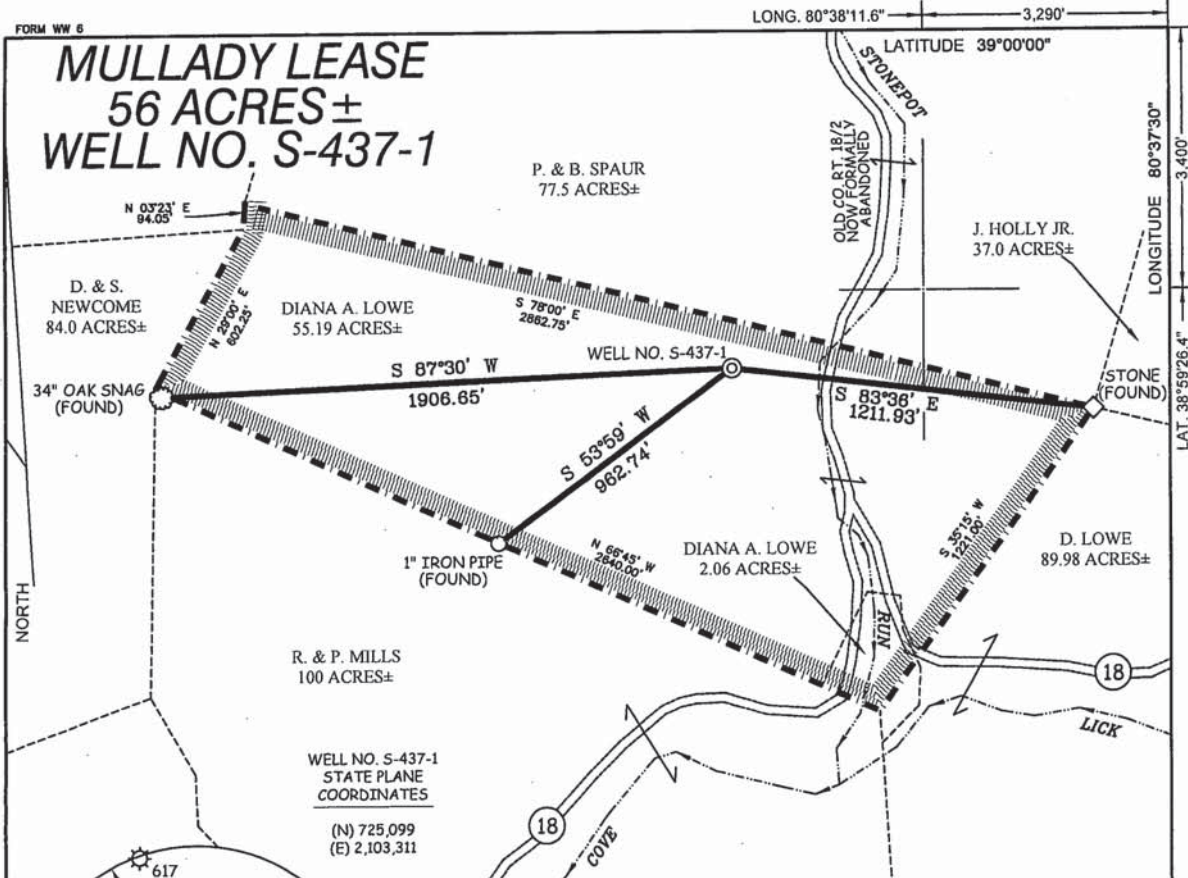
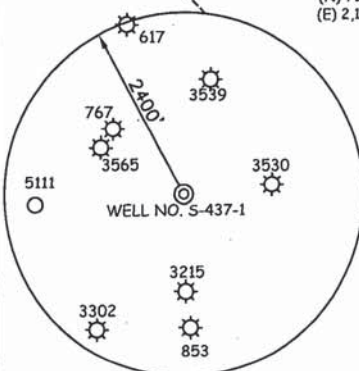


MULLADY LEASE 56 ACRES± WELL NO. S-437-1



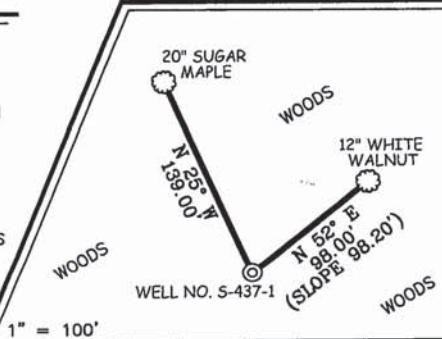
WELL NO. S-437-1
STATE PLANE
COORDINATES
(N) 725,099
(E) 2,103,311



NOTES ON SURVEY

1. TIES TO WELLS AND CORNERS ARE BASED ON GRID NORTH FOR THE WV STATE PLANE COORDINATE SYSTEM SOUTH ZONE NAD '27.
2. TIES TO REFERENCES ARE BASED ON MAGNETIC NORTH 08/07/07.
3. LEASE BOUNDARY SHOWN HEREON TAKEN FROM A DEED RECORDED IN DEED BOOK 531 AT PAGE 155.
4. SURFACE OWNER AND ADJOINER INFORMATION TAKEN FROM THE ASSESSOR AND COUNTY CLERK RECORDS OF LEWIS COUNTY IN JULY, 2006.
5. WELL LAT./LONG. (NAD'27) ESTABLISHED BY DGPS(SUBMETER MAPPING GRADE).

REFERENCES



I THE UNDERSIGNED, HEREBY CERTIFY THAT THIS PLAT IS CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF AND SHOWS ALL THE INFORMATION REQUIRED BY LAW AND THE REGULATIONS ISSUED AND PRESCRIBED BY THE DIVISION OF ENVIRONMENTAL PROTECTION.

P.S. 677 *Gregory A. Smith*



(+) DENOTES LOCATION OF WELL ON UNITED STATES TOPOGRAPHIC MAPS.
DATE AUGUST 09, 20 07
OPERATORS WELL NO. MULLADY #S-437-1
API WELL NO. 47-041-05328
STATE COUNTY PERMIT
CANCELLED

MINIMUM DEGREE OF ACCURACY 1/200 FILE NO. 6544PS-437-1 (240 - 55)
PROVEN SOURCE OF ELEVATION DGPS (SUBMETER MAPPING GRADE) SCALE 1" = 500'

STATE OF WEST VIRGINIA
DIVISION OF ENVIRONMENTAL PROTECTION
OFFICE OF OIL AND GAS

WELL TYPE: OIL ___ GAS X LIQUID INJECTION ___ WASTE DISPOSAL ___ IF "GAS" PRODUCTION X STORAGE ___ DEEP ___ SHALLOW X

LOCATION: ELEVATION 932' WATERSHED STONE POT RUN OF COVE LICK
DISTRICT COURTHOUSE COUNTY LEWIS QUADRANGLE GILMER 7.5'

SURFACE OWNER DIANA A. LOWE ACREAGE 55.19±
ROYALTY OWNER EDWARD F. AMAN LEASE ACREAGE 56±
PROPOSED WORK: LEASE NO. 10152

DRILL X CONVERT ___ DRILL DEEPER ___ REDRILL ___ FRACTURE OR STIMULATE X PLUG OFF OLD
FORMATION ___ PERFORATE NEW FORMATION ___ PLUG AND ABANDON ___ CLEAN OUT AND REPLUG ___ OTHER ___
PHYSICAL CHANGE IN WELL (SPECIFY) ___ TARGET FORMATION BENSON
ESTIMATED DEPTH 5.200'

WELL OPERATOR STALNAKER ENERGY, CORP. DESIGNATED AGENT RON STALNAKER
ADDRESS P.O. BOX 178 ADDRESS P.O. BOX 178
GLENVILLE, WV 26351 GLENVILLE, WV 26351

COUNTY NAME
PERMIT



west virginia department of environmental protection

Office of Oil and Gas
601 57th Street SE
Charleston, WV 25304
(304) 926-0450
(304) 926-0452 fax

Joe Manchin III, Governor
Randy C. Huffman, Cabinet Secretary
dep.wv.gov

June 14, 2010

FINAL INSPECTION REPORT

New Well Permit Cancelled

STALNAKER ENERGY CORPORATION,

The FINAL INSPECTION REPORT for the CANCELLED permit, API Well Number: 47-4105328, issued to STALNAKER ENERGY CORPORATION, and listed below has been received in this office. The permit has been cancelled as of 6/4/2010.

James Martin
Chief

Operator: STALNAKER ENERGY CORPORATION
Operator's Well No: MULLADY S-437-1
Farm Name: LOWE, DIANA A.
API Well Number: 47-4105328
Date Issued: 09/17/2007

Date Cancelled: 06/04/2010

Promoting a healthy environment.



west virginia department of environmental protection

Office of Oil and Gas
601 57th Street SE
Charleston, WV 25304
(304) 926-0450
(304) 926-0452 fax

Joe Manchin III, Governor
Stephanie R. Timmermeyer, Cabinet Secretary
www.wvdep.org

September 17, 2007

WELL WORK PERMIT

New Well

This permit, API Well Number: 47-4105328, issued to STALNAKER ENERGY CORPORATION, is evidence of permission granted to perform the specified well work at the location described on the attached pages and located on the attached plat, subject to the provisions of Chapter 22 of the West Virginia Code of 1931, as amended, and all rules and regulations promulgated thereunder, and to all conditions and provisions outlined in the pages attached hereto. Notification shall be given by the operator to the Oil and Gas Inspector at least 24 hours prior to the construction of roads, locations, and/or pits for any permitted work. In addition, the well operator shall notify the same inspector 24 hours before any actual well work is commenced and prior to running and cementing casing. Spills or emergency discharges must be promptly reported by the operator to 1-800-642-3074 and to the Oil and Gas inspector.

Please be advised that form WR-35, well operators report of well work, is to be submitted to this office within 90 days of completion of drilling, as should form WR-34 Discharge Monitoring Report within 30 days of discharge of pits, if applicable. Failure to abide by all statutory and regulatory provisions governing all duties and operations hereunder may result in suspension or revocation of this permit and, in addition, may result in civil and/or criminal penalties being imposed upon the operators.

Per 35CSR-4-5.2.g this permit will expire in two (2) years from the issue date unless permitted well work is commenced. If there are any questions, please feel free to contact me at (304) 926-0499 ext. 1654.

James Martin
Chief

Operator's Well No: MULLADY S-437-1

Farm Name: LOWE, DIANA A.

API Well Number: 47-4105328

Permit Type: New Well

Date Issued: 09/17/2007

Promoting a healthy environment.

17

41-05328

Form: WW - 2B

STATE OF WEST VIRGINIA
DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS
WELL WORK PERMIT APPLICATION

1) Well Operator Stalaker Energy Corporation 41 2 542
Operator ID County District Quadrangle

2) Operator's well number: Mullady S-437-1 3) Elevation: 932 feet

4) Well Type: (a) Oil _____ Or Gas X
 (b) If Gas: Production X Underground Storage _____
 Deep _____ Shallow X

5) Proposed Target Formation(s): BENSON

6) Proposed Total Depth: 4875 Feet

7) Approximate fresh water strata depths: 100 Feet

8) Approximate salt water depths: ~~100~~ NONE

9) Approximate coal seam depths: 237 Feet

10) Does land contain coal seams tributary to active mine? NO

11) Describe proposed well work: DRILL & STIMULATE NEW WELL

RECEIVED
 Office of Oil & Gas
 Office of Chief

AUG 30 2007

WV Department of
 Environmental Protection

12) **CASING AND TUBING PROGRAM**

TYPE	SPECIFICATIONS			FOOTAGE	INTERVALS	CEMENT
	Size	Grade	Weight per ft	For Drilling	Left in Well	Fill up (Cu.Ft)
Conductor	9 5/8"			40'	-0-	-0-
Fresh Water	7"		17#	750'	750'	CTS Variance 2003-12
Coal						
Intermediate						
Production	4 1/2"		9.5#	4850'	4850'	350 Ft ³
Tubing						
Liners						

Packers: Kind:
 Sizes:
 Depths Set:

*OK # 1049
 650-*