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.)

PORTLAND, Oregon Nov. 6, 1979

In compliance with rules and regulations pursuant to GRS 520 (Chapter 296 C.L. 1977) application is hereby made for permission to drill a (stratigraphic hole) to be known as

American Quasar Petroleum Co. Longview Fibre

Well No. 25-32 in SW¼ NEX of Sec. 25, T. 6N, R. 5W W.S.M.
Wildcat Field, Columbia County.
Survey Coordinates: See attached plat.

Elevation of ground above sea level is 866.65 feet. All depth measurements are taken from top of Kelly Bushing which is 11.40' above ground.

Lessee: Reichhold Energy Corporation
Address: P. O. Box 1482, Tacoma, Washington 98401

Lessor: Longview Fibre Company
Address: Longview, Washington 98632

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 and type</th>
<th>New or second hand</th>
<th>Depth</th>
<th>Landed or cemented</th>
</tr>
</thead>
<tbody>
<tr>
<td>9-7/8&quot;</td>
<td>7&quot;</td>
<td>23#</td>
<td>K-55</td>
<td>New</td>
<td>500'</td>
<td>Cmt. to surf.</td>
</tr>
<tr>
<td>6¼&quot;</td>
<td>4½&quot;</td>
<td>9.5#</td>
<td>K-55</td>
<td>New</td>
<td>5000'</td>
<td>200 sx</td>
</tr>
</tbody>
</table>

Proposed Depth: 5,000'
Objectives: Eocene

Approved December 19, 1979 except as follows: Stipulations approved by the Governing Board of the Department will be made a condition of this permit.

DEPT. OF GEOLOGY & MINERAL INDUSTRY

PETROLEUM ENGINEER

American Quasar Petroleum Co.

John F. Sinclaire
Division Drilling Supt.
Send communications regarding well to:

American Quasar Petroleum Co.
Address: 204 Superior Blvd.
201 North Wacott St.
Casper, Wyoming 82601

NOTE: This well is subject to 5% and 10% royalty as provided in 25-70-7.7.