APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

NAME OF COMPANY OR OPERATOR
Ranger Development LLC, 5400 LBJ Expressway, Suite 480, Dallas TX 75240  (972) 960-3212

Drilling Contractor: not known at this time

DESCRIPTION OF WELL AND LEASE

| State: 13-118076 | Well number: Ranger 34-2 | Elevation (ground): 5742' |
| Nearest distance from proposed location to property or lease line: 855 feet |
| Distance from proposed location to nearest drilling, completed or applied for well on the same lease: |
| Number of acres in lease: 1,997.64 |
| Number of wells on lease, including this well, completed in or drilling to this reservoir: |

If lease purchased with one or more wells drilled, from whom purchased:

- all wells P&A when lease issued by State to Ranger

Well location (give footage from section lines):
- 2284' FNL - 855' FEL

Section - Township - Range or Block and Survey:
- SEC. 34, T-20-N, R-26-E, G & SRM

Field and reservoir (if wildcat, so state):
Pinta Dome

County: APACHE

Distance in miles and direction from nearest town or post office:
- S 44°W, 10 MILES FROM CHAMBERS, AZ

Proposed depth: 985'

Bond status: $25,000 on file

Remarks: API # 02-001 - 20503

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the:

Consultant of the

Ranger Development, 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: Brian Wood

Date: 9-29-16

(505) 466-8120
brian@permitswest.com

State of Arizona

Oil & Gas Conservation Commission

Application to Drill or Re-enter
File Two Copies

Form No. 3

(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 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></td>
<td></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: Brian Wood
Position: Consultant
Company: Ranger Development, LLC
Date: 9-29-16
(505) 466-8120
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: 8-30-16
Registered Land Surveyor: Michael C. Locke
Certificate No: 61902

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>8.625&quot; in 11&quot;</td>
<td>23</td>
<td>J-55</td>
<td>GL</td>
<td>500'</td>
<td>GL - 500'</td>
<td>405 sx</td>
<td>Class G</td>
</tr>
<tr>
<td>5.5&quot; in 7.875&quot;</td>
<td>15.5</td>
<td>J-55</td>
<td>GL</td>
<td>940'</td>
<td>GL - 940'</td>
<td>145 sx</td>
<td>Prem. Light</td>
</tr>
<tr>
<td>4.75&quot; OH</td>
<td>N/A</td>
<td>N/A</td>
<td>940'</td>
<td>985'</td>
<td>N/A</td>
<td>N/A</td>
<td>N/A</td>
</tr>
</tbody>
</table>