

UTAH OIL AND GAS CONSERVATION COMMISSION

REMARKS: WELL LOG ELECTRIC LOGS FILE WATER SANDS LOCATION INSPEC SUB. REPORT/abd.

DATE FILED OCTOBER 15, 1997

LAND: FEE & PATENTED STATE LEASE NO. PUBLIC LEASE NO. UTU-65965 INDIAN

DRILLING APPROVED: JULY 9, 1998

SPUDED IN:
COMPLETED: PUT TO PRODUCING:

INITIAL PRODUCTION:
GRAVITY A.P.I.

GOR:
PRODUCING ZONES:
TOTAL DEPTH:

WELL ELEVATION:
DATE ABANDONED:

FIELD: UNDESIGNATED

UNIT:
COUNTY: DUCHESNE

WELL NO. WELLS DRAW 9-30 API NO. 43-013-31951

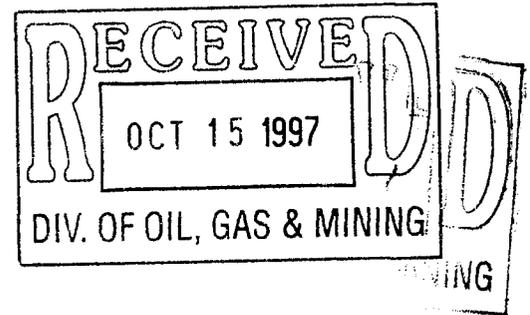
LOCATION 1935 FSL FT. FROM (N) (S) LINE. 665 FEL FT. FROM (E) (W) LINE. NE SE 1/4 - 1/4 SEC. 30

TWP.	RGE.	SEC.	OPERATOR	TWP.	RGE.	SEC.	OPERATOR
8S	16E	30	INLAND PRODUCTION				



RESOURCES INC.

October 10, 1997



Bureau of Land Management
Vernal District Office
170 South 500 East
Vernal, Utah 84078

ATTENTION: Ed Forsman/Wayne Bankert

**RE: Wells Draw #9-30
NW/SE Sec. 30, T8S ,R15E**

**Nine Mile #5-6
SW/NW Sec. 6, T9S ,R16E**

**Nine Mile #4-6
NW/NW Sec. 6, T9S, R16E**

**Nine Mile #13-6
SW/SW Sec. 6, T9S, R16E**

Gentlemen,

Enclosed are the originals and two copies (each,) of the Application For Permit To Drill, for the above referenced locations.

Please contact me in the Vernal Branch office (801) 789-1866 if you have any questions, or need additional information.

Sincerely,

Cheryl Cameron
Regulatory Compliance Specialist

cc: State of Utah
Division of Oil Gas & Mining
1594 WN Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

5. LEASE DESIGNATION AND SERIAL NO. UTU-65965

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK DRILL [X] DEEPEN [] 1b. TYPE OF WELL OIL GAS SINGLE MULTIPLE WELL [X] WELL [] OTHER [] ZONE [] ZONE []

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME Wells Draw

2. NAME OF OPERATOR Inland Production Company

9. WELL NO. #9-30

3. ADDRESS OF OPERATOR P.O. Box 790233 Vernal, UT 84079 Phone: (801) 789-1866

10. FIELD AND POOL OR WILDCAT

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) At Surface NE-NW/SE 1935' FSL & 665' FEL 589 202

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA 16 Sec. 30, T8S R1E

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 11.4 miles southwest of Myton, Utah

12. County Duchesne 13. STATE UT

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) 665'

16. NO. OF ACRES IN LEASE 580.24

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.) 5691.9

22. APPROX. DATE WORK WILL START* 4th Quarter 1997

23. PROPOSED CASING AND CEMENTING PROGRAM

Table with 5 columns: SIZE OF HOLE, SIZE OF CASING, WEIGHT/FOOT, SETTING DEPTH, QUANTITY OF CEMENT. Rows include 12 1/4", 7 7/8" hole sizes and 300', TD setting depths.

The actual cement volumes will be calculated off of the open hole logs, plus 15% excess. SURFACE PIPE - Premium Plus Cement, w/ 2% Gel, 2% CaCl2, 1/4# /sk Flocele Weight: 14.8 PPG YIELD: 1.37 Cu Ft/sk H2O Req: 6.4 Gal/sk LONG STRING - Lead: Hibond 65 Modified Weight: 11.0 PPG YIELD: 3.00 Cu Ft/sk H2O Req: 18.08 Gal/sk Tail: Premium Plus Thixotropic Weight: 14.2 PPG YIELD: 1.59 Cu Ft/sk H2O Req: 7.88 Gal/sk

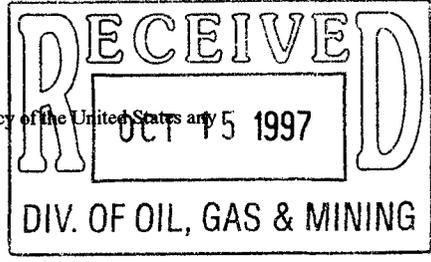
IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer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

24. Regulatory Compliance SIGNED Cheryl Cameron TITLE Specialist DATE 10/10/97

(This space for Federal or State office use) PERMIT NO. 43-013-31951 APPROVAL DATE Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

CONDITIONS OF APPROVAL, IF ANY: Federal Approval of this Action is Necessary APPROVED BY Bradley G. Hill TITLE RECLAMATION SPECIALIST III DATE 7/9/98

*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.



INLAND PRODUCTION CO.

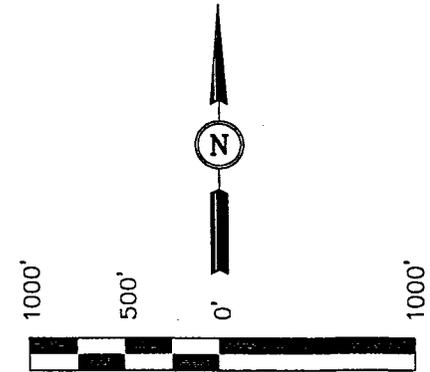
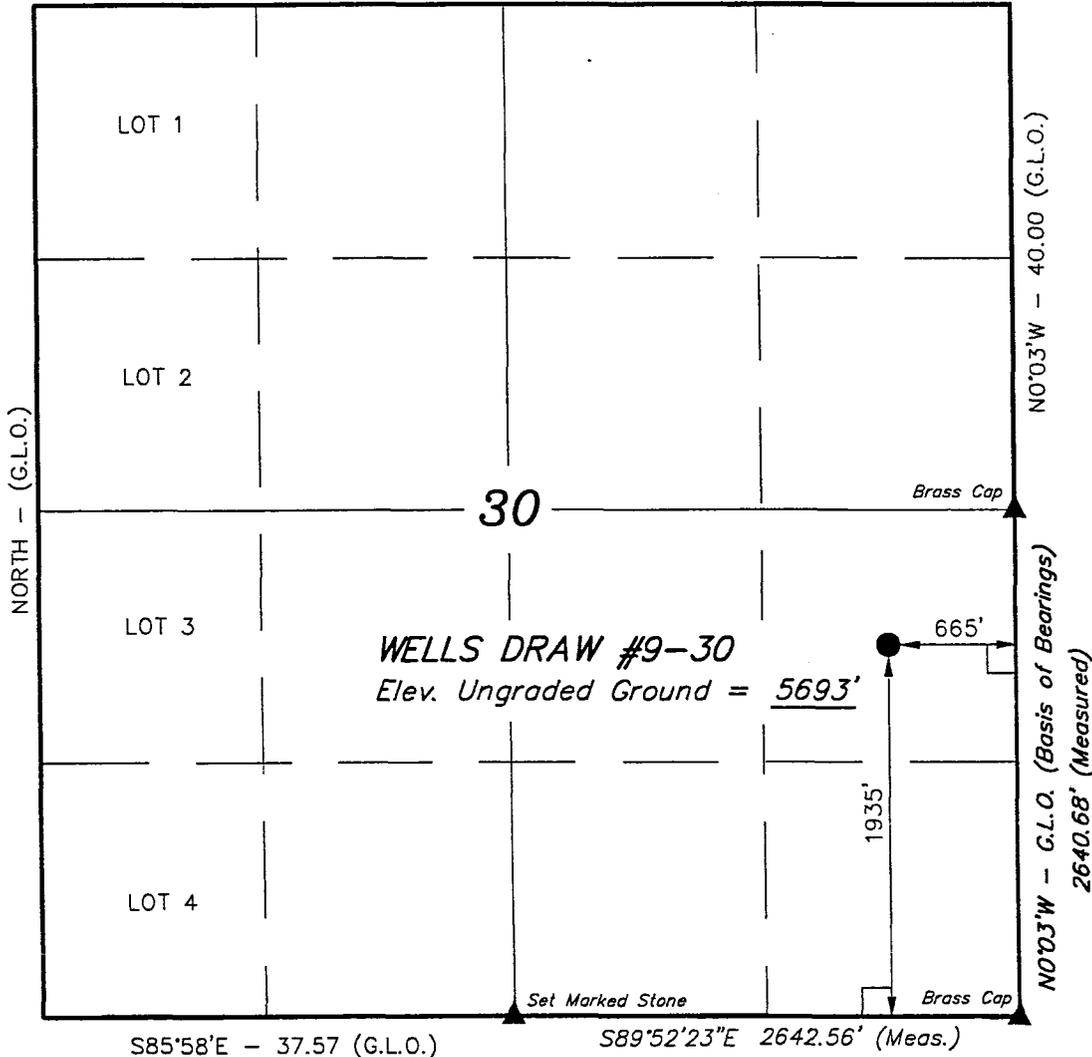
T8S, R16E, S.L.B.&M.

Well location, WELLS DRAW #9-30, located as shown in the NE 1/4 SE 1/4 of Section 30, T8S, R16E, S.L.B.&M. Duchesne County, Utah.

S89°56'E - 77.49 (G.L.O.)

BASIS OF ELEVATION

SPOT ELEVATION AT THE SE CORNER OF SECTION 30, T8S, R16E, S.L.B.&M. TAKEN FROM THE MYTON SW QUADRANGLE, UTAH, 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 5708 FEET



SCALE

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.

Paul L. Hay
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: 8-28-97	DATE DRAWN: 9-3-97
PARTY L.D.T. B.H. D.COX	REFERENCES G.L.O. PLAT	
WEATHER WARM	FILE INLAND PRODUCTION CO.	

**INLAND PRODUCTION COMPANY
WELLS DRAW #9-30
NE/SE SECTION 30, 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' - 3050'
Green River	3050'
Wasatch	6500'

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

Green River Formation 3050' - 6500' - 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 Annular Bag type BOP and a 8" Double Ram Hydraulic unit with a closing unit will be utilized. Function test of BOPS's will be checked daily.

(See Exhibit F)

6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

The well will be drilled with fresh water through the Uinta Formation. From the top of the Green River Formation @ 3050' \pm , to TD, a fresh water/polymer system will be utilized. If necessary to control formation fluids, the system will be weighted with the addition of bentonite gel, and if conditions warrant, barite. Clay inhibition will be achieved with additions of 5 lb. - 8 lb. per barrel of DAP (Di-Ammonium Phosphate, commonly known as fertilizer). This fresh water system will contain Total Dissolved Solids (TDS) of less than 3000 PPM. Neither potassium chloride or chromate's will be utilized in the fluid system. The anticipated mud weight is 8.4 ppg and weighted as necessary for gas control.

WELLS DRAW #9-30

AIR DRILLING

In the event that the proposed Wells Draw #9-30 be "Air Drilled", Inland requests a variance to regulations requiring a straight run blooie line. Inland proposes that the flowline will contain two (2) 90 degree turns. Inland also requests a variance to regulations requiring an automatic ignitor or continuous pilot light on the blooie line. Inland requests authorization to ignite as needed, and the flowline at 80'.

Inland Production Company requests that the spark arrest, exhaust, or water cooled exhaust be waived under the Special Drilling Operations of Onshore Order #2.

MUD PROGRAM

MUD TYPE

Surface - 320'	Air
320' - 4200'	Air/Mist & Foam
4200' - TD	The well will be drilled with fresh water through the Green River Formation @ 4200' ±, to TD, a fresh water/polymer system will be utilized. If necessary to control formation fluids, the system will be weighted with the addition of bentonite gel, and if conditions warrant, barite. Clay inhibition will be achieved with additions or by adding DAP (Di-Ammonium Phosphate, commonly known as fertilizer.) Typically, this fresh water/polymer system will contain Total Dissolved Solids (TDS) of less than 3000 PPM. Neither potassium chloride or chromates will be utilized in the fluid system. The anticipated mud weight is 8.4 ppg and weighted 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, Gamma Ray/Caliber from TD to base of surface casing @ 300' ±, and a Compensated Neutron-Formation Density Log. Logs will run from TD to 3500' ±. The cement bond log will be run from PBTD to cement top. An automated mud logging system will be utilized while drilling to monitor and record penetration rate, and relative gas concentration, in the fluid system.

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

The anticipated maximum bottom hole pressure is 2000 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 forth quarter of 1997, and take approximately six days to drill.

**INLAND PRODUCTION COMPANY
WELLS DRAW #9-30
NE/SE SECTION 30, T8S, R16E
DUCHESNE COUNTY, UTAH**

THIRTEEN POINT WELL PROGRAM

1. EXISTING ROADS

See attached Topographic Map "A"

To reach Inland Production Company well location site Wells Draw 9-30 located in the NE 1/4 SE 1/4 Section 30, T8S, R16E, S.L.B. & M. Duchesne County, Utah:

Proceed westerly out of Myton, Utah along Highway 40 - 1.5 miles ± to the junction of this highway and Utah State Highway 53; proceed southerly along Utah State Highway 53 - 1.6 miles to its junction with a dirt road to the southwest; proceed southwesterly 4.9 miles to its junction with a dirt road to the west; proceed westerly 2.4 miles on this road to its junction with a dirt road to the south; proceed southerly 3.0 miles with its junction with a dirt road to the northeast; proceed northeasterly on the existing two-track road 2.2 miles to the beginning of the access road, in Item #2.

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 oil field 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

The planned access road is approximately 100' to the proposed location. See Topographic Map "B".

The proposed access road will be upgraded with 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%.

The existing two-track road will be upgraded.

WELLS DRAW #9-30

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

Refer to Exhibit "D".

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 built to BLM specifications.

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

Inland Production Company has purchased a 3" water connection with Johnson Water District to supply the Monument Butte, Travis, and Gilsonite oil fields. Johnson Water District has given permission to Inland Production Company to use water from this system, for the purpose of drilling and completing the Wells Draw #9-30, or trucked from Inland Production Company's water supply line located at the Gilsonite State #7-32 (SW/NE Sec. 32, T8S, R17E), or the Monument Butte Federal #5-35 (SW/NW Sec. 35, T8S, R16E), or the Travis Federal #15-28 (SW/SE Sec. 28, T8S, R16E). See Exhibit "C".

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.

A mineral material application is not required for this location.

WELLS DRAW #9-30

7. METHODS FOR HANDLING WASTE DISPOSAL

See Location Layout Sheet - Exhibit "E".

A small reserve pit (80 X 40 X 8' deep, or less) will be constructed from native soil and clay materials. A water processing unit will be employed to continuously recycle the drilling fluid as it is used, returning the fluid component to the drilling rig's steel tanks. The reserve pit will primarily receive the processed drill cuttings (wet sand, shale & rock) removed from the well bore. Any drilling fluids which do accumulate in the pit as a result of sale-shaker carryover, cleaning of the sand trap, etc., will be promptly reclaimed by the water recycling unit and then returned to the steel rig tanks. All drilling fluids will be fresh water based containing DAP (Di-Ammonium Phosphate, commonly known as fertilizer), typically containing Total Dissolved Solids of less than 3000 PPM. No potassium chloride, chromates, trash, debris, nor any other substance deemed hazardous will be placed in this pit. Therefore, it is proposed that no synthetic liner be utilized in the reserve pit.

All completion fluids, frac gels, etc., will be contained in steel tanks and hauled away to approved commercial disposal, as necessary.

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.

Immediately upon first production, all produced water will be confined in storage tanks. Inland requests temporary approval to transfer the produced water to Inland's nearby waterflood, for re-injection into the waterflood reservoirs via existing approved injection wells. Within 90 days of first production, a water analysis will be submitted to the Authorized Officer, along with an application for approval of this, as a permanent disposal method.

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 south between stakes 4 & 5.

The stockpiled topsoil (first six (6) inches) will be stored on the north & the east, between stakes 1 & 7.

Access to the well pad will be from the east between stakes 3 & 4.

Corner #2 will be rounded to avoid drainage.

WELLS DRAW #9-30

Fencing Requirements

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

- a) 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.

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 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

WELLS DRAW #9-30

12. OTHER ADDITIONAL INFORMATION

- a) Inland Production 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, Inland is to immediately stop work that might further disturb such materials, and contact the Authorized Officer.
- b) Inland Production 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.

The Archaeological Cultural Resource Survey Report is 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. Inland Production is fully responsible for the actions of its subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

Hazardous Material Declaration

Inland Production Company guarantees that during the drilling and completion Wells Draw #9-30 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. Inland also guarantees that during the drilling and completion of the Wells Draw #9-30, 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.

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

Inland Production Company or a contractor employed by Inland Production 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.

WELLS DRAW #9-30

13. LESSEE'S OR OPERATORS REPRESENTATIVE AND CERTIFICATION

Representative

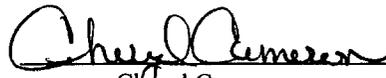
Name: Cheryl Cameron
Address: P.O. Box 790233 Vernal, Utah 84079
Telephone: (801) 789-1866

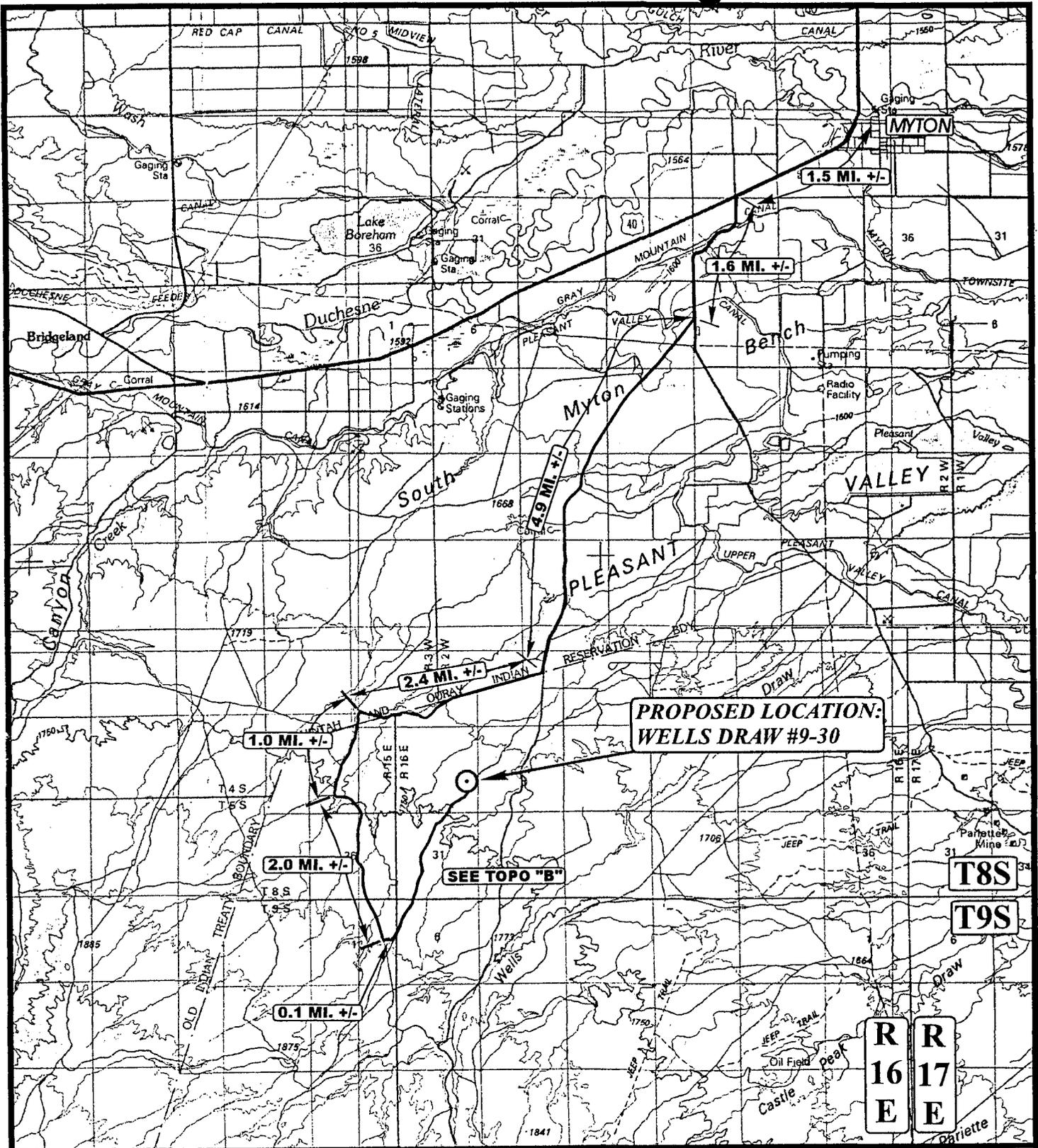
Certification

Please be advised that INLAND PRODUCTION COMPANY is considered to be the operator of Well #9-30 NE/SE Section 30, Township 8S, Range 16E: Lease #UUT-65965 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 Inland Production 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.

10/11/97
Date


Cheryl Cameron
Regulatory Compliance Specialist



LEGEND:

⊙ PROPOSED LOCATION



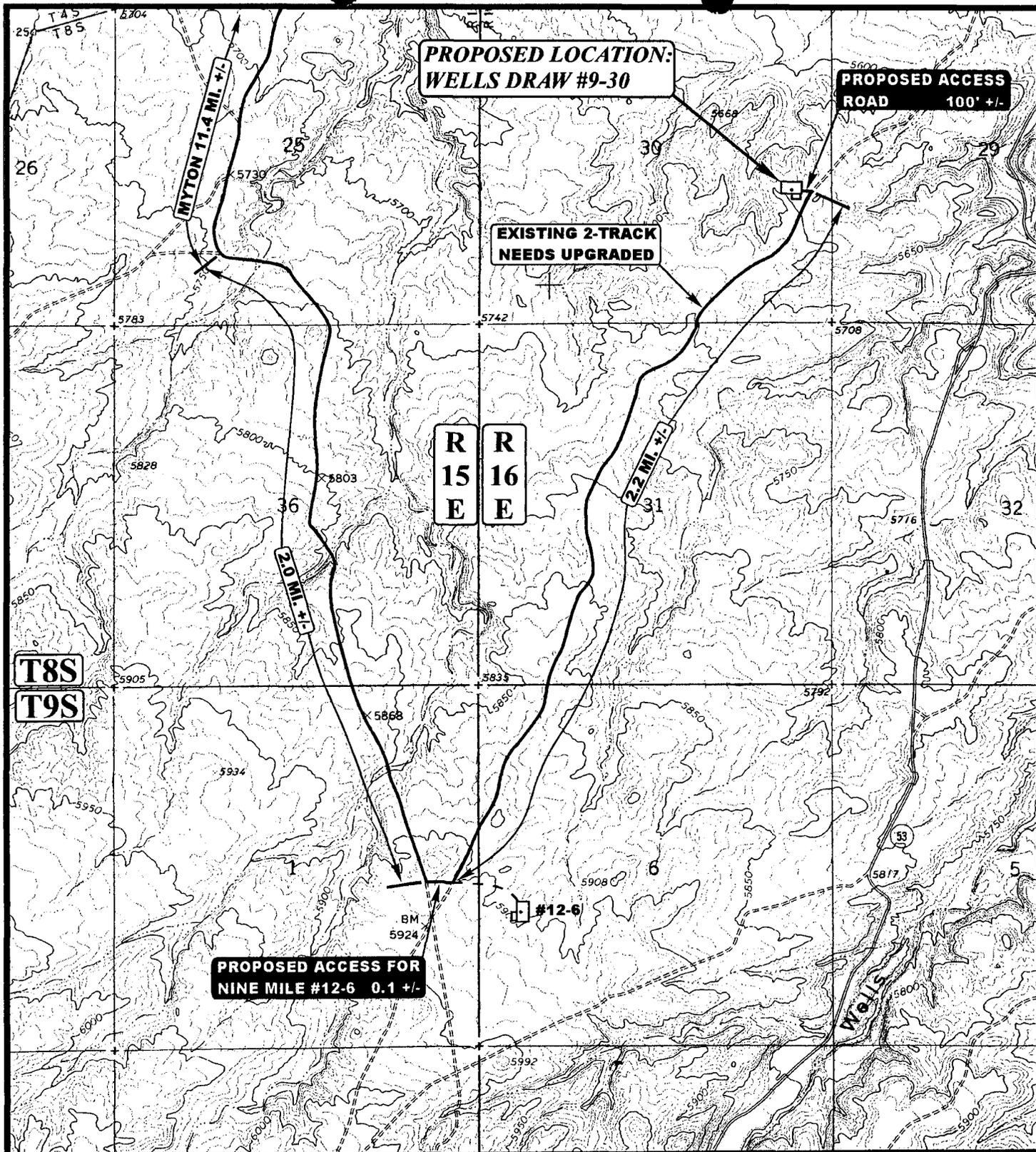
INLAND PRODUCTION CO.

WELLS DRAW #9-30
SECTION 30, T8S, R16E, S.L.B.&M.
1935' FSL 665' FEL

UEIS Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(801) 789-1017 * FAX (801) 789-1813
Email: uels@easillink.com

TOPOGRAPHIC 9 3 97
MAP MONTH DAY YEAR
SCALE: 1: 100,000 | DRAWN BY: D.COX | REVISED: 00-00-00

A
TOPO



LEGEND:

- PROPOSED ACCESS ROAD
- EXISTING ROAD



INLAND PRODUCTION CO.

**WELLS DRAW #9-30
SECTION 30, T8S, R16E, S.L.B.&M.
1935' FSL 665' FEL**

**TOPOGRAPHIC
MAP**

9	3	97
MONTH	DAY	YEAR

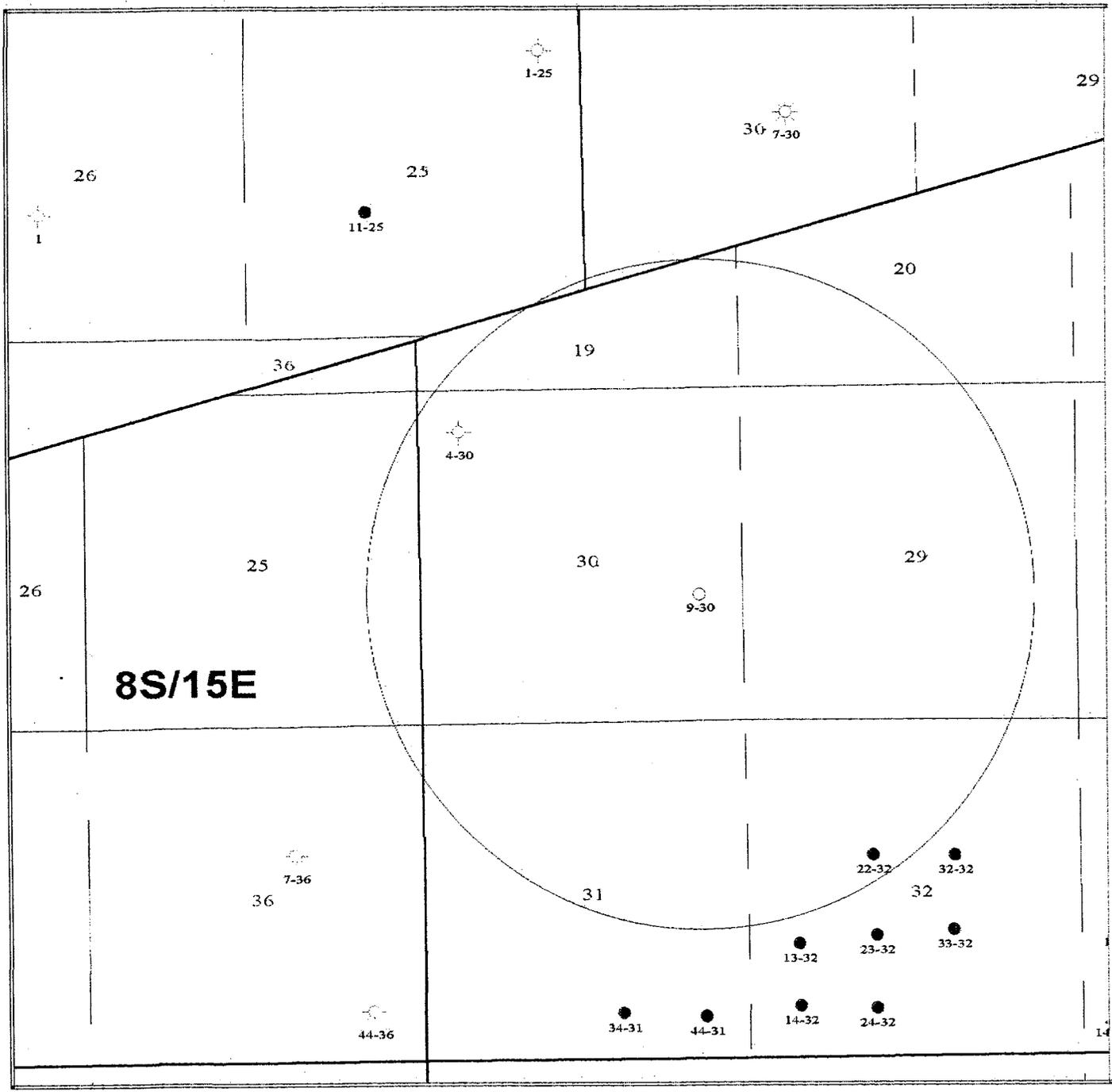
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TOPO**



Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(801) 789-1017 * FAX (801) 789-1813
Email: uels@easilink.com

EXHIBIT "D"



8S/15E

 475 17th Street Suite 1500
Denver, Colorado 80202
Phone: (303)-292-0900

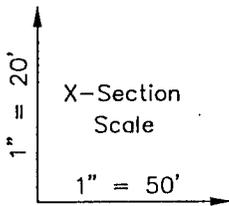
Wells Draw #9-30
One Mile Radius
Duchesne County, Utah

Date: 9/17/97 J.A.

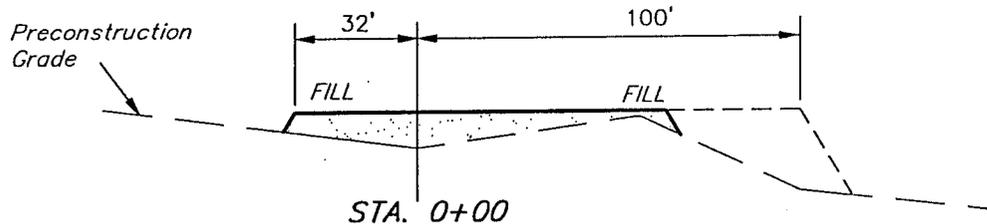
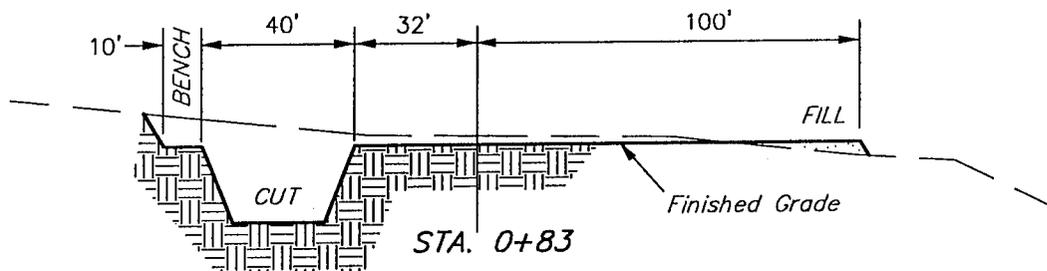
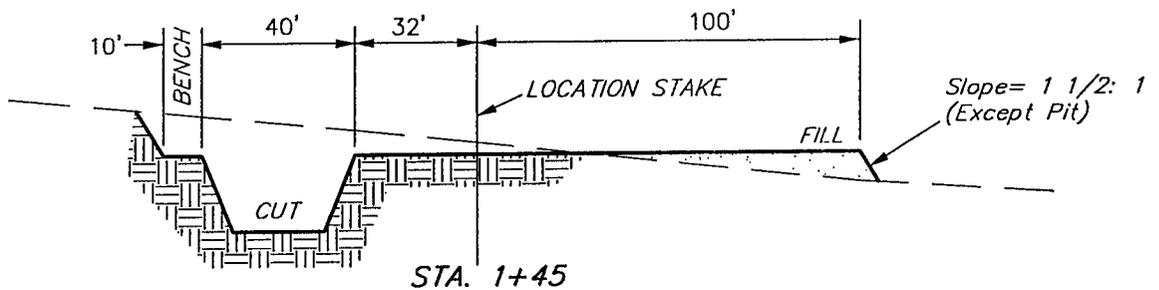
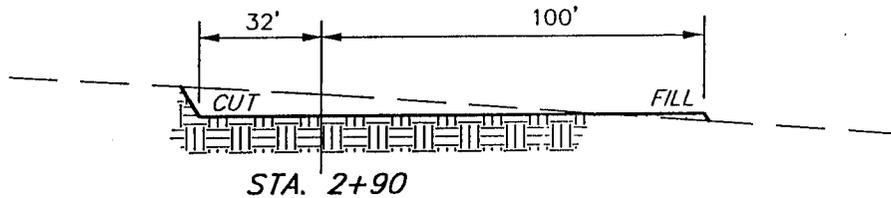
INLAND PRODUCTION CO.

TYPICAL CROSS SECTIONS FOR

**WELLS DRAW #9-30
SECTION 30, T8S, R16E, S.L.B.&M.
1935' FSL 665' FEL**



Date: 9-3-97
Drawn By: D.COX



NOTE:

Topsoil should not be Stripped Below Finished Grade on Substructure Area.

APPROXIMATE YARDAGES

CUT

(6") Topsoil Stripping = 780 Cu. Yds.
Remaining Location = 1,740 Cu. Yds.

TOTAL CUT = 2,520 CU.YDS.

FILL = 1,360 CU.YDS.

EXCESS MATERIAL AFTER 5% COMPACTION = 1,090 Cu. Yds.

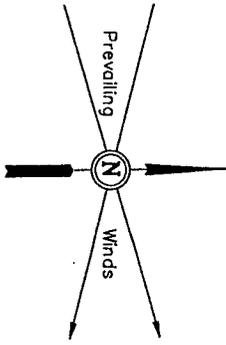
Topsoil & Pit Backfill (1/2 Pit Vol.) = 1,090 Cu. Yds.

EXCESS MATERIAL After Reserve Pit is Backfilled & Topsoil is Re-distributed = 0 Cu. Yds.

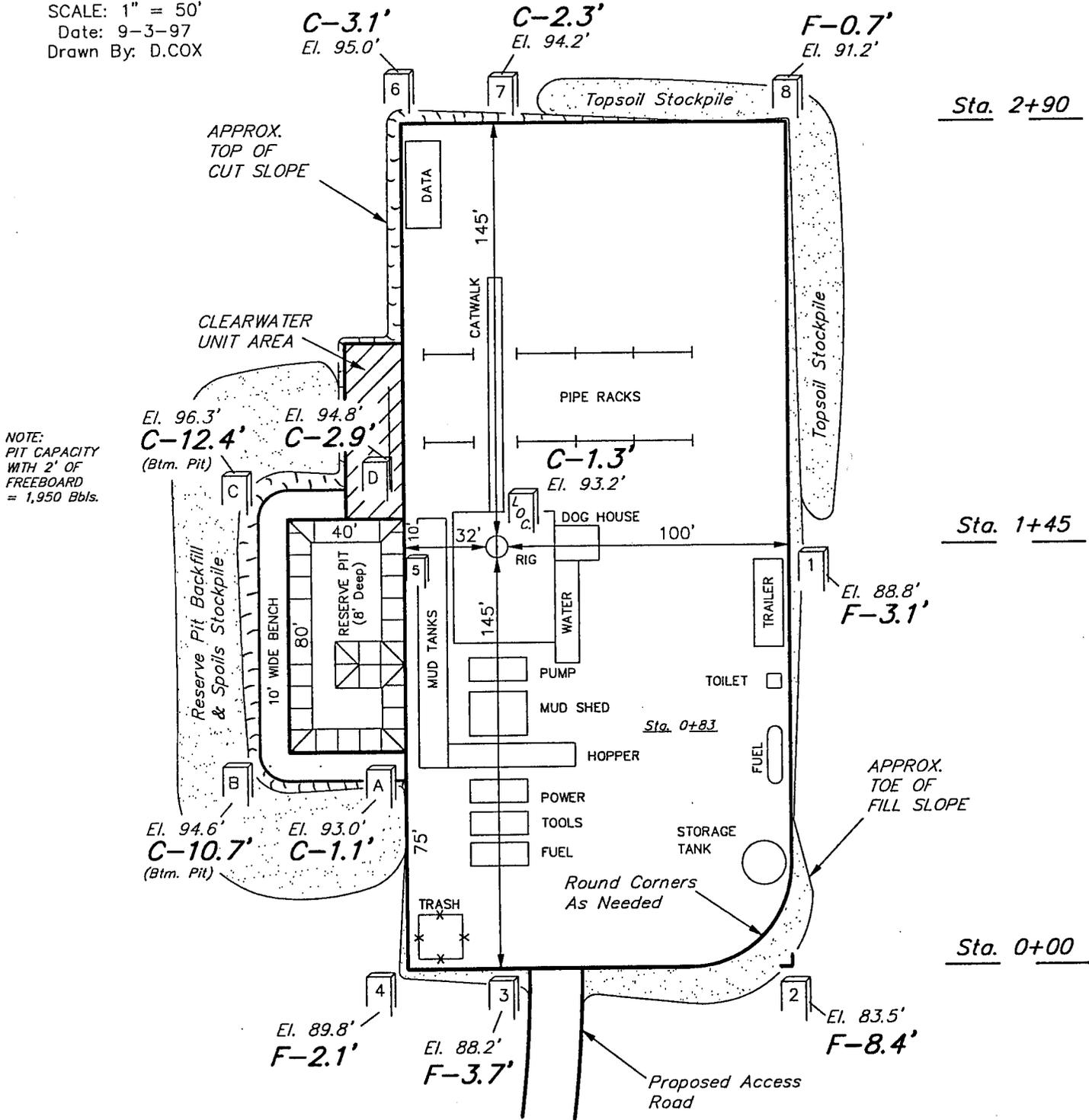
INLAND PRODUCTION CO.

LOCATION LAYOUT FOR

WELLS DRAW #9-30
SECTION 30, T8S, R16E, S.L.B.&M.
1935' FSL 665' FEL



SCALE: 1" = 50'
Date: 9-3-97
Drawn By: D.COX

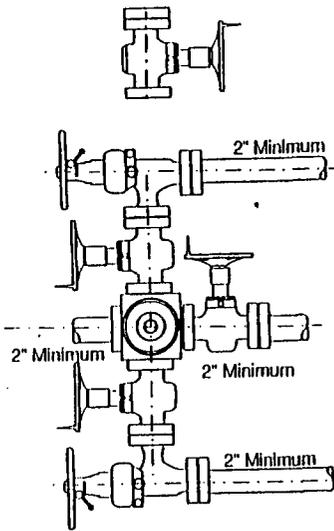
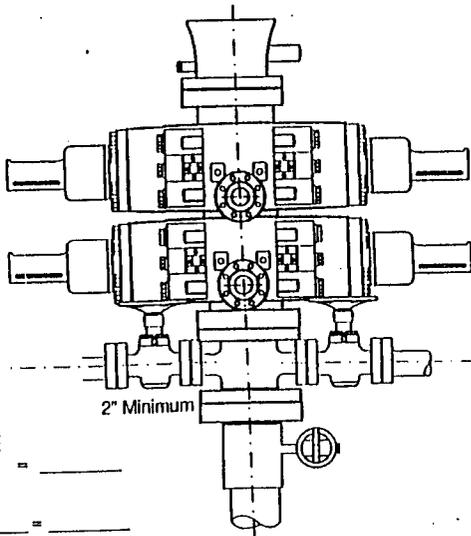


NOTE:
PIT CAPACITY
WITH 2' OF
FREEBOARD
= 1,950 Bbls.

Elev. Ungraded Ground at Location Stake = 5693.2'
Elev. Graded Ground at Location Stake = 5691.9'

2-M SYSTEM

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: 10/15/97

API NO. ASSIGNED: 43-013-31951

WELL NAME: WELLS DRAW 9-30
 OPERATOR: INLAND PRODUCTION COMPANY (N5160)
 CONTACT: Cheryl Cameron (435) 789-1866

PROPOSED LOCATION:
 NESE 30 - T08S - R16E
 SURFACE: 1935-FSL-0665-FEL
 BOTTOM: 1935-FSL-0665-FEL
 DUCHESNE COUNTY
 UNDESIGNATED FIELD (002)

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

LEASE TYPE: FED
 LEASE NUMBER: UTU-65965
 SURFACE OWNER: Federal

PROPOSED FORMATION: GRRV

RECEIVED AND/OR REVIEWED:

Plat

Bond: Federal State Fee
 (No. #4488944)

Potash (Y/N)

Oil Shale (Y/N) *190-5(B)

Water Permit
 (No. Johnson Water District)

RDCC Review (Y/N)
 (Date: _____)

N/A St/Fee Surf Agreement (Y/N)

LOCATION AND SITING:

R649-2-3. Unit _____

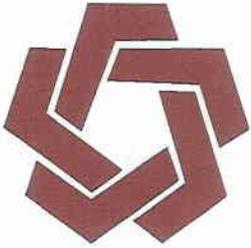
R649-3-2. General

R649-3-3. Exception

Drilling Unit
 Board Cause No: _____
 Date: _____

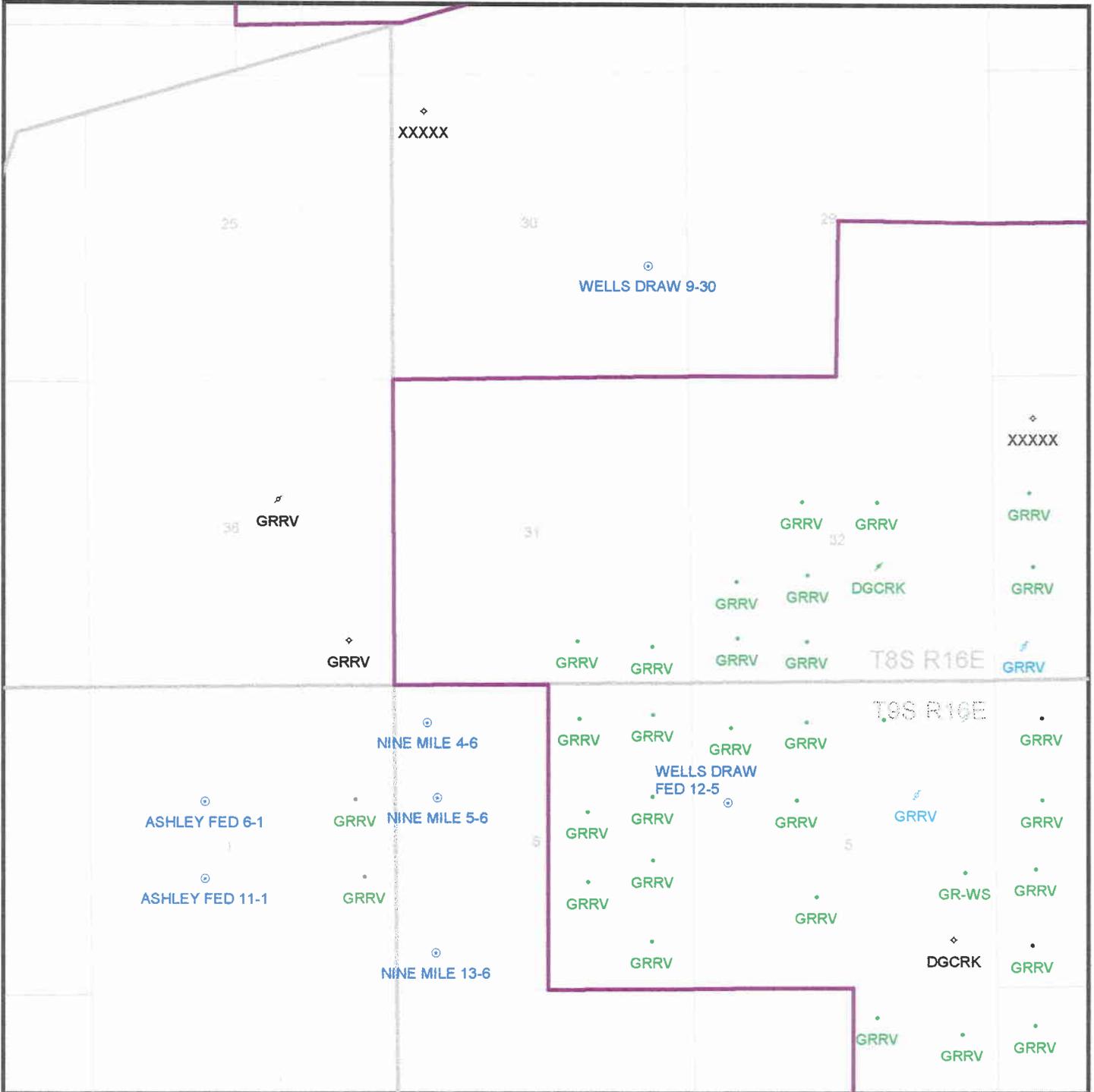
COMMENTS: _____

STIPULATIONS: ① FEDERAL APPROVAL



DIVISION OF OIL, GAS & MINING

OPERATOR: INLAND PRODUCTION (N5160)
FIELD: UNDESIGNATED (002)
SEC. TWP, RNG: 30, T8S, R16E, & 6, T9S, R16E
COUNTY: DUCHESNE UAC: R649-3-2



DATE PREPARED: ~~16 OCT 1987~~ 7-8-98
A



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

1594 West North Temple, Suite 1210
PO Box 145801
Salt Lake City, Utah 84114-5801
801-538-5340
801-359-3940 (Fax)
801-538-7223 (TDD)

Michael O. Leavitt
Governor
Lowell P. Braxton
Division Director

July 9, 1998

Inland Production Company
P.O. Box 790233
Vernal, Utah 84079

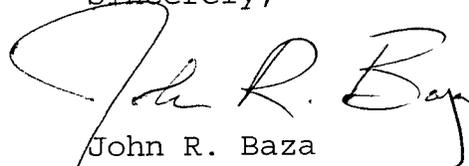
Re: Wells Draw 9-30 Well, 1935' FSL, 665' FEL, NE SE,
Sec. 30, T. 8 S., R. 16 E., Duchesne County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. 40-6-1 et seq., Utah Administrative Code R649-3-1 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 43-013-31951.

Sincerely,


John R. Baza
Associate Director

lwp

Enclosures

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

Operator: Inland Production Company
Well Name & Number: Wells Draw 9-30
API Number: 43-013-31951
Lease: UTU-65965
Location: NE SE Sec. 30 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 prior to spudding the well. Contact Jim Thompson at (801)538-5336.

Notify the Division prior to commencing operations to plug and abandon the well. Contact Dan Jarvis at (801) 538-5338 or Robert Krueger at (801) 538-5274.

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.

4. State approval of this well does not supercede the required federal approval which must be obtained prior to drilling.

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK DRILL [X] DEEPEN []
1b. TYPE OF WELL OIL WELL [X] GAS WELL [] OTHER [] SINGLE ZONE [] MULTIPLE ZONE []
2. NAME OF OPERATOR Inland Production Company
3. ADDRESS OF OPERATOR P.O. Box 790233 Vernal, UT 84079 Phone: (801) 789-1866
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.) At Surface NE NW/SE 1935' FSL & 665' FEL

5. LEASE DESIGNATION AND SERIAL NO. UTU-65965
6. IF INDIAN, ALLOTTEE OR TRIBE NAME
7. UNIT AGREEMENT NAME
8. FARM OR LEASE NAME Wells Draw
9. WELL NO. #9-30
10. FIELD AND POOL OR WILDCAT
11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Sec. 30, T8S R15E

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 11.4 miles southwest of Myton, Utah

12. County Duchesne 13. STATE UT

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) 665'

16. NO. OF ACRES IN LEASE 580.24

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

20. ROTARY OR CABLE TOOLS Rotary

21. ELEVATIONS () 5691.9

23. PROPOSED SIZE OF HOLE 12 1/4" 7 7/8"

The SURFACE LONG ST

WORK WILL START* er 1997
EMENT
wed by 330 sx Below
excess.
RECEIVED
sk sk
SEP 20 1999
new productive zone! program, if any.

IN ABOVE SPAC If proposal is to dr

24. SIGNED Cheryl Cameron TITLE Regulatory Compliance Specialist DATE 10/10/97

(This space for Federal or State office use)

PERMIT NOTICE OF APPROVAL APPROVAL DATE CONDITIONS OF APPROVAL ATTACHED
Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

CONDITIONS OF APPROVAL, IF ANY:
APPROVED BY [Signature] TITLE Assistant Field Manager Mineral Resources DATE 6/4/99

*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.

DOG M

CONDITIONS OF APPROVAL
APPLICATION FOR PERMIT TO DRILL

Company/Operator: Inland Production Company

Well Name & Number: Wells Draw 9-30

API Number: 43-013-31951

Lease Number: U-65965

Location: NESE Sec. 30 T. 8S R. 16E

NOTIFICATION REQUIREMENTS

- | | | |
|---------------------------------|---|---|
| Location Construction | - | at least forty-eight (48) hours prior to construction of location and access roads. |
| Location Completion | - | prior to moving on the drilling rig. |
| Spud Notice | - | at least twenty-four (24) hours prior to spudding the well. |
| Casing String and Cementing | - | at least twenty-four (24) hours prior to running casing and cementing all casing strings. |
| BOP and Related Equipment Tests | - | at least twenty-four (24) hours prior to initiating pressure tests. |
| First Production Notice | - | within five (5) business days after new well begins, or production resumes after well has been off production for more than ninety (90) days. |

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas Orders, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative by the operator to insure compliance.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

A. DRILLING PROGRAM

1. Estimated Depth at Which Oil, Gas, Water, or Other Mineral Bearing Zones are Expected to be Encountered

Report **ALL** water shows and water-bearing sands to Tim Ingwell of this office **prior to setting the next casing string or requesting plugging orders**. Faxed copies of State of Utah form OGC-8-X are acceptable. If noticeable water flows are detected, submit samples to this office along with any water analyses conducted.

All usable water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

2. Pressure Control Equipment

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., for a **2M** system and individual components shall be operable as designed. Chart recorders shall be used for all pressure tests.

Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to a BLM representative upon request.

If an air compressor is on location and is being utilized to provide air for the drilling medium while drilling, the special drilling requirements in Onshore Oil and Gas Order No. 2, regarding air or gas drilling shall be adhered to. If a mist system is being utilized then the requirement for a deduster shall be waived.

3. Casing Program and Auxiliary Equipment

Surface casing shall have centralizers on the bottom three joints, with a minimum of one centralizer per joint.

If conductor pipe is set it will be cemented to surface. If drive pipe is used it will be pulled prior to cementing surface casing.

As a minimum, the usable water and oil shale resources shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the top of the usable water zone identified at ± 556 ft. If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

4. Mud Program and Circulating Medium

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

No chromate additives will be used in the mud system on Federal and Indian lands without prior BLM approval to ensure adequate protection of fresh water aquifers.

5. Coring, Logging and Testing Program

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

All Drill Stem tests (DST) shall be accomplished during daylight hours, unless specific approval to start during other hours is obtained from the AO. However, DSTs may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e., lighting which is adequate for visibility and vaporproof for safe operations). Packers can be released, but tripping should not begin before daylight unless prior approval is obtained from the AO.

The Gamma Ray and Induction Logs need to be pulled from TD to the Surface Shoe.

A cement bond log (CBL) will be run from the production casing shoe to ± 356 ft. and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.

Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. One copy of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the AO.

6. Notifications of Operations

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given before resumption of operations.

The Vernal District Office shall be notified, during regular work hours (7:45 a.m.-4:30 p.m., Monday through Friday except holidays), at least 24 hours prior to spudding the well.

Operator shall report production data to MMS pursuant to 30 CFR 216.5 using form MMS/3160.

Immediate Report: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.

If a replacement rig is contemplated for completion operations, a "Sundry Notice" (Form 3160-5) to that effect will be filed, for prior approval of the AO, and all conditions of this approved plan are applicable during all operations conducted with the replacement rig.

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which gas is first measured through permanent metering facilities, whichever first occurs.

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by telegram or other written communication, not later than five (5) days following the date on which the well is placed on production.

Gas produced from this well may not be vented or flared beyond an initial authorized test period of 30 days or 50 MMCF following its completion, whichever occurs first, without the prior written approval of the Authorized Officer. Should gas be vented or flared without approval beyond the authorized test period, the operator may be directed to shut-in the well until the gas can be captured or approval to continue venting or flaring as uneconomic is granted and the operator shall be required to compensate the lessor for that portion of the gas vented or flared without approval which is determined to have been avoidably lost.

A schematic facilities diagram as required by 43 CFR 3162.7-5 (b.9. d.), and shall be submitted to the appropriate District Office within sixty (60) days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-5 (b. 4).

No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the AO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative, or the appropriate Surface Managing Agency.

7. Other Information

All loading lines will be placed inside the berm surrounding the tank battery.

All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the AO.

The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries. Tests for meter accuracy will be conducted following initial installation and at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the Vernal District Office. All meter measurement facilities will conform with Onshore Oil & Gas Order No. 4 for liquid hydrocarbons and Onshore Oil & Gas Order No. 5 for natural gas measurement.

The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

There will be no deviation from the proposed drilling and/or workover program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned will be identified in accordance with 43 CFR 3162.

"Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for

more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

APD approval is valid for a period of one (1) year from the signature date. An extension period may be granted, if requested, prior to the expiration of the original approval period.

In the event after-hours approval or notification is necessary, please contact one of the following individuals:

In the event after-hours approvals are necessary, please contact one of the following individuals:

Ed Forsman (435) 789-7077
Petroleum Engineer

Wayne P. Bankert (435) 789-4170
Petroleum Engineer

Jerry Kenczka (435) 781-1190
Petroleum Engineer

BLM FAX Machine (435) 781-4410

EPA'S LIST OF NONEXEMPT EXPLORATION AND PRODUCTION WASTES

While the following wastes are nonexempt, they are not necessarily hazardous.

Unused fracturing fluids or acids

Gas plant cooling tower cleaning wastes

Painting wastes

Oil and gas service company wastes, such as empty drums, drum rinsate, vacuum truck rinsate, sandblast media, painting wastes, spent solvents, spilled chemicals, and waste acids

Vacuum truck and drum rinsate from trucks and drums, transporting or containing nonexempt waste

Refinery wastes

Liquid and solid wastes generated by crude oil and tank bottom reclaimers

Used equipment lubrication oils

Waste compressor oil, filters, and blowdown

Used hydraulic fluids

Waste solvents

Waste in transportation pipeline-related pits

Caustic or acid cleaners

Boiler cleaning wastes

Boiler refractory bricks

Incinerator ash

Laboratory wastes

Sanitary wastes

Pesticide wastes

Radioactive tracer wastes

Drums, insulation and miscellaneous solids.

**SURFACE USE PROGRAM
Conditions of Approval (COA's)**

Location Reclamation

The following seed mixture will be used on the stock piled topsoil, reclamation of the reserve pit and for final reclamation: (All poundages are in Pure Live Seed)

Galleta	Hilaria jamesii	3 lbs/acre
shadscale	Atriplex confertifolia	3 lbs/acre
fourwing saltbush	Atriplex canescens	4 lbs/acre
globemallow	Sphaeralcea coccinea	2 lbs/acre

The location topsoil pile shall be seeded immediately after site construction by broadcasting the seed, then walking the topsoil pile with the dozer to plant the seed.

The reserve pit shall have a small amount of topsoil stock piled near by to be used to spread over the reserve pit area at the time the reserve pit is reclaimed.

At the time of final abandonment the location and access will be recontoured to natural topography and topsoil spread over the area and the surface seeded immediately. If the previously reclaimed surface of the reserve pit needs additional contouring, the topsoil over the pit will be scraped off and then used as additional topsoil for final reclamation.

Wildlife

If this is to be a producing well the pump unit motor will be multicylinder or be equipped with a "hospital type" muffler to reduce noise.

If this well is to be developed or drilled February 1 to August 15 additional wildlife surveys are required to identify use by golden eagle, ferruginous hawk, mountain plover and burrowing owl. Contact the authorized a minimum of 14 days prior to the need for additional wildlife surveys. If the surface disturbance is to occur April 15 to July 15, two wildlife surveys will be required a minimum of 14 days apart.



PRODUCTION COMPANY
A Subsidiary of Inland Resources Inc.

June 28, 2001

Bureau of Land Management
Attn: Leslie Crinklaw
170 South 500 East
Vernal, Utah 84078

RE: One Year Permit Extension on the following APD: Wells Draw 9-30-8-16

Dear Leslie:

Enclosed is a sundry notice in triplicate on the above-referenced wells. If you have any questions, let me know.

Sincerely,

Mandie Crozier
Permit Clerk

/mc
enclosures

cc: State Division of Oil, Gas and Mining
Denver office well file
Well file

RECEIVED

JUN 29 2001

DIVISION OF
OIL, GAS AND MINING

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry a different reservoir.
Use "APPLICATION FOR PERMIT -" for such proposals

5. Lease Designation and Serial No.
UTU-65965

6. If Indian, Allottee or Tribe Name
NA

7. If Unit or CA, Agreement Designation
NA

8. Well Name and No.
WELLS DRAW 9-30-8-16

9. API Well No.
43-013-31951

10. Field and Pool, or Exploratory Area
MONUMENT BUTTE

11. County or Parish, State
DUCHESNE COUNTY, UT

SUBMIT IN TRIPLICATE

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
INLAND PRODUCTION COMPANY

3. Address and Telephone No.
Rt. 3 Box 3630, Myton Utah, 84052 435-646-3721

4. Location of Well (Footage, Sec., T., R., m., or Survey Description)
1935 FSL 665 FEL NW/SE Section 30, T08S R16E

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other Permit Extension
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Inland Production Company requests to extend the permit to drill this well for one year.

**Approved by the
Utah Division of
Oil, Gas and Mining**

COPY SENT TO OPERATOR
Date: 07-02-01
Initials: CHD

RECEIVED
JUN 29 2001
**DIVISION OF
OIL, GAS AND MINING**

14. I hereby certify that the foregoing is true and correct

Signed *Markie Crozier* Title Permit Clerk Date 6/28/01

CC: UTAH DOGM

(This space for Federal or State office use)

Approved by *Bradley G. Hill* Title **BRADLEY G. HILL
RECLAMATION SPECIALIST III** Date 07-02-01

Conditions of approval, if any

CC: Utah DOGM

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.

APD approval dates
extended
As of 8/30/2000

NOTES from Margie Herrman - BLM Vernal
email to Don Staley dated 8/30/2000.
Margie's comments highlighted

WELL FILE

Company Name	API	Well Name	Approval Date	Extension Date	Twp	Rng	Sec	County	Lease Type
COASTAL OIL & GAS CORP	4304733278	OURAY 3-74 NO BIA CONCURRENCE	08-Feb-99		090S	210E	03	UINTAH	INDIAN
DOMINION EXPL & PROD INC	4304733361	RBU 5-3F DRILLING	03-Aug-99		100S	200E	03	UINTAH	FEDERAL
EOG RESOURCES INC	4304733135	NBU 490-30E SPUD 9/21/98	09-Jul-98		090S	210E	30	UINTAH	FEDERAL
EOG RESOURCES INC	4304733214	CWU 569-28 NOT APPROVED YET	22-Oct-98		090S	220E	28	UINTAH	FEDERAL
FALCON CREEK RESOURCES	4301331997	TWIN KNOLLS 11-9 J EXPIRED 1/00	26-Jan-98	26-Jan-00	110S	170E	09	DUCHESNE	FEDERAL
INLAND PRODUCTION COMPANY	4301332123	UTE TRIBAL 8-30-4-2 NOT APPROVED YET	25-Nov-98		040S	020W	30	DUCHESNE	INDIAN
INLAND PRODUCTION COMPANY	4301331951	WELLS DRAW 9-30 EXTENDED TO 6/01	09-Jul-98		080S	160E	30	DUCHESNE	FEDERAL
INLAND PRODUCTION COMPANY	4301332114	WEST POINT 5-31-8-16 EXPIRES 12/11/00	09-Sep-98		080S	160E	31	DUCHESNE	FEDERAL
INLAND PRODUCTION COMPANY	4301332115	WEST POINT 6-31-8-16 EXPIRES 12/14/00	09-Sep-98		080S	160E	31	DUCHESNE	FEDERAL
INLAND PRODUCTION COMPANY	4301332116	WEST POINT 7-31-8-16 EXPIRES 12/14/00	09-Sep-98		080S	160E	31	DUCHESNE	FEDERAL
INLAND PRODUCTION COMPANY	4301332119	WEST POINT 9-31-8-16 EXPIRES 11/10/00	09-Sep-98		080S	160E	31	DUCHESNE	FEDERAL
INLAND PRODUCTION COMPANY	4301332120	WEST POINT 11-31-8-16 EXPIRES 11/10/00	09-Sep-98		080S	160E	31	DUCHESNE	FEDERAL
INLAND PRODUCTION COMPANY	4301332032	MONUMENT BUTTE 7N-35-8-16 NOT APPROVED YET	09-Jul-98		080S	160E	35	DUCHESNE	FEDERAL
INLAND PRODUCTION COMPANY	4301332106	SOUTH WELLS DRAW 13-3-9-16 EXPIRES 10/8/00	10-Aug-98		090S	160E	03	DUCHESNE	FEDERAL
LONE MTN PRODUCTION CO	4304733184	A FED H 41-28 EXPIRES 12/3/00	09-Sep-98		100S	240E	28	UINTAH	FEDERAL
LONE MTN PRODUCTION CO	4304733165	FED H 14-30 PRODUCING GAS WELL	19-Aug-98		100S	240E	30	UINTAH	FEDERAL
LONE MTN PRODUCTION CO	4304733183	FED T 31-11 HOLDING FOR NOW	14-Sep-98		120S	240E	11	UINTAH	FEDERAL
LONE MTN PRODUCTION CO	4304733323	FED V 12-21 DRILLING 4/27/99	24-Mar-99		130S	210E	21	UINTAH	FEDERAL
PACIFIC TRANS SUPPLY	4301330435	PTS 32-29 FEDERAL EXPIRED 5/00	20-May-98		080S	170E	29	DUCHESNE	FEDERAL
PETROGLYPH OPERATING CO	4301331930	UTE TRIBAL 30-13 NOT APPROVED YET	01-Jun-98		050S	030W	30	DUCHESNE	INDIAN
RETAMCO OPERATING INC	4304733311	RIVER BEND 13-27 EXPIRES 3/7/01	18-Mar-99		090S	190E	27	UINTAH	FEDERAL
RETAMCO OPERATING INC	4304733312	ROCK HOUSE 11-31 APPROVED 8/25/00	18-Mar-99		100S	230E	31	UINTAH	FEDERAL
RETAMCO OPERATING INC	4304733369	ATCHEE RIDGE 11-27-13-25 EXPIRES 8/31/00	20-Aug-99		130S	250E	27	UINTAH	FEDERAL
ROSEWOOD RESOURCES INC	4304733263	FEDERAL H 34-30 EXPIRES 4/22/01	18-Feb-99		100S	240E	30	UINTAH	FEDERAL
ROSEWOOD RESOURCES INC	4304733242	FEDERAL K 23-22 EXPIRES 4/22/01	10-Dec-98		110S	210E	22	UINTAH	FEDERAL
ROSEWOOD RESOURCES INC	4304733264	FEDERAL N 42-22 HOLDING FOR NOW	15-Dec-98		110S	240E	22	UINTAH	FEDERAL
ROSEWOOD RESOURCES INC	4304733217	HANGING ROCK I 4-14 HOLDING FOR NOW	20-Oct-98		120S	230E	04	UINTAH	FEDERAL
ROSEWOOD RESOURCES INC	4304733218	HANGING ROCK I 5-16 HOLDING FOR NOW	19-Oct-98		120S	230E	05	UINTAH	FEDERAL
ROSEWOOD RESOURCES INC	4304733234	HANGING ROCK I 6-2 HOLDING FOR NOW	10-Nov-98		120S	230E	06	UINTAH	FEDERAL
ROSEWOOD RESOURCES INC	4304733219	HANGING ROCK I 9-11 HOLDING FOR NOW	20-Oct-98		120S	230E	09	UINTAH	FEDERAL
SHENANDOAH ENERGY INC	4304733269	WVFU 18 WG NOT APPROVED YET	06-Jan-99		080S	210E	14	UINTAH	INDIAN

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry a different reservoir.
Use "APPLICATION FOR PERMIT -" for such proposals

5. Lease Designation and Serial No.
UTU-65965

6. If Indian, Allottee or Tribe Name
NA

7. If Unit or CA, Agreement Designation
NA

8. Well Name and No.
WELLS DRAW 9-30-8-16

9. API Well No.
43-013-31951

10. Field and Pool, or Exploratory Area
MONUMENT BUTTE

11. County or Parish, State
DUCHESNE COUNTY, UT

SUBMIT IN TRIPLICATE

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
INLAND PRODUCTION COMPANY

3. Address and Telephone No.
Rt. 3 Box 3630, Myton Utah, 84052 435-646-3721

4. Location of Well (Footage, Sec., T., R., m., or Survey Description)
1935 FSL 665 FEL NW/SE Section 30, T08S R16E

12. **CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other Permit Extension
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Inland Production Company requests to extend the permit to drill this well for one year.

RECEIVED
JUL 02 2001

**SEE
ATTACHMENT**

14. I hereby certify that the foregoing is true and correct
Signed *Wanda Crozier* Title Permit Clerk Date 6/28/01

CC: UTAH DOGM

(This space for Federal or State office use)

Approved by **DENIED** Title _____ Date **NOV 20 2001**

Conditions of approval, if any:

CC: Utah DOGM

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.

DOGM

Wells Draw 9-30-8-16
NESE, Sec. 30, T8S, R16E
Duchesne County, Utah
Lease No. UTU-65965

Reason for Denial

We have reviewed your request for an extension of time for the referenced APD and are Denying the request for the following reasons:

1. COAs for previous APD extension approved 7/20/00 states that no other extensions will be granted or allowed.
2. APD expired 6/4/01.

If you have any further questions concerning this matter, please contact Ed Forsman of this office at (435) 781-4490.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal Field Office

170 South 500 East

Vernal, Utah 84078-2799

<http://www.blm.gov/utah/vernal>

Phone: (435) 781-4400

Fax: (435) 781-4410

IN REPLY REFER TO:

3160

UT08300

November 20, 2001

Inland Production Company
Route 3 Box 3630
Myton, UT 84052

Re: Notification of Expiration
Well No. Well Draw 9-30-8-16
NWSE, Sec. 30, T8S, R16E
Lease No. U-65965
Duchesne County, Utah

Gentlemen:

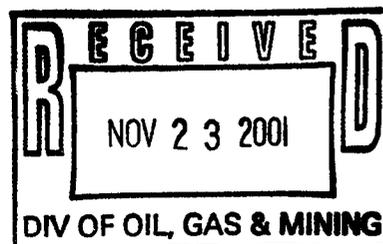
The Application for Permit to Drill the above-referenced well was approved on June 4, 1999. Inland Production Company requested an extension of the original APD approval for an additional year. The request was reviewed and the extension approved until June 4, 2001. According to our records, no known activity has transpired at the approved location. 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,

Leslie Walker
Legal Instruments Examiner

cc: State Div. OG&M





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

Michael O. Leavitt
Governor

Kathleen Clarke
Executive Director

Lowell P. Braxton
Division Director

1594 West North Temple, Suite 1210

PO Box 145801

Salt Lake City, Utah 84114-5801

801-538-5340

801-359-3940 (Fax)

801-538-7223 (TDD)

December 3, 2001

Mandie Crozier
Inland Production Company
Route 3 Box 3630
Myton, Utah 84052

Re: APD Rescinded – Wells Draw 9-30, Sec. 30, T8S, R16E, Duchesne County,
Utah, API 43-013-31951

Dear Ms. Crozier:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (the Division) on July 9, 1998. The Division approved one-year APD extensions in June, 1999, and July 2, 2001, extending the APD to July 2, 2002.

By letter dated November 20, 2001, the Bureau of Land Management (BLM) notified the Division that the APD filed with the BLM expired June 4, 2001. Therefore, approval to drill the well is hereby rescinded, effective November 20, 2001, date of BLM rescind letter.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

A handwritten signature in cursive script that reads "Lisha Cordova".

Lisha Cordova
Eng. Technician

cc: Well File(s)
Bureau of Land Management, Vernal