

Press Release

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**BLUE TIP CASTLEGATE ENERGY INC.
ANNOUNCES ACQUISITION OF THE CASTLEGATE COALBED METHAND FIELD**

HOUSTON: May 24, 2010 – Blue Tip Castlegate Energy, Inc., a wholly owned subsidiary of Blue Tip Energy Partners Fund I, LP, is pleased to announce the acquisition of the Castlegate Coalbed Methane field from Pioneer Resources, Inc. Located near Price Utah, the acquisition includes 27 producing gas wells, a water disposal facility, a system for CO₂ removal, gas dehydration equipment, and a 12 mile long pipeline capable of transporting 37 mmcfpd to a interstate interconnect at its terminus. Current production flows from the Blackhawk coals formation of the Uinta Basin. In addition to the producing wells and surface facilities, Blue Tip acquired 23,800 gross acres of which the majority is held by production. The field contains approximately 1 TCF of in-place natural gas reserves and has over 300 proved undeveloped well locations. Underlying the entire field is the Mancos Shale formation which has been penetrated multiple time in the field and region and logs indicate possible significant natural gas accumulations. Blue Tip Castlegate Energy, Inc is the operator of record.

Rich DiClaudio, co-founder, CEO, and Managing Member of Blue Tip Energy Management, LLC said; *"We are excited to close on the Castlegate asset. We have grown familiar with this field over the last few years and believe it has significant untapped potential even at today's price strips."*

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Blue Tip Castlegate Energy, Inc. is a wholly owned subsidiary of Blue Tip Energy Partners Fund I, LP (the "Fund"), a Delaware limited partnership that acquires and operates on-shore, oil and natural gas assets in the United States for a select group of private equity investors. Blue Tip Energy Management, LLC is the Fund's sole general partner. Blue Tip Energy's headquarters are in Houston, Texas. The principles have extensive experience investing and operating oil and natural gas assets and managing energy-focused private equity portfolios. For more information on Blue Tip Energy visit www.bluetipenergy.com

Please direct all media inquires to the Media contacts above.