

SEISMIC COMPLETION REPORT

INDUSTRIAL COMMISSION OF NORTH DAKOTA OIL AND GAS DIVISION 600 EAST BOULEVARD DEPT 405 BISMARCK, ND 58505-0840 SFN 51456 (03-2005)



| Permit No. | _ | | | | | | | | | , r | | " park | |
|---|--------------------------------|------------------------------|---------------------------|-------------------|---------------|-------------------------------|---------------|--------------|----------------|------------|-----|--------|--|
| 97-0132 | | | | | | | | | | ' | | 12.00 | |
| Shot Hole Operations | | | | | | "Non-Explosive Operations | | | | | | | |
| N/A | | | | | | Vibroseis | | | | | | | |
| SECTION 1 | | | | | | | | | | | | | |
| Geophysical Conf | t-antar | | | | | | | | | | | | |
| | | • | | | | | | | | | | | |
| Quantum Geo | | Inc. | | | | County(s) | | | | | | | |
| Project Name and | 3 Number | | | | | | | | | | | | |
| Crystal-2D | | | | | | Range(s) | | | | | | | |
| Township(s) | | | | | | | | | | | | | |
| 162N, 163N | · - 0 t t | | | | | 89W, 89V | <u> </u> | | | | | | |
| Drilling and Plugg | ling Contracto | STC | | | | | | | | | | | |
| N/A | | | | | | 1 _{0 (6-m-1} | | | | | | | |
| Date Commence | | | | | | Date Comple | | | | | | | |
| September 7, | , 2007 | | | | | October (| 6, 2007 | _ | _ | | | | |
| SECTION 2 | | | | | | | | | | | | | |
| First S P. # | | | | | | Last S.P. # | | | | | | | |
| | | | | | | | | | | | | | |
| Loaded Holes (Ui | ndetonated S | hot Points) | | | | | | | | | | | |
| S.P.#'s | 1 | | | | | | | | | | | | |
| 0: | | igsquare | \longrightarrow | \longrightarrow | <u>'</u> | | | | | | | | |
| Charge Size | | | 1 | | 1 | | | | | | | | |
| Depth | | | | | | | | | | | | - | |
| Reasons Holes V | Vore Not Sho | <u> </u> | | | <u> </u> | | | <u> </u> | | L | | | |
| | | | | | | | | | | | | | |
| SECTION 3 | | | | | | | | | | | | | |
| Flowing Holes an | d/or Blowouts | 5 | | | | | | | | | | | |
| S P.#'s | | | | | | | | | | | | | |
| Procedure for Plu | gging Flowing | g Holes and/ | or Blowouts | | | | _ | | | | | _ | |
| | | | | | _ | | | | | | | | |
| Include a 7.5 min individual shot ho | ute USGS top le, SP #, line | ographic qua #, and legal | adrangle may location. | p or a compi | iter generale | ed post-plot f | acsimile of U | he approxima | ate scale disp | playing ea | ich | | |

| | AFFIDAVIT OF COMPLETIC | ON (GEOPHYSICAL C | CONTRACTOR) |
|-----------------|--|-------------------------|-----------------------------------|
| STATE OF | <u>Texas</u>) | | |
| COUNTY OF | Harris | | |
| Before me, | Pat Andrews | , a | Notary Public in and for the said |
| County and St | ate, this day personally appeared | | David Bush |
| who being first | t duly sworn, deposes and says that | (s)he is employed by | Quantum Geophysical, Inc. |
| | | , that (| s)he has read North Dakota |
| Century Code | Section 38-08.1, that the foregoing | ing seismic project has | s been completed in |
| accordance w | rith North Dakota Administrative C | ode Rule 43-02-12 an | d that the statements on |
| the reverse si | de of this document are true. | | |
| | | Geophysical Contractor | or Representative |
| Subscribed in | my presence and sworn before me to the state of the state | Notary Public Qui | February , 2009. |



Lynn D. Helms - Director

Bruce E. Hicks - Assistant Director

Department of Mineral Resources

Lynn D. Heims - Director

North Dakota Industrial Commission

www.dmr.nd.gov/oilgas

970132

12/23/2008

DAVID BUSH GEOKINETICS USA, INC. FORMERLY: QUANTUM GEOPHYSICAL, INC. 1500 CITY WEST STE 800 HOUSTON, TX 77042

RE: See Attached List of Projects

Dear David:

According to our records, our office has not received a Completion Report or Affidavit of Completion for the attached list of projects.

The reports are due thirty days after the completion of the project. Please submit the report & affidavit at your earliest convenience. If you have any questions, feel free to contact our office.

Sincercly,

Richard A. Suggs

Engineering Technician

List of Projects with Missing Completion Reports and Completion Affidavits for QUANTUM GEOPHYSICAL, INC.

PASSPORT 3-D

MOUNTRAIL COUNTY

PERMIT NO. 970140 COMPLETION DATE: 10/5/2007

WILD HORSE 2-D

BURKE COUNTY

PERMIT NO. 970138 COMPLETION DATE: 9/14/2007

HUERFANO 2-D

BURKE COUNTY

PERMIT NO. 970137 COMPLETION DATE: 9/13/2007

NORTH MESA 2-D

BURKE COUNTY

PERMIT NO. 970134 COMPLETION DATE: 9/12/2007

FORTIFICATION 2-D

BURKE COUNTY

PERMIT NO. 970133 COMPLETION DATE: 9/15/2007

CRYSTAL 2-D

BURKE COUNTY

PERMIT NO. 970132 COMPLETION DATE: 9/14/2007

BERTHOLD 3-D

MOUNTRAIL COUNTY

PERMIT NO. 970124 COMPLETION DATE: 8/26/2007

Oct. 15, 2007

NDIC Oil and Gas Division

Sir / Mme:

970132 Cry 970137 HML 970134 NM 970138 WH 970140 PP



Enclosed is a SD Memory card with the *.usr files for navigation with the Lowrance 1-Finder Hunt GPS unit. The files are in WGS 84 and can be loaded straight into the Lowrance.

There is one file for each of the 2D programs (Crystal 2D, Fort 2D, Huerfano 2D, North Mesa 2D, and Wildhorse 2D) containing both source and receivers.

For the Passport 3D, there are 2 source and 2 receiver files for the progam.

If you require any assistance, please don't hesitate to call.

Best Regards,

Rick Irving

Survey Manager, US Operations

Geokinetics Inc.

1 Riverway, Ste. 440

Houston TX 770S6

713-840-3382 office

713-816-3663 cell



August 11, 2007

North Dakota Industrial Commission Dept of Mineral Resources Oil & Gas Division 600 E. Boulevard Ave. Dept 405 Bismarck, ND 58505-0840

Attn: Todd Holweger

Re: Crystal 2D Project

Geophysical Permit 97-0132

Burke County

Dear Mr. Holweger;

This letter shall serve as certification that Quautum Geophysical, Inc. has contacted all surface owner's within the boundaries of the above referenced survey. All surface owners' have signed permits, been provided written copies of section 38-08.1-04.1 and chapter 38-11.1 of the geophysical exploration regulations and notified of the start of operations. In addition all individuals owning lauds with ½ mile of the survey boundary have been provided via US mail a copy of the required regulations.

If you have any questions please contact me at (713) 840-3380.

Yours truly,

Bruce Fulker

Manager Permit Services North America Operations



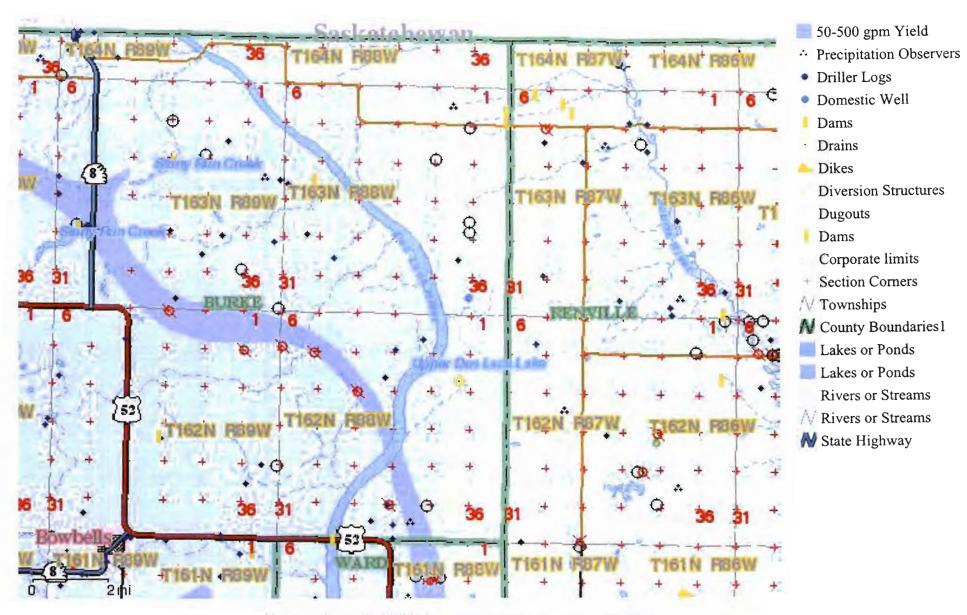
GEOPHYSICAL EXPLORATION PERMIT

INDUSTRIAL COMMISSION OF NORTH DAKOTA OIL AND GAS DIVISION 600 EAST BOULEVARD DEPT 405 BISMARCK, ND 58505-0840 SFN 51459 (03-2005)

| 1) a. Company | | | Ad | ddress | | | | | | L.S | RECEIVED 3 |
|--------------------|----------------------------|------------|-------------|------------------------|-------------|------------|---------------|-----------|--------------|--|---------------|
| Quantum Ge | ophysical, Inc | | 0 | ne Riverwa | y, Suite | 440 | Houston, | TX 770 | 56 | 2 | ND OL & GAS |
| Contact | | | Te | elephone | | | | Fax | | 12.3 13.1 13.1 13.1 13.1 13.1 13.1 13.1 | DIVISION S |
| Bruce Fulker | | | (7 | 713)840-3380 | 0 | | | (713)8 | 50-7783 | 14 | C82120257 V |
| Surety Company | | | _ | and Amount | | | | Bond No | ımber | | - CG 3G 2 |
| Bank Of Nort | h Dakota | | | | | \$ | 50,000.00 | GEO36 | 00 | | |
| 2) a. Subcontract | | | A | ddress | | | , | Telepho | | | |
| Fricksin Con | tract Surveying | a | 4. | 101 5th SW | Sindney | . Mt 592 | 70 | (406)4 | 82-6606 | | |
| b. Subcontrac | | <u> </u> | | ddress | <u> </u> | ,, 552 | | Telepho | | | |
| | | | | | | | | | | | |
| c. Subcontrac | tor(s) | | Ad | ddress | | | | Telepho | ne | | |
| 3) Party Manager | - | | Ad | ddress | | | | Telepho | ne | | |
| 4) Project Name | or Line Numbers | | | | | | | | | | |
| | <u> </u> | | | | | | | | | | |
| Crystal - 2D | ethod (Shot Hole, N | on-Explos | sive 2D | 30) | | | | _ | _ | | |
| | , | On Explor | 3.70, 20, | 0.57 | | | | | | | |
| 6) Approximate D | ibroseis | _ | | | | Annrovima | ta Completio | Date | | | |
| | | | | Approximate Completion | | | | | | | |
| August 15,20 | | | | | | | ber 15, 200 | | | | |
| | MISSION MUST B | | FIED AT | LEAST 24 HO | URS IN A | DVANCE | OF COMME | NCEMEN | T OF DRI | | G OPERATIONS |
| 7) Location of Pro | posed Project - Co | unty | | | | | | | | | |
| Burke | | | | | | | | | | _ | |
| Section/s |), Township(s) & R | ange(s) | Se | Sec. | | | • | 162 | 62 R. 89 | | |
| ocouon(3 | y, rownship(s) a re | ange(s) | Se | ec. | | Т | | | F | ₹. | |
| | | | | | | L. | · / | 63 | ľ | | 89 |
| | | | Se | ec. | | T | | | F | ₹. | , |
| | | | 0.4 | | | | | | | | |
| | | | Se | ec. | | T | • | | | ₹. | |
| 8) Size of Hole | Amt of Charge | Depth | Shots p | er No. of Mi. | | | Identifying M | larks Use | d on Nonr | netallic Pi | lua - |
| | | | Mi.(sq.п | nl.) (sg.ml.) | Geoph | ysical ID | a. Plugg | | | gger ID | c. Plugger ID |
| | | | | | | | | | | | |
| D) Anticipated and | ecial drilling and plu | asina pro | 22 | 4.258 | | | | | | | |
| | saar uriisag ana piu | ցցուց բւս | cenures : | | | | | | | | |
| None | | | tion of a | 11- | | | | | | | |
| 10) Enclose a pre | -plot map with prop | osea loca | ation of se | eismic program | lines and p | oowder mag | g. | | | | |
| Enclosed | | | | | | | | | | | |
| Signed | 01 | | Tit | le | | | | Date | | | |
| ₩ <u></u> | 9 | | | gr. NA Oper | ations F | ermit Se | ervices | July 3, | | | |
| Permit No. | (This spa | ace for Si | | | | | | Cond | itions of Ap | oproval if | any |
| 7 <u>7</u> | -0/32 . | | Ap | proval Date | 2007 | ' | | _ | A. //_ | | ſ |
| Approved by | 11 in E | p_{i} | | 1/ 1/ | | | | Sec. | Attack | hed | |
| | Mr Ly | KH 9 | | | | | | lette | | | |
| Title | | · / | n4 • | lenger | | | | 4 | | | |
| County Approval | Mineral Res | | | | | | | | | | |
| County Approvat | sent Burk | e 1 | OLAN | ta | | | | | | | |

V *See Instructions On Reverse Side

STATE WATER COMMISSION WELLS



| Township Crystal 2D | Range | Section | |
|------------------------|-------|---------|--|
| 163 N | 89 W | 31 | |
| 162 N | 89 W | 6 | |
| 162 N | 89 W | 7 | |
| 162 N | 89 W | 18 | |
| 162 N | 89 W | 19 | |

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Lynn D. Helms - Director

Bruce E. Hicks - Assistant Director

Department of Mineral Resources

Lynn D. Helms - Director

North Dakota Industrial Commission

www.oilgas.nd.gov

July 11, 2007

Mr. Bruce Fulker One Riverway, Ste 440 Houston, TX 77056

RE: Geophysical Exploration Permits # 97-0132

Crystal 2-D

Burke County, North Dakota

Dear Mr. Fulker:

Please be advised that we are in receipt of your Geophysical Exploration permit and have conditionally approved your permit effective for one year from July 11, 2007. Please review the following conditions for your permit:

- 1. A pre-program meeting with state seismic inspector Tom Torstenson may be required. You must contact him at 701-290-1546 (cell) or 701-227-7436 at least 24 hours prior to any exploration operations.
- 2. All variances for distance restrictions are to be furnished, and a pre-plot map displaying any source points that do not comply with the distance restriction rule must be supplied to the inspector.
- 3. The post plot map must show all water wells, buildings, underground cisterns, pipelines, and flowing springs that fall within the program area and within one half mile of the perimeter of the program.
- 4. If available, a SEG P1 with all source and receiver points should be made available to the Oil and Gas Division upon filing of the seismic completion report within 30 days of the completion of the program.
- 5. It is required that within seven days of initial contact between the permitting agent and the operator of the land, the permitting agent shall provide the operator of the land and each landowner owning land within one-half mile of the land on which geophysical exploration activities are to be conducted a written copy of NDCC Section 38-08.1-04.1 (Exploration Permit) and NDCC Chapter 38-11.1 (Oil and Gas Production Damage Compensation). The permitting agent shall file an affidavit with this office confirming compliance with such notification. For your convenience, a copy of both Sections are enclosed.



Lynn D. Helms - Director

Bruce E. Hicks - Assistant Director

Department of Mineral Resources

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- 6. The permit agent shall notify the operator of the land at least seven days before commencement of any geophysical exploration activity, unless waived by mutual agreement of both parties. The notice must include the approximate time schedule and the location of the planned activity.
- 7. The entire permit can be viewed, as well as the status of various seismic projects in the state, at: https://www.dmr.nd.gov/oilgas/seismic/seismicstats.asp

Should you have any questions regarding this matter, feel free to contact me at 701-328-8020, or Tom Torstenson at the number listed in paragraph 1.

Sineerely,

Todd L. Holweger

Mineral Resources Permit Manager



Lynn D. Helms - Director

Bruce E. Hicks - Assistant Director

Department of Mineral Resources

Lynn D. Helms - Director

North Dakota Industrial Commission

www.oilgas.nd.gov

July 11, 2007

The Honorable Teri Baumann Burke County Auditor P.O. Box 310 Bowbells, ND 58721-0310

RE: Geophysical Exploration

Permit #97-0132 Permit #97-0133 Permit #97-0134

Dear Ms. Baumann:

Pursuant to Section 38-08.1-04.2 of the North Dakota Century Code, please be advised that Quantum Geophysical, Inc was issued the above captioned permit on July 11, 2007 and will remain in effect for a period of one year. The entire permit can be viewed on our website at: https://www.dmr.nd.gov/oilgas/seismic/seismicstats.asp

Should you have any questions, please contact our office.

Sincerely,

Todd L. Holweger DMR Permit manager