APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL ☒ RE-ENTER OLD WELL ☐

NAME OF COMPANY OR OPERATOR
Ridgeway Arizona Oil Corp.

Address	City	State	Phone Number
P O Box 1110	St. Johns, AZ 85936	928-337-3230

Drilling Contractor
Animas Well Drilling
Address	P O Box 1813 Midland, TX 79702

DESCRIPTION OF WELL AND LEASE

<table>
<thead>
<tr>
<th>Well number</th>
<th>Elevation (ground)</th>
</tr>
</thead>
<tbody>
<tr>
<td>10-31-31</td>
<td>1200 feet</td>
</tr>
</tbody>
</table>

Nearest distance from proposed location to property or lease line: 1200 feet

Distance from proposed location to nearest drilling, completed or applied for well on the same lease: n/a foot

Number of acres in lease: 1164.40

Number of wells on lease, including this well, completed or drilling to this reservoir: n/a

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

Name	Address

Well location (give footage from section lines)
2360 FSL + 1200 FWL

Section - Township - Range or Block and Survey
S. 31 TION R 31 G 36 R 31

Dedication per A.A.C. R12-7-104(A)(3)
All F 640ac Sec 31

Field and reservoir (if wildcat, so state)
Wildcat

County	Apache

Distance in miles and direction from nearest town or post office
11.6 miles WSW of Springerville, P.O.

Proposed depth: 3000'

Rotary or cable tools	Organization Report
Rotary	On file X	Or attached

Approximate date work will start: Jan 1, 2008

Filing Fee of $25.00

on file

Bond status:
Amount:

$50,000

Remains

API #: 02-001-20344

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the: Field Operations Supervisor (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	Date
W. L. Brown	10-30-07

Permit Number: 951

Approval Date: 3-25-2008

Approved By: S. L. Ramirez

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

(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 X  NO **

5. If the answer to question four is no, have the interests of all owners been consolidated by communization 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>Ridgeway Arizona Oil Corp.</td>
<td>SW 1/4 S. 31 T10N R3E G+5RM</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:  

**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 3/8&quot;</td>
<td>43#</td>
<td>J55</td>
<td>-0-</td>
<td>60'</td>
<td>0-60'</td>
<td>100 sks</td>
<td>Class C</td>
</tr>
<tr>
<td>8 5/8&quot;</td>
<td>23#</td>
<td>J55</td>
<td>-0-</td>
<td>1800'</td>
<td>0-1800'</td>
<td>300 sks</td>
<td>Class C</td>
</tr>
<tr>
<td>5 1/2&quot;</td>
<td>15.50#</td>
<td>J55</td>
<td>-0-</td>
<td>3000'</td>
<td>0-3000'</td>
<td>400 sks</td>
<td>Class C</td>
</tr>
</tbody>
</table>