PERMIT TO OPERATE

Number 01151

Valid July 1, 2015 to June 30, 2016

This Permit Has Been Issued To The Following:

Company Name / Address:

Facility Name / Address:

Ridgeway Corporation 6500 Meadowglade Dr. Moorpark, CA 93021

Ridgeway Corporation Timber Canyon Oilfield Santa Paula, CA 93060

Permission Is Hereby Granted To Operate The Following:

- 4 Oil Wells (Dennison No. 1; Ridgeway West Nos. 1, 2, 3)
- 2 250 Barrel Crude Oil Storage Tanks (253,254)
- 1 150 Barrel Crude Oil Storage Tank (104), at Dennison Lease only.
- 1 225 Sqft-Surface Pit, exempt from cover: emergency service only
- 1 Oil Loading Facility, used for truck loading the 150 Barrel Tank (104), at Dennison Lease.
- 1 Oil Loading Facility, used for truck loading the two (2) 250 Barrel tanks (253 & 254).

This Permit Has Been Issued Subject To The Following Conditions:

1. Permitted Emissions Tons/Year Pounds/Hour Reactive Organics 1.55 1.57

- 2. Annual crude oil throughput shall not exceed 2,500 bbls at Tank No. 253; 2,500 bbls at Tank No. 254; and 500 bbls at Tank No. 104. In order to comply with this condition, the permittee shall maintain monthly records of crude oil throughputs. The monthly records shall be summed for the previous 12 months. Crude oil throughput totals for any of these 12 month periods in excess of the specified limit shall be considered a violation of this condition. Prior to exceeding these limits, the permittee shall apply for, and receive, a permit modification.
- 3. Crude oil throughput shall not exceed 50 barrels per hour or 2,500 barrels per year at the crude oil loading facility serving the two above 250 Barrel Crude Oil Storage Tanks (253 & 254). In order to comply with this condition, the permittee shall maintain monthly records of crude oil throughputs. The monthly records shall be summed for the previous 12 months. Crude oil throughput totals for any of these 12 month periods in excess of the specified limit shall be considered a violation of this condition. Prior to exceeding these limits, the permittee shall apply for, and receive, a permit modification.