

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No. <p style="text-align: center;">COC51146</p>	
6. If Indian, Allottee or Tribe Name	
7. If Unit or CA Agreement, Name and No. <p style="text-align: center;">COC57768</p>	
8. Lease Name and Well No. <p style="text-align: center;">Jolley KP 414-17 (KP 24-17 Pad)</p>	
9. API Well No.	
10. Field and Pool, or Exploratory <p style="text-align: center;">Kokopelli</p>	
11. Sec., T., R., M., or Blk. And Survey or Area <p style="text-align: center;">17 6S, 91W 6th PM</p>	
12. County or Parish <p style="text-align: center;">Garfield</p>	13. State <p style="text-align: center;">Colorado</p>
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* <p>Approximately 4.8 miles southeast of Silt, CO</p>	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drlg unit line, if any)	16. No. of Acres in lease <p style="text-align: center;">1200.35</p>
17. Spacing Unit dedicated to this well <p style="text-align: center;">320 S/2</p>	18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. <p style="text-align: center;">Aprx 319' From BHL</p>
19. Proposed Depth <p style="text-align: center;">7572' MD 7345' TVD</p>	20. BLM/ BIA Bond No. on file <p style="text-align: center;">NMB000396</p>
21. Elevations (Show whether DF, RT, GR, etc.) <p style="text-align: center;">6293' GR</p>	22. Aproximate date work will start* <p style="text-align: center;">11/1/10</p>
23. Estimated Duration <p style="text-align: center;">120 Days</p>	

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1 shall be attached to this form:

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| <ol style="list-style-type: none"> 1. Well plat certified by a registered surveyor. 2. A Drilling Plan. 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | <ol style="list-style-type: none"> 4. Bond to cover the operations unless covered by existing bond on file(see item 20 above). 5. Operator certification. 6. Such other site specific information and/ or plans as may be required by the a authorized officer. |
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25. Signature 	Name (Printed/ Typed) Greg Davis	Date 4/14/10
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Title

Supervisor Permits Approved By (Signature)	Name (Printed/ Typed)	Date
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Title

Office

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to cc operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the Unite States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

* (Instructions on reverse)

Additional Operator Remarks

Operator requests permission to drill the subject well. The well will be drilled directionally from an abandon pad(Jolley 1C-17) Williams pad name will be KP 24-17.

Please see Version: November 1, 2009 Williams Production RMT Company Master APD Standard Operating Practices for 10 Point Drilling Plan and the 13 Point Surface Use Plan for further information.

(See attached Survey Plats, Directional Plot and Plan, and Geologic Prognosis for the subject well.)

Surface is owned by Richard and Mary Jolley Family LLLP, Kent Jolley and Brett Jolley. Minerals are owned by the United States Government.

If additional information is required, please contact:

Mr. Scott Brady

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