

Office of Oil and Gas 1356 Hansford Street Charleston, WV 25301 Phone: (304) 558-6075 Fax: (304) 558-6047

West Virginia Department of Environmental Protection

Bob Wise, Governor

June 09, 2004

Stephanie R. Timmermeyer, Cabinet Secretary

FINAL INSPECTION REPORT

Drilling Deeper Permit Cancelled

RESERVE OIL & GAS, INC.,

The FINAL INSPECTION REPORT for the CANCELLED permit, API Well Number: 47-8701112, issued to RESERVE OIL & GAS, INC., and listed below has been received in this office. The permit has been cancelled as of 6/4/2004.

JAMES MARTIN

Chief,

Office of Oil and Gas

Operator: RESERVE OIL & GAS, INC.

Operator's Well No: 1

Farm Name: TAWNEY, DANIEL

API Well Number: 47-8701112

Date Issued: 12/30/2003

West Virginia	
Department of	
Environmental Protection	



Mr. Al Blankenship West Virginia Division of Environmental Protection Office of Oil & Gas 1356 Hansford Street Charleston, WV 25301

RE: Permit Cancellation

Dear Mr. Blankenship:

Due to reasons beyond our control, Reserve Oil & Gas Inc. hereby requests the cancellation of our drill-deeper permit issued for the Tawney #1 (API 47-87-1112DD) located on Dog Creek, Geary District of Roane County, West Virginia.

Should you have any questions, please fee free to contact me at your convenience via email at sfreshwater@reserveoilandgas.com or telephone at (304)927-5228.

Sincerely,

Scott Freshwater

Vice President

Cc: Ed Gainer WVDEP OOG Inspector

File

RECEIVED
Office of Oil & Gas
Office of Chief

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WV Department of Environmental Protection



Office of Oil and Gas 1356 Hansford Street Charleston, WV 25301 Phone: (304) 558-6075 Fax: (304) 558-6047

West Virginia Department of Environmental Protection

Bob Wise, Governor Stephanie R. Timmermeyer, Cabinet Secretary

December 30, 2003

WELL WORK PERMIT

Drilling Deeper

This permit, API Well Number: 47-8701112, issued to RESERVE OIL & GAS, INC., 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 1-800-654-3312 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 results 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 or Mr. Al Blankenship at 304-558-6342.

Office of Oil and Gas

Operator's Well No: 1

Farm Name: TAWNEY, DANIEL

API Well Number: 47-8701112

Permit Type: Drilling Deeper

Date Issued: 12/30/2003



Form: WW - 2B

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

1) Well Operator RESERVE OIL & GAS INC.	Operator ID C	OANE GEAR County Distri	Y NEWTON ct Quadrangle		
2) Operator=s Well Number: TAWNEY #1	3)	Elevation:	856		
4) Well Type: (a) Oil or Gasxx (b) If Gas: Productionxx_/ Undergr Deep/ Shallow	ound Storage xx				
5) Proposed Target Formation(s): Devonian S	hale				
6) Proposed Total Depth: \$\frac{1}{2}5000\$ Feet 7) Approximate fresh water strata depths: \$\frac{3}{2}5000\$ Ship proximate salt water depths:					
9) Approximate coal seam depths:					
10) Does land contain coal seams tributary to active mir	ne? No				
11) Describe proposed well work Drill Doeper & Stimulate Existing Well 4 Sec Atlacked Sheets*					
12) CASING AND TUBING F	ROGRAM TAGE INTERV	/ALS CE	EMENIT		
SPECIFICATIONS FOO	TAGE INTLIV		EMENT		
		Vell Fill -up			
Size Grade Weight per ft For D	rilling Left in V	Vell Fill -up			
Conductor Fresh Water Size Grade Grade Weight per ft For D O O O O O O O O O O O O O	rilling Left in V	Vell Fill -up			
Conductor Fresh Water Coal Size Grade Weight per ft For D Coal	rilling Left in V	Vell Fill -up			
Conductor Fresh Water Size Grade Grade Weight per ft For D O O O O O O O O O O O O O	rilling Left in V	Vell Fill -up	(Cu. Ft.)		
Conductor Fresh Water Coal	rilling Left in V	Vell Fill -up	(Cu. Ft.)		
Conductor Fresh Water Coal Intermediate Size Grade Weight per ft For D O O O O O O O O O O O O O	rilling Left in V	Vell Fill -up	(Cu. Ft.)		
Size Grade Weight per ft For D Conductor 16" - existing 50 Fresh Water Coal Intermediate 4" - existing - e	rilling Left in V	Vell Fill -up	(Cu. Ft.)		
Conductor Fresh Water Coal Intermediate Tubing Size Grade Weight per ft For D Cord Revision Size Grade Weight per ft For D Coal Tubing	rilling Left in V	Vell Fill -up	(Cu. Ft.)		