JADE RIDGE - HAPPY SPRINGS - FIELD PROSPECTS
FREMONT COUNTY, WYOMING

PROSPECT SUMMARY: The "Jade Ridge - Happy Springs" field prospects are located in what is called the Jeffrey City Triangle Area. This area is located between the Great Divide / Greater Green River Basin and the Wind River Basin. Historical regional production of oil and gas exists in several formations including Frontier, Muddy, Dakota, Lakota, Morrison, Nugget, Phosphoria and Tensleep. "Lost Soldier" field to the southeast also has Madison, Cambrian and Precambrian production. Several fields in the area have produced several million barrels of oil from multi-pays primarily in the Cretaceous, some Phosphoria.

This project is defined by acreage acquisition and initial low risk re-entry wells to initiate area concept of the existence of additional compartments containing hydrocarbons. The "Jade Ridge" field has produced some 30,537 barrels of oil and 965,311 MCF gas from 2 wells. The proposed re-entry will re-open the Muddy zone to test for an additional oil and subsequently perforate the uphole Frontier gas sands. Good wells in the nearby fields yield a low of 60,000 barrels and up to 248,000 barrels of oil. Dakota and Lakota wells have made 1-3 million barrels. Phosphoria untested shale play.

LOCATION: Jade Ridge anticline is located in sections 1 and 2, T28N, R93W of Fremont County, Wyoming. Additional acreage available in township.

TRAP: Complex structural features dominate the field traps. Complexity of these foreland thrust features are expected to provide undiscovered reserves. "Jade Ridge" re-entry is in a similar structural setting as the "Crooks Gap" field shown below. Additional acreage position is being evaluated as to structural potential.

RESERVOIR: Reservoir rocks perforated in the existing well and offsetting production includes Frontier, Muddy and Dakota. The primary interest is the untested Frontier in the re-entry well and offset structurally high acreage potential for new drilling. The Muddy sandstone in the re-entry well may produce after reopening and stimulating some additional 30,000 bbls calculated from EUR. Structure at depth may trap hydrocarbons in older formations productive in the area including Dakota, Lakota, Nugget and Phosphoria. Mowry Shale potential could be tested in existing wellbores.

ACREAGE: 5 Federal leases with the earliest expiration of 1/31/2015. 5 State lease with expiration of 2/1/2013. Total net acreage is 3,159.28 acres.

DEAL: Offer to sell 3,159.28 net acres for price per acre, delivering 80% NRI leases. Lower acreage cost, commitment to drill and a carried working interest is also negotiable. Possible AMI
WYOMING

Highlights

3 - Re-Entry Wells

Multi-pay Reservoirs

Shallow Depth

Mowry/Niobrara Shale Source

Phosphoria Shale Source

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307-371-0337 Cell
307-673-2719 Office
800-806-1506 Fax
Jade Ridge – Happy Springs Field Structures

"HAPPY SPRINGS" DISCOVERED 1950
OIL 9,070,554 BBL
GAS 10,720,564 MCF

"JADE RIDGE" DISCOVERED 1976
OIL 30,537 BBL
GAS 965,311 MCF

"KIRK" DISCOVERED 1954
OIL 999 BBL
GAS 933,888 MCF

"GOLDEN GOOSE" DISCOVERED 1966
OIL 948,055 BBL
GAS 156,153 MCF

"CROOKS GAP" DISCOVERED 1944
OIL 13,413,253 BBL
GAS 1,362,405 MCF

OVERPRESSURED MOWRY/NIOBARARA & PHOSPHORIA SHALE SOURCE POTENTIAL
Jade Ridge – Re-Entry Well

“CROOKS GAP” FIELD
### JADE RIDGE AREA

Fremont County, Wyoming

#### Ronadero Company, Inc.

**Leasehold Summary**  (7/01/11)

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**TOTAL ACRES= 1199.28**

| Township 28 North, Range 94 West<br>Sec 26: NE/4SW/4 | 08-00069 | 40.00          | 2/1/2013   |
| Township 28 North, Range 94 West<br>Sec 31: E/2 | 08-00070 | 320.00          | 2/1/2013   |
| Township 28 North, Range 94 West<br>Sec 33: W/2 | 08-00071 | 320.00          | 2/1/2013   |
| Township 28 North, Range 94 West<br>Sec 16: ALL | 08-00075 | 640.00          | 2/1/2013   |
| Township 28 North, Range 94 West<br>Sec 36: ALL | 08-00077 | 640.00          | 2/1/2013   |

**TOTAL ACRES= 1960.00**

**GRAND TOTAL** 3159.28 acres
JADE RIDGE - HAPPY SPRINGS - FIELD PROSPECTS
FREMONT COUNTY, WYOMING

Leasehold
Federal  1,199.28 gross/net acres
State   1,960.00 gross/net acres
        3,159.28 gross/net acres

Deal:

Offer to sell 3,159.28 acres for price per acre
Deliver an 80.0% NRI lease
Leases are federal & state earliest expiration 2013
Possible AMI

Lower acreage cost, commitment to drill and a
carried working interest is also negotiable.

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