

UTAH OIL AND GAS CONSERVATION COMMISSION

RE MARKS: WELL LOG ELECTRIC LOGS FILE WATER SANDS LOCATION INSPECTION SUB REPORT/abd.

950816 ft Lomat to Inland / merge Eff 6-29-95

DATE FILED FEBRUARY 22, 1995

LAND: FEE & PATENTED STATE LEASE NO. PUBLIC LEASE NO. U-62848 INDIAN

DRILLING APPROVED: MARCH 14, 1995

SPUDED IN:

COMPLETED: PUT TO PRODUCING:

INITIAL PRODUCTION:

GRAVITY A.P.I.

GOR:

PRODUCING ZONES:

TOTAL DEPTH:

WELL ELEVATION:

DATE ABANDONED: LOCATION ABANDONED PER BLM EFF. MARCH 25, 1996

FIELD: MONUMENT BUTTE FIELD

UNIT: NA

COUNTY: DUCHESNE

WELL NO. MONUMENT BUTTE FEDERAL #15-34 API NO. 43-013-31511

LOCATION 660' FSL FT. FROM (N) (S) LINE. 1980' FEL FT. FROM (E) (W) LINE. SW SE 1/4 - 1/4 SEC. 34

TWP.	RGE.	SEC.	OPERATOR	TWP.	RGE.	SEC.	OPERATOR
				8S	16E	34	Inland Production Co.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE
(Other instructions on reverse side)

Form approved.
Budget Bureau No. 1004-0136
Expires August 31, 1985

FEB 22 1995

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK
DIV OF OIL, GAS & MINING

1a. TYPE OF WORK
DRILL DEEPEN PLUG BACK

b. TYPE OF WELL
OIL WELL GAS WELL OTHER SINGLE ZONE MULTIPLE ZONE

2. NAME OF OPERATOR
Lomax Exploration Company

3. ADDRESS OF OPERATOR
P.O. Box 1446 Roosevelt, Utah 84066 (801) 722-5103

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)
At surface SW/SE
At proposed prod. zone 660' FSL 1980' FEL

5. LEASE DESIGNATION AND SERIAL NO.
U-62848

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME
Monument Butte Federal

9. WELL NO.
#15-34

10. FIELD AND POOL OR WILDCAT

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA
Sec. 34, T8S, R16E

12. COUNTY OR PARISH
Duchesne

13. STATE
Utah

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
12.7 Miles NE of Myton, Utah

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any)
16. NO. OF ACRES IN LEASE
360

17. NO. OF ACRES ASSIGNED TO THIS WELL
40

18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.
19. PROPOSED DEPTH
6500'

20. ROTARY OR CABLE TOOLS
Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)
5628.4

22. APPROX. DATE WORK WILL START*
First Quarter 1995

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12 1/4	8 5/8	24#	300'	240 sx Class G + 2% CaCl
7 7/8	5 1/2	15.5#	TD	530 sx Hilift followed by 450 sx Class G w/ 2% CaCl

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. SIGNED Brad Mecham *Brad Mecham* TITLE Operations Manager DATE 2/14/95

(This space for Federal or State office use)
PERMIT NO. 437013-31511 APPROVAL DATE _____
APPROVED BY *[Signature]* TITLE _____ DATE 3/14/95
CONDITIONS OF APPROVAL IF ANY: _____

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

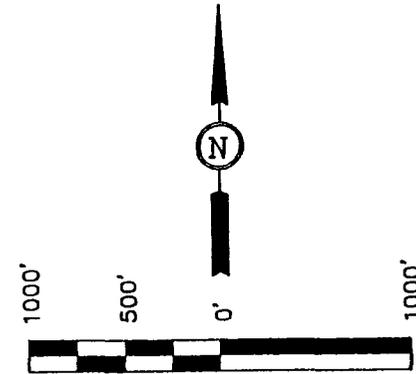
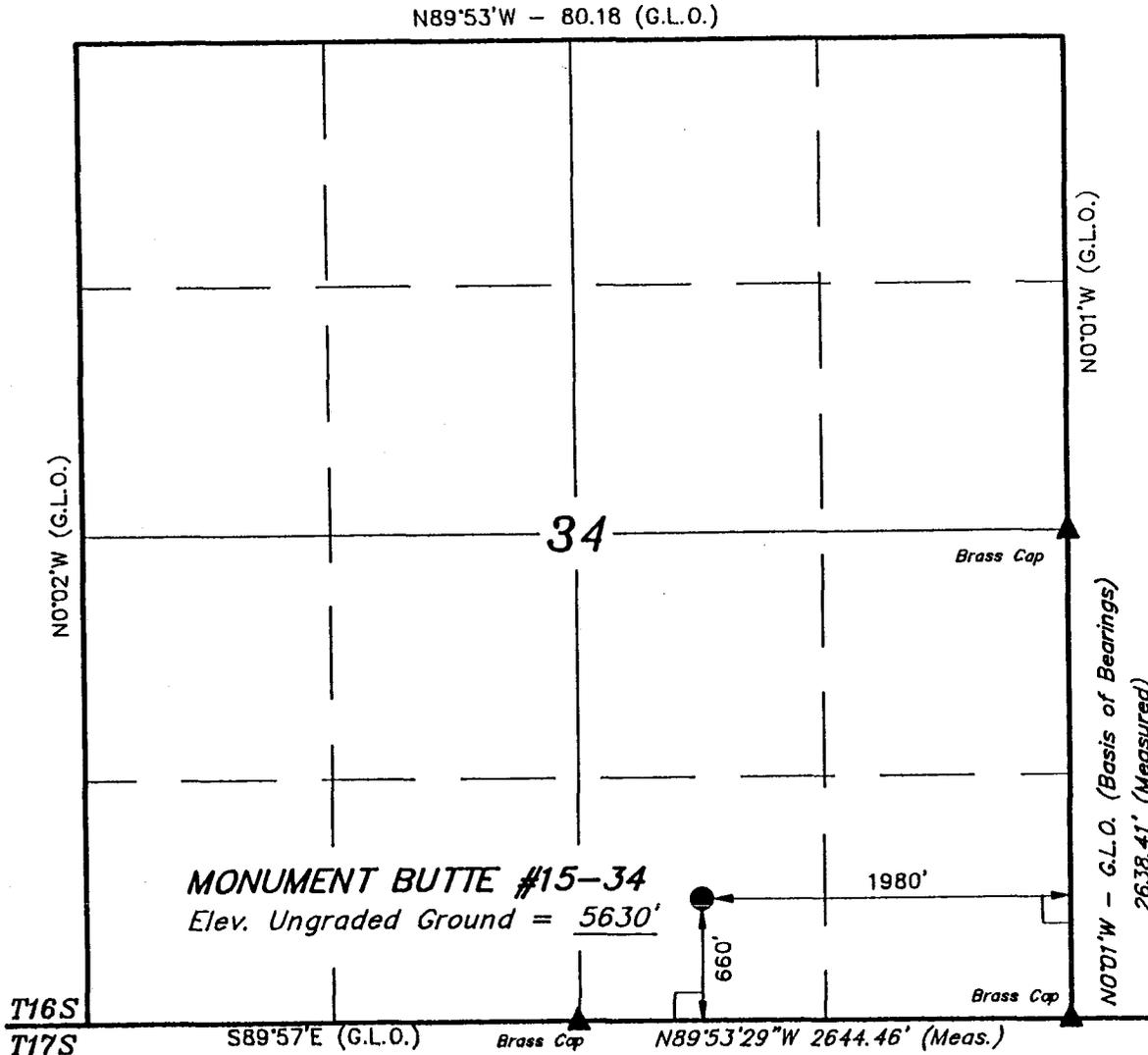
T8S, R16E, S.L.B.&M.

LOMAX EXPLORATION CO.

Well location, MONUMENT BUTTE #15-34,
located as shown in the SW 1/4 SE 1/4 of
Section 34, T8S, R16E, S.L.B.&M. Duchesne
County, Utah.

BASIS OF ELEVATION

SPOT ELEVATION AT THE SOUTHEAST CORNER OF SECTION
34, T8S, R16E, S.L.B.&M. TAKEN FROM THE MYTON SE
QUADRANGLE, DUCHESNE COUNTY, 7.5 MINUTE QUAD.
(TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES
DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY.
SAID ELEVATION IS MARKED AS BEING 5575 FEET.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM
FIELD NOTES OF ACTUAL SURVEYS MADE BY ME, OR UNDER MY
SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE
BEST OF MY KNOWLEDGE AND BELIEF.

Robert L. Kay
REGISTERED LAND SURVEYOR
REGISTRATION NO. 161319
STATE OF UTAH

LEGEND:

- └─┘ = 90° SYMBOL
- = PROPOSED WELL HEAD.
- ▲ = SECTION CORNERS LOCATED.

UINTAH ENGINEERING & LAND SURVEYING
85 SOUTH 200 EAST - VERNAL, UTAH 84078
(801) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 1-31-95	DATE DRAWN: 2-3-95
PARTY B.B. R.C. D.J.S.	REFERENCES G.L.O. PLAT	
WEATHER COLD	FILE LOMAX EXPLORATION CO.	

JOHNSON WATER DISTRICT
R.R. 3 BOX 3188
ROOSEVELT, UT 84066
TELEPHONE (801) 722-2620

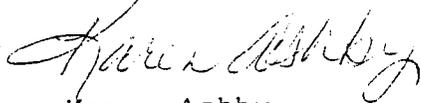
February 3, 1995

TO WHOM IT MAY CONCERN:

Lomax Exploration Company has purchased a 3 inch water connection with Johnson Water District to supply Monument Butte oilfield.

Johnson Water District has given permission to Lomax Exploration Company to use water from our system for the purpose of drilling and completing the Monument Butte Federal 5-1, 13-25, and 15-34.

Sincerely,



Karen Ashby,
Secretary

**MONUMENT BUTTE FEDERAL #15-34
SE/SE SEC.34, T8S, R16E
DUCHESNE COUNTY, UTAH
LEASE #U-62848**

HAZARDOUS MATERIAL DECLARATION

LOMAX EXPLORATION COMPANY guarantees that during the drilling & completion of the above referenced well, we will not use, produce, store, transport or dispose 10,000# annually of any of the hazardous chemicals contained in the Environmental Protection Agency's consolidated list of chemicals subject to reporting under Title III Superfund Amendments and Reauthorization Act (SARA) of 1986.

LOMAX EXPLORATION COMPANY guarantees that during the drilling and completion of the above referenced well, we will use, produce, store, transport or dispose less than the threshold planning quantity (T.P.Q.) of any extremely hazardous substances as defined in 40 CFR 355.

**LOMAX EXPLORATION COMPANY
MONUMENT BUTTE FEDERAL #15-34
SW/SE SECTION 34, T8S, R16E
DUCHESNE COUNTY, UTAH**

TEN POINT WELL PROGRAM

1. **GEOLOGIC SURFACE FORMATION:**

Uinta formation of Upper Eocene Age

2. **ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:**

Uinta	0' - 3030'
Green River	3030'
Wasatch	6070'

3. **ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:**

Green River Formation 5000' - Oil

4. **PROPOSED CASING PROGRAM**

8 5/8", J-55, 24# w/ ST&C collars; set at 300' (New)
5 1/2", J-55, 15.5# w/ LT&C collars; set at TD (New)

5. **MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:**

The operators minimum specifications for pressure control equipment are as follows:

A 8" Series 900 Hydril Bag type BOP and a 8" Double Ram Hydraulic unit with a closing unit will be utilized. Pressure test of BOPS's will be checked daily.

(See Exhibit F)

6. **TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:**

It is proposed that the hole be drilled with fresh water to the "J" zone and with mud thereafter. The mud system will be a water based gel-chemical, weighted to 10.0 ppg as necessary for gas control.

7. **AUXILIARY SAFETY EQUIPMENT TO BE USED:**

Auxiliary safety equipment will be a Kelly Cock, bit float, and a TIW valve with drill pipe threads.

8. **TESTING, LOGGING AND CORING PROGRAMS:**

No drill stem testing has been scheduled for this well. It is anticipated at this time that the logging will consist of a Dual Induction Laterolog, Compensated Neutron-Formation Density Log. Logs will run from TD to 3500'. The cement log will be run from PBTD to cement top. The use of mudloggers to be determined at a later date.

9. **ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:**

The anticipated bottom hole pressure is 1800 psi. It is not anticipated that abnormal temperatures will be encountered; nor that any other abnormal hazards such as H₂S will be encountered in this area.

10. **ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:**

It is anticipated that the drilling operations will commence the first quarter of 1995 and take approximately nine days to drill.

**LOMAX EXPLORATION COMPANY
MONUMENT BUTTE FEDERAL #15-34
SW/SE SECTION 34, T8S, R16E
DUCHESNE COUNTY, UTAH**

THIRTEEN POINT WELL PROGRAM

1. EXISTING ROADS

See attached Topographic Map "A"

To reach Lomax Exploration Company well location site Monument Butte Federal #15-34 located in the SW 1/4 SE 1/4 Section 34, T8S, R16E, S.L.B. & M. Duchesne County, Utah:

Proceed westerly out of Myton, Utah along Highway 40 - 1.5 miles \pm to the junction of this highway and Utah State Highway 53; proceed southerly along Utah State Highway 53 - 1.9 miles to its junction with Utah State Highway 216; proceed southerly along State Highway 216 - 4.4 miles to its junction with an existing dirt road to the southwest; proceed south along this road 2.8 miles to its junction with an existing dirt road to the south; proceed southeasterly along this road 1.1 miles to its intersection with an existing dirt road to the west. Proceed an estimated 300' to the beginning of the proposed access road to be discussed in item #7.

The highways mentioned in the foregoing paragraph are bituminous surfaced roads to the point where Highway 216 exists to the South, thereafter the roads are constructed with existing materials and gravel. The highways are maintained by Utah State road crews. All other roads are maintained by County Crews.

The aforementioned dirt oilfield service roads and other roads in the vicinity are constructed out of existing native materials that are prevalent to the existing area they are located in and range from clays to a sandy-clay shale material.

The roads required for access during the drilling, completion and production phase will be maintained at the standards required by the BLM or other controlling agencies. This maintenance will consist of some minor grader work for smoothing road surfaces and for snow removal.

2. PLANNED ACCESS ROAD

See Topographic Map "B".

The planned access road leaves the existing location described in Item #1 in the SW 1/4 SW 1/4 Section 35, T8S, R16E, S.L.B. & M., and proceeds in a Westerly direction approximately .4 miles \pm to the proposed location site.

The proposed access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is determined necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%.

There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road.

There are no fences encountered along this proposed road. There will be no new gates or cattle guards required.

All construction material for this access road will be borrowed material accumulated during construction of the access road.

3. LOCATION OF EXISTING WELLS

There are seven (7) producing, four (4) injecting, one TA, and one P&A Lomax Exploration Wells; nine (9) producing PG&E Wells; one producing Ensearch Well within a one mile radius.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

There are no existing facilities that will be used by this well.

It is anticipated that this well will be a producing oil well.

Upon construction of a tank battery the well pad will be surrounded by a dike of sufficient capacity to contain at minimum the entire contents of the largest tank within the facility battery.

Tank batteries will be placed on a per Sundry Notice if the well is completed as a producer.

All permanent (on site for six (6) months or longer) structures constructed or installed (including pumping units) will be painted Desert Tan. All facilities will be painted within six months of installation.

5. LOCATION AND TYPE OF WATER SUPPLY

At the present time, it is anticipated that the water for this well will be transported through a temporary surface pipeline or trucked from our pre-approved Lomax Exploration Company fresh water supply line located at the Monument Butte Federal #5-35 (SW/NW Sec. 35, T8S, R16E) location as indicated on Topographic Map - Exhibit "C".

In the event this water source is not used an alternate source will be used and all the necessary arrangements will be made with the proper authorities.

There will be no water well drilled at this site.

6. SOURCE OF CONSTRUCTION MATERIALS

See Location Layout Sheet - Exhibit "E".

All construction material for this location shall be borrowed material accumulated during construction of the location site and access road. (Pit lining material is referred to in Item #7.)

A mineral material application is not required for this location.

7. METHODS FOR HANDLING WASTE DISPOSAL

See Location Layout Sheet - Exhibit "E".

A reserve pit will be constructed and lined with a plastic nylon reinforced line so as not to leak, break, or allow discharge. It will be a minimum of 12 mil thickness with sufficient bedding (either straw or dirt) to cover any rocks. The line will overlap the pit wall and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed on in the pit.

After first production, produced water will be confined to a pit or storage tank for a period not to exceed one hundred twenty (120) days. During the one hundred twenty (120) day period, in accordance with the onshore order #7, an application for approval of permanent disposal method and location, along with required water analysis, shall be submitted for the Authorized Officers approval.

A portable toilet will be provided for human waste.

A trash basket will be provided for garbage (trash) and hauled away to an approved disposal site at the completion of the drilling activities.

8. ANCILLARY FACILITIES

There are no ancillary facilities planned for at the present time and none foreseen in the near future.

9. WELL SITE LAYOUT

See attached Location Layout Sheet - Exhibit "E".

The reserve pit will be located on the North side between stakes 4 & 5.

There will be no flare pit on this well.

The stockpiled topsoil (first six (6) inches) will be stored on the North side between stakes 5 & 6.

Access to the well pad will be from the East side near stake 7.

Fencing Requirements

All pits will be fenced according to the following minimum standards:

- a) 39 inch net wire shall be used with at least one strand of barbed wire on top of the net.

- b) The net wire shall be no more than two (2) inches above the ground. The barbed wire shall be three (3) inches above the net wire. Total height of the fence shall be at least forty-two (42) inches.
- c) Corner posts shall be cemented and/or braced in such a manner to keep tight at all times.
- d) Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than sixteen (16) feet.
- e) All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.

The reserve pit fencing will be on three (3) sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

10. PLANS FOR RESTORATION OF SURFACE

a) *Producing Location*

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, material, trash and junk not required for production.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before back filling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be re contoured to the approximated natural contours. The reserve pit will be reclaimed within one hundred twenty (120) days from the date of well completion. Before any dirt work takes place, the reserve pit must have all fluids and hydrocarbons, all cans, barrels, pipe, etc., removed.

When the drilling and completion phase ends, reclamation of unused disturbed areas on the well pad/access road no longer needed for operations, such as cut slopes, and fill areas will be accomplished by grading, leveling and seeding as recommended by the Authorized Officer. The seed mixture will be per B.L.M. and stated in the conditions of approval.

b) *Dry Hole Abandoned Location*

At such time as the well is plugged and abandoned, the operator shall submit a subsequent report of abandonment and the B.L.M. will attach the appropriate surface rehabilitation conditions of approval.

11. SURFACE OWNERSHIP - Bureau Of Land Management

12. OTHER ADDITIONAL INFORMATION

- a) Lomax Exploration Company is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, Lomax is to immediately stop work that might further disturb such materials, and contact the Authorized Officer.
- b) Lomax Exploration will control noxious weeds along rights-of-way for roads, pipelines, well sites, or other applicable facilities. On B.L.M. administered land it is required that a Pesticide Use Proposal shall be submitted, and given approval, prior to the application of herbicides or other possible hazardous chemicals.
- c) Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on Federal Lands after the conclusion of drilling operations or at any other time without B.L.M. authorization. However, if B.L.M. authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

There are no dwellings or facilities in the general area. There are no visible archaeological, historical or cultural sites within any reasonable proximity of the proposed location site. See cultural survey attached.

Additional Surface Stipulations

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws and regulations. Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. Lomax Exploration is fully responsible for the actions of its subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

A complete copy of the approved APD, if applicable, shall be on location during the construction of the location and drilling activities.

Lomax Exploration Company or a contractor employed by Lomax Exploration shall contact the B.L.M. office at (801) 789-1362, 48 hours prior to construction activities.

The B.L.M. office shall be notified upon site completion prior to moving on the drilling rig.

13. LESSEE'S OR OPERATORS REPRESENTATIVE AND CERTIFICATION

Representative

Name: Brad Mecham
Address: P.O. Box 1446 Roosevelt, Utah 84066
Telephone: (801) 722-5103

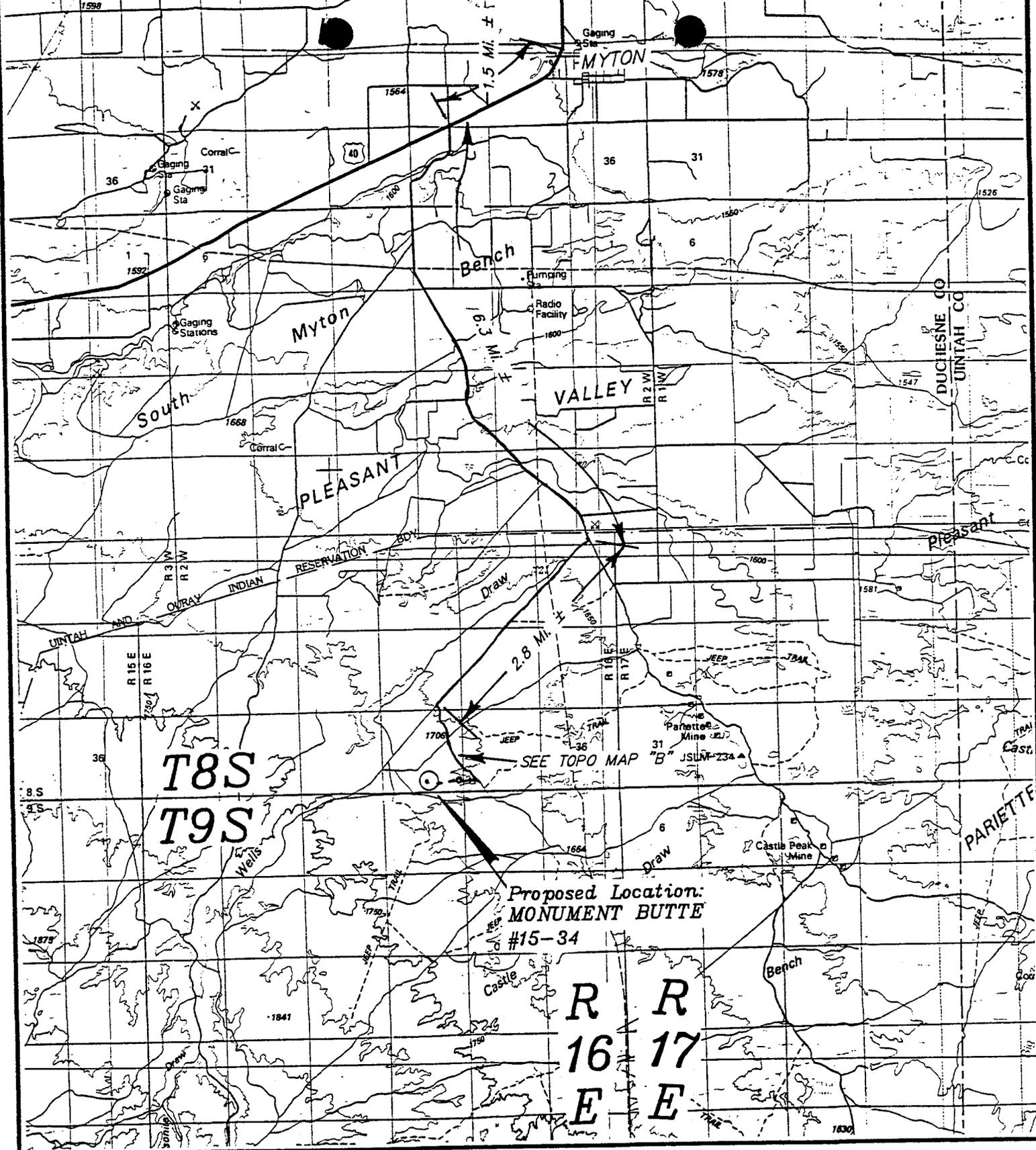
Certification

Please be advised that LOMAX EXPLORATION COMPANY is considered to be the operator of Well #15-34 SW/SE Section 34, Township 8S, Range 16E: Lease U-62848; Duchesne County, Utah: and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by Hartford Accident #4488944.

I hereby certify that I, or persons under my direct supervision have inspected the proposed drillsite and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Lomax Exploration Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

2-16-95
Date

Brad Mecham
Brad Mecham
Operations Manager



T8S
T9S

Proposed Location:
MONUMENT BUTTE
#15-34

R R
16 17
E E

TOPOGRAPHIC
MAP "A"

DATE: 2-5-95 D.J.S.

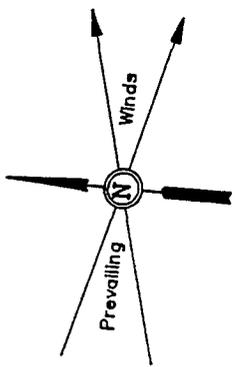


LOMAX EXPLORATION CO.
MONUMENT BUTTE #15-34
SECTION 34, T8S, R16E, S.L.B.&M.
660' FSL 1980' FEL

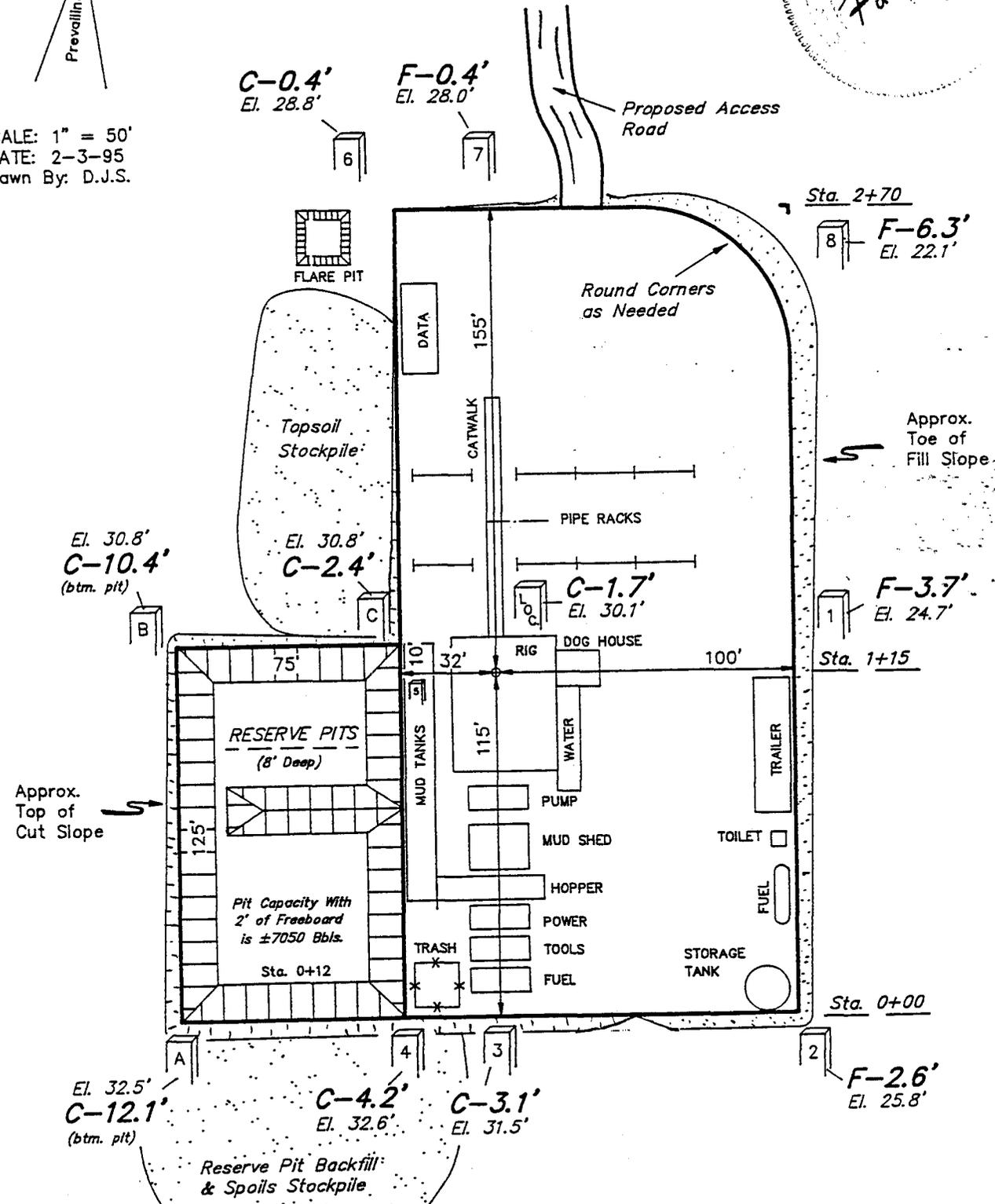
LOMAX EXPLORATION CO.

LOCATION LAYOUT FOR

MONUMENT BUTTE #15-34
SECTION 34, T8S, R16E, S.L.B.&M.
660' FSL 1980' FEL



SCALE: 1" = 50'
DATE: 2-3-95
Drawn By: D.J.S.



Elev. Ungraded Ground at Location Stake = 5630.1'
Elev. Graded Ground at Location Stake = 5628.4'

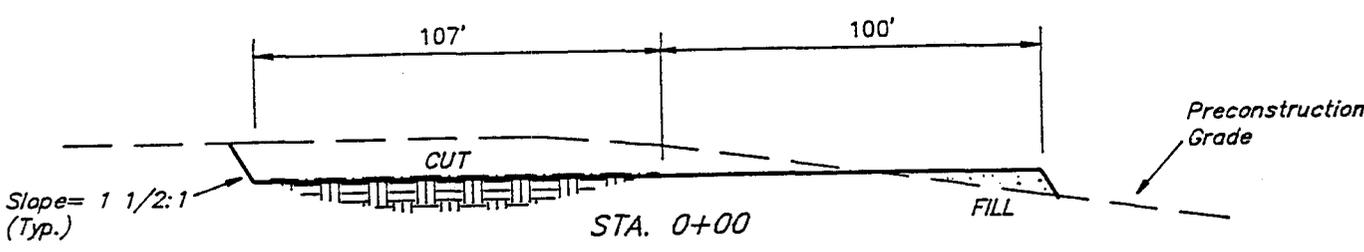
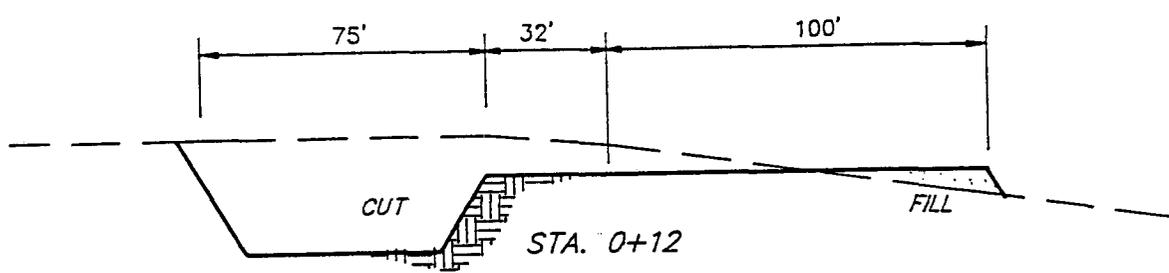
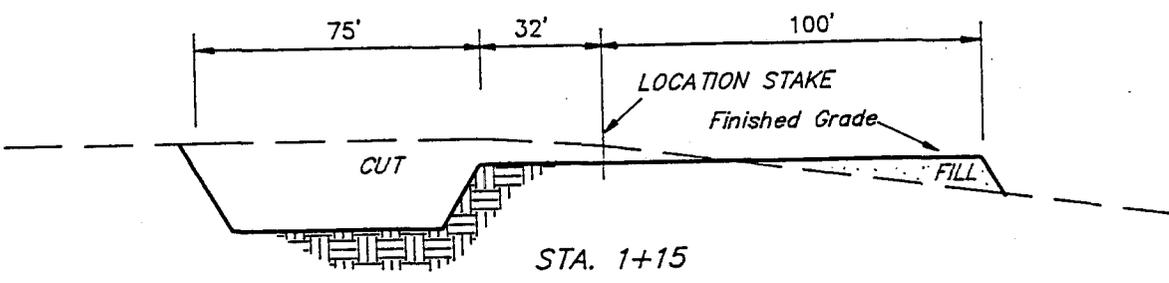
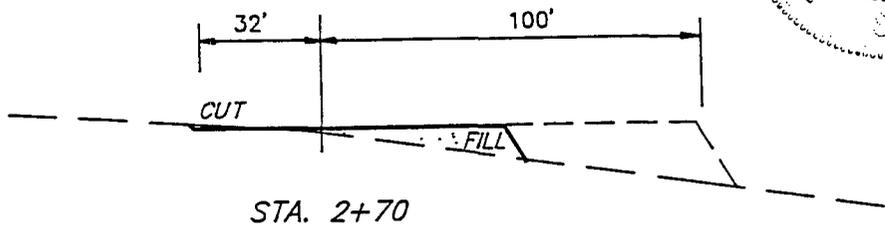
UINTAH ENGINEERING & LAND SURVEYING
85 So. 200 East • Vernal, Utah 84078 • (801) 789-1017

LOMAX EXPLORATION CO.
TYPICAL CROSS SECTIONS FOR
MONUMENT BUTTE #15-34
SECTION 34, T8S, R16E, S.L.B.&M.
660' FSL 1980' FEL



1" = 20'
 X-Section Scale
 1" = 50'

DATE: 2-3-95
 Drawn By: D.J.S.



APPROXIMATE YARDAGES

(6") Topsoil Stripping = 840 Cu. Yds.
 Remaining Location = 3,570 Cu. Yds.

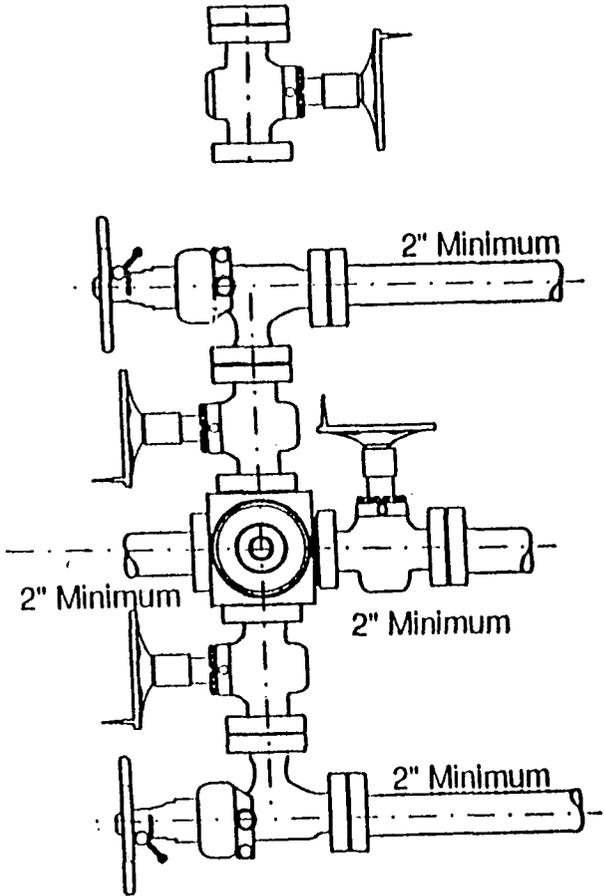
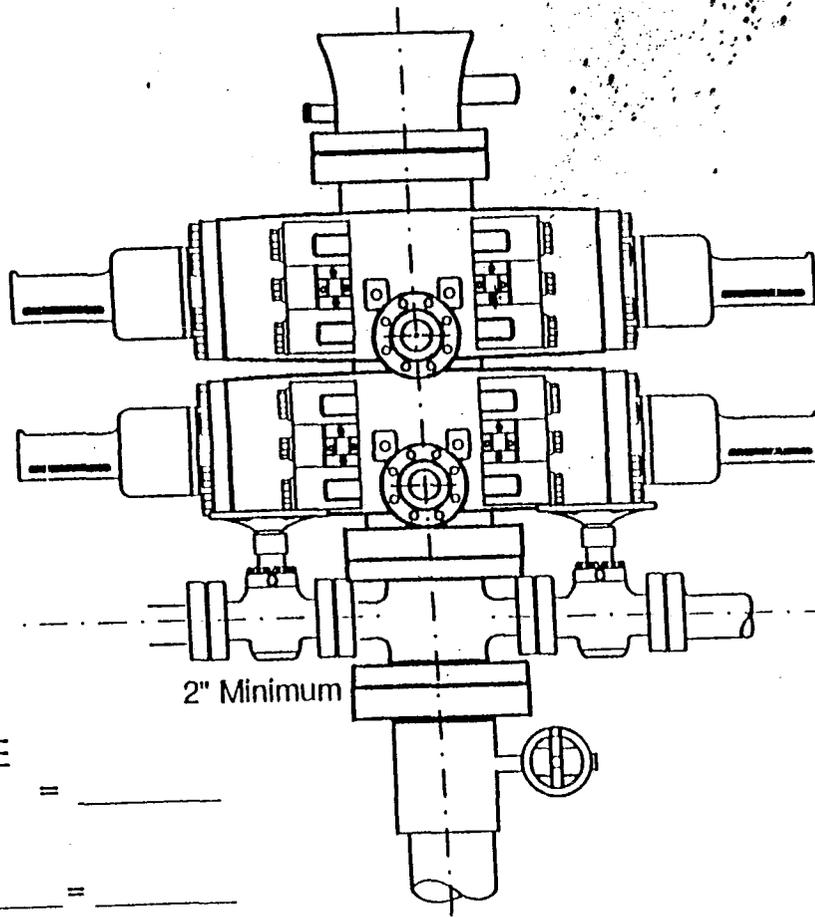
EXCESS MATERIAL AFTER 5% COMPACTION = 1,900 Cu. Yds.
 Topsoil & Pit Backfill (1/2 Pit Vol.) = 1,900 Cu. Yds.
 EXCESS UNBALANCE (After Rehabilitation) = 0 Cu. Yds.

TOTAL CUT = 4,410 CU.YDS.
 FILL = 2,380 CU.YDS.

2-M SYSTEM

EXHIBIT F

RAM TYPE B.O.P.
Make:
Size:
Model:



GAL TO CLOSE
 Annular BOP = _____
 Ramtype BOP
 _____ Rams x _____ = _____
 = _____ Gal.
 _____ x 2 = _____ Total Gal.

Rounding off to the next higher
 increment of 10 gal. would require
 _____ Gal. (total fluid & nitro volume)

WORKSHEET
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 02/22/95

API NO. ASSIGNED: 43-013-31511

WELL NAME: MONUMENT BUTTE FED. 15-34
 OPERATOR: LOMAX EXPLORATION COMPANY (N0580)

PROPOSED LOCATION:
 SWSE 34 - T08S - R16E
 SURFACE: 0660-FSL-1980-FEL
 BOTTOM: 0660-FSL-1980-FEL
 DUCHESNE COUNTY
 MONUMENT BUTTE FIELD (105)

INSPECT LOCATION BY: / /		
TECH REVIEW	Initials	Date
Engineering		
Geology		
Surface		

LEASE TYPE: FED
 LEASE NUMBER: U-62848

PROPOSED PRODUCING FORMATION: GRRV

RECEIVED AND/OR REVIEWED:

Plat
 Bond: Federal State Fee
 (Number 4488944)
 Potash (Y/N)
 Oil shale (Y/N)
 Water permit
 (Number INJECTION WELL)
 RDCC Review (Y/N)
 (Date: _____)

LOCATION AND SITING:

___ R649-2-3. Unit: _____
 R649-3-2. General.
 ___ R649-3-3. Exception.
 ___ Drilling Unit.
 Board Cause no: _____
 Date: _____

COMMENTS: _____

STIPULATIONS: _____



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor

Ted Stewart
Executive Director

James W. Carter
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340
801-359-3940 (Fax)
801-538-5319 (TDD)

March 14, 1995

Lomax Exploration Company
P.O. Box 1446
Roosevelt, Utah 84066

Re: Monument Butte Federal #15-34 Well, 660' FSL, 1980' FEL, SW SE, Sec. 34, T. 8 S., R. 16 E., Duchesne County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. 40-6-1 et seq., Utah Admin. R. 649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-013-31511.

Sincerely,


R.J. Firth
Associate Director

ldc

Enclosures

cc: Duchesne County Assessor
Bureau of Land Management, Vernal District Office
WAPD

Operator: Lomax Exploration Company

Well Name & Number: Monument Butte Federal #15-34

API Number: 43-013-31511

Lease: U-62848

Location: SW SE Sec. 34 T. 8 S. R. 16 E.

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for Permit to Drill.

2. Notification Requirements

Notify the Division within 24 hours following spudding the well or commencing drilling operations. Contact Jimmie Thompson at (801)538-5340.

Notify the Division prior to commencing operations to plug and abandon the well. Contact Frank Matthews or Mike Hebertson at (801)538-5340.

3. Reporting Requirements

All required reports, forms and submittals shall be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

ARTICLES OF AMENDMENT
TO THE
ARTICLES OF INCORPORATION
OF
LOMAX EXPLORATION COMPANY

FILED
In the Office of the
Secretary of State of Texas

JUN 29 1995

Corporations Section

Pursuant to the provisions of Part Four of the Texas Business Corporation Act, the undersigned corporation adopts the following articles of amendment to its Articles of Incorporation:

1. **Name.** The name of the corporation is LOMAX EXPLORATION COMPANY.
2. **Statement of Amendment.** The amendment alters or changes Article One of the original Articles of Incorporation to read in full as follows:

"Article One. The name of the corporation is INLAND PRODUCTION COMPANY."

3. **Shareholders.** The number of shares of the corporation outstanding at the time of such adoption was 205,315, there being 107,546 Common Shares and 97,769 Non-voting Preferred Shares; and the number of shares entitled to vote thereon was 107,546.

4. **Adoption by Shareholders.** Only the holders of Common Shares of the corporation are entitled to vote on the amendment. The shareholders adopted the foregoing amendment by unanimous written consent dated June 23, 1995, pursuant to the provisions of Article 9.10 of the Texas Business Corporation Act and, therefore, no notice was required to be delivered under said Article 9.10.

5. **Adoption by Board of Directors.** The Board of Directors adopted said amendment by a consent in writing signed by all Directors.

6. **Future Effective Date.** This amendment will become effective on July 1, 1995, at 12:01 a.m.

EXECUTED June 26, 1995.



Kyle R. Miller, President



The State of Texas

Secretary of State

CERTIFICATE OF AMENDMENT

FOR

INLAND PRODUCTION COMPANY

FORMERLY

LOMAX EXPLORATION COMPANY
CHAPTER NUMBER 00415304

THE UNDERSIGNED, AS SECRETARY OF STATE OF THE STATE OF TEXAS,
HEREBY CERTIFIES THAT THE ATTACHED ARTICLES OF AMENDMENT FOR THE ABOVE
NAMED ENTITY HAVE BEEN RECEIVED IN THIS OFFICE AND ARE FOUND TO
CONFORM TO LAW.

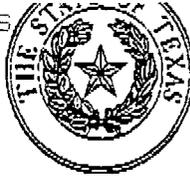
ACCORDINGLY THE UNDERSIGNED, AS SECRETARY OF STATE, AND BY VIRTUE
OF THE AUTHORITY VESTED IN THE SECRETARY BY LAW, HEREBY ISSUES THIS
CERTIFICATE OF AMENDMENT.

DATED JUNE 29, 1995

EFFECTIVE JUNE 29, 1995




Antonio O. Garza, Jr., Secretary of State



The State of Texas

Secretary of State
JUNE 30, 1995

MIKE PARSONS...GLAST, PHILLIPS & MURRAY
2200 ONE GALLERIA TWR, 13355 NOEL RD, LB48
DALLAS, TX 75240-6657

RE:
INLAND PRODUCTION COMPANY
CHARTER NUMBER 00415304-00

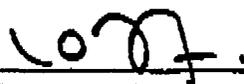
IT HAS BEEN OUR PLEASURE TO APPROVE AND PLACE ON RECORD YOUR ARTICLES OF AMENDMENT. A COPY OF THE INSTRUMENT FILED IN THIS OFFICE IS ATTACHED FOR YOUR RECORDS.

THIS LETTER WILL ACKNOWLEDGE PAYMENT OF THE FILING FEE.

IF WE CAN BE OF FURTHER SERVICE AT ANY TIME, PLEASE LET US KNOW.

VERY TRULY YOURS,




Antonio O. Garza, Jr., Secretary of State

Lomax Exploration Company

A subsidiary of Inland Resources Inc.



July 13, 1995

State of Utah Department of Natural Resources
Attention: Ms Becky Pritchett
355 W. North Temple
3 Triad Center, Suite 400
Salt Lake City, Utah 84180-1204

RE: Corporate Name Change

Dear Sir or Madame:

Effective July 1, 1995, Lomax Exploration Company will have taken the steps necessary to change its name to **Inland Production Company**. A Certificate issued by the Texas Secretary of State evidencing the name change is attached for your files. We have also attached to this letter those Utah State leases (Exhibit "B") and wells (Exhibit "A") affected by this name change. We have attempted to provide a complete list from the records we have. The intent is to include all leases and wells that Lomax Exploration Company operates or has an interest in.

Riders changing the Principal from Lomax Exploration Company to Inland Production Company under Nationwide Oil and Gas Bond # 4488944 for Lomax Exploration Company will be furnished to the State of Utah in the very near future.

Please amend your records by substituting Inland Production Company in place of Lomax Exploration Company on the leases and wells listed on the attached exhibits. In the future we will begin submitting notices and permits for new operations after July 1, 1995 in the name of Inland Production Company.

Should a fee be required or should you need further information or documents relating to our name change please contact the undersigned at your convenience at the following number: (303) 292-0900 or Cheryl Cameron at our Roosevelt, Utah office (801) 722-5103.

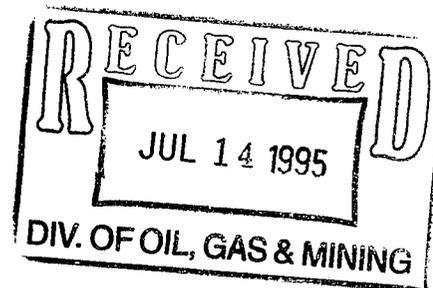
Sincerely yours,

A handwritten signature in black ink, appearing to read "Chris A. Potter".

Chris A Potter, CPL
Manager of Land

Lomax Exploration Company

A subsidiary of Inland Resources Inc.



Announcing
Our Name Change

From

Lomax Exploration Company

To

**Inland Production
Company**

** N 5160 assigned 7/26/95. Lee*

Field And Corporate Office Locations Remain The Same:

Corporate Office:

Inland Resources Inc.

475 Seventeenth Street, Suite 1500

Denver, CO 80202

Field Office:

W. Pole Line Road

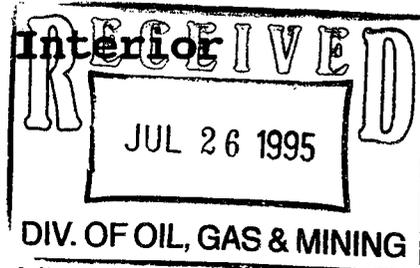
P.O. Box 1446

Roosevelt, Utah 84066

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155



JUL 25 1995

IN REPLY REFER TO:
3100
SL-065914 et al
(UT-923)

NOTICE

Inland Production Company : Oil and Gas Leases
475 Seventeenth St., Ste. 1500 : SL-065914 et al
Denver, Colorado 80202 :

Name Change Recognized

Acceptable evidence has been received in this office concerning the change of name of Lomax Exploration Company to Inland Production Company on Federal oil and gas leases.

The oil and gas lease files identified on the enclosed exhibit have been noted as to the name change. We are notifying the Minerals Management Service and all applicable Bureau of Land Management offices of the name change by a copy of this notice. If additional documentation for changes of operator are required by our Field Offices, you will be contacted by them.

For our purposes, the name change is recognized effective June 29, 1995 (Secretary of State's approval date).

Due to the name change, the name of the principal/obligor on the bond is required to be changed from Lomax Exploration Company to Inland Production Company on Bond No. 4488944 (BLM Bond No. UT0056). You may accomplish this name change either by consent of the surety on the original bond or by a rider to the original bond. Otherwise, a replacement bond with the new name should be furnished to this office. BLM Bond Nos. MT0771 and WY0821 should also be changed for the bonds held by Montana and Wyoming respectively.

/s/ ROBERT LOPEZ

Chief, Branch of Mineral
Leasing Adjudication

Enclosure
1-Exhibit (1 p)

cc: Hartford Accident & Indemnity Co.
Hartford Plaza
Hartford, CT 06115

bc: Moab District Office
Vernal District Office
Montana State Office
Wyoming State Office
Eastern States Office
MMS--Data Management Division, MS 3113, P.O. Box 5860, Denver, CO 80217
State of Utah, Attn: Lisha Cordova, Division of Oil, Gas & Mining,
355 West North Temple, 3 Triad Center, Suite 350, SLC, UT 84180
Teresa Thompson (UT-922)
Dianne Wright (UT-923)

EXHIBIT

SL-065914	U-36846	UTU-66185
SL-071572A	U-38428	UTU-67170
U-02458	U-45431	UTU-68548
U-15855	U-47171	UTU-69060
U-16535	U-50376	UTU-69061
U-26026	U-62848	UTU-72103
U-34173	UTU-65965	UTU-72104
U-36442	UTU-66184	UTU-73088

FAX COVER SHEET



RESOURCES INC.
475 17th Street, Suite 1500
Denver, CO 80202
303-292-0900, Fax #303-296-4070

DATE: August 8, 1995
TO: Lisha Cordova
COMPANY: State of Utah - Division of Oil, Gas and Mining
FAX NUMBER: 801 359 3940
FROM: Chris A Potter
NUMBER OF PAGES: 1 (INCLUDING COVER SHEET):

RE: Transfer of Authority to Inject
Lomax Exploration Company to Inland Production Company

I hope the info I sent to you August 1st was acceptable regarding our name change and your phone call to me last week.....

If there is anything missing or you need additional info, please let me know. I am located in our Denver office.....

Division of Oil, Gas and Mining
OPERATOR CHANGE WORKSHEET

Routing: (GIL) *dl*

1- MC 7-PL <i>dl</i>
2-LWP 8-SJ <i>dl</i>
3- DT 9-FILE
4-VLO
5-RJF <i>dl</i>
6-LWP <i>dl</i>

Attach all documentation received by the division regarding this change.
 Initial each listed item when completed. Write N/A if item is not applicable.

- Change of Operator (well sold) Designation of Agent
 Designation of Operator Operator Name Change Only

(MERGER)

The operator of the well(s) listed below has changed (EFFECTIVE DATE: 6-29-95)

TO (new operator)	<u>INLAND PRODUCTION COMPANY</u>	FROM (former operator)	<u>LOMAX EXPLORATION COMPANY</u>
(address)	<u>PO BOX 1446</u>	(address)	<u>PO BOX 1446</u>
	<u>ROOSEVELT UT 84066</u>		<u>ROOSEVELT UT 84066</u>
	<u>KEBBIE JONES</u>		<u>KEBBIE JONES</u>
	phone (<u>801</u>) <u>722-5103</u>		phone (<u>801</u>) <u>722-5103</u>
	account no. <u>N 5160</u>		account no. <u>N 0580</u>

Well(s) (attach additional page if needed):

Name: **SEE ATTACHED**	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____
Name: _____	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____
Name: _____	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____
Name: _____	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____
Name: _____	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____
Name: _____	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____
Name: _____	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____

OPERATOR CHANGE DOCUMENTATION

- Sec* 1. (Rule R615-8-10) Sundry or other legal documentation has been received from former operator (Attach to this form). *(Rec'd 7-14-95)*
- N/A* 2. (Rule R615-8-10) Sundry or other legal documentation has been received from new operator (Attach to this form).
- Sec* 3. The Department of Commerce has been contacted if the new operator above is not currently operating any wells in Utah. Is company registered with the state? (yes/no) no If yes, show company file number: _____ *(7-28-95)*
- Sec* 4. (For Indian and Federal Wells ONLY) The BLM has been contacted regarding this change (attach Telephone Documentation Form to this report). Make note of BLM status in comments section of this form. Management review of **Federal and Indian** well operator changes should take place prior to completion of steps 5 through 9 below.
- Sec* 5. Changes have been entered in the Oil and Gas Information System (Wang/IBM) for each well listed above. *(7-31-95)*
- Supp* 6. Cardex file has been updated for each well listed above. *8-16-95*
- Supp* 7. Well file labels have been updated for each well listed above. *8-22-95*
- Sec* 8. Changes have been included on the monthly "Operator, Address, and Account Changes" memo for distribution to State Lands and the Tax Commission. *(7-31-95)*
- Sec* 9. A folder has been set up for the Operator Change file, and a copy of this page has been placed there for reference during routing and processing of the original documents.

ENTITY REVIEW

- Yes 1. (Rule R615-8-7) Entity assignments have been reviewed for all wells listed above. Were entity changes made? (yes/no) ____ (If entity assignments were changed, attach copies of Form 6, Entity Action Form).
- N/A 2. State Lands and the Tax Commission have been notified through normal procedures of entity changes.

BOND VERIFICATION (~~Fee wells only~~) *Trust Lands Admin. / Rider or Repl. in Progress.*

- N/A / Yes 1. (Rule R615-3-1) The new operator of any fee lease well listed above has furnished a proper bond.
- ____ 2. A copy of this form has been placed in the new and former operators' bond files.
- ____ 3. The former operator has requested a release of liability from their bond (yes/no) ____.
Today's date _____ 19____. If yes, division response was made by letter dated _____ 19____.

LEASE INTEREST OWNER NOTIFICATION RESPONSIBILITY

- N/A 1. (Rule R615-2-10) The former operator/lessee of any **fee lease** well listed above has been notified by letter dated _____ 19____, of their responsibility to notify any person with an interest in such lease of the change of operator. Documentation of such notification has been requested.

- OLS 2. Copies of documents have been sent to State Lands for changes involving State leases.
8/23/95 sent to Ed Banner

FILMING

- ____ 1. All attachments to this form have been microfilmed. Date: _____ 19____.

FILING

- ____ 1. Copies of all attachments to this form have been filed in each well file.
- ____ 2. The original of this form and the original attachments have been filed in the Operator Change file.

COMMENTS

950726 Blm/SL Aprv. eff. 6-29-95.

✓ MONUMENT BUTTE 16-34	43-013-31436	SEC. 34, T. 8S, R. 16E	DRL U16535
✓ BOUNDARY FEDERAL 14-21	43-013-31441	SEC. 21, T. 8S, R. 17E	DRL U50376
✓ GILSONITE STATE 10-32	43-013-31485	SEC. 32, T. 8S, R. 17E	DRL ML22061
✓ GILSONITE STATE 8-32	43-013-31498	SEC. 32, T. 8S, R. 17E	DRL ML22061
✓ MONUMENT FEDERAL 5-34	43-013-31499	SEC. 34, T. 8S, R. 16E	DRL U16535
✓ MONUMENT BUTTE FED 15-26	43-013-31502	SEC. 26, T. 8S, R. 16E	DRL U67170
✓ MONUMENT BUTTE ST 16-2	43-013-31510	SEC. 2, T. 9S, R. 16E	DRL ML21839
✓ MONUMENT BUTTE ST 8-2	43-013-31509	SEC. 2, T. 9S, R. 16E	DRL ML21839
✓ MONUMENT BUTTE FED 5-1	43-013-31507	SEC. 1, T. 9S, R. 16E	DRL U72103
✓ MONUMENT BUTTE FED 6-1	43-013-31506	SEC. 1, T. 9S, R. 16E	DRL U72103
✓ MONUMENT BUTTE FED 15-34	43-013-31511	SEC. 34, T. 8S, R. 16E	DRL U62848
✓ MONUMENT BUTTE FED 13-25	43-013-31513	SEC. 25, T. 8S, R. 16E	DRL U67170
✓ MONUMENT BUTTE 16-26	43-013-31517	SEC. 26, T. 8S, R. 16E	DRL U67170
✓ TRAVIS FEDERAL 8-33	43-013-31503	SEC. 33, T. 8S, R. 16E	DRL U34173
✓ PARIETTE DRAW FED 10-23	43-047-32672	SEC. 23, T. 8S, R. 17E	DRL U45431
✓ PARIETTE DRAW FED 8-23	43-047-32676	SEC. 23, T. 8S, R. 17E	DRL U45431
✓ PARIETTE DRAW FED 7-23	43-047-32673	SEC. 23, T. 8S, R. 17E	DRL U45431
✓ SUNDANCE STATE 5-32	43-047-32685	SEC. 32, T. 8S, R. 18E	DRL ML22058
✓ MONUMENT BUTTE ST 14-36	43-013-31508	SEC. 36, T. 8S, R. 16E	DRL ML22061
✓ ASHLEY FEDERAL 10-23	43-013-31519	SEC. 23, T. 9S, R. 15E	DRL U66185
✓ MONUMENT FEDERAL 1A-35	43-013-31514	SEC. 35, T. 8S, R. 16E	DRL U16535
✓ OK CORRAL FEDERAL 1-30	43-047-32686	SEC. 30, T. 9S, R. 18E	DRL U19267
✓ S PLEASANT VALLEY 4-22	43-013-31522	SEC. 22, T. 9S, R. 17E	DRL U13905
✓ CODY FEDERAL 2-35	43-013-31525	SEC. 35, T. 8S, R. 15E	DRL UTU67168
✓ GILSONITE STATE 14I-32	43-013-31523	SEC. 32, T. 8S, R. 17E	DRL ML21839
✓ BOUNDARY FEDERAL 10-21	43-013-31532	SEC. 21, T. 8S, R. 17E	DRL U50376
✓ MONUMENT BUTTE ST 16-36R	43-013-10159	SEC. 36, T. 8S, R. 16E	DRL ML22061
✓ BOUNDARY FEDERAL 9-21	43-013-31542	SEC. 21 T. 8S, R. 17E	DRL U50376

APD's Pending; have not been approved by BLM as of yet.
 (Leases are held by Inland) * 8-7-95 / BLM SL "Connie Seare"

3/28/96



United States Department of the Interior

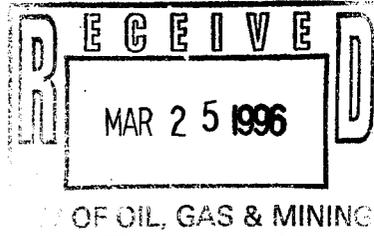
BUREAU OF LAND MANAGEMENT

Vernal District Office
170 South 500 East
Vernal, Utah 84078-2799

Phone: (801) 781-4400
Fax: (801) 781-4410

BY REFERENCE TO:
UT08438

March 20, 1996



*DOG M
LA DATE*

Inland Production Company
Attn: Brad Mecham
P O Box 1446
Roosevelt UT 84066

Re: Notification of Expiration
Well No. Monument Butte Fed. 15-34
Section 34, T8S, R16E *42-013-31511*
Lease No. U-62484
Duchesne County, Utah

Dear Mr. Mecham:

The Application for Permit to Drill the above-referenced well was approved on March 14, 1995. Since that date, no known activity has transpired at the approved location. Applications for Permit to Drill are effective for a period of one year. In view of the foregoing, this office is notifying you the approval of the referenced application has expired. If you intend to drill at this location at a future date, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

Sincerely,

Margie Herrmann
Legal Instruments Examiner

cc: State Div. OG&M