

STATE OF SOUTH DAKOTA
DEPARTMENT OF ENVIRONMENT AND NATURAL RESOURCES
BOARD OF MINERALS AND ENVIRONMENT

RECEIVED
MAY 7 2018

DEPT OF ENVIRONMENT & NATURAL
RESOURCES - RAPID CITY

IN THE MATTER OF THE PETITION OF)
GULF EXPLORATION, L.L.C. FOR AN)
EXCEPTION LOCATION FOR AN OIL)
WELL IN THE NE/4 NE/4 SE1/4 NW1/4 OF)
SECTION 2, T11S, R1E, B.H.M., FALL)
RIVER COUNTY, SOUTH DAKOTA.)

Case No. 8-2018

PETITION

Gulf Exploration, L.L.C. by and through its attorney Brett Koenecke of May Adam Gerdes & Thompson LLP of Pierre, South Dakota hereby petitions the South Dakota Department of Environment and National Resources for an exception location for an oil well, as follows:

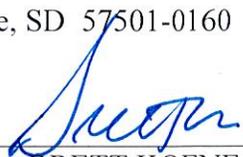
1. Gulf Exploration, L.L.C. (Gulf) holds an oil and gas leasehold interest in the above captioned parcel of property.
2. Gulf will file an Application for Permit to Drill ("APD") with DENR for the drilling of the Dragoon 1-2 oil well.
3. The location proposed for the Dragoon 1-2 oil well in the APD is 1995' FNL and 2496' FWL (NE/4 NE/4 SE/4 NW/4) in Section 2, T11S, R1E, B.H.M., Fall River County, South Dakota. Such location will be an exception location because it is located within 500 feet of a property boundary pursuant to SDCL 74:12:02:04.
4. The exception location is requested because the location is chosen based upon new 3-dimensional seismic interpretation. If the proposed well is not drilled at the requested exception location it would be unlikely to produce in economic quantities.
5. This petition is made pursuant to SDCL 45-9-27 and ARSD 74:12:02:08.

6. The mineral owner in the lands adjacent to the proposed exception location is the United States of America, Department of the Interior, Bureau of Land Management, 99 23rd Avenue West, Suite A, Dickinson, North Dakota 58601.

Dated this 4 day of May, 2018.

MAY, ADAM, GERDES & THOMPSON, L.L.P.
503 South Pierre Street
PO Box 160
Pierre, SD 57501-0160

By: _____



BRETT KOENECKE