

APPLICATION TO DRILL OIL OR GAS WELL
 STATE OF OREGON • DEPT OF GEOLOGY & MINERAL INDUSTRIES
 229 BROADALBIN ST SW • ALBANY OR 97321

(In compliance with rules and regulations pursuant to ORS 520)

RECEIVED
 MLRR
 10/6

(1) Permittee Information

Name	METHANE ENERGY CORP.
Mailing Address	271 N. Baxter
City/State/Zip	Coquille, OR, 97423
Telephone	541-396-3025
Fax	541-396-3037
Email	Ronaldranger@gmail.com
Prepared by	Tom Kerestes
On Site Contact	Ronald Ranger
Phone (day)	541-260-4389
Phone (night)	541-260-4389
Other	

(2) Well Information

County	Coos County							
Lease	Menasha Forest Products Company							
Well No.	2-32-26-13							
Location	1/4	NL	S	32	T	26	R	13
Wildcat or Field	Westport							
Elevation	289.74' ft.							
Surveyed SHL coordinates; include HHI, for directional wells	1314.19' FEI, 706.92' FNI.							
Geologic Objective	Lower Conledo Formation							
Proposed Depth	2700' ft							

[Handwritten Signature]
 Signature

President
 Title

July 14, 2006
 Date

(3) Lease/Ownership (if other than applicant)

	Lessor (mineral owner)	Surface Owner	Lessee
Name	MENASHA FOREST PRODUCTS		METHANE ENERGY CORP.
Mailing Address	PO. Box 588		271 N. Baxter
City/State/Zip	North Bend, OR 97459		Coquille, OR, 97423
Telephone	541-756-1193		541-396-3025
Fax	541-756-7833		541-396-3037
Email	thoesly@menashapfc.com		sp@methaneenergy.com

(4) Proposed Well Design (use additional sheets if necessary)

Size of hole	Size of Casing Size of Casing	Weight (pounds per foot Weight in pounds per foot)	Grade/Type Grade/Type	Depth Depth	Type and Amount of Cement Cemented interval:
12.25"	8.625"	24.0	J-55	280 ft	"premium Plus" 35 bbls.
7.875"	4.5"	11.6	N-80	2300 ft	"premium Plus" 160 bbls.
					146 bbls.
					bbls.

(5) Slurry Design for each String (use additional sheets if necessary)

String 1	Annulus height	HT. left in casing	Excess	Density
Tail	0 ft	40 ft.	20 bbls	13.5 ppg.
Lead	ft.	ft.	bbls.	ppg.

String 2	Annulus height	HT. left in casing	Excess	Density
Tail	0 ft.	40 ft.	50 bbls.	13.5 ppg.
Lead	ft.	ft.	bbls.	ppg.

(6) Geologic Information - if known (use additional sheets if necessary)

	1	at	2	at	3	at
Assumed fracture gradient of rock vs. depth	.43	psi/ft	3100	ft.		
Pore gradient of rock vs. depth (if known)		psi/ft		ft.		