IMPERIAL OCCIDENTAL, INC. 2749 California Avenue Signal Hill, CA 90755 562-426-3831

California Water Boards Los Angeles Regional Water Quality Control Board 320 West 4th St., Ste. 200 Los Angeles, CA 90013

ATTEN: JOSHUA CWIKIA

RE: Notice of Violation Letter Claim No. 7015 0640 0006 6057 9680 Your Order No. R4-2015-0421

Dear Mr. Cwikia:

Thank you for your kind consideration for our lack of response to this NOV due to my health issues and surgery. I recently was released from all my doctors and now am able to respond to the information that is being requested. Per our emails and conversations with myself and Al Wise over the last couple of months regarding our response to the above-referenced Order/Notice of Violation, we will be responding as follows:

We do not have any sumps, ponds or pits. There has been no drilling fluids used. The Torrance well produced water and is used in the circulating of the Simplex well. The Grayfox produced water is disposed with Oil Operators. The estimated fluid discharged is being obtained from Oil Operators which we will forward same with the amounts from the Torrance well. We hope to have these numbers to you in the next 2 weeks.

If you have any questions regarding the foregoing, please contact the undersigned.

Best regards,

Elizabeth Wise, Agent for Imperial Occidental, Inc.