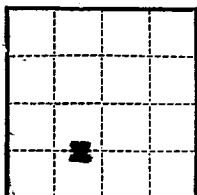


(SUBMIT IN TRIPLICATE)

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

Indian Agency **Navajo**
Window Rock, Ariz
Allottee **Shell Oil**
Lease No. **14-20-603-5036**



SUNDRY NOTICES AND REPORTS ON WELLS

NOTICE OF INTENTION TO DRILL	<input checked="" type="checkbox"/>	SUBSEQUENT REPORT OF WATER SHUT-OFF	
NOTICE OF INTENTION TO CHANGE PLANS		SUBSEQUENT REPORT OF SHOOTING OR ACIDIZING	
NOTICE OF INTENTION TO TEST WATER SHUT-OFF		SUBSEQUENT REPORT OF ALTERING CASING	
NOTICE OF INTENTION TO REDRILL OR REPAIR WELL		SUBSEQUENT REPORT OF REDRILLING OR REPAIR	
NOTICE OF INTENTION TO SHOOT OR ACIDIZE		SUBSEQUENT REPORT OF ABANDONMENT	
NOTICE OF INTENTION TO PULL OR ALTER CASING		SUPPLEMENTARY WELL HISTORY	
NOTICE OF INTENTION TO ABANDON WELL			

(INDICATE ABOVE BY CHECK MARK NATURE OF REPORT, NOTICE, OR OTHER DATA)

Well No. **Shiprock 17** is located **1815** ft. from **(N)** line and **2475** ft. from **(E)** line of sec. **17**
25 SW 17 (Sec. and Sec. No.) **25N** (T.) **12W** (E.) **NM** (Meridian)

Shiprock Gallup (Name of Well) **San Juan** (County or Subdivision) **New Mexico** (State)

The elevation of the **drill bit** above sea level is **5233** ft.

DETAILS OF WORK

(State names of and expected depths to objective sands; show sizes, weights, and lengths of proposed casings; indicate mudding jobs, cementing points, and all other important proposed work)

Drill 6-3/4" hole to approx. 7' in Upper Gallup Sand, w/ Rotary Air.
Set 5 1/2" OD csg. & approx. 7' cement to surface.
Drill 4-3/4" hole to approx. 95', to test Upper Gallup, w/ Rotary Air.
Complete open hole, in case of production.

I understand that this plan of work must receive approval in writing by the Geological Survey before operations may be commenced.

Company **Royal Development Co.**
Address **P. O. Box 1299**
Albuquerque, New Mexico

By *[Signature]*
Title **Superintendent**

10/10/10

10/10/10

10/10/10