APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL  ✔  RE-ENTER OLD WELL  ☐

NAME OF COMPANY OR OPERATOR
Kinder Morgan CO2 Company, L.P.

Address  City  State  Phone Number
P O Box 1110 St Johns, AZ 85936  928-337-3230

Drilling Contractor
Aztec Well Servicing Co.

Address  P O Box 100 Aztec, NM 87410
505-334-8729

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number, or if fee lease, name of lessee:
13-110707

Well number 11-2-30

Elevation (ground) 6868'

Nearest distance from proposed location to property or lease line:
1980 feet

Distance from proposed location to nearest drilling, completed or applied-for
well on the same lease:
N/A feet

Number of acres in lease 640 acres

Number of wells on lease, including this well, completed in or drilling to this reservoir:
1

If lease purchased with one or more wells drilled, from whose purchased:
Name
Address

Well location (give footage from section lines)
1980 FSL & 1980 FWL

Section - Township - Range or Block and Survey
S. 2, T11N R30E, G&SRM

Dedication per A.A.C. R12-7-104(A)(3)
640

Field and reservoir (if wildcard, so state)
St Johns Gas Unit
APACHE

Distance in miles and direction from nearest town or post office
From Springerville P.O. N25° 03'E 18.83 miles

Proposed depth: 3,000' +/-

Rotary or cable tools rotary

Organization Report

Bond status on file

Amount on file X

Organization Report

Remarks

API 02-001-20442

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the: Operations Supervisor CO2 of the
Kinder Morgan CO2 Co., LP - SJ (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.

Signature
June 7, 2012

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION
Application to Drill or Re-enter
File Two Copies

Permit Number: 1117
Approval Date: 6-25-2012
Approved By: S. Corcoran

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

(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 communilization 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
Kinder Morgan CO2 Company, L.P.

P.O. Box 1110 St Johns, AZ 85936

Land Description
SW1/4 S.2, T11N R30E, G&SRM

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

Name
Thomas White

Position
Operations Supv CO2

Company
Kinder Morgan CO2 Co., L.P.

Date
June 7, 2012

Date Surveyed
05/21/2012

Registered Land Surveyor
Daniel R. Muth PLS

Certificate No.
Az RLS No. 31028

PROPOSED CASING PROGRAM

<table>
<thead>
<tr>
<th>Size of Casing</th>
<th>Weight</th>
<th>Grades &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>13 3/8&quot;</td>
<td>48#</td>
<td>H-40</td>
<td>0&quot;</td>
<td>80'</td>
<td>80'</td>
<td>100 sks</td>
<td>Class G</td>
</tr>
<tr>
<td>9 5/8&quot;</td>
<td>36#</td>
<td>J-55</td>
<td>0&quot;</td>
<td>1200'</td>
<td>1200'</td>
<td>400 sks</td>
<td>Class G</td>
</tr>
<tr>
<td>7&quot;</td>
<td>23#</td>
<td>J-55</td>
<td>0&quot;</td>
<td>3000'</td>
<td>3000'</td>
<td>800 sks</td>
<td>Class G</td>
</tr>
</tbody>
</table>