

APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL **X**

RE-ENTER OLD WELL

NAME OF COMPANY OR OPERATOR
Ultimate Exploration & Development, LLC

Address 590 E St. George Blvd. City St. George State Utah Phone Number 435-628-1677

Drilling Contractor Division Black Gold Equipment & Leasing LLC Drilling

Address 590 E. St. George Blvd., St. George, Utah 84770

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number, or if fee lease, name of lessor
BLM AZA33189 Well number Short Creek #2 Elevation (ground) 5072'

Nearest distance from proposed location to property or lease line:
1768.40' feet Distance from proposed location to nearest drilling, completed or applied for well on the same lease: None feet

Number of acres in lease 640 Number of wells on lease, including this well, completed in or drilling to this reservoir: None Wildcat

If lease purchased with one or more wells drilled, from whom purchased. Name None Address

Well location (give footage from section lines) 2020 ft FWL & 1768 ft FSL Section - Township n Range or Block and Survey Sec. 35, T. 41N, R. 7W, G&SRM Dedication per A.A.C. R12-7-104(A)(3) NE 1/4 SW 1/4

Field and reservoir (if wildcat, so state) Wildcat County Mohave

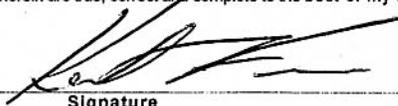
Distance in miles and direction from nearest town or post office 3 miles SE from Colorado City, Go West 3 miles to Mt. Trumble Rd. Turn S. for 2.6 miles. Turn E on Access Road for 400'
Proposed depth: 6,000' Rotary or cable tools Rotary Mud Approximate date work will start Upon Approval

Bond status Cash - BLM bond Organization Report Filing Fee of \$25.00
Amount \$10,000.00 On file Or attached X Attached X

Remarks

API # 02-015-20034

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the: Operating Manager of the Ultimate Exploration & Dev. LLC. (comp and that I am authorized by said company to make this report; and that this any), 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

1/05/06
Date

Mail completed form to:
Oil and Gas Program Administrator
Arizona Geological Survey
416 W. Congress #100
Tucson, AZ 85701-1315

Permit Number: 932
Approval Date: 1-10-06
Approved By: SL Paritz

**STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION**

Application to Drill or Re-enter
File Two Copies

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 <i>See 35, T41N, R7W, G+SRM</i>
	<p style="text-align: center;">CERTIFICATION</p> <p>I hereby certify that the information above is true and complete to the best of my knowledge and belief.</p> <hr/> <p>Name Ken Hamblin</p> <p>Position Surveyor</p> <p>Company Ken Hamblin Land Survey Inc</p> <p>Date Sept 9, 2005</p> <p>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.</p> <hr/> <p>Date Surveyed Sept 9, 2005</p> <p>Registered Land Surveyor Ken Hamblin 435-673-3075</p> <hr/> <p>Certificate No. 21070</p>

PROPOSED CAGING PROGRAM

Size of Casing Surface	Weight	Grade & Type	Top Surfa	Bottom	Cementing Depth	Sacks Cement	Type
8.625"	24.00	J-55	Surfa	600'	0 - 600'	437	PremiumAG
Production 5.5"	15.50	J 55	Surfa	6,000'	depending on Production zone		