APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL □ RE-ENTER OLD WELL □

NAME OF COMPANY OR OPERATOR

Ridgeway AZ Oil Corp. P O Box 1110 St. Johns, AZ 85936 928-337-3230

Address City State Phone Number

Drilling Contractor

Ridgeway AZ Oil Corp.

Address P O Box 1110 590 S. White Mtn. Dr. St. Johns, AZ 85936

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number, or if fee lease, name of lessor

13-102943

Well number

State 11-6-31

Elevation (ground) 6911.6'  

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: none feet

Number of acres in lease 640+/-

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

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

Name

Address

N/A

Well location (give footage from section lines)

1980' FSL + 1980' FEL

Section - Township - Range or Block and Survey

SG T11N R31E

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

Field and reservoir (if wildcat, so state) Wildcat

County Apache

Distance in miles and direction from nearest town or post office

From Springville P.O. N 30°56'04"E 19.9 Miles

Proposed depth: 2400' Information

Rotary or cable tools rotary

Approximate date work will start 07-01-06

Bond status on file Organization Report Filing Fee of $25.00

Amount $50,000.00 Or attached Attached

Remarks

API # 02-001 - 20332

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the: Field Operations Supervisor of the Ridgeway AZ Oil Corp. (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

May 19, 2006

Date

Permit Number: 939

Approval Date: 11-2-2006

Approved By: SC Ranie

Mail completed form to:
Oil and Gas Program Administrator
Arizona Geological Survey
416 W. Congress, #120
Tucson, AZ 85701-1315

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 ⌳ 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>Ridgeway AZ Oil Corp.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Land Description</td>
<td>SE 1/4, S.6, T11N R31E G+SRm</td>
</tr>
</tbody>
</table>

CERTIFICATION

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

[Signature]

Name: Thomas White
Position: Field Operations Sup.
Company: Ridgeway AZ Oil Corp.
Date: May 19, 2006

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>13 3/4</td>
<td>85'</td>
<td>5 3/4</td>
<td>0</td>
<td>1000'</td>
<td>100'-Surf.</td>
<td>730 sacks</td>
<td>Class C</td>
</tr>
<tr>
<td>8 5/8</td>
<td>43'</td>
<td>3 1/2</td>
<td>0</td>
<td>1750'</td>
<td>1000'-Surf.</td>
<td>600 sacks</td>
<td>Class C</td>
</tr>
<tr>
<td>5 1/8</td>
<td>30'</td>
<td>2 1/2</td>
<td>0</td>
<td>1000'</td>
<td>1950'-Surf.</td>
<td>500 sacks</td>
<td>Class C</td>
</tr>
<tr>
<td>4 3/4</td>
<td></td>
<td></td>
<td></td>
<td>2400'</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Open Hole</td>
<td></td>
<td></td>
<td></td>
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<td></td>
<td></td>
</tr>
</tbody>
</table>