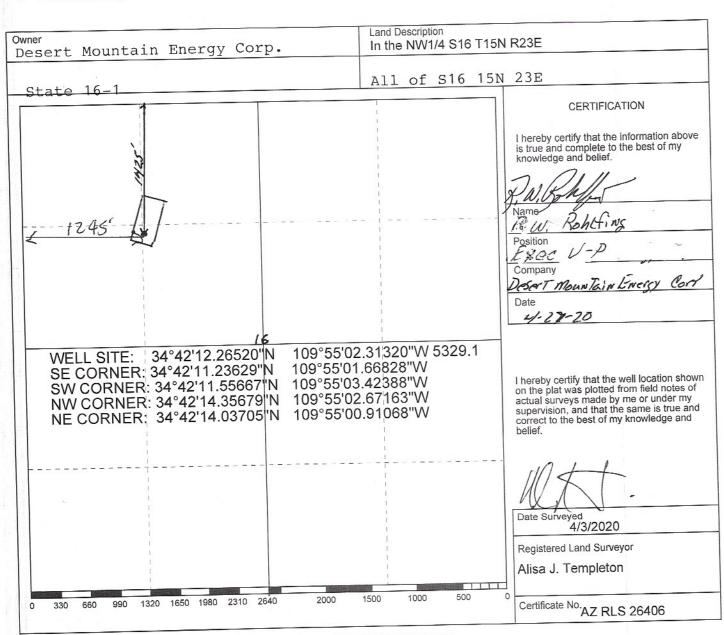
APPLICATI	ON FOR PERMI	T TO DRILL OR	RE-ENT	ER						
APPLICATION TO DRILL	RE-ENTER (OLD WELL INJECTION WELL								
_ <u>X</u> _OIL <u>X</u> _GASCO2	X HELIUM WELL	. OTHER								
NAME OF COMPANY OR OPERATOR	_									
Desert Mountain Energy (Corp.		State	Phone Number						
6300 W. 23 St. N.	Muskogee	OK	74401	918-752-7020						
Drilling Contractor To Be determin	ed									
Address										
DESCRIPTION OF WELL AND LEASE										
Federal, State or Indian Lease Number, or if fee lease, na	Well number		Elevation (ground)							
13-120075 Nearest distance from proposed location to property or le	16-1 5329.1 Distance from proposed location to nearset drilling, completed or applied-for									
		well on the same lease:								
1,245'	feet	feet								
Number of acres in lease		Number of wells on lease, in	ncluding this we	ell, completed in or drilling to this reservoir:						
640		1	_							
If lease purchased with one or more wells Nam drilled, from whom purchased.	e	Add	ress							
Well location (give footage from section lines)		nip - Range or Block and Surv	-	Dedication per A.A.C. R12-7-104(A)(3)						
1 245 FWI 1 425 FNI Field and reservoir (if wildcat, so state)	I_S16_T1	5N_R23E_G&SR, County	<u>M</u>	All of sec 16						
Wildcat		Navajo								
Distance in miles and direction from nearest town or posing S45deg E. 8.9miles from		7.								
Proposed depth:	Rotary or cable tools			date work will start						
2,790'	Air / Mist June 7, 2020									
Amount 0.05 0.00	Organization Report Filing Fee of \$25.00 On file Or attached X Attached Yes									
Amount \$25,000 Remarks	On file Or a	attactied X	Attacried	yes						
CERTIFICATE: I, the undersigned, under the p	company), an	nd that I am authorized by	said compan	of the y to make this report; and that this						
report was prepared under my supervision and o	direction and that the facts	stated therein are true, co	orrect and ea	mplete to the best of my knowledge.						
Mail completed form to: Oil and Gas Program Administrator		(the t	101/4							
Arizona Oil & Gas Conservation Commission c/o Arizona Department of Environmental Quality		Signature	11. [10]							
1110 W. Washington Street		4-26-26		<i>//</i> U						
Phoenix, AZ 85007		Date								
e-mail completed form to: azogcc@azdeq.c	iov		07475 65	T A DIZONA						
Permit / LTF No.:1251/ 82386				ARIZONA						
Approval Date: May 15, 2020				VATION COMMISSION						
Approved By: Dlums L. Turn	u _	Application to Drill or Re-enter								
NOTICE: Before sending in this form be sure that you requested. Much unnecessary correspond	u have given all information ence will thus be avoided.	File two copies: one by mail, one electronically Form No. 3								

03/2018

- 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 $_{-X}$ NO $_{---}$
- 6. If the answer to question four is no, list all the owners and their respective interests below:



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#	J-55	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 www.azogcc.az.gov

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 an OIL, GAS, INJECTION or GEOTHERMAL WELL

PERMIT / LTF NUMBER 1251 LTF #82386

Desert Mountain Energy Corp. Has been issued to

to drill a well known as Desert Mountain 16-1 State

1245 FWL 1425 FNL located

Section 16 Township 15N Range 23E, Navajo County, Arizona.

The entirety of Sec 16, T15N, R23E (640 acres) 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 May 18, 2020. 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: Issued: May 15, 2020 2,790 feet

API No.: 02-017-20131 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))

Dennis L. Turner, Oil & Gas Program Administrator

Denne L. Turne

ogcc@azdeq.gov

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