

STATE OF NEVADA
COMMISSION ON MINERAL RESOURCES
DIVISION OF MINERALS
400 W. King Street, Suite 106
Carson City, Nevada 89703
(775) 684-7040 ! Fax (775) 684-7052

RECEIVED

OCT 05 2009

Division of Minerals

APPLICATION FOR PERMIT TO DRILL AN OIL OR GAS WELL

(Application must be accompanied by \$200 permit fee. Submit proposed drilling program with this application.)

Company or Operator True Oil LLC

Send permit to:

Street or P.O. Box 2360 Drawer City Casper State WY

Zip 82602 Telephone (307) 266-0243

Lease name DY Federal Well No. 43-36 within the NE 3 SE 3

Sec 36, T. 7 N, R. 56 E M.D.B.M.

Field Wildcat, County Nye

The well is 2,494' feet from (N) (S) line and 675' feet from (E) (W) line of the section. (Give location from section line, cross out wrong directions.)

Distance and direction from nearest town 70 miles southwest of Ely, NV

If patented land, fee owner is _____

Address _____

If government land, lease serial No. is NVN082945

Lessee is DY Exporation Inc.

Address PO Box 5408, Boise, ID 83705 (208) 342-8901

Section 36

Locate well correctly.

It is proposed to drill the well to a depth of 6,500' feet using a rotary rig.

The elevation is 4,711' feet above sea level. The KB will be 11'

If this is a wildcat well, attach plat by licensed surveyor showing location.

The status of a bond for this well is conformance with NRS 522.230 of the Nevada Revised Statutes is _____

accepts BLM bond, CD/cash \$25K - BLM bond # B005106, send copy

If bond posted with U.S. Government, what is name of surety company? US Speciality Insurance C

Bond number? B005106

I certify that I have personal knowledge of the facts above stated and that they are true, correct, and complete.

Signed Erich J. Schmidt

Name Erich J. Schmidt

Position Petroleum Engineer

Date 24 September, 20 09

Permit No. 914

API No. 27-023-05609

Approval date 11/17/09

By [Signature]