APPLICATION FOR PERMIT TO DRILL OR RE-ENTER								
	RE-ENTER							
X_OIL .X_GASCO2	X HELIUM WEL	L OTHER						
NAME OF COMPANY OR OPERATOR								
Desert Mountai	n Energy Cor	p						
Address	City		State	Phone Number				
6300 W. 23 ST. N. Muskogee ok 74401 918-752								
Drilling Contractor								
Address	ed							
Address								
Federal, State or Indian Lease Number, or if fee lease, r		WELL AND LEASE						
13 - 120075		Well number		Elevation (ground) 5269.1				
Nearest distance from proposed location to property or	ease line:	Distance from proposed lo well on the same lease:	cation to nearse	et drilling, completed or applied-for				
1,2	3.0 feet	Arkla #7 F	A 1965	2725 <sub>feet</sub>				
Number of acres in lease		Number of wells on lease, including this well, completed in or drilling to this reservoi						
640		1						
If lease purchased with one or more wells Nai drilled, from whom purchased.	ne	Ad	dress					
diffed, from whom purchased.								
Well location (give foolage from section lines)		hip - Range or Block and Sur	-	Dedication per A.A.C. R12-7-104(A)(3)				
1 245 FWL 1 780 FNL Field and reservoir (if wildcat, so state)	S10_T1	5N_23E, G&SE	M	All of Sec 10				
Wildcat		Navajo						
Distance in miles and direction from nearest town or pos								
<u>S45deg E. 8.9 miles fr</u> Proposed depth:	Rotary or cable tools	Approximate d		date work will start				
2,790'	Air / mist	June 1, 2020						
Amount \$25,000	Organization Report On file Or	attached X	Filing Fee of \$25,00 X Attached Yes					
Remarks			, materied					
CERTIFICATE: I, the undersigned, under the	anally of parius, state the	Execi	utive V	р Тр				
Desert Mountain Energy				of the				
report was prepared under my supervision and								
Mail completed form to:		() I <del>V</del>	- 16					
Oil and Gas Program Administrator Arizona Oil & Gas Conservation Commission		Colun	W. Ho	1 Alto				
c/o Arizona Department of Environmental Quality 1110 W. Washington Street	,	_Signature 4-76-2		0				
Phoenix, AZ 85007		Date						
e-mail completed form to: azogcc@azdeq.	VOD							
Permit / LTF No.: 1250/ 82385	Permit / LTF No.: 1250/ 82385			STATE OF ARIZONA				
Approval Date: May 15, 2020				OIL & GAS CONSERVATION COMMISSION				
Approved By: Delune L. Tu	m	Application to Drill or Re-enter						
NOTICE: Before sending in this form be sure that yo requested. Much unnecessary correspond	File two copies: one by mail, one electronically Form No. 3							

ŧ

- 1. Operator shall outline on the plat the acreage dedicated to the well in compliance with A.A.C. R12-7-107.
- 2. A registered surveyor shall show on the plat the location of the well and certify this information in the space provided.
- 3. ALL DISTANCES SHOWN ON THE PLAT MUST BE FROM THE OUTER BOUNDARIES OF THE SECTION.
- 4. Is the operator the only owner in the dedicated acreage outlined on the plat below ? YES  $\chi$  NO
- If the answer to question four is no, have the interests of all owners been consolidated by communitization agreement or otherwise?
  YES \_\_\_\_\_ NO \_\_\_\_ If answer is yes, give type of consolidation \_\_\_\_\_\_
- 6. If the answer to question four is no, list all the owners and their respective interests below:

Owner	Land Description			
Desert Mountain Energy Corp.	All of SECTION 10, TISN, R23E			
	GESRBEM NAVAJO COUNTY, AZ			
1230 / WELL SITE 2725 0.997 ACRE AREA	NONREST PRILLING AZOGCC:0323	CERTIFICATION I hereby certify that the information above is true and complete to the best of my knowledge and belief. Robert W. Rohlford Name R. W. Rohlford Position Exec U-P Company Descrif Meusitain Energy (brp Date 4-27-20		
CORDINATES; NECLISITE: 34°42'52,64707"N 109" NECORNERLERSE: 34°42'53,17728'N 109" SE CORNERLERSE: 34°42'51,80377"N 109" SW CORNERLERSE: 34°42'52,10902"N 109 -NN CORNERLERSE: 34°42'53,61251"N 109 -NN CORNERLERSE: 34°42'53,61251"N 109	54'02.53966"W 54'03.02836"W 54'06.58305"W 954'05.8[519"W	I hereby certify the Barriel Location shown on the platway protection, feldencies of actual surveys indee by me of under my supervision and that the same is the and correct to the best of my Konvied ge and belief.		

PROPOSED CASING PROGRAM											
Size of Casing	Weight	Grade & Type	Тор	Bottom	Cementing Depths	Sacks Cement	Туре				
7"	20#	J-55	GL	680'	680'-GL	150	Prem				
4.5"	11.6#		GL	2,750'	2,750'-GL	155	Prem				

## ARIZONA OIL and GAS CONSERVATION COMMISSION



State of Arizona Oil and Gas Conservation Commission 1110 W. Washington Street, Phoenix, AZ 85007

602-771-4501 <u>www.azogcc.az.gov</u> Dennis L. Turner, Oil and Gas Administrator Commissioners: Frank Thorwald, Chair J. Dale Nations, Ph.D., Vice Chair Stephen R. Cooper William C. Feyerabend

## CERTIFICATE for PERMIT to DRILL anOIL, GAS, INJECTION or GEOTHERMAL WELLPERMIT / LTF NUMBER1250 LTF #82385

Has been issued to **Desert Mountain Energy Corp.** 

to drill a well known as Desert Mountain 10-1 State

located 1245 FWL 1780 FNL

Section 10 Township 15N Range 23E, Navajo County, Arizona.

The <u>entirety of Sec 10, T10N, R23E (640 acres)</u> of said Section, Township and Range is dedicated to this well.

Said well shall be drilled substantially as described in the Application and as approved and restricted by the AOGCC's letter dated <u>May 18, 2020</u>. Desert Mountain Energy Corp. is subject to terms and conditions of the permit to drill and all applicable Arizona Revised Statutes (A.R.S.) Title 27, Chap. 4, Art. 1 and 4, and the Arizona Administrative Code (A.A.C.) R12-7-104, R12-7-106 to 120 and R12-7-175 to 176.

Total depth: 2,790 feet

Issued: <u>May 15, 2020</u>

API No.: <u>02-017-20130</u>

Expires\*: November 11, 2020

\*The permit to drill expires if operations are not commenced within 180 days from date of this certificate (*see* A.A.C R12-7-104(D))

Denne L. Turne

Dennis L. Turner, Oil & Gas Program Administrator ogcc@azdeq.gov

## OPERATOR SHALL DISPLAY THIS CERTIFICATE IN A CONSPICUOUS PLACE ON-SITE