

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

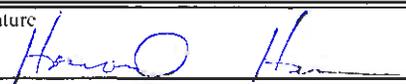
FORM APPROVED
OMB NO. 1004-0136
Expires: January 31, 2004

5. Lease Serial No. <p align="center">COC60733</p>	
6. If Indian, Allottee or Tribe Name	
7. If Unit or CA Agreement, Name and No. <p align="center">Ryan Gulch Unit COC068239</p>	
8. Lease Name and Well No. <p align="center">Federal RGU 413-25-198 (RGU 24-25-198 Pad)</p>	
9. API Well No.	
10. Field and Pool, or Exploratory <p align="center">Sulphur Creek</p>	
11. Sec., T., R., M., or Blk. And Survey or Area <p align="center">25 T1S-R98W 6th PM</p>	
12. County or Parish	
13. State	
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* <p>Approximately 20.0 miles Southwest of White River City, Colorado</p>	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drlg unit line, if any) Prop Aprox 7157' From SFC; Lease Line 635' BHL; Unit Bndry 4458' BHL	
16. No. of Acres in lease <p align="center">1209</p>	
17. Spacing Unit dedicated to this well <p align="center">Unspaced</p>	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. <p align="center">666</p>	
19. Proposed Depth <p align="center">MD 12872' TVD 12657'</p>	
20. BLM/ BIA Bond No. on file <p align="center">NMB000396</p>	
21. Elevations (Show whether DF, RT, GR, etc.) <p align="center">6684 GR</p>	
22. Aproximate date work will start* <p align="center">9/1/11</p>	
23. Estimated Duration <p align="center">21 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:

- | | |
|---|--|
| <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. |
|---|--|

25. Signature 	Name (Printed/ Typed) Howard Harris	Date 9/25/11
Title Sr. Regulatory Specialist		
Approved By (Signature)	Name (Printed/ Typed)	Date
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 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 United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

* (Instructions on reverse)