

Mick Thomas

From: Randy Kauffman [REDACTED]
Sent: Wednesday, April 17, 2019 12:56 PM
To: courts@rischpisca.com
Cc: Corinne Prindle; Michael Christian; Mick Thomas; Kristina Fugate
Subject: Formal Information Request

Mr. Risch,

We formally request all Kauffman 1-9 crude oil trucking tickets (have already received tickets for crude oil railed; however, not all crude oil was railed).

We also formally request all end purchaser records including price paid by end purchaser for all our natural gas, NGL's, condensate, and crude oil sold since the inception of the Kauffman 1-34 and Kauffman 1-9 wells.

IC 47-332. REPORTS TO ROYALTY OWNERS (4) "The lessee must maintain, for a period of five (5) years, and make available to the lessor upon request, copies of all documents, records or reports confirming the gross production, disposition and market value including gas meter readings, pipeline receipts, gas line receipts and other checks or memoranda of the amount produced and put into pipelines, tanks, or pools and gas lines or gas storage, and any other reports or records that the lessor may require to verify the gross production, disposition and market value."

IC 47-310. Definitions. (6) "End purchaser" means a third-party, arms-length purchaser of oil, gas or condensate that is ready for refining or other use, or a third-party, arms-length purchaser of other fluid or gaseous hydrocarbons that have been separated in a processing facility.

IC 47-310. Definitions. (11) "Market value" means the price at the time of sale, in cash or on terms reasonably equivalent to cash, for which the oil and gas should bring in a competitive and open market under all conditions requisite to a fair sale, the buyer and seller each acting prudently and knowledgeable, and assuming the price is not affected by undue stimulus from either party. The costs of marketing, transporting and processing oil and gas produced shall be borne entirely by the producer, and such cost shall not reduce the severance tax directly or indirectly.

Clearly Idaho Code entitles us to the information we need to prove our case. Mr. Christian is required by law to provide all records that the lessor requires to verify market value regardless of how he has to obtain them. End purchaser records are the only way to verify market value.

Thank you,

Randy and Thana Kauffman

Sent from my iPhone