

Produced Water Solutions, Inc.

October 16, 2008

Mr. Gary Beers
Water Quality Control Division – Industrial Permits
COLORADO DEPT. OF PUBLIC HEALTH & ENVIRONMENT
WQCD-PE-B2
4300 Cherry Creek Dr. S.
Denver, CO 80246-1530

Dear Mr. Beers;

Produced Water Solutions, Inc. is pleased to provide our application for a discharge permit to the Colorado River.

We are still negotiating on a couple of properties, but in general, the discharge point to the river will be between west Rifle, CO and east Parachute, CO, all of which fall within the T&E zone.

As you will see by the enclosed process flow diagram, we are treating this water with a series of proven and reliable regimens, which combined will provide for very high quality water being discharged.

We believe that a facility such as we are proposing, has a positive impact on energy exploration by reducing the environmental impacts from oil and gas production on the western slope of Colorado.

We appreciate your favorable review of our application and hope it will be processed in an expedient manner so that we can begin providing this valuable service in the region.

Sincerely,



George A. Kast
President/Owner

**P.O. Box 1280
Westminster, CO 80036**