

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0136
Expires July 31, 2010

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. COC19832
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator AUGUSTUS ENERGY PARTNERS LLC		7. If Unit or CA Agreement, Name and No.
Contact: LONI DAVIS Email: ldavis@augustusenergy.com		8. Lease Name and Well No. JP BROPHY FEDERAL 14-21 4N45W
3a. Address 2016 GRAND AVE. STE A BILLINGS, MT 59102	3b. Phone No. (include area code) Ph: 970-332-3585 Fx: 970-332-3587	9. API Well No.
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface SWSW 795FSL 853FWL 40.295728 N Lat, 102.412010 W Lon At proposed prod. zone SWSW 795FSL 853FWL 40.295728 N Lat, 102.412010 W Lon		10. Field and Pool, or Exploratory OLD BALDY
14. Distance in miles and direction from nearest town or post office* 13.1 MILES TO ECKLEY, CO		11. Sec., T., R., M., or Blk. and Survey or Area Sec 21 T4N R45W Mer 6PM
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 795 FT TO LEASE LINE	16. No. of Acres in Lease 840.00	12. County or Parish YUMA
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 1598 FT	19. Proposed Depth 2850 MD	13. State CO
21. Elevations (Show whether DF, KB, RT, GL, etc.) 3838 GL	22. Approximate date work will start 09/15/2011	17. Spacing Unit dedicated to this well 350.30
		20. BLM/BIA Bond No. on file COB00227
		23. Estimated duration 30 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:

- | | |
|---|--|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an 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 Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature (Electronic Submission)	Name (Printed/Typed) LONI DAVIS Ph: 970-332-3585	Date 05/04/2011
Title SUBMITTING CONTACT		
Approved by (Signature)	Name (Printed/Typed)	Date
Title	Office	

Application approval does not warrant or certify 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.

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.

Additional Operator Remarks (see next page)

Electronic Submission #107528 verified by the BLM Well Information System
For AUGUSTUS ENERGY PARTNERS LLC, sent to the Canon City

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

Additional Operator Remarks:

Augustus Energy Partners, LLC is permitting this well, but Rosewood Resources Inc., will be drilling, completing and operating this well. It is my understanding that Rosewood Resources, Inc. will be submitting a change of operator prior to drilling.