

APPLICATION FOR PERMIT TO DRILL AN OIL OR GAS WELL

(To be accompanied by a \$100 permit fee, a surety bond conditioned as provided by law, and evidence of mineral rights ownership or lease.) This application becomes a permit to drill when signed and dated by DOGAMI in box below.

In compliance with rules and regulations pursuant to ORS 520, application is hereby made for permit to drill

(a gas well) to be known as OREGON NATURAL GAS DEVELOPMENT CORP. OREGON STATE 32-26
 (an oil well) (Company or operator) (Lease) (Well No.)

in N.E. 1/4 of Sec. 26, T. 1 SOUTH, R. 4 WEST W.B.&M. Directional? No X Yes

Survey Coordinates: 2100' S & 2100' W FROM THE N.E. CORNER OF SEC. 26, T1S, R4W

Wildcat: X (or) Field Name: _____ County: WASHINGTON

Elevation of ground above sea level is 200 feet. All depth measurements are taken from _____

KELLY BUSHING, which is 11.4 FEET above ground.

Lessor (Mineral Owner): OREGON DIVISION OF STATE LANDS

Address: 1900 S.E. STATE STREET, SALEM, OR 97103

Surface Owner: SAME AS ABOVE

Address: _____

Lessee: OREGON NATURAL GAS DEVELOPMENT CORPORATION

Address: 221 N.W. 2ND AVE., SUITE 200, PORTLAND, OR 97209

We propose to use the following strings of casing and to land or cement them as herein indicated:

Size of hole	Size of casing	Weight in pounds per foot	Grade/Type	Depth	Amount of cement
12 1/4"	8 5/8"	32#	K-55	350	190 sx
7 7/8"	4 1/2"	10.5#	K-55	2000	495 sx

Geologic Objectives Spencer Sand

Proposed Depth 2000 feet

Company/Operator Oregon Natural Gas Development Cor

Signature Todd A. Thomas

Position Senior Operations Superintendent

Date October 1989

SEND WELL COMMUNICATION TO:

Name Todd Thomas

Address 221 N.W. 2nd Ave., Suite 200

Portland, OR 97209

Phone 220-2573 (Day) 349-4956 (Night)

DOGAMI Approved November 14, 19 89
 The July 1987 stipulations approved by the State Geologist are conditions of this permit. Notify DOGAMI to witness BOP test.
 By Dennis L. Olmstead
Dennis L. Olmstead, Petroleum Engineer

NOTE: (1) Issuance of this permit is not a finding of compliance with the Statewide Planning Goals or the acknowledged comprehensive plan. (2) Permit expires one year from date of issue. (3) Land use approval must be obtained from the county or city in which the drilling takes place. (4) Unless specifically exempted, permittee is obligated to comply with all current applicable statutes and rules including those adopted after permit issuance.