009, by and between Fortune 1, LLC, a Washington Limited Liability Company, LESSOR, and Timberlake Management Corporation, LESSEE, covering lands in Huerfano County, Colorado,

#### Township 25 South, Range 70 West, 6th P.M.

Section 32: E2NE

Section 33: SWNE, S2NW, E2SW, SE

# Township 26 South, Range 70 West, 6th P.M. Section 3: W2SW

Section 4: Lot 1 (49.19), E2SE

Section 8: W2NE, SENE, S2SW, SE Section 9: SWNE, S2NW, S2

Section 10: SWNE, S2

Section 11: W2SW

Section 14: NWNW

Section 15: N2NW, N2NE

Section 17: N2NE, S2SE

Section 31: Lots 1 (41.93), Lot 2 (43.03), Lot 3 (44.14),

Lot 4 (45.25) less a tract of 3.36 acres

# Township 27 South, Range 71 West, 6th P.M.

Section 1: Lot 1 (40.02), Lot 3 (40.08), Lot 4 (40.10), S2NW, S2NE, NESW, N2SE

Containing 2,820.38 acres, more or less

Signed for Identification:

Fortune 1, LLC, a Washington Limited Liability Company

Title: Assistant Manager

Shell Upstream Americas Land & Contracts P.O. Box 576 Houston, TX 77001-0576 281-544-5758

VIA CERTIFIED MAIL RETURN RECEIPT

5/4/2012

**Surface Owner** 

Fortune 1, LLC 111 S. Tejon St. Suite 701 Colorado Springs, CO 80903

RE: Landowner Notice Letter

Fortune 4-9 T26S-R70W, Sec. 9: NW4SE4

Dear Landowners:

SWEPI LP intends to permit and drill the above referenced oil and gas well, to be located as described above, on property which you own or on property which is located within ¼ mile (1320 feet) of property you own. The above referenced location is subject to an oil and gas lease owned by SWEPI LP and the rules of the Colorado Oil and Gas Conservation Commission (COGCC).

The purpose of this letter is to provide you notice as required by Huerfano County Oil & Gas Regulations (8.22.26).

SWEPI LP will submit an application to Huerfano County for approval of a minor facility approximately 10 days, but no less than 10 days, from the date of this notice. Additional information on the application will be available from the county staff within 10 working days of the submittal of the application. The following information is also enclosed for your reference:

- A list of major equipment components to be used in conjunction with drilling and operating the well, including all tanks, pits, flares, combustion equipment, separators, and other ancillary equipment and a description of any pipelines for oil, gas, or water.
- A description of the facility site location including a legal description.
- A surface tract map showing a ¼ mile radius around the proposed well site.

- A vicinity or U.S. Geological Survey topographic map showing the access road from the highway or county road providing access to the proposed oil and gas location.
- Huerfano County and COGCC contact information

To request notice of the commencement of construction and drilling operations please contact SWEPI LP at the address listed above and the county staff in writing. Written notice will be provided to landowners no less than 10 days prior to the commencement of operations.

For the purpose of implementing and enforcing the county's oil and gas regulations, county personnel may, from time to time, need to enter onto property which is the subject of a minor or major facility application.

If the surface owner has any questions pertaining to SWEPI LP's intent to drill and operate an oil and gas well on or near surface owner's property, please contact Brazos Hochman, Rockies Landman at 281-544-5758 or in the office listed above.

We are looking forward to a mutually beneficial working relationship with you.

Sincerely, SWEPI LP

Brazos Hochman Rockies Landman

Enclosures

#### Fortune 4-9 Well Site

Description of the Facility Site Location/Legal Description

The proposed well site is located in the NW ¼ SE ¼ of Section 9, T26S, R70W, 6<sup>th</sup> P.M., Huerfano County, Colorado at latitude 37.801253, longitude -105.223147. The proposed site is off of Highway 69 and is located approximately 67.2 miles from the town of Pueblo, CO. The pad will disturb approximately 5.2 acres during construction and drilling. Proposed access to the pad off of Highway 69 will be 1,057' and will disturb approximately 0.7 acres. Once production occurs the pad will be reclaimed back to 1.2 acres.

## Vicinity Maps

Refer to the attached *Location Drawing* which shows, from the proposed well head location, major geographic features include,

230' northeast to the nearest surface water, a stock well

953' north to the nearest existing road, Highway #69

1753' north/northwest to the nearest above ground utility, a power line

2076' northwest to the nearest property line

19.56 miles south/southeast to the nearest railroad

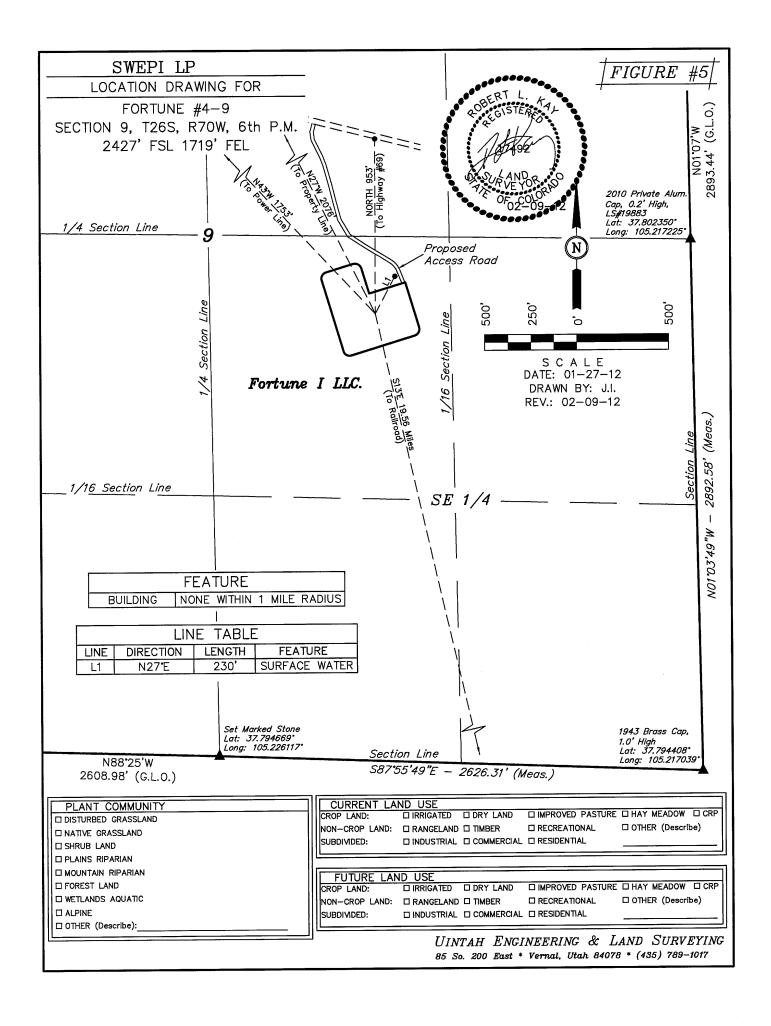
5343' to the nearest building

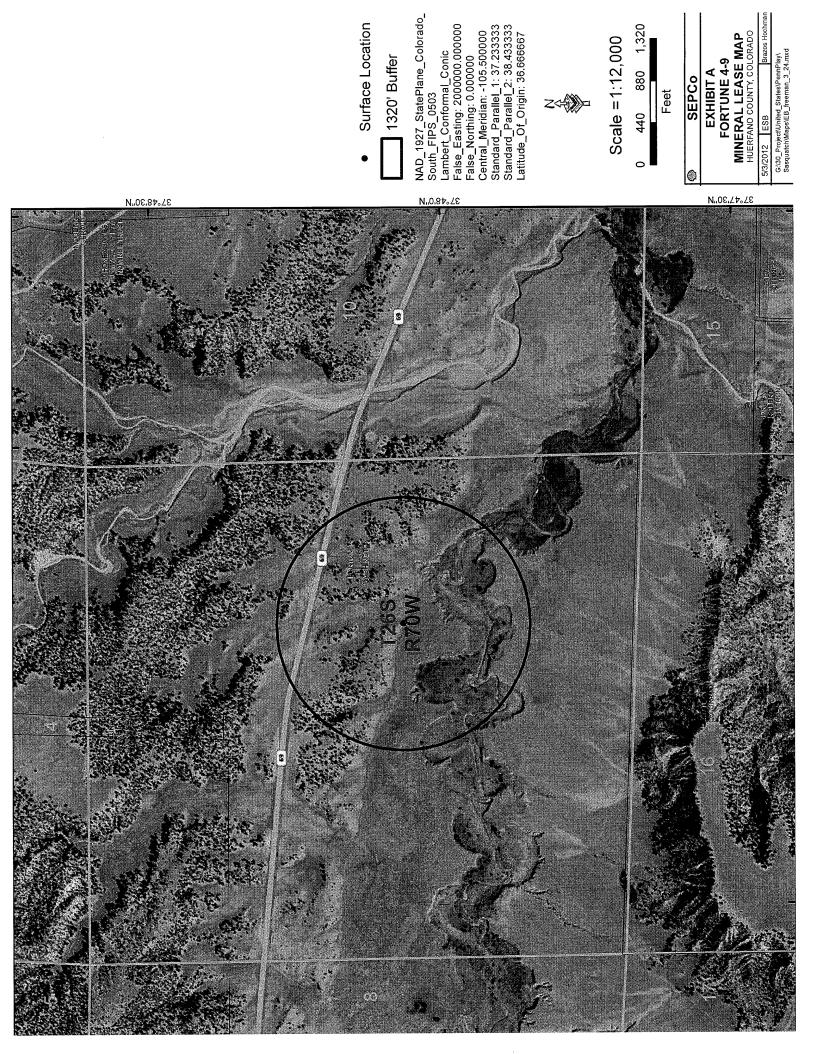
There are no existing pipelines within one mile radius

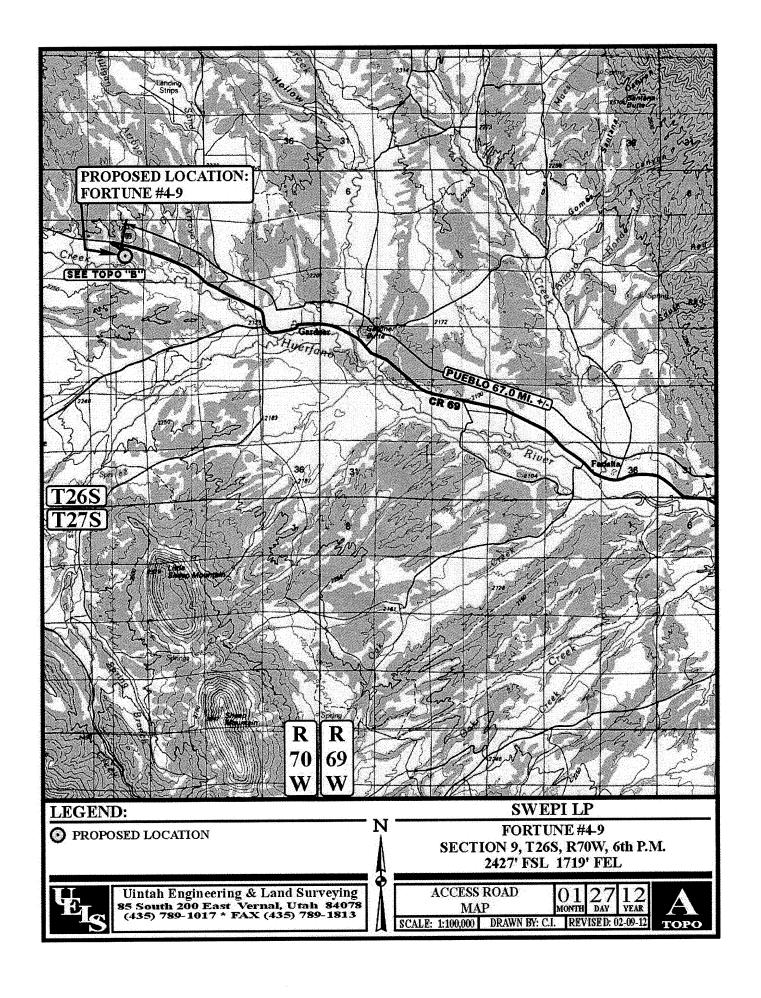
Driving directions are to proceed in a southerly direction from Pueblo, CO along Interstate-25 approximately 40.7 miles to the junction of this and County Road 610 to the southwest; turn right and proceed in a southwesterly direction approximately 2.5 miles to the junction of this road and Highway 69 to the northwest; turn right and proceed in a northwesterly, then northerly, then northwesterly direction approximately 23.8 miles to the beginning of the proposed access road to the south; follow road flags in a southerly, then southeasterly direction approximately 1,057' to the proposed location. Total distance from Pueblo, CO to the proposed well location is approximately 67.2 miles. Please refer to the attached *Access Road Maps* which show these roads.

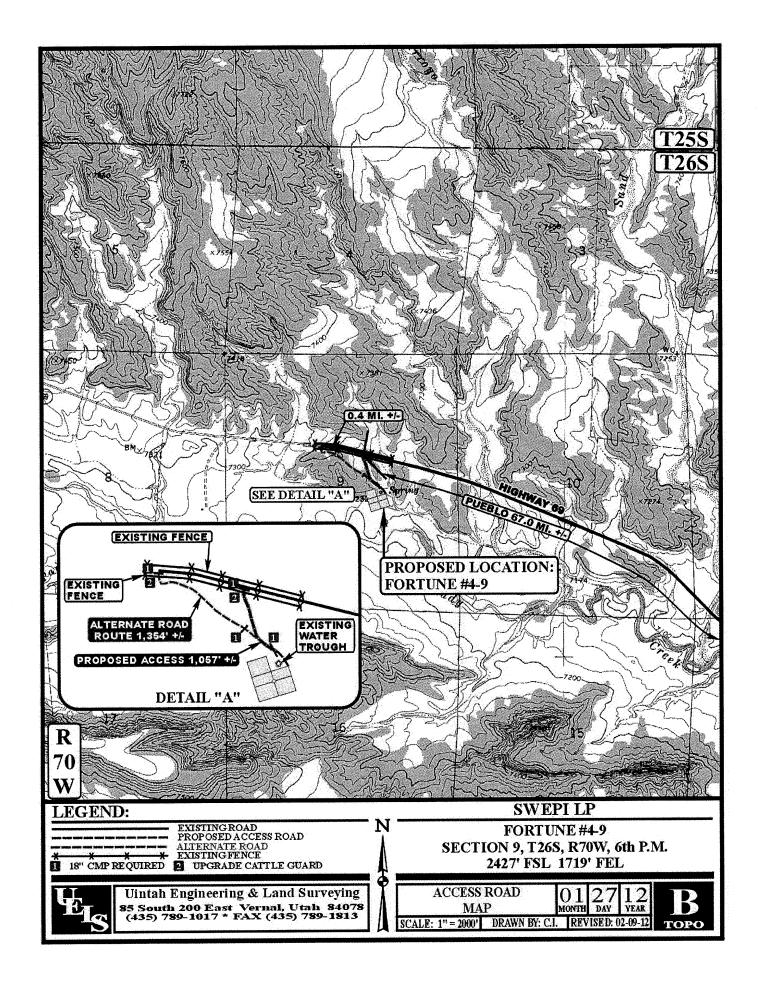
Description of Facilities and Equipment Onsite when Operational

The facilities and equipment proposed for production includes separators, a pump jack, electric generators, oil tanks, fuel tanks, water tanks, a VOC combustor, and a glycol heat trace heater.









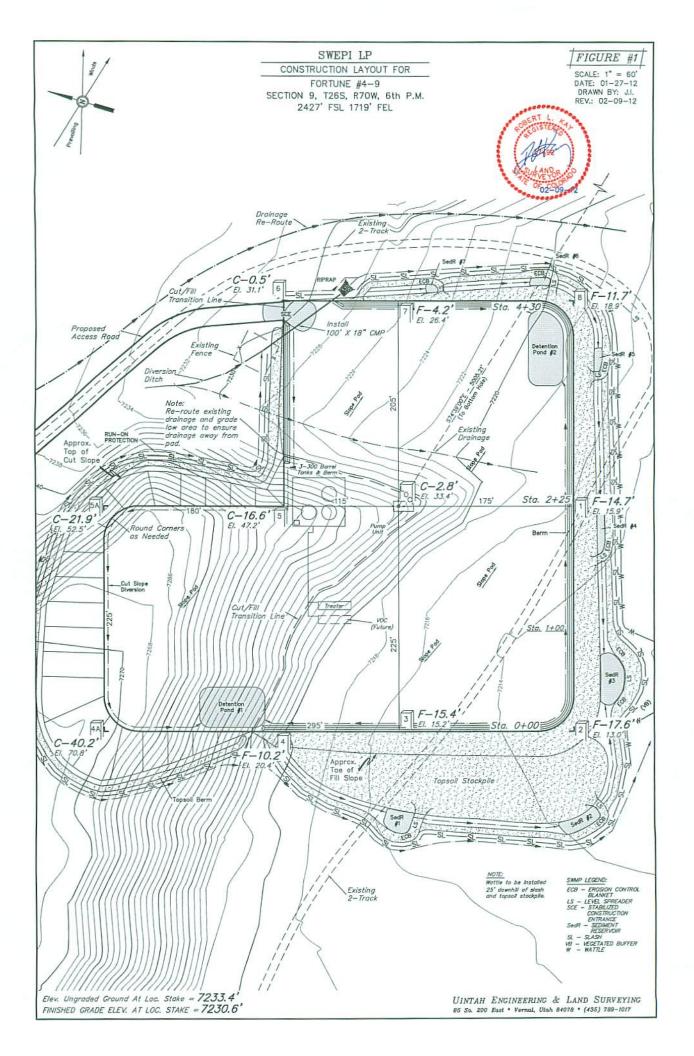
## **CONTACT INFORMATION**

## COGCC:

1120 Lincoln St. Suite 801 Denver, CO 80203 303-894-2100 cogcc.state.co.us

# **Huerfano County:**

401 Main St. Walsenburg, CO 81089 719-783-2370 huerfano.us



#### SWEPI LP

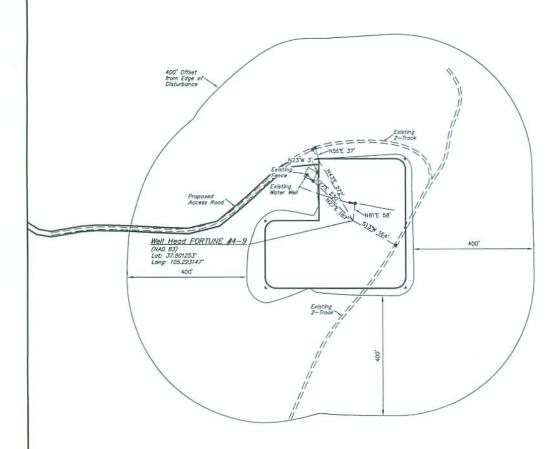
## ADDENDUM TO LEGAL PLAT FOR

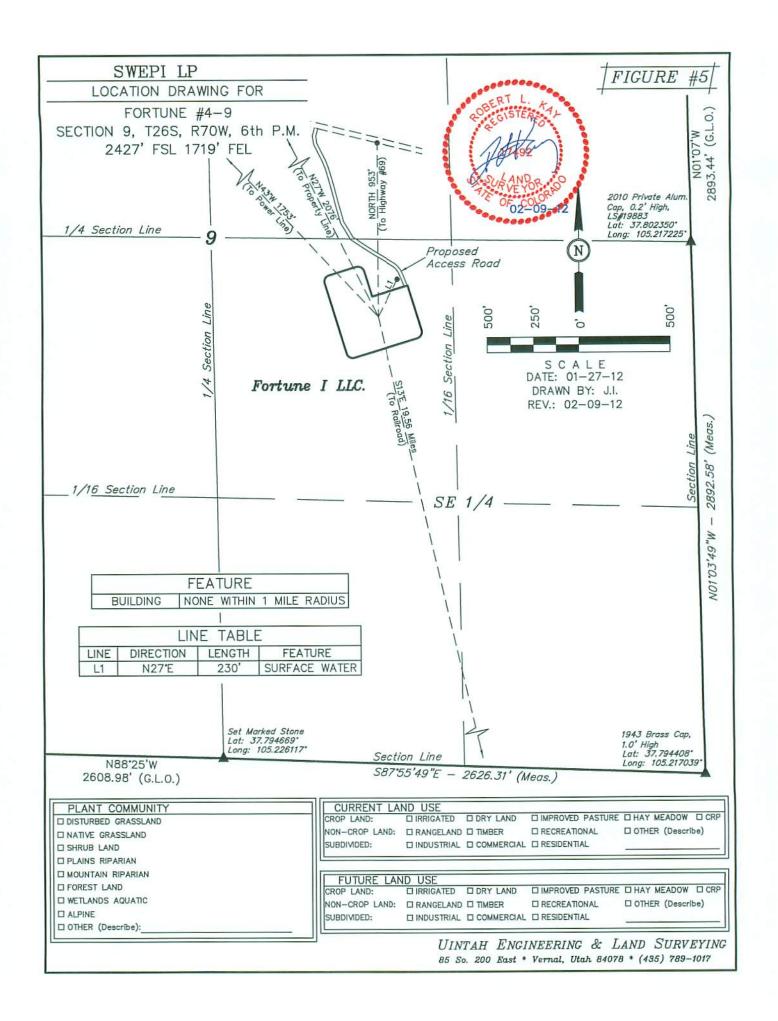
FORTUNE #4-9 SECTION 9, T26S, R70W, 6th P.M. 2427' FSL 1719' FEL

8

SCALE: 1" = 200' DATE: 01-27-12 DRAWN BY: J.I. REV.: 02-09-12







#### Fortune 4-9 Well Site

Description of the Facility Site Location/Legal Description

The proposed well site is located in the NW ¼ SE ¼ of Section 9, T26S, R70W, 6<sup>th</sup> P.M., Huerfano County, Colorado at latitude 37.801253, longitude -105.223147. The proposed site is off of Highway 69 and is located approximately 67.2 miles from the town of Pueblo, CO. The pad will disturb approximately 5.2 acres during construction and drilling. Proposed access to the pad off of Highway 69 will be 1,057' and will disturb approximately 0.7 acres. Once production occurs the pad will be reclaimed back to 1.2 acres.

## Vicinity Maps

Refer to the attached *Location Drawing* which shows, from the proposed well head location, major geographic features include,

230' northeast to the nearest surface water, a stock well

953' north to the nearest existing road. Highway #69

1753' north/northwest to the nearest above ground utility, a power line

2076' northwest to the nearest property line

19.56 miles south/southeast to the nearest railroad

5343' to the nearest building

There are no existing pipelines within one mile radius

Driving directions are to proceed in a southerly direction from Pueblo, CO along Interstate-25 approximately 40.7 miles to the junction of this and County Road 610 to the southwest; turn right and proceed in a southwesterly direction approximately 2.5 miles to the junction of this road and Highway 69 to the northwest; turn right and proceed in a northwesterly, then northerly, then northwesterly direction approximately 23.8 miles to the beginning of the proposed access road to the south; follow road flags in a southerly, then southeasterly direction approximately 1,057' to the proposed location. Total distance from Pueblo, CO to the proposed well location is approximately 67.2 miles. Please refer to the attached *Access Road Maps* which show these roads.

Description of Facilities and Equipment Onsite when Operational

