

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

13-102944

Well number

State 11-7-31

Elevation (ground)

6947.7'

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

2443.81

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

S.7 T11N R31E

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

640 ac +/-

Field and reservoir (if wildcat, so state)

Wildcat

County

Apache

Distance in miles and direction from nearest town or post office

From Springerville P.O. N 32° 34' 50" E 19.0 Miles

Proposed depth:

2400' +/-

Rotary or cable tools

rotary

Approximate date work will start

07-01-06

Bond status on file

Amount \$50,000.00

Organization Report

On file Or attached

Filing Fee of \$25.00

Attached

Remarks

API # 02-001-20333

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

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

Permit Number: 940

Approval Date: 11-2-2006

Approved By: SL Rainey

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

- Operator shall outline on the plat the acreage dedicated to the well in compliance with A.A.C. R12-7-107.
- A registered surveyor shall show on the plat the location of the well and certify this information in the space provided.
- ALL DISTANCES SHOWN ON THE PLAT MUST BE FROM THE OUTER BOUNDARIES OF THE SECTION.
- Is the operator the only owner in the dedicated acreage outlined on the plat below? YES NO
- 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 _____
- If the answer to question four is no, list all the owners and their respective interests below:

Owner Ridgeway AZ Oil Corp.	Land Description SE 1/4, S.7 T11N R31E G+SRM
<p style="text-align: right;">CERTIFICATION</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: right;"><i>[Signature]</i></p> <p>Name Thomas White</p> <p>Position Field Operations Sup.</p> <p>Company Ridgeway AZ Oil Corp.</p> <p>Date May 19, 2006</p>	
<p>I hereby certify that the well location shown on the plat was plotted from field notes of actual surveys DANIEL R. MUTH or under my supervision, and that the same is true and correct to the best of my knowledge and belief.</p> <p style="text-align: right;"></p>	
<p>Date Surveyed 18 Apr 2006</p> <p>Registered Land Surveyor Daniel R. Muth</p> <p>Certificate No. AZ RLS 31028</p>	

PROPOSED CASING PROGRAM

Size of Casing	Weight	Grade & Type	Top	Bottom	Cementing Depths	Sacks Cement	Type
13 3/8	40 #	J 55	0	100'	100 - SURF.	130 Sks	CLASS C
8 5/8	23 #	J 55	0"	1000'	1000 - SURF.	600 Sks	CLASS C
5 1/2	15 #	J 55	0	1980'	1980 - SURF.	900 Sks	CLASS C pos
4 3/4 open hole				2400' +/-			