



DEPARTMENT of ENVIRONMENT and NATURAL RESOURCES  
 Minerals & Mining Program - Oil & Gas Section  
 2050 West Main, Suite #1, Rapid City, SD 57702-2493  
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JUL 26 2010

DEPT OF ENVIRONMENT & NATURAL RESOURCES - RAPID CITY

APPLICATION FOR PERMIT TO DRILL

Type of work:  
 State Well  Center Well  Drill Directional Well  
 Type of well:  
 Oil Well  Gas Well  Injection  
 Other

Name and Address of Operator:  
 Dakota Energy LLC, Mr. David Smith, PO Box 270894, Littleton CO. 80127  
 Telephone: 303 807 6487

Name and Address of Surface Owner:  
 Mr. Ray Traub, 63 Bayhorse Creek Rd. Broadus MT. 59317  
 Telephone: 406 427 5299

Name and Address of Drilling Contractor and Rig Number:  
 Taylor Drilling Inc., 2310 Commerce Rd. Rapid City SD 57701  
 Rig # 8 Telephone: 605 787 4989

Surface Location of well: Qtr-Qtr, Sec, Twp, Rge, County, feet from nearest lines of section, and latitude and longitude (if available):  
~~SE SW 1/4~~ Section 14, T6N-R5E, MEADE CO.  
 1500' from WL, 500' from SL of NE of SW 1/4

If Directional, top of pay and bottom hole location from nearest lines of section:  
 N/A

Acres in Spacing (Drilling) Unit: 40  
 Description of Spacing Unit: 1/4 1/4 or NE SW

Well Name and Number Dakota-Traub # 1-14-6-5	Elevation 3090.	Field and Pool, or Wildcat wildcat	Proposed Depth and Formation Approx 300-490
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Size of Hole 1) 13 1/2" 2) 8 3/4" 3) 6 1/4" 4)	Size of Casing 9 5/8" 7" 5 1/2"	Weight per Foot 36 #' 23 #' 15 1/2 #'	Depth 102' 300' 220'	Cementing Program (amount, type, additives) Use 55 sack class G, circulate to surf. 102' enough class G to circ. to surf. 300' Slot 5.5" And use AS liner, set below 220'
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Describe Proposed Operations (Clearly State all Pertinent Details, and Give Pertinent Dates, Including Estimated Date of Starting any Proposed Work). Use additional page(s) if appropriate.  
 On or about August 16, 2010, will attempt to establish oil/natural gas production at Gullickson prospect. Well will be drilled and completed to evaluate all the present members of Jurassic Sundance formation. Pits will be lined w/ 12mm liner. Contractor Taylor Drilling will provide pressure diverter in case GAS is encountered.

I hereby certify that the foregoing as to any work or operation performed is a true and correct report of such work or operation.

Signature: Tony K. Petres  
 Name (Print): TONY K. Petres  
 Title: consulting geologist  
 Date: 7/13/10  
 Tel: 341-8672  
 Cel: 390-7798

FOR OFFICE USE ONLY  
 Approved By: Fred Wallace  
 Title: Oil and Gas Supervisor

Permit No. 1980  
 API No. 40 093 20030  
 Date Issued: August 18, 2010  
 Conditions, if any, on attached page.

12mm