



June 29, 2000

United States Department of Interior  
Bureau of Land Management - Vernal District Office  
Attention: Margie Herrmann  
170 South 500 East  
Vernal, Utah 84078-2799

RE: Ashley Federal #6-12  
Ashley Federal #9-12  
Ashley Federal #10-12  
Ashley Federal #11-12  
Ashley Federal #12-12  
Ashley Federal #13-12  
Ashley Federal #14-12  
Ashley Federal #15-12  
Ashley Federal #16-12  
Section 12-T9S-R15E  
Duchesne County, Utah

Dear Ms. Herrmann:

Enclosed please find the nine Applications for Permits to Drill the Ashley Federal Unit wells listed above, submitted in triplicate, for your review and approval. The Archeological Survey for these wells is also enclosed in triplicate.

If you have any questions or require any additional information, please contact me or Jon Holst at (303) 893-0102.

Sincerely,

Joyce McGough  
Regulatory Technician

Enclosures: Form 3160-3 and attachments (3 copies of each)  
Archaeological Survey (3 copies of each)

cc: State of Utah  
Division of Oil, Gas & Mining  
✓ ATTN: Lisha Cordova  
1594 West North Temple – Suite 1210  
Post Office Box 145801  
Salt Lake City, Utah 84114-5801

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**DIVISION OF  
OIL, GAS AND MINING**

**UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT**

**APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK**

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

2. NAME OF OPERATOR  
**Inland Production Company**  
 3. ADDRESS OF OPERATOR  
**410 - 17th Street, Suite 700, Denver, CO 80202                      Phone: (303) 893-0102**

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)\*  
 At Surface                      **NE/SW**                      *4432680 N*  
 At proposed Prod. Zone                      **1859.1' FSL & 1990.4' FWL**                      *569762E*

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*  
**Approximately 13.9 miles southwest of Myton, Utah**

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) <b>Approx. 1859.1'</b>	16. NO. OF ACRES IN LEASE <b>2189.98</b>	17. NO. OF ACRES ASSIGNED TO THIS WELL <b>40</b>
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR ON THIS LEASE, FT. <b>Approx. 1373.9'</b>	19. PROPOSED DEPTH <b>6500'</b>	20. ROTARY OR CABLE TOOLS <b>Rotary</b>

21. ELEVATIONS (Show whether DF, RT, GR, etc.)  
**6083' GR**

22. APPROX. DATE WORK WILL START\*  
**4th Quarter, 2000**

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT/FOOT	SETTING DEPTH	QUANTITY OF CEMENT
<b>Refer to Monument Butte Field SOP's Drilling Program/Casing Design</b>				

5. LEASE DESIGNATION AND SERIAL NO.  
**UTU-74826**

6. IF INDIAN, ALLOTTEE OR TRIBE NAME  
**N/A**

7. UNIT AGREEMENT NAME  
**Ashley**

8. FARM OR LEASE NAME  
**Ashley Unit**

9. WELL NO.  
**11-12**

10. FIELD AND POOL OR WILDCAT  
**Ashley**

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
**Sec. 12, T9S, R15E**

12. COUNTY  
**Duchesne**

13. STATE  
**Utah**

Inland Production Company proposes to drill this well in accordance with the attached exhibits.

The Conditions of Approval for Application of Permit to Drill are also attached.

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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 *Joyce J. McGough* TITLE **Regulatory Technician** DATE **June 28, 2000**  
**Joyce McGough**

(This space for Federal or State office use)

PERMIT NO. **43-013-32173** 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:

APPROVED BY *Bradley G. Hill* TITLE **BRADLEY G. HILL** DATE **7/13/00**  
**RECLAMATION SPECIALIST III**

**Federal Approval of this  
Action is Necessary**

**\*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 COMPANY  
Ashley Unit #11-12-9-15  
NE SW Section 12, T9S, R15E  
Duchesne County, Utah

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. GEOLOGIC SURFACE FORMATION:

Uinta Formation of Upper Eocene Age

2. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:

Uinta	0 – 2760'
Green River	2760'
Wasatch	6220'

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

Green River Formation 2760' – 6500' – Oil

4. PROPOSED CASING PROGRAM:

Please refer to the Monument Butte Field SOP.

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

Please refer to the Monument Butte Field SOP. See Exhibit "F".

6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

Please refer to the Monument Butte Field SOP.

7. AUXILIARY SAFETY EQUIPMENT TO BE USED:

Please refer to the Monument Butte Field SOP.

8. TESTING, LOGGING AND CORING PROGRAMS:

Please refer to the Monument Butte Field SOP.

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.

10. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:

Please refer to the Monument Butte Field SOP.

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INLAND PRODUCTION COMPANY  
Ashley Unit #11-12-9-15  
NE SW Section 12, T9S, R15E  
Duchesne County, Utah

**ONSHORE ORDER NO. 1**

**MULTI-POINT SURFACE USE & OPERATIONS PLAN**

1. **EXISTING ROADS**

See attached Topographic Map "A"

To reach Inland Production Company well location site (Ashley Unit #11-12-9-15) located in the NE SW of Section 12, T9S, R15E, Duchesne County, Utah:

Proceed westerly out of Myton, Utah along Highway 40 approximately 1.6 miles to the junction of this highway and Utah State Highway 53; proceed southerly along Utah State Highway 53 approximately 1.7 miles to its junction with an existing road to the southwest. Proceed southwesterly and southerly for 6.2 miles to its junction with an existing road to the west; proceed westerly and then southwesterly for 2.2 miles to the beginning of the proposed access road. Follow the flags easterly for 250 feet to the proposed well location.

2. **PLANNED ACCESS ROAD**

See Topographic Map "B" for the location of the proposed access road.

3. **LOCATION OF EXISTING WELLS**

Refer to Exhibit "D"

4. **LOCATION OF EXISTING AND/OR PROPOSED FACILITIES**

Please refer to the Monument Butte Field Standard Operating Procedure (SOP).

5. **LOCATION AND TYPE OF WATER SUPPLY**

Please refer to the Monument Butte Field SOP. See Exhibit "C".

6. **SOURCE OF CONSTRUCTION MATERIALS**

Please refer to the Monument Butte Field SOP.

7. **METHODS FOR HANDLING WASTE DISPOSAL**

Please refer to the Monument Butte Field SOP. See Exhibit "E".

8. **ANCILLARY FACILITIES:**

Please refer to the Monument Butte Field SOP.

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**DIVISION OF  
OIL, GAS AND MINING**

INLAND PRODUCTION COMPANY  
Ashley Unit #11-12-9-15  
NE SW Section 12, T9S, R15E  
Duchesne County, Utah

9. **WELL SITE LAYOUT:**

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills and locations of the mud tanks, reserve pit, pipe racks, trailer parking, spoil dirt stockpile(s) and surface material stockpile(s). Refer to Exhibits "E" and "E-1".

10. **PLANS FOR RESTORATION OF SURFACE:**

Please refer to the Monument Butte Field SOP.

11. **SURFACE OWNERSHIP:** Bureau of Land Management

12. **OTHER ADDITIONAL INFORMATION:**

The Archaeological Cultural Resource Survey is attached.

Inland Production Company requests a 60' ROW for the Ashley Unit #11-12-9-15 to allow for construction of a 6" poly gas gathering line, and a 3" poly fuel gas line. Both lines will tie in to the existing pipeline infrastructure. Refer to Topographic Map "C".

Inland Production Company also requests a 60' ROW be granted for the Ashley Unit #11-12-9-15 to allow for construction of a 3" steel water injection line and a 3" poly water return line. Refer to Topographic Map "C".

13. **LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION:**

**Representative:**

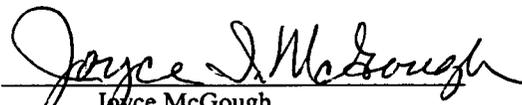
Name: Joyce I. McGough  
Address: 410 Seventeenth Street, Suite 700, Denver, CO 80202  
Telephone: (303) 893-0102

**Certification:**

Please be advised that INLAND RESOURCES, INC. is considered to be the operator of well Ashley Unit #11-12-9-15; NE SW Section 12, T9S, R15E, Lease #UTU-74826, 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 the proposed drill site and access route have been inspected, and 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 Resources, Inc. 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 the 18 U.S.C. 1001 for the filing of a false statement.

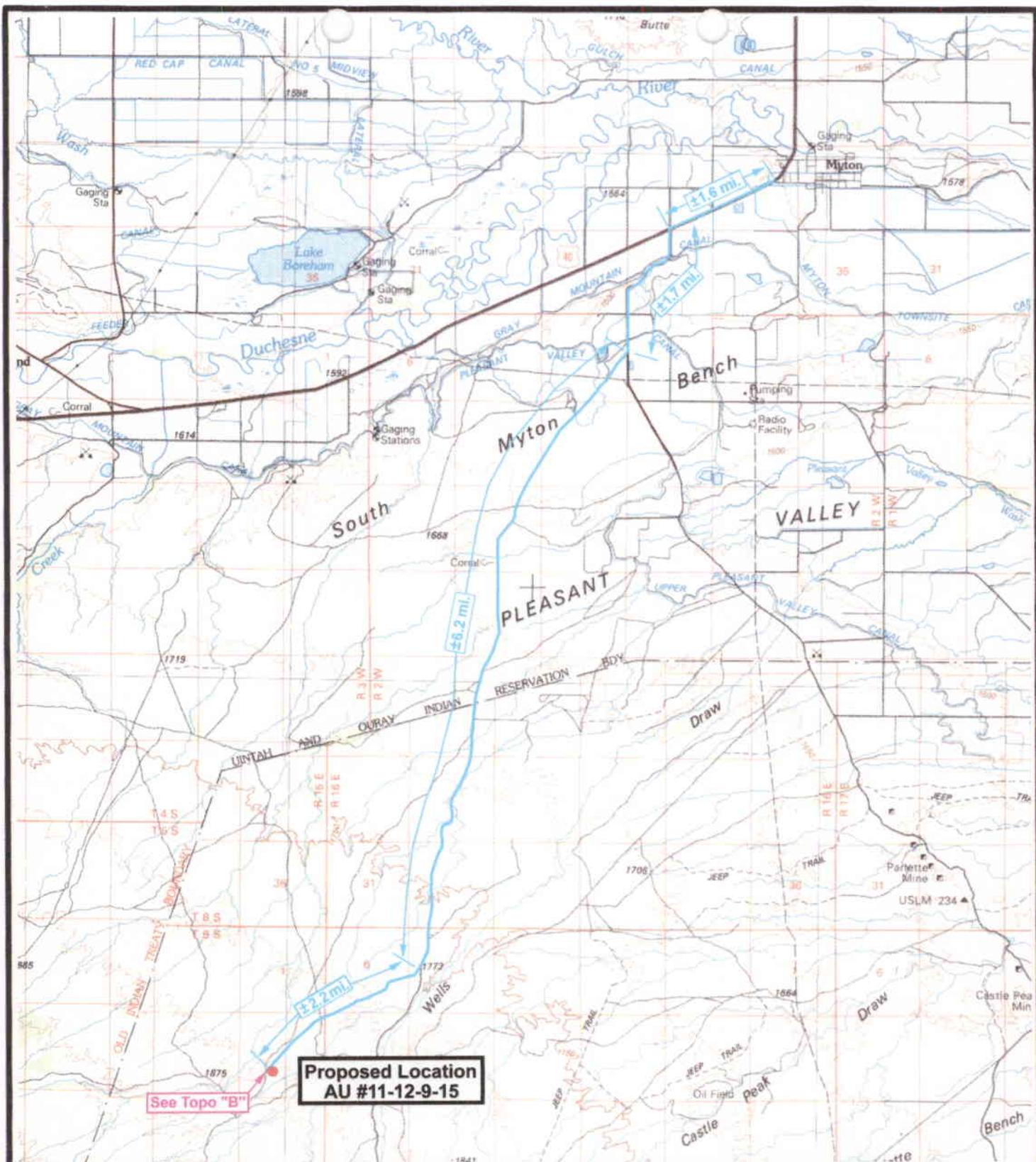
6/28/00  
Date

  
Joyce McGough  
Regulatory Technician

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OIL, GAS AND MINING



See Topo "B"

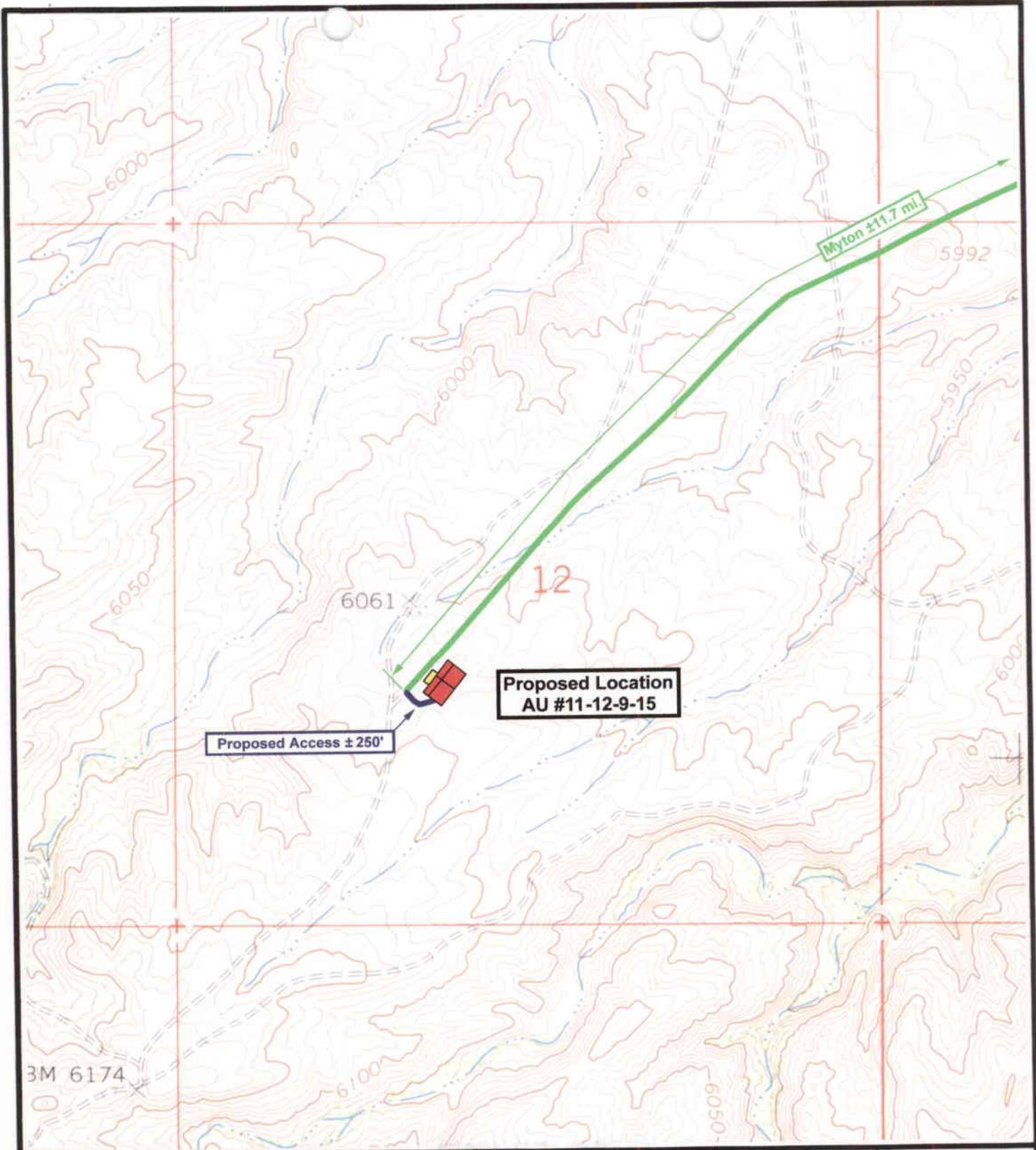
**Proposed Location  
AU #11-12-9-15**



**ASHLEY UNIT #11-12-9-15  
SEC. 12, T9S, R15E, S.L.B.&M.  
TOPOGRAPHIC MAP "A"**



Drawn By: SS	Revision:
Scale: 1 : 100,000	File:
Date: 6-12-00	
<b>Tri-State Land Surveying Inc.</b> <b>P.O. Box 533, Vernal, UT 84078</b> <b>435-781-2501 Fax 435-781-2518</b>	



**Proposed Location  
AU #11-12-9-15**

**Proposed Access ± 250'**

**Myton ±11.7 mi.**

12

6061

6050

6000

5992

3M 6174

6100

6050



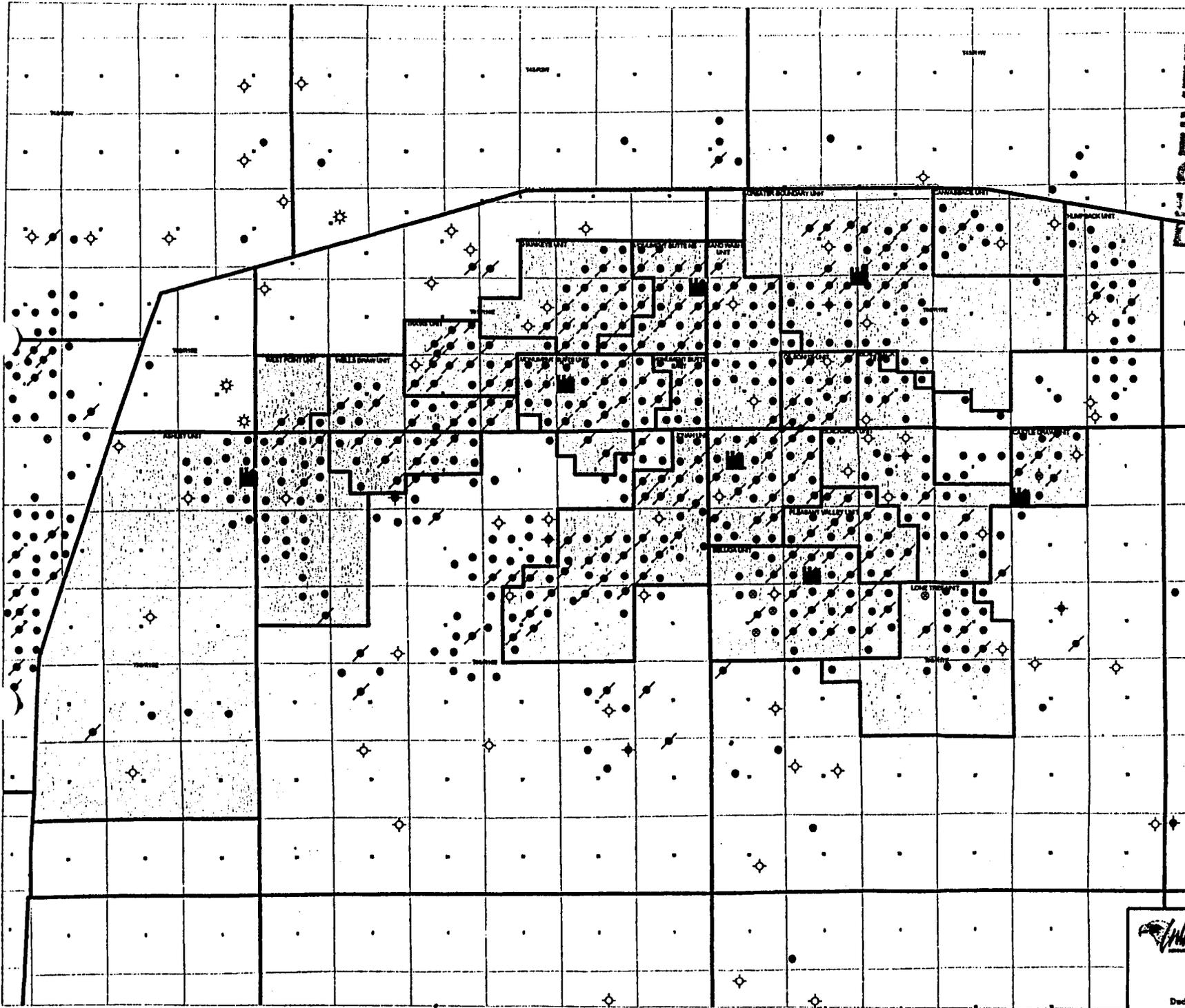
**ASHLEY UNIT #11-12-9-15  
SEC. 12, T9S, R15E, S.L.B.&M.  
TOPOGRAPHIC MAP "B"**



Drawn By: SS	Revision: 12-15-99
Scale: 1" = 1000'	File:
Date: 6-5-00	

**Tri-State Land Surveying Inc.  
P.O. Box 533, Vernal, UT 84078  
435-781-2501 Fax 435-781-2518**

EXHIBIT "C"



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- Well Categories
- ◆ INJ
  - ◇ WTR
  - ◆ SWD
  - OIL
  - ☆ GAS
  - ◇ DRY
  - ◆ SHUTIN
  - SUSPENDED
  - ◆ ABND
  - Injection Stations
  - Unit Sections



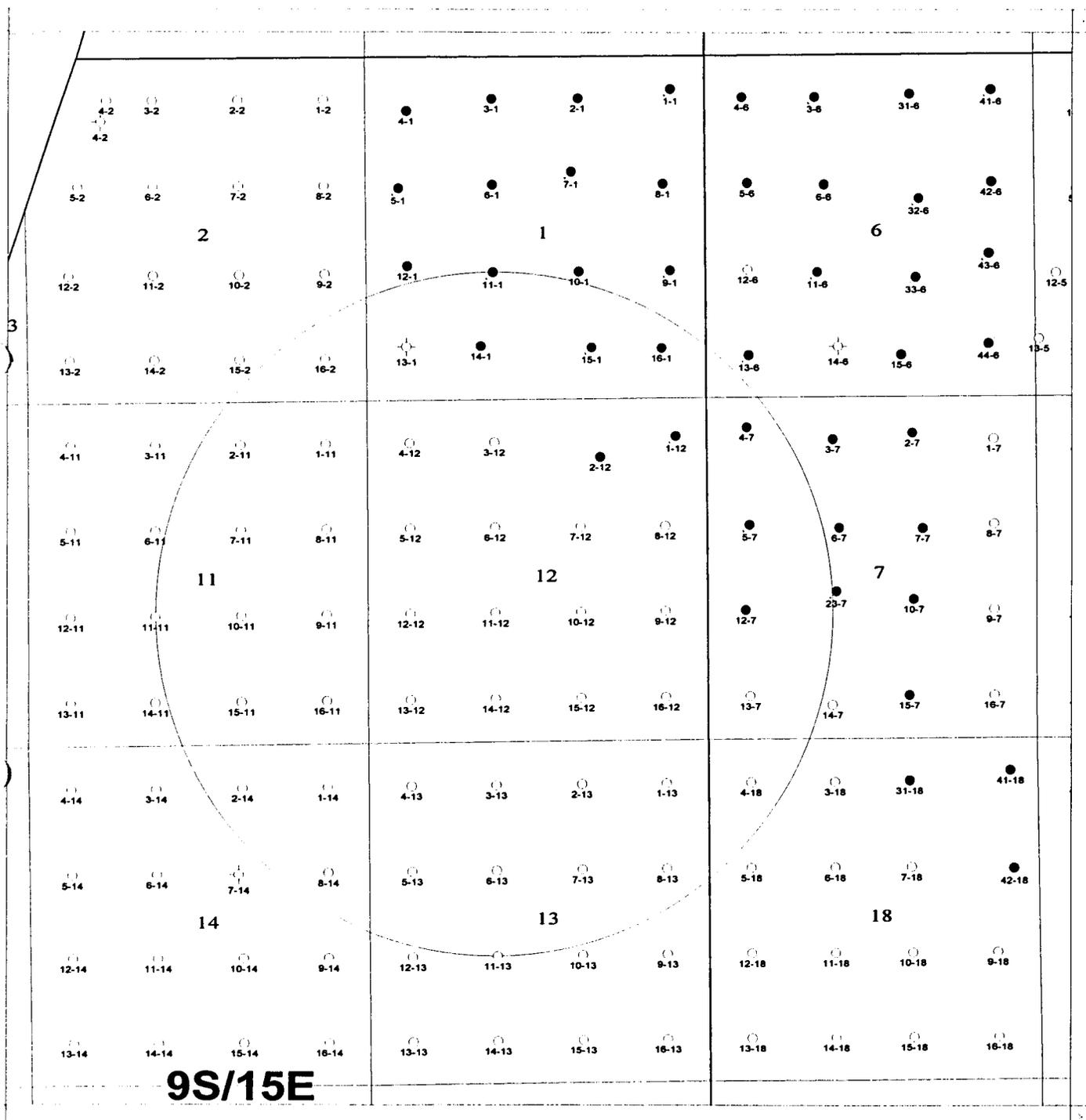
0.5 0 0.5 Miles

**Inland**  
 SERVICES

4811 1/2 Street, Suite 700  
 Denver, Colorado 80202  
 Phone (303) 993-0102

**UINTA BASIN**  
 Duchesne & Uintah Counties, Utah

Date: 11-15-99 MAP



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**EXHIBIT D**

Inland Resources Inc.

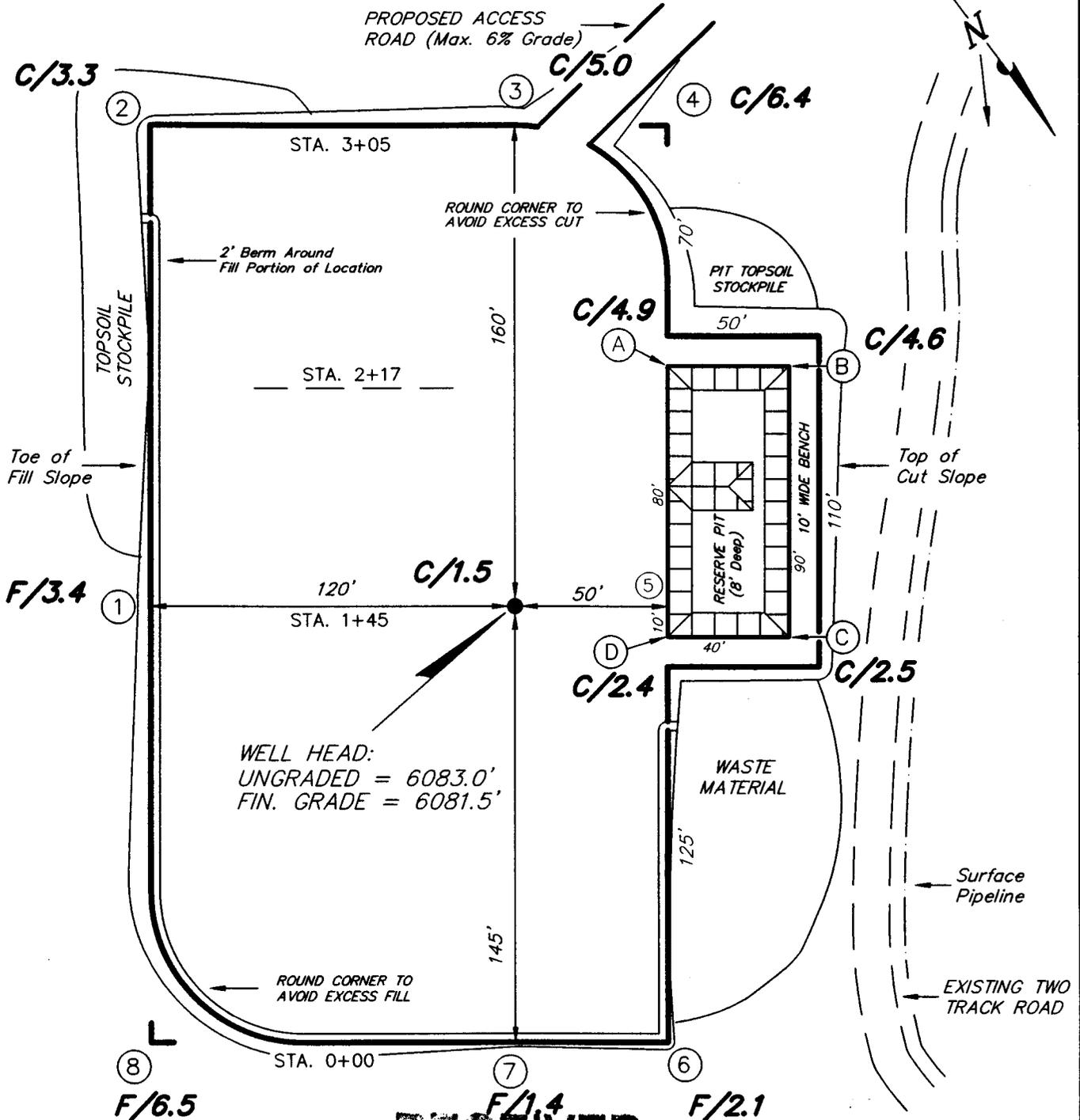
One Mile Radius  
Ashley Federal 11-12

Joyce McGough	(SEC Parameters)	06/27/000
Scale: 1:20000.		

**9S/15E**

# INLAND PRODUCTION COMPANY

ASHLEY UNIT #11-12-9-15  
 SEC. 12, T9S, R15E, S.L.B.&M.



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 OIL, GAS AND MINING

EXHIBIT E

**REFERENCE POINTS**

- 200' NORTHEAST = 6078.7'
- 230' NORTHEAST = 6077.7'
- 160' SOUTHEAST = 6078.4'
- 210' SOUTHEAST = 6081.7'

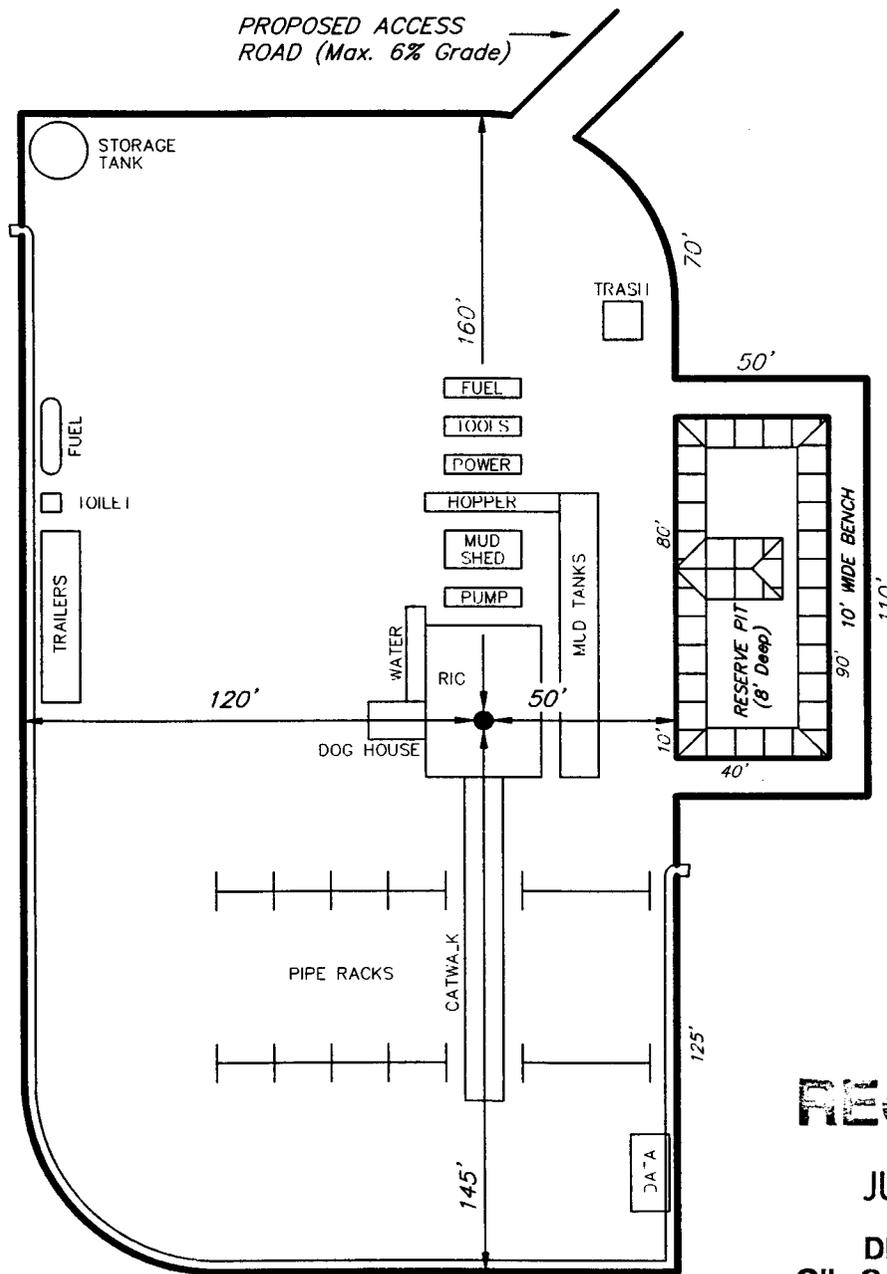
SURVEYED BY: G.S.	SCALE: 1" = 50'
DRAWN BY: B.J.S.	DATE: 6/7/00

**Tri State** (435) 781-2501  
 Land Surveying, Inc.  
 38 WEST 100 NORTH VERNAL, UTAH 84078

# INLAND PRODUCTION COMPANY

## TYPICAL RIG LAYOUT

### ASHLEY UNIT #11-12-9-15



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OIL, GAS AND MINING

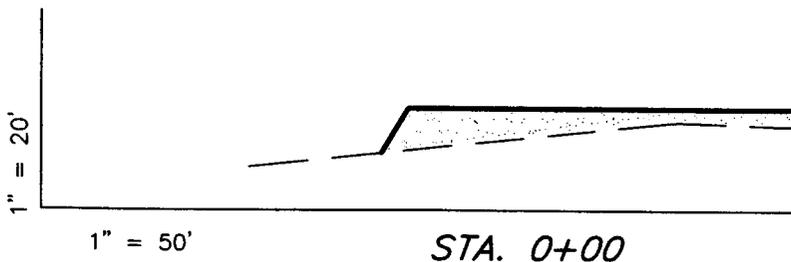
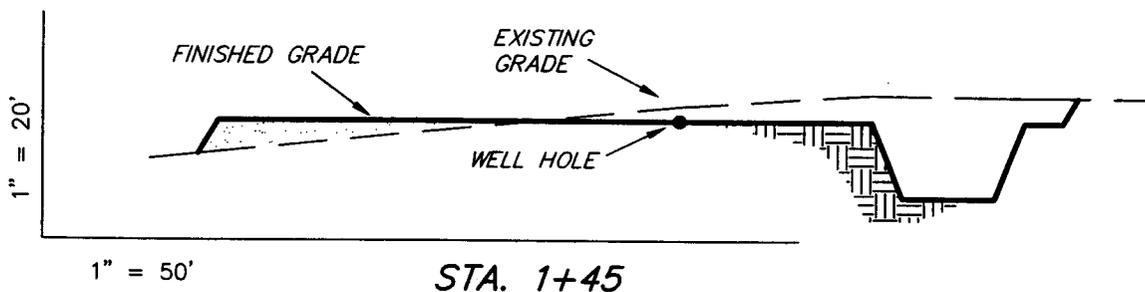
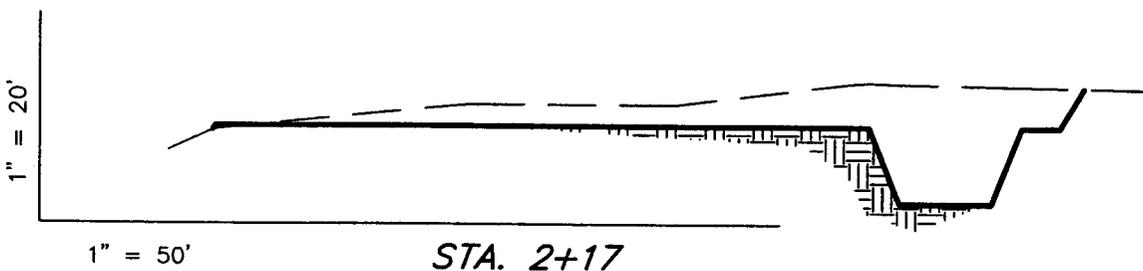
EXHIBIT E

**Tri State**  
Land Surveying, Inc.  
(435) 781-2501  
38 WEST 100 NORTH, VERNAL, UTAH 84078

# INLAND PRODUCTION COMPANY

## CROSS SECTIONS

### ASHLEY UNIT #11-12-9-15



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EXHIBIT E-1

**APPROXIMATE YARDAGES**

- CUT = 2,460 Cu. Yds.
- FILL = 2,460 Cu. Yds.
- PIT = 920 Cu. Yds.
- 6" TOPSOIL = 1,060 Cu. Yds.

SURVEYED BY: G.S.	SCALE: 1" = 50'	<b>Tri State</b> <i>Land Surveying, Inc.</i> <small>38 WEST 100 NORTH VERNAL, UTAH 84078</small>
DRAWN BY: B.J.S.	DATE: 6/7/00	

(435) 781-2501

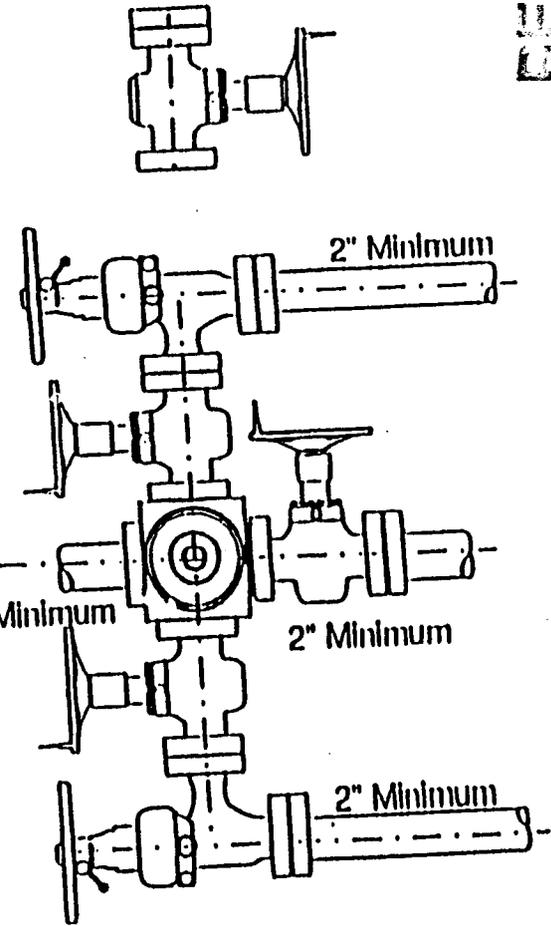
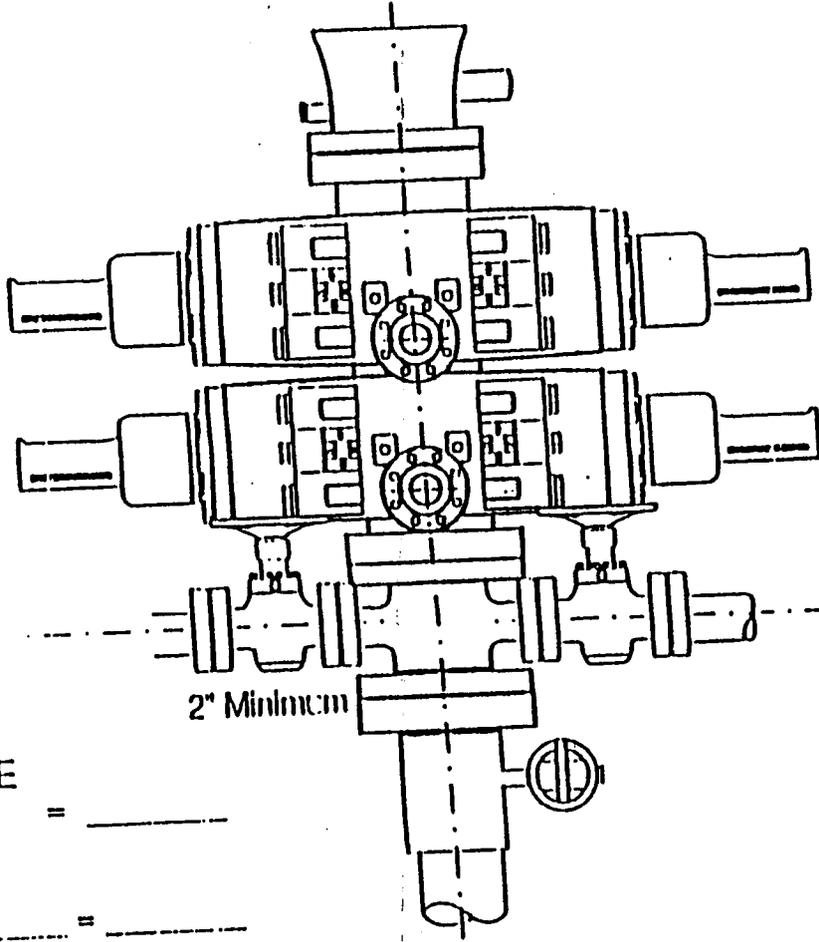
B.O.P.

# 2-M SYSTEM

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OIL, GAS AND MINING



) CLOSE  
 ar BOP = \_\_\_\_\_  
 ype BOP  
 arms x \_\_\_\_\_ = \_\_\_\_\_  
 = \_\_\_\_\_ Gal.  
 \_\_\_\_\_ x 2 = \_\_\_\_\_ Total Gal.

nding off to the next higher  
 ment of 10 gal. would require  
 ... Gal. (total fluid & nitro volume)

EXHIBIT F

Well No.: Ashley 11-12-9-15

CONDITIONS OF APPROVAL  
APPLICATION FOR PERMIT TO DRILL

Company/Operator: Inland Production Company

Well Name & Number: Ashley 11-12-9-15

API Number:

Lease Number: UTU-74826

Location: NESW Sec. 12, T9S, R15E

**GENERAL**

Access road will enter well pad from the SW, branching off of an existing pipeline maintenance road to the W (see attached Topographic Map B).

**CULTURAL RESOURCES**

See *CONDITIONS OF APPROVAL FOR INLAND RESOURCES MONUMENT BUTTE-MYTON BENCH WATERFLOOD ENVIRONMENTAL ASSESSMENT DUCHESNE AND UINTAH COUNTIES, UTAH EA NUMBER 1996-61.*

**PALEONTOLOGICAL RESOURCES**

See *CONDITIONS OF APPROVAL FOR INLAND RESOURCES MONUMENT BUTTE-MYTON BENCH WATERFLOOD ENVIRONMENTAL ASSESSMENT DUCHESNE AND UINTAH COUNTIES, UTAH EA NUMBER 1996-61.*

**SOILS, WATERSHEDS, AND FLOODPLAINS**

See *CONDITIONS OF APPROVAL FOR INLAND RESOURCES MONUMENT BUTTE-MYTON BENCH WATERFLOOD ENVIRONMENTAL ASSESSMENT DUCHESNE AND UINTAH COUNTIES, UTAH EA NUMBER 1996-61.*

**WILDLIFE AND FISHERIES**

See *CONDITIONS OF APPROVAL FOR INLAND RESOURCES MONUMENT BUTTE-MYTON BENCH WATERFLOOD ENVIRONMENTAL ASSESSMENT DUCHESNE AND UINTAH COUNTIES, UTAH EA NUMBER 1996-61.*

**SAGE GROUSE:** No new construction or surface disturbing activities will be allowed between March 1 and June 30 due to the location's proximity (2 mile radius) to Sage Grouse strutting grounds.

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OIL, GAS AND MINING

**THREATENED, ENDANGERED, AND OTHER SENSITIVE SPECIES**

See *CONDITIONS OF APPROVAL FOR INLAND RESOURCES MONUMENT BUTTE-MYTON BENCH WATERFLOOD ENVIRONMENTAL ASSESSMENT DUCHESNE AND UINTAH COUNTIES, UTAH EA NUMBER 1996-61.*

**BURROWING OWL:** Due to the proximity of the location to active prairie dog towns, there is the potential to encounter nesting burrowing owls between April 1 and July 15. No new construction or surface disturbing activities will be allowed between April 1 and July 15 within a 0.5 mile radius of any active burrowing owl nest.

**MOUNTAIN PLOVER:** If new construction or surface disturbing activities are scheduled to occur between March 15 and August 15, detailed surveys of the area within 0.5 mile of the proposed location and within 300 feet of proposed access routes must be conducted to detect the presence of mountain plovers. All surveys must be completed prior to initiating new construction or surface disturbing activities (see Survey Protocol COAs EA Number 1996-61).

**OTHER**

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OIL, GAS AND MINING

**WORKSHEET  
APPLICATION FOR PERMIT TO DRILL**

APD RECEIVED: 07/03/2000

API NO. ASSIGNED: 43-013-32173
--------------------------------

WELL NAME: ASHLEY UNIT 11-12  
 OPERATOR: INLAND PRODUCTION ( N5160 )  
 CONTACT: JOYCE MCGOUGH

PHONE NUMBER: 303-893-0102

PROPOSED LOCATION:  
 NESW 12 090S 150E  
 SURFACE: 1859 FSL 1990 FWL  
 BOTTOM: 1859 FSL 1990 FWL  
 DUCHESNE  
 UNDESIGNATED ( 2 )

INSPECT LOCATN BY: / /		
Tech Review	Initials	Date
Engineering		
Geology		
Surface		

LEASE TYPE: 1-Federal  
 LEASE NUMBER: UTU-74826  
 SURFACE OWNER: 1-Federal

PROPOSED FORMATION: GRRV

RECEIVED AND/OR REVIEWED:

Plat  
 Bond: Fed[] Ind[] Sta[] Fee[]  
 (No. 4488944 )

Potash (Y/N)  
 Oil Shale (Y/N) \*190 - 5 (B)  
 Water Permit  
 (No. MUNICIPAL )

RDCC Review (Y/N)  
 (Date: \_\_\_\_\_ )

N/A Fee Surf Agreement (Y/N)

LOCATION AND SITING:

R649-2-3. Unit Ashley

R649-3-2. General  
 Siting: \_\_\_\_\_

R649-3-3. Exception

Drilling Unit  
 Board Cause No: 242-1  
 Eff Date: 8-25-98  
 Siting: 400' fr. Unit Boundary

R649-3-11. Directional Drill

COMMENTS: \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

STIPULATIONS: ① FEDERAL APPROVAL  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_



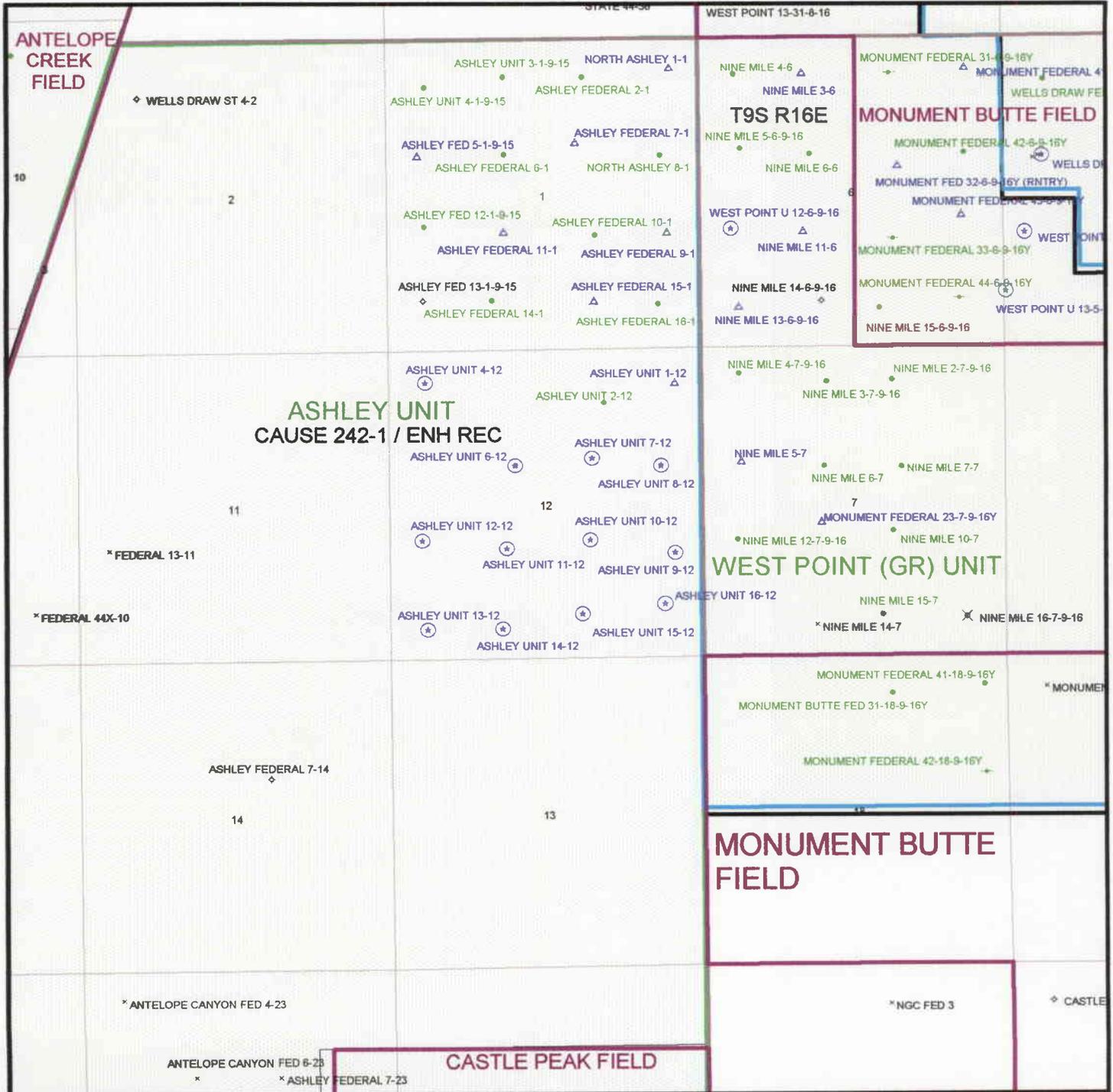
Utah Oil Gas and Mining

OPERATOR: INLAND PROD CO (N5160)

FIELD: UNDESIGNATED (002)

SEC. 12, T9S, R15E,

COUNTY: DUCHESNE UNIT: ASHLEY  
CAUSE: 242-1 / ENH REC



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

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

IN REPLY REFER TO:  
3160  
(UT-922)

July 11, 2000

### Memorandum

To: Assistant District Manager Minerals, Vernal District  
From: Michael Coulthard, Petroleum Engineer  
Subject: 2000 Plan of Development Ashley Unit,  
Duchesne County, Utah.

Pursuant to email between Lisha Cordova, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management. The following wells are planned for calendar year 2000 within the Ashley Unit, Duchesne County, Utah.

API #	WELL NAME	LOCATION
43-013-32170	Ashley Unit 6-12	Sec. 12, T9S, R15E 1996 FNL 2121 FWL
43-013-32171	Ashley Unit 9-12	Sec. 12, T9S, R15E 1790 FSL 0470 FEL
43-013-32172	Ashley Unit 10-12	Sec. 12, T9S, R15E 2007 FSL 1899 FEL
43-013-32173	Ashley Unit 11-12	Sec. 12, T9S, R15E 1859 FSL 1990 FWL
43-013-32174	Ashley Unit 12-12	Sec. 12, T9S, R15E 1996 FSL 0565 FWL
43-013-32175	Ashley Unit 13-12	Sec. 12, T9S, R15E 0467 FSL 0644 FWL
43-013-32176	Ashley Unit 14-12	Sec. 12, T9S, R15E 0485 FSL 1911 FWL
43-013-32177	Ashley Unit 15-12	Sec. 12, T9S, R15E 0747 FSL 2046 FEL
43-013-32178	Ashley Unit 16-12	Sec. 12, T9S, R15E 0915 FSL 0646 FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Ashley Unit  
Division of Oil Gas and Mining  
Agr. Sec. Chron  
Fluid Chron

MCoulthard:mc:7-11-00

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JUL 12 2000

DIVISION OF  
OIL, GAS AND MINING



# 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)

July 13, 2000

Inland Production Company  
410 Seventeenth St, Suite 700  
Denver, CO 80202

Re: Ashley Unit 11-12 Well, 1859' FSL, 1990' FWL, NE SW, Sec. 12, T. 9 South, R. 15 East,  
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 43-013-32173.

Sincerely,

A handwritten signature in black ink that reads "John R. Baza". The signature is written in a cursive style with a large, sweeping initial "J".

John R. Baza  
Associate Director

er

Enclosures

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

**Operator:** Inland Production Company

**Well Name & Number** Ashley Unit 11-12

**API Number:** 43-013-32173

**Lease:** UTU-74826

**Location:** NE SW      **Sec.** 12      **T.** 9 South      **R.** 15 East

### **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 of spudding the well.

- Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

- Contact Dan Jarvis at (801) 538-5338
- Contact Robert Krueger at (801) 538-5274.

3. **Reporting Requirements**

All required reports, forms and submittals will 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 supersede the required federal approval, which must be obtained prior to drilling.**



July 25, 2000

United States Department of Interior  
Bureau of Land Management - Vernal District Office  
Attention: Margie Herrmann  
170 South 500 East  
Vernal, Utah 84078-2799

RE: Ashley Federal #9-12  
Ashley Federal #11-12  
Ashley Federal #13-12  
Ashley Federal #15-12  
Section 12-T9S-R15E  
Duchesne County, Utah

Dear Ms. Herrmann:

Enclosed please find Exhibit "C" for each of the wells listed above; showing the proposed water and gas lines for these future injection wells. The exhibits are submitted in triplicate for your review and approval.

If you have any questions or require any additional information, please contact me or Jon Holst at (303) 893-0102.

Sincerely,

Joyce McGough  
Regulatory Technician

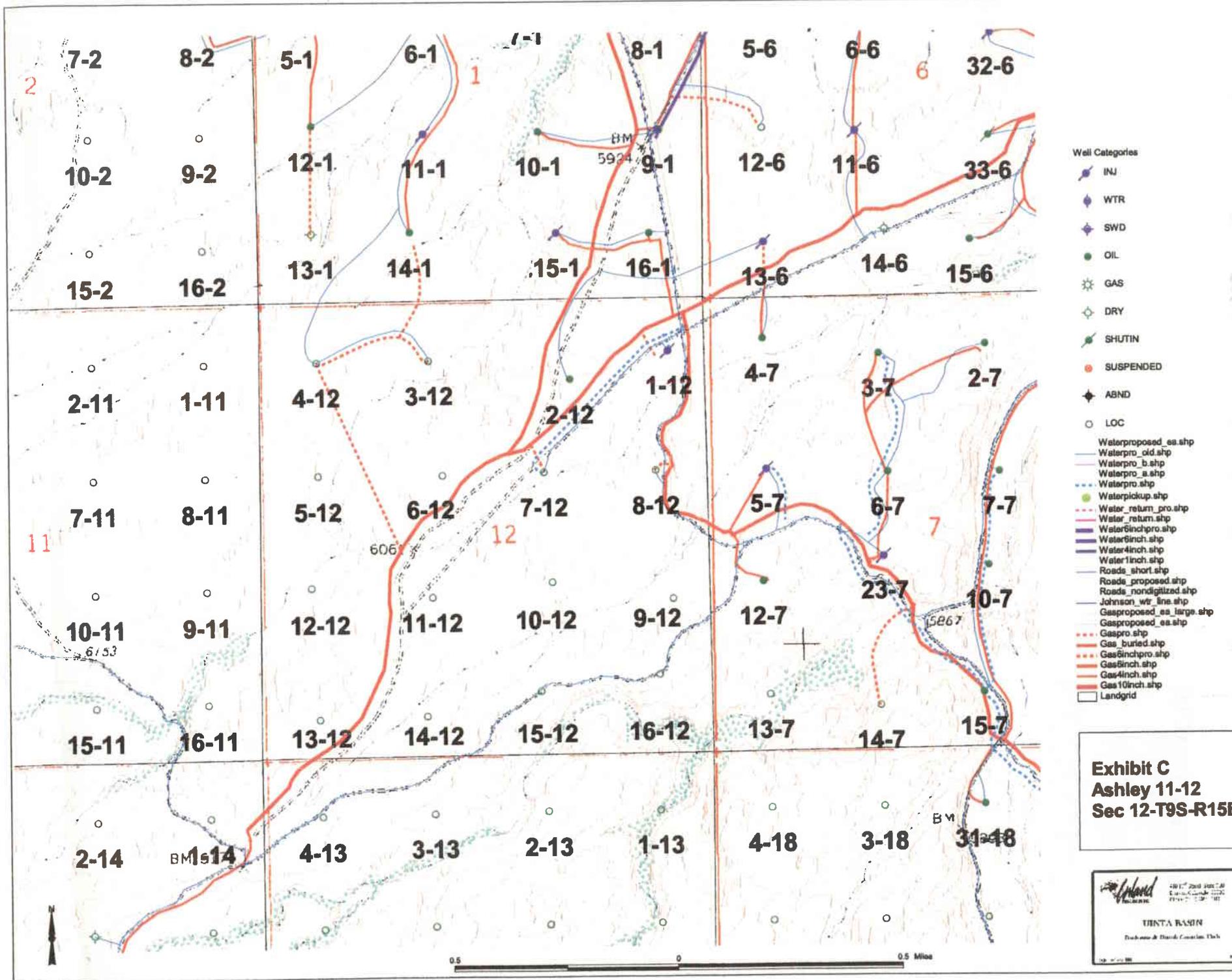
Enclosures: Exhibit C, in color (3 copies of each)

cc: State of Utah  
Division of Oil, Gas & Mining  
ATTN: Lisha Cordova  
1594 West North Temple - Suite 1210  
Post Office Box 145801  
Salt Lake City, Utah 84114-5801

RECEIVED

JUL 28 2000

DIVISION OF  
OIL, GAS AND MINING





# 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

May 24, 2001

Inland Production Company  
Route 3 Box 3630  
Myton, UT 84052

43-013-32173

Re: Well No. Ashley Unit 11-12-9-15  
Section 12, T9S, R15E  
Lease No. U-74826  
Duchesne County, Utah

Dear Mr. Holst:

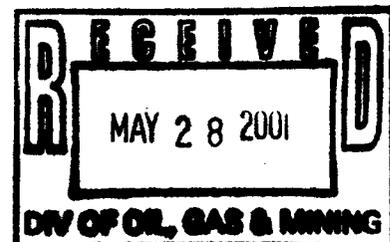
The Application for Permit to Drill (APD) the above referenced well is being returned without prejudice per your request. If your drilling plans change and you intend to drill at this location at a future date, a new Application for Permit to Drill must be submitted.

If you have any questions concerning APD processing, please contact me at (435) 781-4497.

Sincerely,

Leslie Crinklaw  
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)

July 16, 2001

Joyce McGough  
Inland Production Company  
410-17<sup>th</sup> Street, Suite 700  
Denver, Colorado 80202

Re: APD's Rescinded – Ashley Unit 11-12 and Ashley Unit 14-12, Sec. 12, T9S, R15E, API 43-013-32173 and 43-013-32176, Duchesne County, Utah

Dear Ms. McGough:

The Application's for Permit to Drill (APD's) for the subject wells were approved by the Division of Oil, Gas and Mining (the Division) on July 13, 2000. No drilling activity at these locations have been reported to the Division. Due to the excessive time delay in commencing drilling operations, approval to drill the wells is hereby rescinded, effective July 13, 2001.

New APD's must be filed with this office for approval prior to the commencement of any future work on the subject locations.

If any previously unreported operations have been performed on these well locations, 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