APPLICATION FOR PERMIT TO DRILL AN OIL AND GAS WELL OR STRATIGRAPHIC HOLE

(to be accompanied by a $100 permit fee for new wells only and a surety bond conditioned as provided by law.)

Roseburg, Oregon 2-24 1984

In compliance with rules and regulations pursuant to OHS 520 (Chapter 296 OR 1977) application is hereby made

for permit to drill a (new well) to be known as MARRS CASING PULLING INC.-joint venture

Great Well No. Discovery 2a NWs of Sec. 20 T 30S R 9W W.B.M.

wildcat Field, Douglas County.

Survey Coordinates: From the Northwest Corner 1924 feet South and 1459 feet East

Elevation of ground above sea level: in 810 feet. All depth measurements are taken from top or Drill table, which in 6 to 8 feet above ground.

Lessee: Selm A. Hutchins

Address: P.O. Box 190 Sutherlin, Oregon 97479

Lessee: Rex-Timber Company

Address: 133 NE Peachtree Atlanta, Ga. or 24th Floor, 1250 Paydros New Orleans, La. 30303 70112

We propose to use the following strings of casing and to land or cement them as herein indicated:

| Size of hole | Size of casing | Weight in pounds per foot | Grade and type | New or second hand | Depth | Landed or cemented
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<tbody>
<tr>
<td>12 3/4&quot;</td>
<td>8 1/2&quot;</td>
<td>32</td>
<td>K 55 St. C</td>
<td>New</td>
<td>350</td>
<td>300</td>
</tr>
<tr>
<td>7 7/8&quot;</td>
<td>4 1/2&quot;</td>
<td>11.6</td>
<td>K 55 N-80</td>
<td>Used</td>
<td>3500</td>
<td>500</td>
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Proposed Depth: 3,500

Objective: Oil bearing sands between

3,000 and 3,500 feet and/or producing gas zones

This permit expires one year from date of issue.

Approved March 30, 1984

except as follows: The January 1984 stipulations approved by the Governing Board of this Department are conditions of this permit.

DEPT. OF GEOLOGY & MINERAL INDUSTRIES

by

Petroleum Engineer

Issuance of this permit is not a finding of compliance with the statewide planning goals or the acknowledged comprehensive plan.

The permit is valid only if land use approval is obtained from the county or city in which the area lies and that the area is zoned, that a determination of compliance with state-wide plans.

SELMA A. HUTCHINS & MAYO MARRS CASING PULLING INC.-joint venture

by

Position Partner

Send communications regarding well to:

Name: Selm A. Hutchins & Donald A. Bentz

Address: P.O. Box 190 P.O. Box 901

Sutherlin, Ore. Winchester, Ore.

97479 97495