



The Public Utilities Commission of Ohio

25

PUCO USE ONLY		
Date Received	11-5866	Version
	- EL-AGG	August 2004

NC

CERTIFICATION APPLICATION FOR AGGREGATORS/POWER BROKERS

FILE

Please print or type all required information. Identify all attachments with an exhibit label and title (Example: Exhibit A-5 Experience). All attachments should bear the legal name of the Applicant. Applicants should file completed applications and all related correspondence with the Public Utilities Commission of Ohio, Docketing Division; 180 East Broad Street, Columbus, Ohio 43215-3793.

This PDF form is designed so that you may input information directly onto the form.
You may also download the form, by saving it to your local disk, for later use.

A. APPLICANT INFORMATION

A-1 Applicant's legal name, address, telephone number and web site address

Legal Name Verdigris Energy LLC
Address 1711 Bur Oak Drive Allen, TX 75002
Telephone # (469) 853-9506 Web site address (if any) www.verdigrisenergy.com

A-2 List name, address, telephone number and web site address under which Applicant will do business in Ohio

Legal Name Verdigris Energy LLC
Address 1711 Bur Oak Drive Allen TX 75002
Telephone # (469) 853-8506 Web site address (if any) www.verdigrisenergy.com

A-3 List all names under which the applicant does business in North America

Verdigris Energy

A-4 Contact person for regulatory or emergency matters

Name Jeff Nottingham
Title Executive Vice-President

This is to certify that the images appearing are an accurate and complete reproduction of a case file document delivered in the regular course of business.

Technician TN Date Processed DEC 05 2011

RECEIVED-DOCKETING DIV

2011 DEC -5 PM 12:44

PUCO

Business address 1711 Bur Oak Drive Allen TX 75002
Telephone # (469) 853-8506 Fax # (972) 692-7414
E-mail address (if any) jnottingham@verdigrisenergy.com

A-5 Contact person for Commission Staff use in investigating customer complaints

Name Jeff Nottingham
Title Executive Vice-President
Business address 1711 Bur Oak Drive Allen TX 75002
Telephone # (469) 853-8506 Fax # (972) 692-7414
E-mail address (if any) jnottingham@verdigrisenergy.com

A-6 Applicant's address and toll-free number for customer service and complaints

Customer Service address 1711 Bur Oak Drive Allen TX 75002
Toll-free Telephone # (469) 853-8506 Fax # (972) 692-7414
E-mail address (if any) info@verdigrisenergy.com

A-7 Applicant's federal employer identification number # 272782110

A-8 Applicant's form of ownership (check one)

- | | |
|--|--|
| <input type="checkbox"/> Sole Proprietorship | <input type="checkbox"/> Partnership |
| <input type="checkbox"/> Limited Liability Partnership (LLP) | <input type="checkbox"/> Limited Liability Company (LLC) |
| <input type="checkbox"/> Corporation | <input type="checkbox"/> Other _____ |

A-9 (Check all that apply) Identify each electric distribution utility certified territory in which the applicant intends to provide service, including identification of each customer class that the applicant intends to serve, for example, residential, small commercial, mercantile commercial, and industrial. (A mercantile customer, as defined in (A) (19) of Section 4928.01 of the Revised Code, is a commercial customer who consumes more than 700,000 kWh/year or is part of a national account in one or more states).

- | | | | | |
|--|--------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| <input type="checkbox"/> First Energy | | | | |
| <input type="checkbox"/> Ohio Edison | <input type="checkbox"/> Residential | <input type="checkbox"/> Commercial | <input type="checkbox"/> Mercantile | <input type="checkbox"/> Industrial |
| <input type="checkbox"/> Toledo Edison | <input type="checkbox"/> Residential | <input type="checkbox"/> Commercial | <input type="checkbox"/> Mercantile | <input type="checkbox"/> Industrial |
| <input type="checkbox"/> Cleveland Electric Illuminating | <input type="checkbox"/> Residential | <input type="checkbox"/> Commercial | <input type="checkbox"/> Mercantile | <input type="checkbox"/> Industrial |
| <input type="checkbox"/> Cincinnati Gas & Electric | <input type="checkbox"/> Residential | <input type="checkbox"/> Commercial | <input type="checkbox"/> Mercantile | <input type="checkbox"/> Industrial |
| <input type="checkbox"/> Monongahela Power | <input type="checkbox"/> Residential | <input type="checkbox"/> Commercial | <input type="checkbox"/> Mercantile | <input type="checkbox"/> Industrial |
| <input type="checkbox"/> American Electric Power | | | | |
| <input type="checkbox"/> Ohio Power | <input type="checkbox"/> Residential | <input type="checkbox"/> Commercial | <input type="checkbox"/> Mercantile | <input type="checkbox"/> Industrial |
| <input type="checkbox"/> Columbus Southern Power | <input type="checkbox"/> Residential | <input type="checkbox"/> Commercial | <input type="checkbox"/> Mercantile | <input type="checkbox"/> Industrial |
| <input type="checkbox"/> Dayton Power and Light | <input type="checkbox"/> Residential | <input type="checkbox"/> Commercial | <input type="checkbox"/> Mercantile | <input type="checkbox"/> Industrial |

- A-10 Provide the approximate start date that the applicant proposes to begin delivering services
December 1, 2011

PROVIDE THE FOLLOWING AS SEPARATE ATTACHMENTS AND LABEL AS INDICATED:

- A-11 **Exhibit A-11 "Principal Officers, Directors & Partners"** provide the names, titles, addresses and telephone numbers of the applicant's principal officers, directors, partners, or other similar officials.
- A-12 **Exhibit A-12 "Corporate Structure,"** provide a description of the applicant's corporate structure, including a graphical depiction of such structure, and a list of all affiliate and subsidiary companies that supply retail or wholesale electricity or natural gas to customers and companies that aggregate customers in North America.
- A-13 **Exhibit A-13 "Company History,"** provide a concise description of the applicant's company history and principal business interests.
- A-14 **Exhibit A-14 "Articles of Incorporation and Bylaws,"** if applicable, provide the articles of incorporation filed with the state or jurisdiction in which the Applicant is incorporated and any amendments thereto.
- A-15 **Exhibit A-15 "Secretary of State,"** provide evidence that the applicant has registered with the Ohio Secretary of the State.

B. APPLICANT MANAGERIAL CAPABILITY AND EXPERIENCE

PROVIDE THE FOLLOWING AS SEPARATE ATTACHMENTS AND LABEL AS INDICATED:

- B-1 **Exhibit B-1 "Jurisdictions of Operation,"** provide a list of all jurisdictions in which the applicant or any affiliated interest of the applicant is, at the date of filing the application, certified, licensed, registered, or otherwise authorized to provide retail or wholesale electric services including aggregation services.
- B-2 **Exhibit B-2 "Experience & Plans,"** provide a description of the applicant's experience and plan for contracting with customers, providing contracted services, providing billing statements, and responding to customer inquiries and complaints in accordance with Commission rules adopted pursuant to Section 4928.10 of the Revised Code.

B-3 **Exhibit B-3 "Summary of Experience,"** provide a concise summary of the applicant's experience in providing aggregation service(s) including contracting with customers to combine electric load and representing customers in the purchase of retail electric services. (e.g. number and types of customers served, utility service areas, amount of load, etc.).

B-4 **Exhibit B-4 "Disclosure of Liabilities and Investigations,"** provide a description of all existing, pending or past rulings, judgments, contingent liabilities, revocation of authority, regulatory investigations, or any other matter that could adversely impact the applicant's financial or operational status or ability to provide the services it is seeking to be certified to provide.

B-5 Disclose whether the applicant, a predecessor of the applicant, or any principal officer of the applicant have ever been convicted or held liable for fraud or for violation of any consumer protection or antitrust laws within the past five years.

☒ No ☐ Yes

If yes, provide a separate attachment labeled as **Exhibit B-5 "Disclosure of Consumer Protection Violations"** detailing such violation(s) and providing all relevant documents.

B-6 Disclose whether the applicant or a predecessor of the applicant has had any certification, license, or application to provide retail or wholesale electric service including aggregation service denied, curtailed, suspended, revoked, or cancelled within the past two years.

☒ No ☐ Yes

If yes, provide a separate attachment labeled as **Exhibit B-6 "Disclosure of Certification Denial, Curtailment, Suspension, or Revocation"** detailing such action(s) and providing all relevant documents.

C. APPLICANT FINANCIAL CAPABILITY AND EXPERIENCE

PROVIDE THE FOLLOWING AS SEPARATE ATTACHMENTS AND LABEL AS INDICATED:

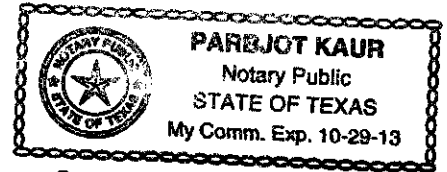
C-1 **Exhibit C-1 "Annual Reports,"** provide the two most recent Annual Reports to Shareholders. If applicant does not have annual reports, the applicant should provide similar information in Exhibit C-1 or indicate that Exhibit C-1 is not applicable and why.

C-2 **Exhibit C-2 "SEC Filings,"** provide the most recent 10-K/8-K Filings with the SEC. If applicant does not have such filings, it may submit those of its parent company. If the applicant does not have such filings, then the applicant may indicate in Exhibit C-2 that the applicant is not required to file with the SEC and why.

- C-3** **Exhibit C-3 “Financial Statements,”** provide copies of the applicant’s two most recent years of audited financial statements (balance sheet, income statement, and cash flow statement). If audited financial statements are not available, provide officer certified financial statements. If the applicant has not been in business long enough to satisfy this requirement, it shall file audited or officer certified financial statements covering the life of the business.
- C-4** **Exhibit C-4 “Financial Arrangements,”** provide copies of the applicant's financial arrangements to conduct CRES as a business activity (e.g., guarantees, bank commitments, contractual arrangements, credit agreements, etc.,).
- C-5** **Exhibit C-5 “Forecasted Financial Statements,”** provide two years of forecasted financial statements (balance sheet, income statement, and cash flow statement) for the applicant’s CRES operation, along with a list of assumptions, and the name, address, e-mail address, and telephone number of the preparer.
- C-6** **Exhibit C-6 “Credit Rating,”** provide a statement disclosing the applicant’s credit rating as reported by two of the following organizations: Duff & Phelps, Dun and Bradstreet Information Services, Fitch IBCA, Moody’s Investors Service, Standard & Poors, or a similar organization. In instances where an applicant does not have its own credit ratings, it may substitute the credit ratings of a parent or affiliate organization, provided the applicant submits a statement signed by a principal officer of the applicant’s parent or affiliate organization that guarantees the obligations of the applicant.
- C-7** **Exhibit C-7 “Credit Report,”** provide a copy of the applicant’s credit report from Experian, Dun and Bradstreet or a similar organization.
- C-8** **Exhibit C-8 “Bankruptcy Information,”** provide a list and description of any reorganizations, protection from creditors or any other form of bankruptcy filings made by the applicant, a parent or affiliate organization that guarantees the obligations of the applicant or any officer of the applicant in the current year or within the two most recent years preceding the application.

C-9 **Exhibit C-9 "Merger Information."** provide a statement describing any dissolution or merger or acquisition of the applicant within the five most recent years preceding the application.

[Signature] Executive Vice President
Signature of Applicant & Title



Sworn and subscribed before me this 28th day of October, 2011
Month Year

[Signature]
Signature of official administering oath

Parbjo Kaur
Print Name and Title

My commission expires on 10-29-2013

AFFIDAVIT

State of Texas :

____ ss.
(Town)

County of Collin :

Jeff Nottingham, Affiant, being duly sworn/affirmed according to law, deposes and says that:

He/She is the Executive Vice-Pres. (Office of Affiant) of Verdigris Energy LLC (Name of Applicant);

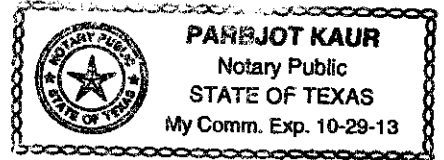
That he/she is authorized to and does make this affidavit for said Applicant,

1. The Applicant herein, attests under penalty of false statement that all statements made in the application for certification are true and complete and that it will amend its application while the application is pending if any substantial changes occur regarding the information provided in the application.
2. The Applicant herein, attests it will timely file an annual report with the Public Utilities Commission of Ohio of its intrastate gross receipts, gross earnings, and sales of kilowatt-hours of electricity pursuant to Division (A) of Section 4905.10, Division (A) of Section 4911.18, and Division (F) of Section 4928.06 of the Revised Code.
3. The Applicant herein, attests that it will timely pay any assessments made pursuant to Sections 4905.10, 4911.18, or Division F of Section 4928.06 of the Revised Code.
4. The Applicant herein, attests that it will comply with all Public Utilities Commission of Ohio rules or orders as adopted pursuant to Chapter 4928 of the Revised Code.
5. The Applicant herein, attests that it will cooperate fully with the Public Utilities Commission of Ohio, and its Staff on any utility matter including the investigation of any consumer complaint regarding any service offered or provided by the Applicant.
6. The Applicant herein, attests that it will fully comply with Section 4928.09 of the Revised Code regarding consent to the jurisdiction of Ohio Courts and the service of process.
7. The Applicant herein, attests that it will comply with all state and/or federal rules and regulations concerning consumer protection, the environment, and advertising/promotions.
8. The Applicant herein, attests that it will use its best efforts to verify that any entity with whom it has a contractual relationship to purchase power is in compliance with all applicable licensing requirements of the Federal Energy Regulatory Commission and the Public Utilities Commission of Ohio.
9. The Applicant herein, attests that it will cooperate fully with the Public Utilities Commission of Ohio, the electric distribution companies, the regional transmission entities, and other electric suppliers in the event of an emergency condition that may jeopardize the safety and reliability of the electric service in accordance with the emergency plans and other procedures as may be determined appropriate by the Commission.
10. If applicable to the service(s) the Applicant will provide, the Applicant herein, attests that it will adhere to the reliability standards of (1) the North American Electric Reliability Council (NERC), (2) the appropriate regional reliability council(s), and (3) the Public Utilities Commission of Ohio. (Only applicable if pertains to the services the Applicant is offering)

11. The Applicant herein, attests that it will inform the Commission of any material change to the information supplied in the application within 30 days of such material change, including any change in contact person for regulatory purposes or contact person for Staff use in investigating customer complaints.

That the facts above set forth are true and correct to the best of his/her knowledge, information, and belief and that he/she expects said Applicant to be able to prove the same at any hearing hereof.

[Signature] Executive Vice President
Signature of Affiant & Title



Sworn and subscribed before me this 28th day of October, 2011
Month Year

[Signature]
Signature of official administering oath

PAREJOT KAUR, Notary
Print Name and Title

My commission expires on 10-29-2013

EXHIBIT A-11
"Principal Officers, Directors & Partners"

Elizabeth Nottingham
President
1711 Bur Oak Drive Allen, TX 75002
918-344-0732

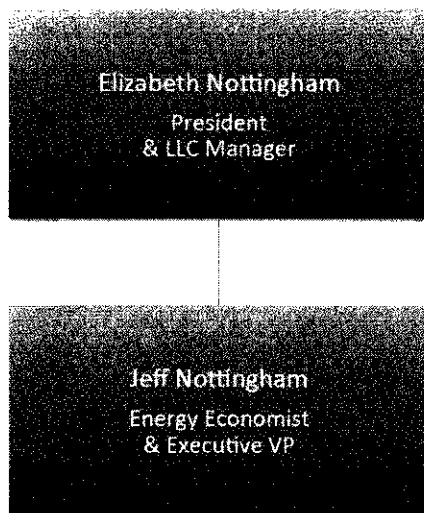
Jeff Nottingham
Executive Vice-President
1711 Bur Oak Drive Allen, TX 75002
469-853-8506

EXHIBIT 1-12
"Corporate Structure"

Verdigris Energy LLC



Organization Chart
October 13, 2011



There are no subsidiary or affiliate companies.

EXHIBIT A-13
"Company History"

Verdigris Energy LLC was formed on June 4, 2010 as a limited liability company under the laws of the State of Texas. The company has provided energy procurement consulting services for industrial, commercial and residential clients since that date.

As of the date of this filing, there have been no complaints against Verdigris Energy LLC with any public or private agencies. The company is in good standing with the State of Texas.

In October 2011, Verdigris Energy filed with the State of Illinois for licensure as an energy broker. That filing is pending.

**Exhibit A-14
"Articles of Incorporation"**

Verdigris Energy LLC is limited liability company and has no Articles of Incorporation.

Exhibit A-15
"Secretary of State"



DATE	DOCUMENT ID	DESCRIPTION	FILING	EXPED	PENALTY	CERT	COPY
11/17/2011	201132001100	ARTICLES OF ORGNZTN/DOM. PROFIT LIM LIAB. CO. (LCP)	125.00	.00	.00	.00	.00

Receipt

This is not a bill. Please do not remit payment.

VEDRIGRIS ENERGY LLC
1711 BURR OAK ST
ALLEN, TX 75002-6394

STATE OF OHIO CERTIFICATE

Ohio Secretary of State, Jon Husted

2061900

It is hereby certified that the Secretary of State of Ohio has custody of the business records for
VERDIGRIS ENERGY LLC
and, that said business records show the filing and recording of:

Document(s)
ARTICLES OF ORGNZTN/DOM. PROFIT LIM LIAB. CO.

Document No(s):
201132001100



United States of America
State of Ohio
Office of the Secretary of State

Witness my hand and the seal of
the Secretary of State at Columbus,
Ohio this 14th day of November,
A.D. 2011.

Jon Husted

Ohio Secretary of State

**Exhibit B-1
"Jurisdiction of Operation"**

Verdigris Energy LLC is licensed as an Aggregator in Texas, License #80335

Verdigris Energy LLC has applied for a Broker license with the State of Illinois. That application is pending.

**Exhibit B-2
"Experience & Plans"**

Nearly all of the requirements specified in Ohio Revised Code Section 4928.10 pertain to utilities, suppliers and governmental aggregators, all categories inapplicable to Verdigris Energy LLC. As an energy broker, Verdigris Energy does not directly invoice clients nor is Verdigris Energy a party to the electricity supply agreements executed by clients. In order to ensure full compliance, Verdigris Energy will solicit, on behalf of clients, offers only from suppliers licensed to conduct business in Ohio, who are therefore subject to the requirements of 4928.10. In all cases, Verdigris Energy will provide all competitive suppliers the same information on which to base offers for service, thus ensuring a level playing field not only for the benefit of the end-user to whom we aspire to provide the highest value alternative, but for the suppliers who rely on Verdigris Energy's integrity in ensuring a level competitive playing field.

Verdigris Energy is committed to providing exceptional service to clients before, during and after contract execution with a certified supplier. Any questions, concerns or complaints are answered and followed-through directly by Jeff Nottingham, Executive Vice-President, whose deep experience in competitive energy markets is documented in Exhibit B-3.

Exhibit B-3

"Summary of Experience"

As of the date of filing, Verdigris Energy serves about three dozen clients with combined load of 168,000,000 kWh/yr. Most of the load presently managed by Verdigris Energy is in the State of Texas at this time. The load served is more than 98% industrial and commercial, with the remainder residential. No government entities are served by Verdigris Energy.

Primary day-to-day management of Verdigris Energy is conducted by Executive Vice-President Jeff Nottingham. Mr. Nottingham's experience in energy markets is documented below.

Energy Economist and Executive Vice-President, Verdigris Energy, LLC

August 2010 – Present (1 year 3 months)

Electricity and natural gas supply procurement and management services. We deliver best in class energy management strategies for our clients with exceptional execution.

Major Accounts Director, Power Brokers, LP

August 2008 – August 2010 (2 years 1 month)

Team leadership, product development, sales operations leadership and market development for one of the largest energy consultancy firms in the United States.

Director - Major Accounts – ERCOT, Direct Energy / Strategic Energy (acquired by D.E.)

November 2006 – September 2008 (1 year 11 months)

Focused primarily on building Strategic Energy's market share among large C&I accounts in the North Texas market. Also supporting client energy requirements in other geographies, including CA, IL, MA, MD, NY and other competitive states.

President, Cirro Energy Services

November 2004 – October 2006 (2 years)

Created the concept and built this energy consultancy during the first two years of its existence. Created several unique products in the Texas (ERCOT) market for both energy procurement (both electric and natgas) and load management, including 4CP Warnings, Turnkey LaaR enrollment and turnkey TXU-ELM enrollment.

Director, Energy Marketing, Reliant Energy Solutions

December 1999 – October 2004 (4 years 11 months)

Lead two major account sales teams in ERCOT. First team was the key accounts (3000 kW+) for north Texas, second was the mid C&I (500kW - 3000 kW) in north, south and west Texas. The former was built from a starting position of 0MW to over 3000 MW of contracted load, and the latter was taken from an underperforming team losing five of every six deals to winning more than half of the deals we pursued. Left to accept an executive leadership role at a well-backed startup consultancy.

Manager, Pricing Products, Central and South West Corporation

November 1991 – November 1999 (8 years 1 month)

Led in the development of innovative regulated rates including real-time pricing and market-based time-of-use rates. Participated in 6-month product development and rate filing phase, then delivered training to sales organization in a series of presentations in TX, OK & LA. Delivered seminars to customers over a 2-year period, tracked product enrollment and performance, developed economic models to compare rate options and presented key findings at EPRI conferences.

EXHIBIT B-4

"Disclosure of Liabilities and Investigations"

There are NO existing, pending or past rulings, judgments, contingent liabilities, revocation of authority, regulatory investigations or any other matters that could adversely impact the applicant's ability to provide the services it is seeking to be certified to provide.

EXHIBIT C-1
"Annual Reports"

Verdigris Energy LLC is a privately held company and has no annual reports.
Financial information is provided in Exhibit C-3.

EXHIBIT C-2
"SEC Filings"

Verdigris Energy LLC is privately held and therefore is not required to file with the SEC.

EXHIBIT C-3
"Financial Statements"

Verdigris Energy LLC has been in business only since June 4, 2010 and does not have audited financial statements, nor does the company have a full year's financial statements. Below is the officer-certified financial statement for the life of the business.

Verdigris Energy, LLC
Profit & Loss
June 4, 2010 - October 27, 2011

	Total
Income	
Services	302,401.43
Total Income	\$302,401.43
Gross Profit	\$302,401.43
Expenses	
Advertising	387.52
Bank Charges	202.00
Commissions & Fees	252,015.52
Dues & Subscriptions	40.00
Education & Training	101.00
License Expense	749.50
Meals and Entertainment	488.18
Office Expenses	956.83
Other General and Admin Expenses	56.09
Promotional	458.54
Repair & Maintenance	434.01
Stationery & Printing	178.62
Supplies	1,646.38
Travel	1,236.03
Travel Meals	121.75
Total Expenses	\$259,071.97
Net Operating Income	\$43,329.46
Other Income	
Other Income	22.91
Total Other Income	\$22.91
Other Expenses	
Penalties & Settlements	11,959.15
Total Other Expenses	\$11,959.15
Net Other Income	\$ -11,936.24
Net Income	\$31,393.22

Verdigris Energy, LLC
Balance Sheet
As of October 27, 2011

	Total
ASSETS	
Current Assets	
Bank Accounts	
Checking	34,053.49
Petty Cash	600.00
Total Bank Accounts	\$34,553.49
Accounts Receivable	
Accounts Receivable (A/R)	0.00
Total Accounts Receivable	\$0.00
Total Current Assets	\$34,553.49
TOTAL ASSETS	\$34,553.49
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Credit Cards	
American Express	1,332.13
Debit Card	117.91
SW Visa	1,878.85
Total Credit Cards	\$3,328.89
Total Current Liabilities	\$3,328.89
Total Liabilities	\$3,328.89
Equity	
Partner Contributions	350.00
Retained Earnings	1,248.87
Net Income	29,625.73
Total Equity	\$31,224.60
TOTAL LIABILITIES AND EQUITY	\$34,553.49

EXHIBIT C-4
"Financial Arrangements"

Verdigris Energy LLC has no debt nor access to lines of credit. Verdigris Energy LLC is a \$5,000 license bond for the benefit of the people of Illinois, which is not yet active as the application for license is still pending. A copy is provided below.

LICENSE BOND FOR RETAIL ELECTRICITY
 SUPPLY AGENTS, BROKERS AND CONSULTANTS - ILLINOIS
 (Ill. Admin. Code 10.83, § 454.80)
 Effective Date: November 1, 2011
 Bond No. 61177295

KNOW ALL PERSONS BY THESE PRESENTS:

That we, Verdigris Energy, LLC, as Principal(s),
 and WESTERN SURETY COMPANY, a corporation authorized to do surety business in the State of
 Illinois, as Surety, are held and firmly bound unto THE PEOPLE OF THE STATE OF ILLINOIS, as
 Obligor, in the sum of not to exceed FIVE THOUSAND AND NO/100 DOLLARS (\$5,000.00), for the
 payment of which well and truly to be made, we bind ourselves and our legal representatives, firmly by
 these presents.

THE CONDITION of the above obligation is such that WHEREAS the Principal(s) has been or is about
 to be granted a license to do business to operate as an ABC (Agent, Broker, or Consultant) under 220
 ILCS §16-115C, and is required to execute this bond pursuant to 83 Illinois Administrative Code
 Part 454.80.

NOW, THEREFORE, if the Principal(s) shall fully and faithfully perform all duties and obligations as
 an ABC, then this obligation to be void; otherwise to remain in full force and effect. PROVIDED, this
 bond is continuous and may be cancelled by the Surety as to future acts of the Principal(s) by giving
 thirty (30) days notice in writing to the Obligor at 527 East Capitol Avenue, Springfield, Illinois 62701,
 and the Surety shall be relieved of any further liability under this bond thirty (30) days after such notice
 is sent by certified mail. Regardless of the number of years this bond shall continue in force, the number
 of claims made against this bond, and the number of premiums which shall be payable or paid, the
 Surety's total limit of liability shall not be cumulative from year to year or period to period, and in no
 event shall the Surety's total liability for all claims exceed the amount set forth above. Any revision of
 the bond amount shall not be cumulative.

Dated this 14th day of October, 20 11.

Verdigris Energy, LLC, Principal

By: Jeff Rathbun
Executive Vice President, Principal

By: _____

WESTERN SURETY COMPANY, Surety

By: Carol A. Shillingburg
Carol A. Shillingburg, Attorney-in-Fact

**Exhibit C-5
"Forecasted Financial Statements"**

As a Limited Liability Company, Verdigris Energy LLC must distribute all earnings each year. As such, our forecast for Net Income and Balance Sheet is \$0 in each of the next two years. Our projection of cashflow is provided below. This projection assumes the following:

- 1) All existing clients are retained at current usage and revenue levels
- 2) No new clients are added

CASH FLOW FORECAST

	2012	2013
Income	\$339,000	\$339,000
Expenditures	\$339,000	\$339,000


Projection prepared by:

Jeff Nottingham, Executive Vice-President
1711 Bur Oak Drive, Allen, TX 75002
Phone: 469/853-8506

jnottingham@verdigrisenergy.com

EXHIBITS C-6 & C-7 "Credit Rating" and "Credit Report"

As a relatively new privately held company never having taken on any debt and having very few recurring expenses, creditor information is minimal. We have not paid any credit rating agencies to cover Verdigris Energy LLC. We were able to obtain a copy of a D&B report, below:



Report Printed: December 01, 2011

Live Report : VERDIGRIS ENERGY LLC

D-U-N-S® Number: 03-492-7072

D&B Address

<p>Address 1711 Bur Oak Dr Allen, TX - 75002</p> <p>Phone 214 440-2332</p> <p>Fax</p>	<p>Location Type Single Location</p> <p>Web</p>
--	---

Company Summary

Currency: Shown in USD unless otherwise indicated

Score Bar

PAYDEX®	80
Commercial Credit Score Class	3
Financial Stress Class	3
Credit Limit - D&B Conservative	-
D&B Rating	DS

Company News

Today: Thursday, December 01, 2011

This company is not currently tracked for Company News.

Powered by FirstRain

D&B Company Overview

This is a single location

Manager	JEFFREY NOTTINGHAM, PRIN
Year Started	2010
Employees	UNDETERMINED
SIC	9999
Line of business	Undetermined
NAICS	999990

Public Filings

The following data includes both open and closed filings found in D&B's database on this company.

Record Type	Number of Records	Most Recent Filing Date
Bankruptcies	0	-
Judgments	0	-
Liens	0	-
Suits	0	-
UCCs	0	-

EXHIBIT C-8
"Bankruptcy Information"

Neither the company nor any of its officers have ever made any form of bankruptcy filing or reorganizations.

EXHIBIT C-9
"Merger Information"

The applicant has not been involved in any dissolution, merger or acquisition.