

**APPLICATION FOR PERMIT TO DRILL OR RE-ENTER**

APPLICATION TO DRILL

RE-ENTER OLD WELL

NAME OF COMPANY OR OPERATOR <b>GUSHER STATE LLC</b>			
Address		City	State
<b>11 NORTH SAINT JAMES PLACE</b>		<b>EASTBOROUGH</b>	<b>KS</b>
			Phone Number <b>67206 PH 800 223 3712</b>
Drilling Contractor <b>United Drilling Inc</b>			
Address <b>PO Box 2488 Roswell, NM 88202</b>			
DESCRIPTION OF WELL AND LEASE			
Federal, State or Indian Lease Number, or if fee lease, name of lessor <b>13-115963</b>		Well number <b>STATE OF ARIZONA 1-2</b>	Elevation (ground) <b>4153.44</b>
Nearest distance from proposed location to property or lease line: <b>660</b> feet		Distance from proposed location to nearest drilling, completed or applied-for well on the same lease: <b>N/A</b> feet	
Number of acres in lease <b>2,400</b>		Number of wells on lease, including this well, completed in or drilling to this reservoir: <b>1</b>	
If lease purchased with one or more wells drilled, from whom purchased. <b>N/A</b>		Name	Address
Well location (give footage from section lines) <b>660' from south and west lines</b>		Section - Township - Range or Block and Survey <b>Section 21, T22S, R27E</b>	Dedication per A.A.C. R12-7-104(A)(3) <b>WA SW</b>
Field and reservoir (if wildcat, so state) <b>WILDCAT</b>		County <b>Cochise County</b>	
Distance in miles and direction from nearest town or post office <b>11.25 miles north of Douglas, Arizona post office</b>			
Proposed depth: <b>5000'</b>	Rotary or cable tools <b>ROTARY</b>	Approximate date work will start <b>MAY 2014</b>	
Bond status <b>CASH BOND</b>	Organization Report <input checked="" type="checkbox"/> On file <input type="checkbox"/> Or attached	Filing Fee of \$25.00 Attached.	
Remarks  <b>API 02-003-20010</b>			
<p><b>CERTIFICATE:</b> I, the undersigned, under the penalty of perjury, state that I am the: <u><b>CO MANAGER</b></u> of the <u><b>Gusher State LLC</b></u> (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.</p>			
		Signature <b>Cameron Bonner</b>	
		Date <b>1-31-2014</b>	
Permit Number: <u><b>1187</b></u> Approval Date: <u><b>1-31-2014</b></u> Approved By: <u><b>Sh Paris</b></u>		<b>STATE OF ARIZONA</b> <b>OIL &amp; GAS CONSERVATION COMMISSION</b> Application to Drill or Re-enter File Two Copies	
NOTICE: Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.		Form No. 3 <b>816-223-3712</b>	

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  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 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 SW 1/4, SW 1/4 SECTION 21, T22S, R27E
	<p style="text-align: center;"><b>CERTIFICATION</b></p> <p>I hereby certify that the information above is true and complete to the best of my knowledge and belief.</p> <p style="text-align: center;"><i>Common Bonanno</i></p> <p>Name _____</p> <p>Position _____</p> <p>Company _____</p> <p>Date _____</p> <p style="text-align: center;"><i>Donald J. Loose</i></p> <p>I hereby certify that the well location shown on this plat was plotted from the survey of actual survey on the same land and correct to the best of my knowledge and belief.</p> <p style="text-align: center;">7/21/13</p> <p style="text-align: center;">EXPIRES 12-31-2015</p> <p>Date Surveyed <u>19 July 2013</u></p> <p>Registered Land Surveyor <b>Donald J. Loose</b></p> <p>Certificate No. <u>AZ RLS 23379</u></p>

**PROPOSED CASING PROGRAM**

Size of Casing	Weight	Grade & Type	Top	Bottom	Cementing Depths	Sacks Cement	Type
8.675	32	J55	400' 00"	750	750-900' 00"	600	class A
5.5	19.5	J55	900' 00"	5000	bottom to 7100'	300	class A