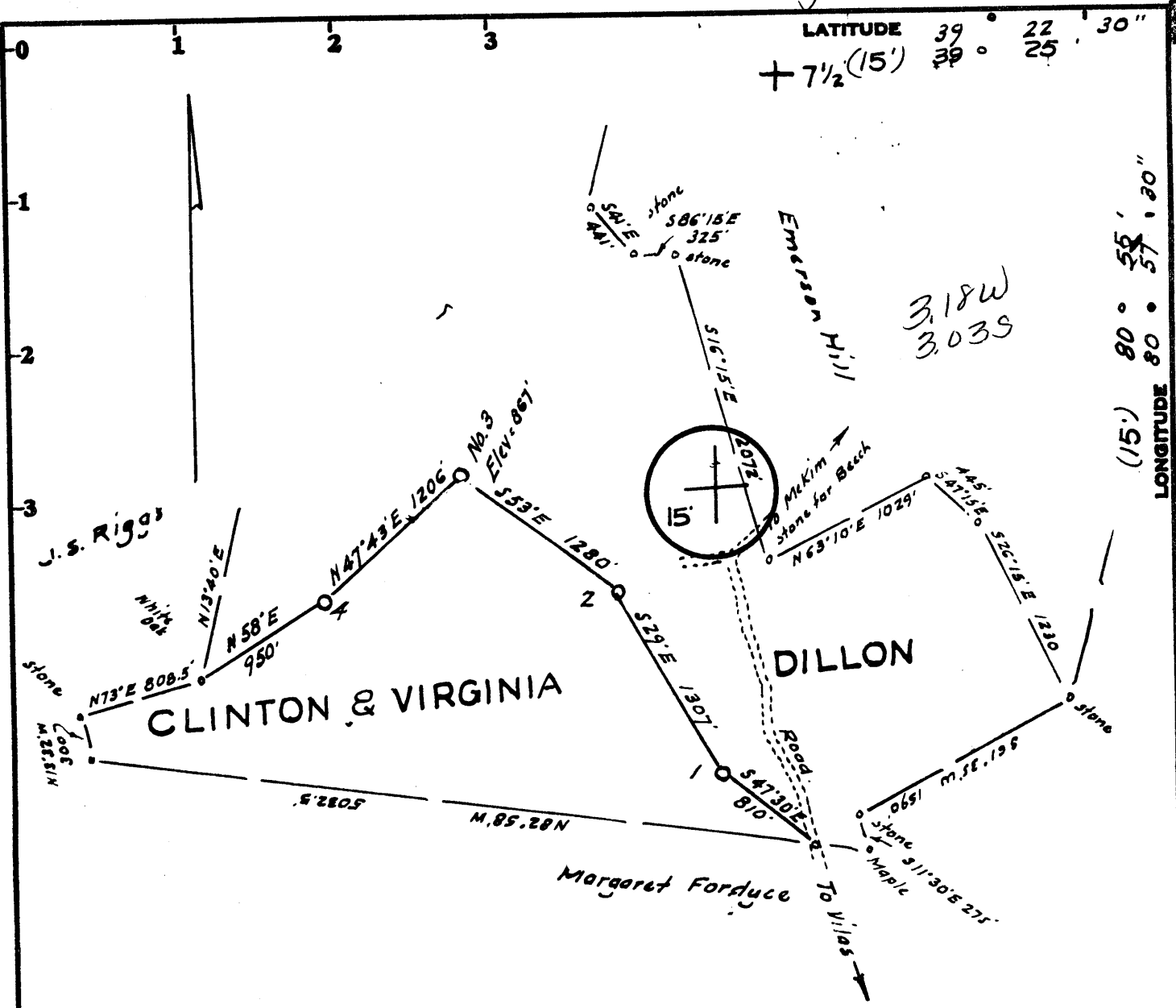


10/1/79



OWNERSHIP

Fee ownership is vested in:-
 Clinton & Virginia Dillon
 Et Marys. W. Va.

Minimum Error of Closure 1 in 200

Source of Elevation USGS elev. (shown) = 812'

- Fracture.....
- New Location.....
- Drill Deeper.....
- Abandonment.....

I, the undersigned, hereby certify that this map is correct to the best of my knowledge and belief and shows all the information required by paragraph 6 of the rules and regulations of the oil and gas section of the mining laws of West Virginia.

Signed: [Signature]
 Squares: N S E W

Map No.

Company Security Gas and Oil Inc.
 Address 417 1/2 2nd St. St. Marys. W. Va 26170
 Farm Clinton S & Virginia H. Dillon
 Tract _____ Acres 575 Lease No. _____
 Well (Farm) No. 3 Serial No. _____
 Elevation (Spirit Level) 867' WC
 Quadrangle Pennsboro 7 1/2, West Union 15
 County Tyler District Meade
 Engineer [Signature]
 Engineer's Registration No. 1277
 File No. _____ Drawing No. _____
 Date Sept 24, 1979 Scale 1" = 1000'

STATE OF WEST VIRGINIA
 DEPARTMENT OF MINES
 OIL AND GAS DIVISION
 CHARLESTON

WELL LOCATION MAP

FILE NO. 47-095-0736

+ Denotes location of well on United States Topographic Maps, scale 1 to 24,000 latitude and longitude lines being represented by border lines as shown.

OCT 12 1979

- Denotes one inch spaces on border line of original tracing.

[08-78]

OIL AND GAS WELL PERMIT APPLICATION

Operator's Well No. C. S. Dillon #3

API Well No. 47 - 095 - 0736
State County Perm

WELL TYPE: Oil xxx Gas xxx
(If "Gas", Production / Underground storage / Deep / Shallow /)

LOCATION: Elevation: 867' Watershed: McKim
District: Heade County: Tyler Quadrangle: Pennsboro 7 1/2

WELL OPERATOR Security Gas & Oil Inc.
Address 417 1/2 Second Street
St. Marys, WV 26170

DESIGNATED AGENT Burl W. Smith
Address Rt. 39, St. Marys
WV 26170

OIL & GAS ROYALTY OWNER Clinton S. & Virginia Dillon
Address St. Marys, WV 26170

COAL OPERATOR None
Address:

Acreage 575

COAL OWNER(S) WITH DECLARATION ON RECORD:
Name None

SURFACE OWNER Same

Address

Address

Acreage

Name

FIELD SALE (IF MADE) TO:

Address

Name

Address

COAL LESSEE WITH DECLARATION ON RECORD:

Name

OIL & GAS INSPECTOR TO BE NOTIFIED

Name Phillip Tracey

Address

[Handwritten signature]

OCT 1 - 1979

Address Middlebourne, WV
1-304-758-4573

OIL & GAS DIVISION
DEPT. OF MINES

The undersigned well operator is entitled to operate for oil or gas purposes at the above location under a deed / lease XX / other contract / dated Aug. 1, 1979, to the undersigned well operator from Clinton S. & Virginia Dillon

[If said deed, lease, or other contract has been recorded:]

Recorded on Sept. 5, 1979, in the office of the Clerk of the County Commission of Tyler County, West Virginia, in Deed Book 220 at page . A permit is requested as follows:

PROPOSED WORK: Drill xxx / Drill deeper / Redrill / Fracture or stimulate /
Plug off old formation / Perforate new formation /
Other physical change in well (specify)

--planned as shown on the work order on the reverse side hereof.

The above named coal operator, coal owner(s), and coal lessee are hereby notified that any objection they wish to make or are required to make by Code § 22-4-3 must be filed with the Department of Mines within fifteen (15) days after the receipt of this Application by the Department.

Copies of this Permit Application and the enclosed plat and reclamation plan have been mailed by registered mail or delivered by hand to the above named coal operator, coal owner(s), and coal lessee on or before the day of the mailing or delivery of this Permit Application to the Department of Mines at Charleston, West Virginia.

PLEASE SUBMIT COPIES OF ALL GEOPHYSICAL LOGS DIRECTLY TO:

WEST VIRGINIA OIL AND GAS CONSERVATION COMMISSION
1615 WASHINGTON STREET EAST
CHARLESTON, WV 25311

TELEPHONE: (304) 348-3092

BLANKET BOND

Security Gas & Oil Inc.
Well Operator

By *Frank E. Pettit*
Field Agent

PROPOSED WORK ORDER

THIS IS AN ESTIMATE ONLY:
ACTUAL INFORMATION MUST BE SUBMITTED ON FORM IV-35 UPON COMPLETION

DRILLING CONTRACTOR (IF KNOWN) _____

Address _____

GEOLOGICAL TARGET FORMATION, Gordon Series

Estimated depth of completed well, 3500 feet Rotary XXX / Cable tools _____ /

Approximate water strata depths: Fresh, 130 feet; salt, _____ feet.

Approximate coal seam depths: None Is coal being mined in the area? Yes _____ / No XXXX

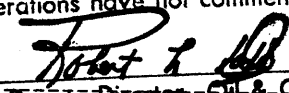
CASING AND TUBING PROGRAM

CASING OR TUBING TYPE	SPECIFICATIONS				FOOTAGE INTERVALS		CEMENT FILL-UP OR SACKS (Cubic feet)	PACKERS	
	Size	Grade	Weight per ft	New	Used	For drilling			Left in well
Conductor	85/8		24lb.	xx		250'	250'	85 sacks	Kinds
Fresh water									
Coal									Sizes
Intermediate									
Production	4 1/2		10.5				3500'	400 sacks	Depths set
Tubing									
Liners									Perforations:
									Top Bottom

NOTE: Regulation 7.02 of the Department of Mines provides that the original and four copies of Form IV-2 must be filed with the Department, accompanied by (i) a plat in the form prescribed by Regulation 11, (ii) a bond in one of the forms prescribed by Regulation 12, or in lieu thereof the other security allowed by Code § 22-4-2, (iii) Form IV-9, "Reclamation Plan", applicable to the reclamation required by Code § 22-4-12b and Regulation 23, (iv) unless previously paid on the same well, the fee required by Code § 22-4-12a, and (v) if applicable, the consent required by Code § 22-4-8a from the owner of any water well or dwelling within 200 feet of the proposed well.

THIS PERMIT MUST BE POSTED AT THE WELL SITE where fracturing or stimulating is to be part of the work for which a permit is sought and is noted as such on the Form IV-2 filed in connection therewith.

All provisions being in accordance with Chapter 22, of the W. Va. Code, the location is hereby approved for drilling. This permit shall expire if operations have not commenced by 6-2-80.


Deputy Director - Oil & Gas Division

The following waiver must be completed by the coal operator and by any coal owner or coal lessee who has recorded a declaration under Code § 22-4-20, if the permit is to be issued within fifteen (15) days of receipt thereof:

W A I V E R

The undersigned coal operator _____ / owner _____ / lessee _____ / of the coal under this well location has examined this proposed well location. If a mine map exists which covers the area of the well location, the well location has been added to the mine map. The undersigned has no objection to the work proposed to be done at this location, provided, the well operator has complied with all applicable requirements of the West Virginia Code and the governing regulations.

Date: _____, 19____

By _____
Its _____



STATE OF WEST VIRGINIA
DEPARTMENT OF ENERGY
DIVISION OF OIL AND GAS
1615 Washington Street, East
Charleston, West Virginia 25311
Telephone: 348-3500

FYI

ARCH A. MOORE, JR.
Governor

September 9, 1985

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Dear Mr. Ray G. Miller, Pres.

As designated agent/ or operator you have previously been notified on 8/27/85 and again on 9/4/85 that the wells of Security Gas and Oil Inc. which is permitted as Nos. See Below located on the Attached Sheet tract, near McKim Creek, Meade District, Tyler County, West Virginia, is in violation of West Virginia Code 22B-1-30 & 7:05 and the regulations promulgated thereunder due to Failure to reclaim well sites within (6) mos. after drilling completed. No Identifications by API Numbers.

Now, therefore, take notice that the bond covering said well shall be forfeited as is required by West Virginia Code 22B-1-26 (h) if an agreement satisfactory to the Director is not reached within 15 days from receipt of this notice.

A copy of this notice is being sent by Certified Mail to the Surety on the bond which covers this permit.

If you have any questions concerning this notice, please contact the Division of Oil and Gas of the Department of Energy.

Respectively,

Director, Division Oil & Gas

cc: Surety - National Grange Mutual Insurance Company
Office of Attorney General, Environmental Protection Division
District Inspector

In Re: 095-0736 / 0737 / 0754 / 0806 / 0807 / 0835 / 0836 / 0837
095-0838 / 0840 / 0841 also (1) Pleasant County well 073-0796