

APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL

RE-ENTER OLD WELL

NAME OF COMPANY OR OPERATOR

Blackstone Exploration Co., LLC

Address City State Phone Number

P.O. Box 940 Holbrook, AZ 86025 928-524-7786

Drilling Contractor

Blackstone Exploration Co., LLC (Company tools)

Address P.O. Box 940 Holbrook AZ 86025 928-524-7786

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number, or if fee lease, name of lessor <u>Rocking Chair Ranch</u>	Well number <u>1</u>	Elevation (ground) <u>5826.9</u>
Nearest distance from proposed location to property or lease line: <u>1660</u> feet	Distance from proposed location to nearest drilling, completed or applied-for well on the same lease: <u>NA</u> feet	
Number of acres in lease <u>640</u>	Number of wells on lease, including this well, completed in or drilling to this reservoir: <u>1</u>	

If lease purchased with one or more wells drilled, from whom purchased. Name Address
NA

Well location (give footage from section lines) Section - Township - Range or Block and Survey Dedication per A.A.C. R12-7-104(A)(3)
1660' FROM EAST LINE & 1920' FROM SOUTH LINE SEC. 5 T13N, R20E ± 640 ac

Field and reservoir (if wildcat, so state) County
Wildcat NAVAJO COUNTY

Distance in miles and direction from nearest town or post office
7.0 MI. NW FROM POST OFFICE, SNOWFLAKE, AZ

Proposed depth: 4000 Rotary or cable tools Rotary Approximate date work will start 11-01-2015

Bond status on file Organization Report Filing Fee of \$25.00
Amount \$25,000.00 On file Or attached Attached

Remarks

API 02-017-20109

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the: Manager of the Blackstone Exploration Co., LLC (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.

Cain Romano
Signature
10/26/2015
Date

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

Permit Number: 1200
Approval Date: 10-27-2015
Approved By: SL Rainz

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION
Application to Drill or Re-enter
File Two Copies

Form No. 3 816-223-3712

NOTICE: Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.

- 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 <i>Blackstone Exploration Co., LLC</i>	Land Description <i>NW 1/4 OF SE 1/4 SEC. 5, T13N, R20E</i>
<p style="text-align: center; font-size: 24px; font-weight: bold;">SECTION 5 T13N R20E</p> <p style="text-align: center; font-size: 24px; font-weight: bold;">WELL</p> <p style="text-align: center;">1660'</p> <p style="text-align: center;">1920'</p> <p style="text-align: center;">0 330 660 990 1320 1650 1980 2310 2640 2000 1500 1000 500 0</p>	<p style="text-align: center; font-weight: bold;">CERTIFICATION</p> <p>I hereby certify that the information above is true and complete to the best of my knowledge and belief.</p> <p>Name _____</p> <p>Position _____</p> <p>Company _____</p> <p>Date _____</p> <div style="text-align: center;"> <p><i>exp. 9/30/17</i></p> </div> <p>Date Surveyed <i>16 OCT. 2015</i></p> <p>Registered Land Surveyor <i>GENNY WALLACE MARTIN</i></p> <p>Certificate No. <i>AZ RLS 37933</i></p>

PROPOSED CASING PROGRAM

Size of Casing	Weight	Grade & Type	Top	Bottom	Cementing Depths	Sacks Cement	Type
<i>16"</i>		<i>New</i>	<i>Surface</i>	<i>40'</i>	<i>40'</i>	<i>Estimate: 80</i>	<i>Class A</i>
<i>8 5/8"</i>	<i>23lb</i>	<i>New</i>	<i>Surface</i>		<i>50' below base of casing</i>	<i>Estimate: 450</i>	<i>Class A</i>
<i>5 1/2"</i>	<i>15.5lb</i>	<i>New</i>	<i>Surface</i>	<i>3,950'</i>	<i>TD to cover all productive zones</i>	<i>Estimate: 450</i>	<i>60/40 pozimix</i>