

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT


FORM APPROVED
OMB NO. 1004-0137
Expires: July 31, 2010

APPLICATION FOR PERMIT TO DRILL OR REENTER

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| 1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER | | 5. Lease Serial No. COC-0081267 | |
| 1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone | | 6. If Indian, Allottee or Tribe Name | |
| 2. Name of Operator WEXPRO COMPANY | | 7. If Unit or CA Agreement, Name and No. ACE UNIT COC-047584X | |
| 3a. Address P.O BOX 458 ROCK SPRINGS, WYOMING 82902 | | 8. Lease Name and Well No. ACE UNIT 17 | |
| 3b. Phone No. (include area code) 307.352.7514 | | 9. API Well No. | |
| 4. Location of well (Report location clearly and in accordance with any State requirements. *) At surface 1694' FSL 107' FEL NE SE Lat. 40.968689 Long. -108.287503 At proposed prod. zone 2108' 1647' FSL FEL NW SE 28 T 12N R 97W | | 10. Field and Pool, or Exploratory POWDER WASH | |
| 14. Distance in miles and direction from the nearest town or post office* Approximately 40 miles southwest of Baggs, WY | | 11. Sec., T., R., M., or Blk. and Survey or Area 28 T 12N R 97W | |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drlg. unit line, if any) 1647' | | 12. County or Parish MOFFAT COUNTY | |
| 16. No. of acres in lease 760.00 | | 13. State COLORADO | |
| 17. Spacing Unit dedicated to this well | | | |
| 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 900' | | 20. BLM/ BIA Bond No. on file Nationwide Bond No. 965010687 BLM Bond No. ESB000183 | |
| 21. Elevations (Show whether DF, RT, GR, etc.) 6,509' GR | | 22. Approximate date work will start* October 1, 2012 | |
| | | 23. Estimated duration 25 Days | |
| 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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| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by existing bond on file (see item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 3. A Surface Use Plan (if the location is on National Forest System Land, SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/ or plans as may be required by authorized officer. |

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|--|---|-------------------|
| 25. Signature  | Name (Printed/ Typed) Jimmy L. Druce | Date 9-12-2011 |
| Title OPERATIONS MANAGER | | |
| 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 conduct operations thereon.

Conditions of approval, if any, are attached.

United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

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*(Instructions on page 2)