



GEOPHYSICAL EXPLORATION PERMIT

INDUSTRIAL COMMISSION OF NORTH DAKOTA
 OIL AND GAS DIVISION
 600 EAST BOULEVARD DEPT 405
 BISMARCK, ND 58505-0840
 SFN 51459 (02-2008)



1) a. Company Tesla-Conquest, Inc.		Address 6630 Fiddler's Green Circle, Ste 100 Greenwood Village, CO 80111	
Contact Randy Luckiw	Telephone 303-287-5700	Fax	
Surety Company Safeco Ins Co	Bond Amount \$50,000	Bond Number 6718467	
2) a. Subcontractor(s) ECS		Address 333 10th Ave SE	
		Telephone 406-482-6606	
b. Subcontractor(s)		Address	
		Telephone	
c. Subcontractor(s)		Address	
		Telephone	
3) Party Manager		Address (local)	
		Telephone (local)	
4) Project Name or Line Numbers Bakken Edge 2D Line 101W			
5) Exploration Method (Shot Hole, Non-Explosive, 2D, 3D, Other) Shot Hole			
6) Approximate Start Date November 30, 2010 <i>ASAP</i>		Approximate Completion Date February 28, 2011	

THE COMMISSION MUST BE NOTIFIED AT LEAST 24 HOURS IN ADVANCE OF COMMENCEMENT OF DRILL/PLUG OPERATIONS

7) Location of Proposed Project - County Williams					
Section(s), Township(s) & Range(s)	Section	SEE ATTACHED		T.	R.
	Section			T.	R.
	Section			T.	R.
	Section			T.	R.
8) Size of Hole 3-D	Amt of Charge	Depth	Source points per sq. mi.	No. of sq. mi.	9) Must supply latitudes and longitudes of post-plot source and receiver points on an SD card.
Size of Hole 2-D 3.5-4	Amt of Charge 5 lbs	Depth 40"	Source points per in. mi. 16	No. of in. mi. 23.5440	

10) Anticipated special drilling and plugging procedures?
As per ND state regulations

11) Enclose a pre-plot map with proposed location of seismic program lines and powder mag.

Signed <i>R. Wright</i>	Title Permit Agent	Date October 30, 2010 <i>11-9-10</i>
(This space for State office use)		Conditions of Approval if any <i>See Attached letter</i>
Permit No. 970201	Approval Date 1/6/11	
Approved by <i>[Signature]</i>		
Title Resource Permit		
County Approval Sent Williams		

Bakken Edge 2D 101W 3C Legal Descriptions

WILLIAMS COUNTY

Line 101W

T157N R103W SECTIONS 29, 30, 32, 33

T156N R104W SECTIONS 1

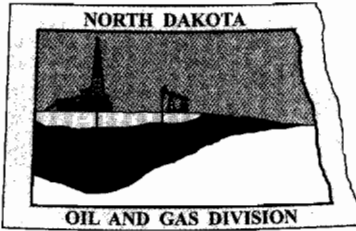
T156N R103W SECTIONS 6, 7, 8, 16, 17, 21, 22, 26, 27, 35, 36

T155N R103W SECTION 1

T155N R102W SECTIONS 6, 7, 8, 17, 18, 21, 22, 26, 27, 35, 36

T154N R102W SECTION 1

T154N R101W SECTIONS 5, 6, 7, 8, 16, 17, 21



Oil and Gas Division

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

January 6, 2011

The Honorable Beth Innis
Williams County Auditor
P.O. Box 2047
Williston, ND 58802-2047

RE: Geophysical Exploration
 Permit #97-0201

Dear Ms. Innis:

Pursuant to Section 38-08.1-04.2 of the North Dakota Century Code, please be advised that Tesla-Conquest Inc. was issued the above captioned permit on January 6, 2011 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,

A handwritten signature in black ink, appearing to read "Todd L. Holweger".

Todd L. Holweger
DMR Permit Manager

Oil and Gas Division

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



January 6, 2011

RANDY LUCKIW
VICE PRESIDENT
6430 SOUTH FIDDLERS GREEN CIRCLE
STE 100
GREENWOOD VILLIAGE, CO 80111

RE: BAKKEN EDGE 2-D LINE 101
Geophysical Exploration Permit #97-201
WILLIAMS COUNTY

Dear MR. LUCKIW:

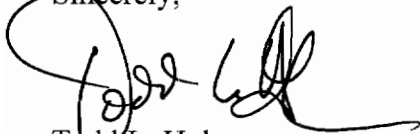
Please be advised that we are in receipt of your Geophysical Exploration permit application and it is conditionally approved; effective for one year from JANUARY 6, 2011. Review the following conditions for your permit:

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 following information must be submitted within 30 days of the completion of the project by the Geophysical Company:
 - a. Completion Report,
 - b. Completion Affidavit,
 - c. Post Plot Map. It 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.
 - d. SD card or email: torstenson@nd.gov with all source and receiver points,
 - e. Letter stating that the Geophysical Company has given all surface owner's a copy of the Section and Chapter of the NDCC as stated in paragraph 5.
4. The following information must be submitted within 30 days of the completion of the project by the SUBCONTRACTOR(s) (when applicable):
 - a. Plugging Report
 - b. Plugging Affidavit

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.
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. Information regarding the location of water wells, springs, etc.; refer to the following ND State Water Commission Mapservice website, at: <http://mapservice.swc.state.nd.us/>
8. 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.

Sincerely,

A handwritten signature in black ink, appearing to read 'Todd L. Holweger', with a long horizontal flourish extending to the right.

Todd L. Holweger
Mineral Resources Permit Manager