

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT
(highlight changes)

APPLICATION FOR PERMIT TO DRILL			5. MINERAL LEASE NO: UTU-077518	6. SURFACE: Federal
1A. TYPE OF WORK: DRILL <input checked="" type="checkbox"/> REENTER <input type="checkbox"/> DEEPEN <input type="checkbox"/>			7. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A	
B. TYPE OF WELL: OIL <input checked="" type="checkbox"/> GAS <input type="checkbox"/> OTHER _____ SINGLE ZONE <input type="checkbox"/> MULTIPLE ZONE <input checked="" type="checkbox"/>			8. UNIT or CA AGREEMENT NAME: Cactus Rose Unit UTU-81653X	
2. NAME OF OPERATOR: North American Exploration, LLC, Attn: Walt Lowry			9. WELL NAME and NUMBER: CRU 14-31D-2118	
3. ADDRESS OF OPERATOR: 110 16th St. Suite 1220 CITY Denver STATE CO ZIP 80202			PHONE NUMBER: (303) 327-7145	10. FIELD AND POOL, OR WILDCAT: Wildcat
4. LOCATION OF WELL (FOOTAGES) AT SURFACE: 1,202' FNL & 1,634' FEL Sec. 14-T21S-R18E AT PROPOSED PRODUCING ZONE: 740' FSL & 670' FEL Sec. 11-T21S-R18E SESE			11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWNE 14 21S 18E	
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE: Approximately 20 miles East of Green River, Utah			12. COUNTY: Grand	13. STATE: UTAH
15. DISTANCE TO NEAREST PROPERTY OR LEASE LINE (FEET) 1,634' FEL		16. NUMBER OF ACRES IN LEASE: 1,680 Acres		17. NUMBER OF ACRES ASSIGNED TO THIS WELL: 40 Acres
18. DISTANCE TO NEAREST WELL (DRILLING, COMPLETED, OR APPLIED FOR) ON THIS LEASE (FEET) None		19. PROPOSED DEPTH: 5,405		20. BOND DESCRIPTION: UTB000296
21. ELEVATIONS (SHOW WHETHER DF, RT, GR, ETC.): 5,050' GR		22. APPROXIMATE DATE WORK WILL START: 9/1/2008		23. ESTIMATED DURATION: 30 days

24. **PROPOSED CASING AND CEMENTING PROGRAM**

SIZE OF HOLE	CASING SIZE, GRADE, AND WEIGHT PER FOOT	SETTING DEPTH	CEMENT TYPE, QUANTITY, YIELD, AND SLURRY WEIGHT
20"	16" .25" w.t.	40	
12-1/4"	8-5/8" J-55 STC 24#	650	HowcoLT+.25 ply flk 250 SXS 2.08 yld 12.8#
7-7/8"	5-1/2" N-80 LTC 17#	6,075	Stage 1: HowcoLT +.25 Celoflk 375 SXS 2.08 yld 12.8#
			Stage 2: HowcoLT +.25 Celoflk 325 SXS 2.08 yld 12.8#

25. **ATTACHMENTS**

VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES:

<input checked="" type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER	<input checked="" type="checkbox"/> COMPLETE DRILLING PLAN
<input type="checkbox"/> EVIDENCE OF DIVISION OF WATER RIGHTS APPROVAL FOR USE OF WATER	<input checked="" type="checkbox"/> FORM 5, IF OPERATOR IS PERSON OR COMPANY OTHER THAN THE LEASE OWNER

NAME (PLEASE PRINT) Glen T. Nebeker TITLE Authorized Agent For: North American Exploration

SIGNATURE *Glen T. Nebeker* DATE 8-25-08

(This space for State use only)

**Approved by the
Utah Division of
Oil, Gas and Mining**

API NUMBER ASSIGNED: 43-019-31598

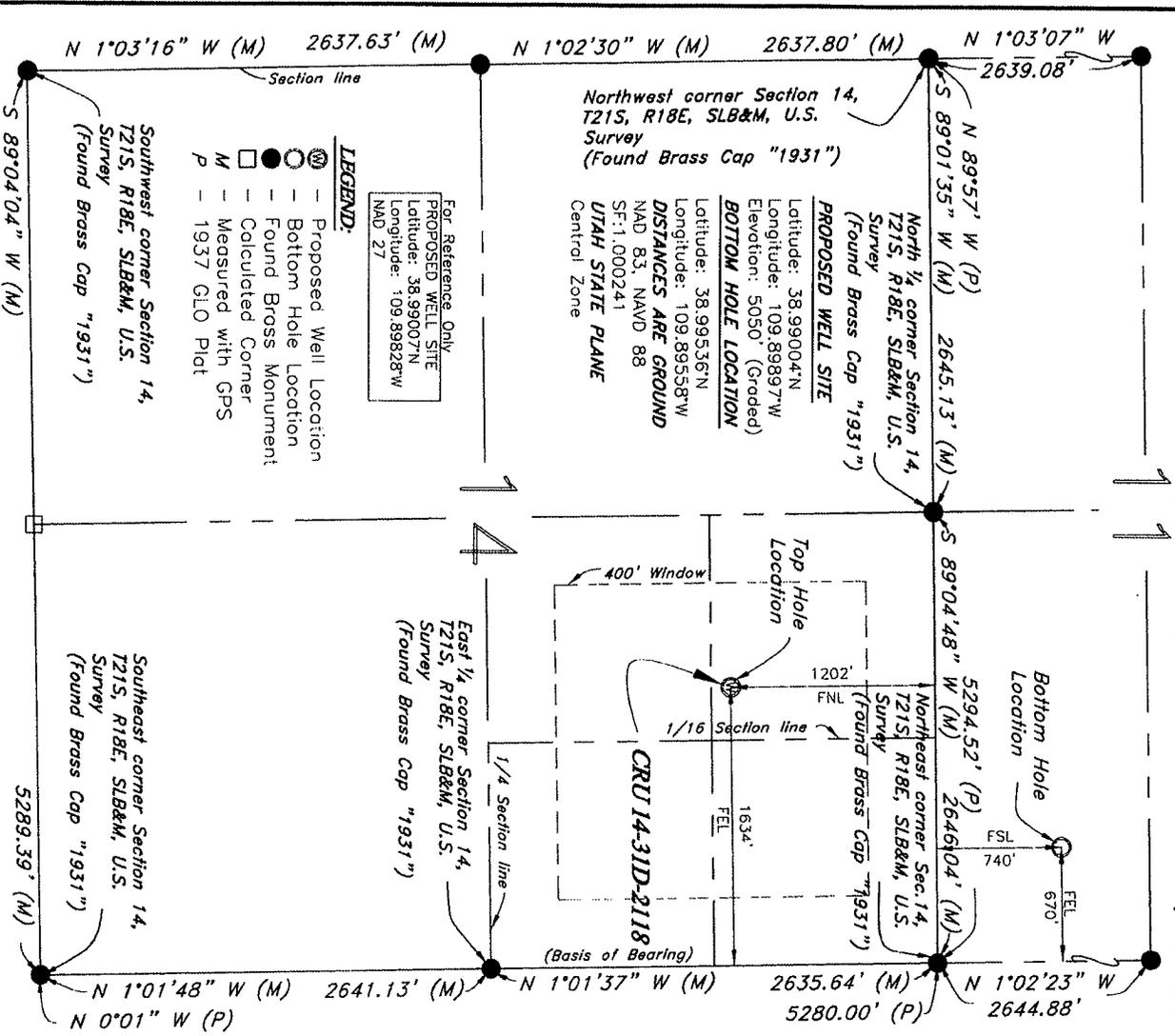
APPROVAL:
Date: 09-10-08
(See Instructions on Reverse Side)

(11/2001) **Federal Approval of this
Action is Necessary**

By: *[Signature]*

RECEIVED
AUG 27 2008
DIV. OF OIL, GAS & MINING

WELL PLAT FOR "CRU 14-31D-2118"
SECTION 14, T21S-R18E, SLB&M, GRAND COUNTY, UTAH

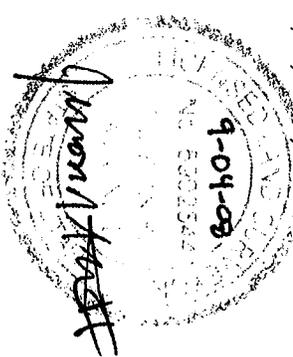


LEGEND:

- Proposed Well Location
- Bottom Hole Location
- Found Brass Monument
- Calculated Corner
- M — Measured with GPS
- P — 1937 GLO Plat

For Reference Only
PROPOSED WELL SITE
 Latitude: 38.99007°N
 Longitude: 109.89828°W
 NAD 27

CERTIFICATION
 I, Jeron R. Aikin II, do hereby certify that I am a Registered Land Surveyor, and that I hold Certificate No. 5992544, as prescribed by the Laws of the State of Utah, and I have made a survey based on information collected on the ground and of record. I have relied upon a GLO plat and notes of Township 21 South, Range 18 East, conducted by Chas. F. Moore and approved on May 12, 1937 as file No. 1168. I further certify that the above plat correctly shows the true dimensions of the property surveyed.



BASIS OF BEARING
 Basis of bearing is N 1°01'37" W between the East and Northeast corners of Section 14, T21S, R18E, S.L.B.&M., U.S. Survey.

BASIS OF ELEVATION
 Elevation based on a GPS observation of a rebar control point set by Western Land Services for this survey which is located in the Southwest Quarter of Section 14, T21S, R18E, S.L.B.&M., U.S. Survey. Elevation=5212 feet.

NARRATIVE
 The purpose of this survey is to plat the location of the proposed well "CRU 14-31D-2118" which is located in the Northwest 1/4 of the Northeast Quarter of Section 14, T21S, R18E, S.L.B.&M., U.S. Survey. Bottom Hole Location based on dimensions shown on the drilling plan for this site.



Graphic Scale
 NORTH AMERICAN EXPLORATION
 PROJECT: CRU 14-31D-2118



WESTERN LAND SERVICES
 Richfield, UT 84701 (435) 896-5301

File: CRU14-31D-2118 PLAT.DWG Date: 09/04/08