

Dear Mammoth Financial Professionals, Partners in *Mammoth Succession*, *Mammoth Horizon* and *Mammoth Destiny*:

This will be a brief but important **Mammoth Special Alert**.

As many of you know, we have been working furiously to reduce the nitrogen content of our large gas reserves contained on our four drilled wells on the Appalachian Children's Home (ACH) property. This has been a bit frustrating for us because our nitrogen levels have been declining (which is good) but not nearly rapid enough.

A decision was made last week to begin venting gas off in order to reduce nitrogen without the use of a regulator which we had placed on the wells in order to avoid the loss of too much gas pressure. Our field staff and consultants designed an excellent method to bleed off as much nitrogen as possible without losing an excessive amount of down hole pressure.

Since that time, we have had a staff on this property at least 12 hours a day combining our new nitrogen venting technique with a gas flaring method designed to equalize down hole pressure and avoid vacuum locking our gas reserves. I am proud to tell you that this method has produced outstanding results.

We are allowed a maximum nitrogen content of 4% or less. We just received the latest results of Delta Natural Gas' nitrogen tests. Our wells' nitrogen content **originally** ranged between 20-25%. Our wells have now tested at the following levels:

- Well #1- 3% nitrogen (*Horizon #1*)
- Well #2- 1% nitrogen (*Horizon #2*)
- Well #3- 3% nitrogen (*Succession #3*)
- Well #4- 10% nitrogen (*Succession #4*)

As you can see, we have one well remaining left to vent. All other wells have now been approved for production pending one more total field test on Monday. We will be working throughout the weekend to vent away the remaining nitrogen from well #4.

It is my sincere hope that early next week Mammoth Resource Partners, Inc. will receive conditional approval to begin flowing your gas through our brand new compression facility. I would like to thank our field management and staff for their extraordinary efforts in creatively moving through a series of processes designed to solve this pesky gas/nitrogen problem. Their tireless efforts are most appreciated.

For those of you wanting an update on whether or not this nitrogen issue could affect *Mammoth Horizon* and *Destiny* projects on other leases, I am happy to inform you that our recent tests on the Browning Mountain showed a relatively small amount of nitrogen. This means that we expect to have **no significant delays in production** from this lease due to this issue. On another note, our transmission lines (flowing from the compression facility down to Highway 25) have now reached the highway and Delta is working on their plan to burrow beneath Highway 25 in order to reach the gas tap.





MAMMOTH
RESOURCE PARTNERS, INC.

Thank you for your abiding patience and trust in our sincere efforts to bring returns on your investment to you for many years, indeed decades, to come.

Sincerely,

Dr. Roger L. Cory
President

IT TAKES *ENERGY* TO MAKE *ENERGY*™

