

**Duhring Resource Company
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Warren, PA 16365
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Revised Plan of Operations for Lot 7, Wells 7-13,7-14,7-15,7-16,7-17,7-18,7-19,7-20,7-21,7-22; New Plan of Operations for Lot 7 , Wells 7-7, 7-8, 7-9, 7-10, 7-11, 7-12

May 23, 2007

By plan of operation dated March 17, 2007, Duhring Resource Company (Duhring) submitted to the Allegheny National Forest (ANF) a plan for ten new wells on Lot 7, Sheffield Township, Warren County. This is a continuation of a five well project started in the Spring of 2006, and a six well project started in the Fall of 2006.

Thereafter, by letter of April 3, 2007, the ANF filed objections to certain of those well sites with the DEP. (Please note: permit applications have not yet been filed with the DEP for the 10 wells.) In response to that objection letter Duhring met, on two occasions, with ANF personnel to review the wells on Lot 7. As a result of those meetings Duhring has agreed to move several wells at the request of the ANF, including wells 21, 22, and 18. In turn, those moves have necessitated the slight adjustment of other wells including 13, 14, 15, and 16. Duhring is withdrawing from its plan of operation well 20. The enclosed map sets forth the revised locations of the wells.

Additionally, Duhring is now submitting to you plans for six additional wells on Lot 7, those being 7-11, 7-12, 7-7, 7-8, 7-9, and 7-10. Duhring has already reviewed those locations with your employee, Sheldon Winters. Based upon that field review Duhring is given to understand that the additional six wells and their proposed means of access are reasonable from an engineering perspective. The additional six wells are also set forth on the enclosed map.

The additional six wells will be developed in the same fashion as set forth in the March 17 plan of operations. Specifically, improvements for the additional six wells will include roads to the wells, well locations, and any support structures (culverts, silt fence, pipelines, etc.) that will be needed to build well locations. The roads, locations, and support structures will be constructed according to the typical specifications for oil and gas development as provided by the Pennsylvania Department of Environmental Protection publication #550-0300-001, the Oil and Gas Operators Manual, and the Soil Erosion and Sediment Control Plan as prepared by Hampson Surveying, May, 2007. All operations will be performed to limit erosion and sedimentation, and impact upon the land.

Per the direction of Tom Ferrel, Allegheny National Forest representative, the shale for the original five well project and the six well project was to be obtained from the shale pit on F.S. 103 located just west of the project area. The March 17, 2007 plan of operation contained a similar plan for the ten wells contemplated therein. The shale for the additional six wells referenced herein will be similarly obtained. As of the submission of this plan no trees will need to be removed in order to uncover and remove the shale. However, it is observed that other operators are removing shale. The extent of that removal is not known to Duhring and if tree removal is necessary it can be accomplished in conjunction with tree removal for roadways and locations. If for any reason the activities of the other operators would render the aforesaid pit unusable Duhring would obtain shale from the existing pit located upon FR 446.

The date of operation for the 10 wells referenced in the March 17, 2007 plan of operations will be June, 2007. The date of commencement of operations for the six additional wells referenced herein will be 60 days from the date of the ANF's receipt of this plan of operations. Concerning these dates your attention is directed to the document entitled "SURFACE OWNER NOTIFICATION" also enclosed herein. The SURFACE OWNER NOTIFICATION sets forth Duhring's intentions and expectations concerning ANF response dates and related items.

Very truly yours,



Philip L. Hampson, PLS
Agent for Duhring Resource Company