

FOR IMMEDIATE RELEASE

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JKLM ENERGY PROJECT UPDATE, OCTOBER 8

**178 Water Samples Received to Date; No Additional Detections of MBAS;
All Impacted Water Sources Now
At Trace or Non-Detect Levels for MBAS, Isopropanol and Acetone**

WEXFORD, Pa. (Oct. 8) – JKLM Energy, LLC issued the following update to the public regarding the company’s continuing response to the release of drilling chemicals at its Sweden Township, Potter County wellpad. These updates and related information are available at a project-specific website:

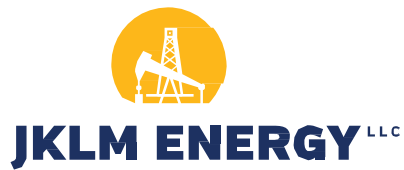
www.northhollowresponse.com

As of October 8, 2015, JKLM Energy, LLC has received a total of 178 lab results (117 initial tests, 61 follow-up tests) from water source samples near the Reese Hollow 118 wellpad. Updated results are summarized as follows:

	<u>MBAS</u>	<u>IPA</u>	<u>Acetone</u>
<i>Non-Detect</i>	109	116	111
<i>Trace</i>	8	1	6
<i>At or Above Standard</i>	0	0	0
Total	117	117	117

The chart above indicates the total number of water sources sampled and analyzed to date (117), updated to reflect follow-up sampling. It includes results for the presence of methylene blue activated substances (MBAS), analyzed to determine the general presence of soap-like constituents contained in the surfactant that was placed in the wellbore; isopropanol (IPA); and acetone, a constituent expected to be found as isopropanol breaks down in the environment.

A total of five samples were found early in the investigation process with levels of MBAS above the U.S. Environmental Protection Agency’s non-health based secondary standard of 0.5 parts per million (ppm). As cited previously, a single sample was found at Pennsylvania’s Act 2 standard for isopropanol (15 ppm) for residential aquifer use during the same time period. That source now has no detectable quantities of isopropanol. A separate source has shown trace quantities of isopropanol, defined as above the laboratory detection limit, but below Pennsylvania’s Act 2 standard. As previously reported, no samples above the state standard of 33 ppm for acetone have been identified.



The variation in the number of sources identified with trace levels of each constituent over time is expected, as JKLM has sampled multiple sources near the well pad on more than one occasion during the course of the investigation.

JKLM is continuing to work closely with local officials as well as the DEP to limit the release's impact to the community and restore the local water aquifer to pre-drilling quality. Local residents with questions or who notice a change in their water quality may contact Dean Boorum, JKLM's community liaison, at (814) 598-3960.

The JKLM Community Outreach office is open at 200 N. West St. in Coudersport and will be staffed from 9:00 AM to 5:00 PM, Monday through Friday. The public is invited to visit the office to talk with project managers, and view maps and related information about the company's response efforts. JKLM remains committed to its partnership with local residents, as well as to open lines of communication with local and state officials and affected property owners.

JKLM's next press release will be issued Monday, October 12.

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About JKLM Energy, LLC: JKLM is a privately held oil and gas producer headquartered in Wexford, Pa. The company is conducting operations at locations in Potter County.