STATE OF OREGON
DEPARTMENT OF GEOLOGY AND MINERAL INDUSTRIES
910 State Office Building
Portland, OR 97201

APPLICATION FOR PERMIT TO DRILL AN OIL OR GAS WELL

(To be accompanied by a $100 permit fee, a surety bond conditioned as provided by law, and evidence of mineral rights ownership or lease.) This application becomes a permit to drill when signed and dated by DOGAMI in box below.

In compliance with rules and regulations pursuant to ORS 520, application is hereby made for permit to drill (a gas well) to be known as Nahama & Weagant Energy Company

(an oil well) (Company or Operator) (Lease) (Well No.)

in SW_4 of Sec. 22 , T 6N , R 4W Directional? No _Yes _ Survey Coordinates (if yes, BML & SHL):
2300' From West Line and 400' From South Line

Wildcat: _Yes _ (or) Field Name: Mist _County Columbia

Elevation of ground above sea level is 1090 feet. All depth measurements are taken from Kelly Bushing , which is 10' above ground.

Lessee (Mineral Owner): Hansen Natural Resources Co.
Address: c/o Washington Energy, 16666 Northchase Dr., Suite 375, Houston, TX 77060

Surface Owner: Hansen Natural Resources Company
Address: 62424 Nehalem Hwy., North, Vernonia, OR 97042

Lessee: Nahama & Weagant Energy Company
Address: 4700 Stockdale Hwy., Suite 110, Bakersfield, CA 93309

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

<table>
<thead>
<tr>
<th>Size of hole</th>
<th>Size of casing</th>
<th>Weight in pounds per foot</th>
<th>Grade/Type</th>
<th>Depth</th>
<th>Amount of Cement</th>
</tr>
</thead>
<tbody>
<tr>
<td>12-1/4&quot;</td>
<td>8-5/8&quot;</td>
<td>24</td>
<td>J-55</td>
<td>500'</td>
<td>300 SX</td>
</tr>
<tr>
<td>7-7/8&quot;</td>
<td>4-1/2&quot;</td>
<td>10.5</td>
<td>J-55</td>
<td>2700'</td>
<td>200 SX</td>
</tr>
</tbody>
</table>

Geologic Objectives: Clark and Wilson

Proposed Depth: 2700'

DOGAMI approved June 25, 1993.

A log is required to confirm the cement of production casing is at least 500' above the perforations of the gas zone, or at least 1000' above any fluid bearing zone, whichever is higher. The July 1987 stipulations and conditions of this permit. Notify DOGAMI to witness BOP log.

By: Dennis Olmstead, Petroleum Engineer

Signature:

Position: Engineer

Date: 5/15/93

SEND WELL COMMUNICATION TO:
Name: Trent Rosenlieb c/o Nahama & Weagant
Address: 4700 Stockdale Hwy., Suite 110
Bakersfield, CA 93309
Phone (805) 323-9075 (Day) (805) 323-9075 (Night)

NOTE: (1) Issuance of this permit is not a finding of compliance with the Statewide Planning Goals or the acknowledged comprehensive plan. (2) Permit expires one year from date of issue. (3) Land use approval must be obtained from the county or city in which the drilling takes place. (4) Unless specifically exempted, permittee is obligated to comply with all current applicable statutes and rules including those adopted after permit issuance.