APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL X RE-ENTER OLD WELL ☐ INJECTION WELL ☐

___OIL ___GAS ___CO2 X HELIUM WELL OTHER _______

NAME OF COMPANY OR OPERATOR

PINTA SOUTH OPERATING COMPANY LLC

Address City State Phone Number
17101 PRESTON ROAD, SUITE 110 Dallas Texas 75248 214-886-5098

Drilling Contractor

PINTA SOUTH OPERATING COMPANY LLC

Address 17101 Preston Road, Suite 110, Dallas, TX 75248

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number, or if fee lease, name of lessor
Lucky Pit LLC, et al, (see attached memorandum of Helium Lease) Well number
Pinta South 23-15 SD Fee Elevation (ground) 5793'
Nearest distance from proposed location to property or lease line:
659 feet Distance from proposed location to nearest drilling, completed or applied-for well on the same lease: 1580 feet
Number of acres in lease
1920 Number of wells on lease, including this well, completed in or drilling to this reservoir: One
If lease purchased with one or more wells drilled, from whom purchased. Name
Address

Well location (give footage from section lines)
2078' FEL 659' FNL Section - Township - Range or Block and Survey SEC 23, T19N, R26E
Dedication per A.A.C. R12-7-104(A)(3) All of NENW 23-19N-26E
Field and reservoir (if wildcard, so state) County APACHE
Distance in miles and direction from nearest town or post office
11.97 MILES, 35.9 degrees northeast to Chambers, AZ

Proposed depth: 943 ft Rotary or cable tools AIR RIG - ROTARY
Bond status Filed Organization Report
Amount $25,000 Blanket Bond On file Yes Or attached Attached
Remarks

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the: Manager ____________________________ of the
PINTA SOUTH OPERATING COMPANY LLC _______ (company), and that I am authorized by said company to make this report; and that this
report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.

Mail completed form to:
Oil and Gas Program Administrator
Arizona Oil & Gas Conservation Commission
c/o Arizona Department of Environmental Quality
1110 W. Washington Street
Phoenix, AZ 85007
e-mail completed form to: azogcc@azdew.gov

Permit / LTF No.: 1254 / 82778
Approval Date: June 11, 2020
Approved By: Brad Butler

NOTICE: Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION
Application to Drill or Re-enter
File two copies: one by mail, one electronically

Form No. 3

03/2018

(Complete Reverse Side)
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
5. If the answer to question four is no, have the interests of all owners been consolidated by communitization agreement or otherwise? YES NO If the 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:

<table>
<thead>
<tr>
<th>Owner</th>
<th>Land Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>PINTA SOUTH OPERATING COMPANY LLC</td>
<td>NE1/4 SEC 23, T19N, R26E</td>
</tr>
</tbody>
</table>

**CERTIFICATION**

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

Name: BRAD BUTLER
Position: MANAGER
Company: PINTA SOUTH OPERATING COMPANY LLC
Date: 06/03/2020

I hereby certify that the well location shown on the plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date surveyed: 06/02/2020
Registered Land Surveyor: TAYLOR S. JOHNSON
Certificate No: RLS 48679

**PROPOSED CASING PROGRAM**

<table>
<thead>
<tr>
<th>Size of Casing</th>
<th>Weight</th>
<th>Grade &amp; Type</th>
<th>Top</th>
<th>Bottom</th>
<th>Cementing Depths</th>
<th>Sacks Cement</th>
<th>Type</th>
</tr>
</thead>
<tbody>
<tr>
<td>10.75”</td>
<td>36lb</td>
<td>J55</td>
<td>0ft</td>
<td>100ft</td>
<td>0-100ft</td>
<td>20</td>
<td>2</td>
</tr>
<tr>
<td>7”</td>
<td>20lb</td>
<td>J55</td>
<td>0ft</td>
<td>783ft</td>
<td>0-783ft</td>
<td>105</td>
<td>2</td>
</tr>
<tr>
<td>4.5”</td>
<td>10.4lb</td>
<td>J55</td>
<td>0ft</td>
<td>943ft</td>
<td>0-943ft</td>
<td>85</td>
<td>2</td>
</tr>
</tbody>
</table>
CERTIFICATE for PERMIT to DRILL an
OIL, GAS, INJECTION or GEOTHERMAL WELL

PERMIT / LTF NUMBER 1254 LTF #82778

Has been issued to Pinta South Operating Co., LLC
to drill a well known as Pinta South 23-15 SD Fee
located 2078 FEL 659 FNL

Section 23 Township 19N Range 26E, Apache County, Arizona.

The entirety of Sec 23, T19N, R26E (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 June 11, 2020. Pinta South Operating Co., LLC 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: 943 feet
API No.: 02-001-20529

Issued: June 11, 2020
Expires*: December 8, 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
ogcc@azdeq.gov

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