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

**APPLICATION TO DRILL** ✓ **RE-ENTER OLD WELL** ☐

**NAME OF COMPANY OR OPERATOR**

**Blackstone Exploration Company, LLC**

**Address**

P.O. Box 940, Holbrook, Arizona 86025

**Drilling Contractor**

Blackstone Exploration Company, LLC (Company tools)

**Address**

P.O. Box 940, Holbrook, Arizona 86025

**DESCRIPTION OF WELL AND LEASE**

<table>
<thead>
<tr>
<th>Federal, State or Indian Lease Number, or if fee lease, name of lessor</th>
<th>Well number</th>
<th>Elevation (ground)</th>
</tr>
</thead>
<tbody>
<tr>
<td>AMLD Lease No. 13-116630</td>
<td>3</td>
<td>5,896.5</td>
</tr>
</tbody>
</table>

**Nearest distance from proposed location to property or lease line:**

1,980 feet

**Distance from proposed location to nearest drilling, completed or applied-for well on the same lease:**

NA feet

**Number of acres in lease:**

640

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

1

**Well location (give footage from section lines):**

1980' FROM SOUTH & WEST LINES

**Section - Township - Range or Block and Survey:**

SECTION 4, T 13 N, R 20 E

**Field and reservoir (if wildcat, so state):**

Wildcat

**Distance in miles and direction from nearest town or post office:**

9 MILES W. OF POST OFFICE IN SNOWFLAKE, AZ

**Proposed depth:**

4,000'

**Rotary or cable tools:**

Rotary

**Approximate date work will start:**

5/1/2016

**Bond status**

On File

**Amount**

$25,000.00

**Organization Report**

On file

**Filing Fee of $25.00**

Attached ✓

**Remarks**

API # - 03-017-2015

**CERTIFICATE:** I, the undersigned, under the penalty of perjury, state that I am the: Manager of the Blackstone Exploration Co., 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.

**Signature**

Cameron Bonanno

**Date**

3/1/2016

**Permit Number:**

1208

**Approval Date:**

3/17/2016

**Approved By:**

Myles Meirmuth

**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

Form No. 3 816-225-3712

(Check 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 ☑ 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:

<table>
<thead>
<tr>
<th>Owner</th>
<th>Land Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Blackstone Exploration Co., LLC</td>
<td>NE 1/4, SW 1/4, SECTION 4, T13N, R20E</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: 
Position: 
Company: 
Date: 

Registered Land Surveyor: DONALD J. LOOSE
Certificate No.: AZ RLS 23379

**PROPOSED CASING PROGRAM**

<table>
<thead>
<tr>
<th>Size of Casing</th>
<th>Weight</th>
<th>Grade &amp; Type</th>
<th>Top Depth</th>
<th>Bottom Depth</th>
<th>Cementing Depths</th>
<th>Sacks Cement</th>
</tr>
</thead>
<tbody>
<tr>
<td>13 3/8&quot;</td>
<td>23 lb</td>
<td>New</td>
<td>40'-110'</td>
<td>650'</td>
<td>600'-Surface</td>
<td>Estimate: 120</td>
</tr>
<tr>
<td>8 5/8&quot;</td>
<td>15.5 lb</td>
<td>New</td>
<td>650'</td>
<td>3,950'</td>
<td>70' to cover all productive zones</td>
<td>Estimate: 450</td>
</tr>
<tr>
<td>5 1/2&quot;</td>
<td></td>
<td>New</td>
<td>3,950'</td>
<td></td>
<td></td>
<td>Estimate: 450</td>
</tr>
</tbody>
</table>

Type: Class A

<table>
<thead>
<tr>
<th>Weight</th>
<th>Grade &amp; Type</th>
<th>Depth</th>
</tr>
</thead>
<tbody>
<tr>
<td>Class A</td>
<td>Class A</td>
<td>60/40 Pozininx</td>
</tr>
</tbody>
</table>