

FIML NATURAL RESOURCES, LLC

January 8, 2007

Utah Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P. O. Box 145801
Salt Lake City, UT 84114-5801

Attn.: Ms. Diana Whitney

RE: Exception Letter for the Ute Tribal #14-31-55
750' FSL **1,561'** FWL of Section 31 T-5S R-5W
Duchesne County, Utah

Dear Ms. Whitney:

FIML Natural Resources, LLC has no objection to the proposed Ute Tribal #14-31-55 750' FSL **1,561'** FWL of Section 31 T-5S R-5W. The original "legal" drillsite location was moved due to severe topographic conditions. Moreover, the Ute Tribal representatives would not allow the drillsite to be placed at the legal location due to the severe topographic constraints.

FIML Natural Resources, LLC is the only owner within a 460 foot radius of the proposed well location.

The signature below is our written waiver of objection to UT Administrative Code R649-3-3.

Signature:



Name: Rick Parks
Title: Operations Manager
Date: January 8, 2007

FIML Natural Resources, LLC
410 17th Street, 9th Floor
Denver, CO 80202

RECEIVED
JAN 18 2007
DIV. OF OIL, GAS & MINING

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

5a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. 14-20-H62-5060
6a. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name Ute Indian Tribe
2. Name of Operator FIML Natural Resources, LLC		7. If Unit or CA Agreement, Name and No.
3a. Address 410 17th Street, Suite 900, Denver, CO 80202	3b. Phone No. (include area code) 303-893-5073	8. Lease Name and Well No. Ute Tribal 14-31-55
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface SESW 750' FSL 1,561' FWL 543303X 39.998098 At proposed prod. zone Same as above 44274594 - 110.492724		9. API Well No. 43013-33511
14. Distance in miles and direction from nearest town or post office* 33 miles southwest of Myton, Utah		10. Field and Pool, or Exploratory Bearings Canyon Undesignated
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 750'	16. No. of acres in lease 640	11. Sec., T. R. M. or Blk. and Survey or Area Sec 31, T5S-R5W, U.S.B.&M.
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1,319'	19. Proposed Depth 6241'	12. County or Parish Duchesne
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 7,963' GL (Ungraded)	22. Approximate date work will start* 03/28/2008	13. State Utah
20. BLM/BIA Bond No. on file 8191-82-71		23. Estimated duration Seven days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature 	Name (Printed/Typed) Mark Bingham	Date 01/08/2007
Title Senior Vice President		
Approved by (Signature) 	Name (Printed/Typed) BRADLEY G. HILL	Date 01-22-07
Title Office ENVIRONMENTAL MANAGER		

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, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

*(Instructions on page 2)

**Federal Approval of this
Action is Necessary**

RECEIVED

JAN 18 2007

DIV. OF OIL, GAS & MINING

R
6
W

T5S, R5W, U.S.B.&M.

UTE/FNR, LLC.

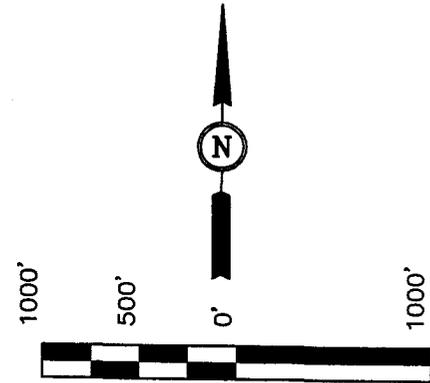
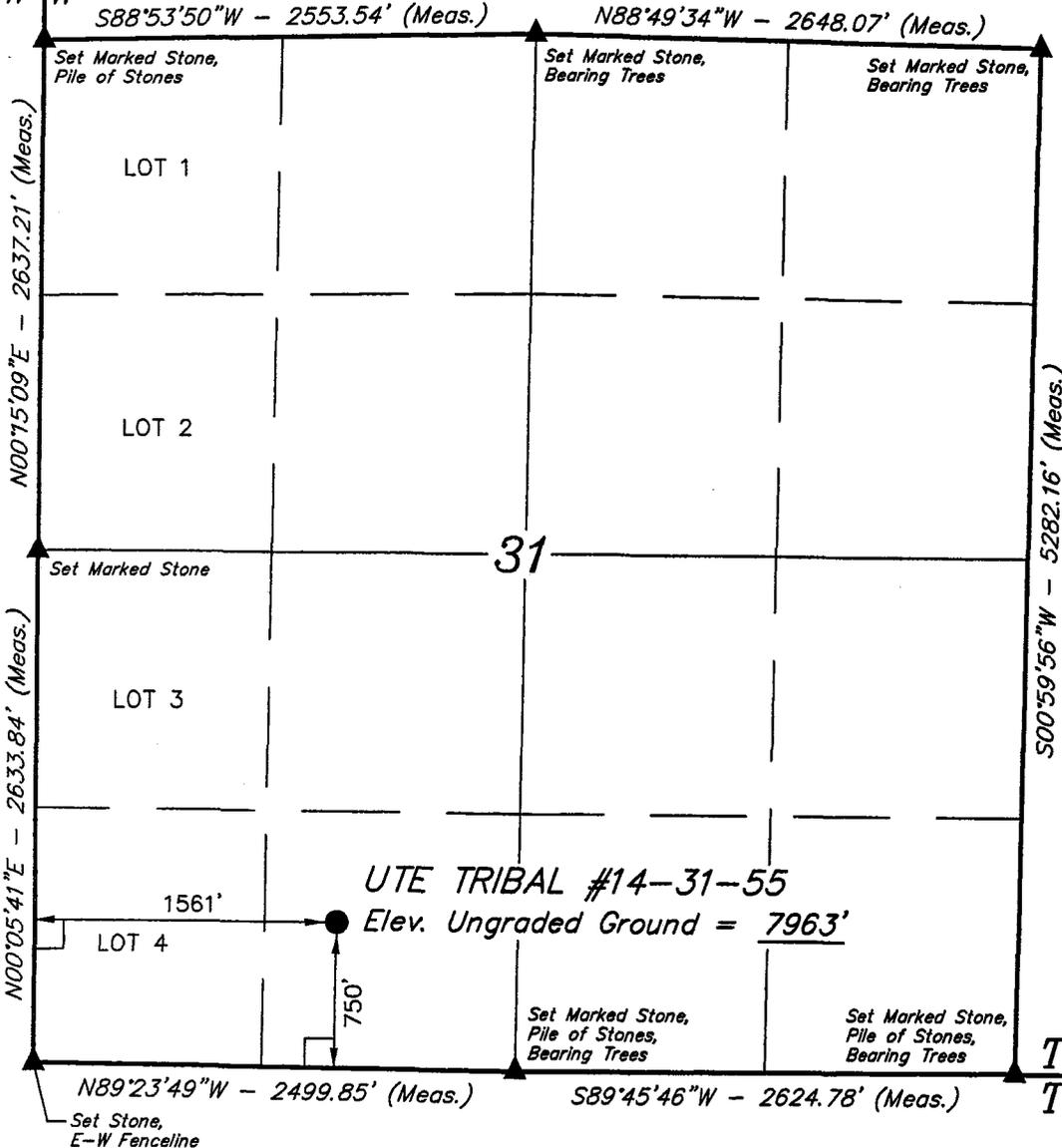
Well location, UTE TRIBAL #14-31-55, located as shown in the SE 1/4 SW 1/4 of Section 31, T5S, R5W, U.S.B.&M., Duchesne County, Utah.

BASIS OF ELEVATION

BENCH MARK (M67) LOCATED IN THE SW 1/4 OF SECTION 9, T5S, R4W, U.S.B.&M., TAKEN FROM THE DUCHESNE SE 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 ON CAP AS BEING 6097 FEET.

BASIS OF BEARINGS

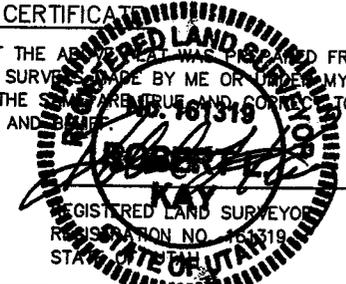
BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



SCALE

CERTIFICATE

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



LEGEND:

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

(NAD 83)
 LATITUDE = 39°59'52.88" (39.998022)
 LONGITUDE = 110°29'36.51" (110.493475)
 (NAD 27)
 LATITUDE = 39°59'53.02" (39.998061)
 LONGITUDE = 110°29'33.96" (110.492767)

UINTAH ENGINEERING & LAND SURVEYING
 85 SOUTH 200 EAST - VERNAL, UTAH 84078
 (435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 12-07-06	DATE DRAWN: 12-14-06
PARTY J.R. R.P. P.M.	REFERENCES G.L.O. PLAT	
WEATHER COLD	FILE UTE/FNR, LLC.	

SELF CERTIFICATION STATEMENT

The following self-certification statement is provided per federal requirements dated June 15, 1988.

Please be advised that FIML Natural Resources, LLC is considered to be the operator of the following well.

Ute Tribal 14-31-55
SE/4 SW/4 750' FSL 1,561' FWL, Section 31 T-5S, R-5W U.S.B. & M.
Lease BIA: #14-20-H62-5060
Duchesne County, Utah

FIML Natural Resources, LLC is responsible under the terms of this lease for the operations conducted upon lease lands.



Rick L. Parks
Operations Manager
FIML Natural Resources, LLC
410 17th Street
Suite 900
Denver, Colorado 80202
(303) 893-5081

FIML NATURAL RESOURCES, LLC

Ute Tribal 14-31-55
SESW 750' FSL 1,561' FWL Sec 31, T-5S, R-5W, U.S.B. & M.
Duchesne County, Utah
BIA Lease Number 14-20-H62-5060

DRILLING PROGRAM

1. Estimated Tops of Geological Markers:

Formation Depth

Uinta	surface
Green River	1,527' (top based on FIML Natural Resources, LLC Green River structure map dated September 26, 2005)
Mahogany Bench	2,633' (top based on FIML Natural Resources, LLC Mahogany Bench structure map dated September 26, 2005)
Garden Gulch	3,544' (top based on FIML Natural Resources, LLC Garden Gulch structure map dated September 26, 2005)
Douglas Creek	4,391' (top based on FIML Natural Resources, LLC Douglas Creek structure map dated September 26, 2005)
Castle Peak	5,294' top based on FIML Natural Resources, LLC Castle Peak structure map dated September 26, 2005)
Uteland Butte Ls.	5,718' (top based on FIML Natural Resources, LLC Uteland Butte structure map dated September 26, 2005)
Wasatch	5,891' (top based on FIML Natural Resources, LLC Wasatch structure map dated September 26, 2005)
Total Depth	6,241'

2. Estimated Depths of Anticipated Water, Oil, Gas, or Other Minerals:

Substance Formation Depth

Oil/Gas	Douglas Creek	4,391' (top based on FIML Natural Resources, LLC Douglas Creek structure map dated September 26, 2005)
Oil/Gas	Castle Peak	5,294' (top based on FIML Natural Resources, LLC Castle Peak structure map dated September 26, 2005)
Oil/Gas	Uteland Butte	5,718' (top based on FIML Natural Resources, LLC Uteland Butte structure map dated September 26, 2005)
Oil/Gas	Wasatch	5,891' (top based on FIML Natural Resources, LLC Wasatch structure map dated September 26, 2005)
Other Mineral Zones		N/A

3. **Pressure Control Equipment:**

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

4. **Proposed Casing and Cementing Program:**

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

5. **Drilling Fluids Program:**

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

6. **Evaluation Program:**

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

7. **Abnormal Conditions:**

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

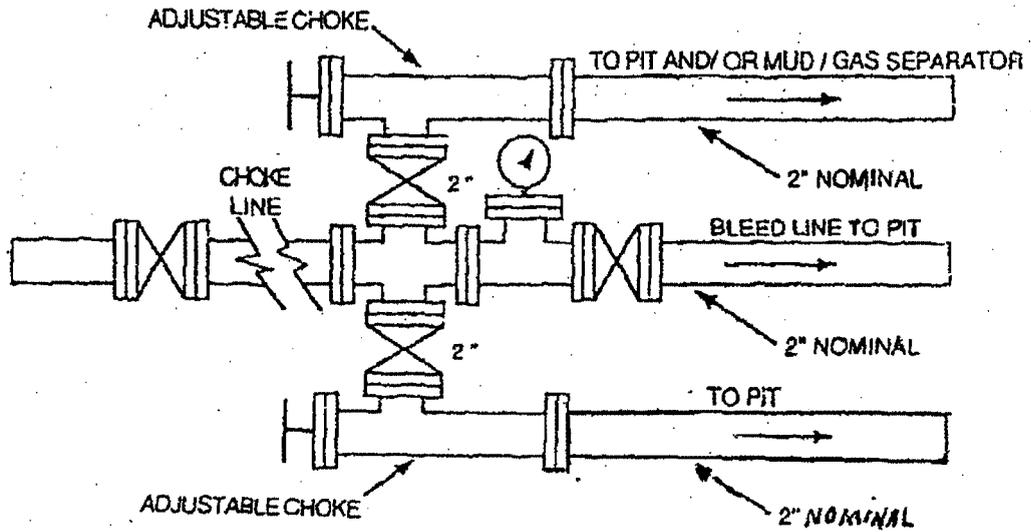
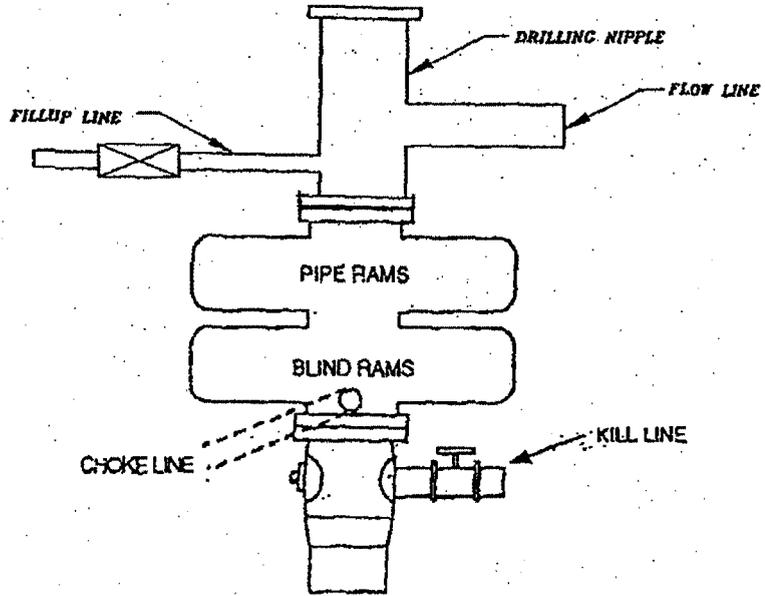
8. **Anticipated Starting Dates and Notification of Operations:**

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

9. **Other Information:**

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: Revised October 6, 2005).

2M SYSTEM
BLOWOUT PREVENTER FOR HIGH PRESSURE WELLS
900 SERIES MINIMUM
2000# psi W.P.
BOP 6" X 3000 PSI or 10" X 3000 PSI



FIML NATURAL RESOURCES, LLC

Ute Tribal 14-31-55
SESW 750' FSL 1,561' FWL, Sec 31, T-5S, R-5W, U.S.B. &M. Duchesne County, Utah
Lease Number 14-20-H62-5060

Onshore Order No. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads

- A. Start in Myton, Utah. Proceed west on US Highway 40, 8.8 miles to the Antelope Creek/Sowers Canyon Road at the Bridgeland turnoff. Turn south and proceed 16.5 miles on the Sowers Canyon Road. Turn north for approximately 0.4 miles and then proceed southwest for approximately 5.5 miles. Turn south and proceed approximately 0.7 miles. Then go west and north for approximately 0.5 miles. Continue southwest and then northwest for approximately 0.5 miles. Turn southwest onto the existing two-track and continue for approximately 0.3 miles to the proposed access road for the Ute Tribal 14-31-55. Turn southeast onto the proposed access road and continue for approximately 0.15 miles to the proposed Ute Tribal 14-31-55 well location.
- B. The proposed well site is located approximately 33.0 miles southwest of Myton, Utah – See attached Topographic Map “A”.
- C. Refer to attached Topographic Map “A”.
- D. Existing roads will be maintained and repaired as necessary. No off lease Right-of-Way will be required.

2. Planned Access Roads

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

3. Location of existing wells within a one mile radius of proposed well location

See Topographic Map “C” for the location of existing wells within a one-mile radius.

4. Location of Existing and /or Proposed Facilities

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: October 6, 2005).

5. Location and Type of Water Supply

- A. Water supply will be from East Duchesne Water District, Arcadia, Utah. Section 28, T-3S, R-3W, Duchesne County, Utah. The water right number is 43-10152.
- B. Water will be hauled by Ute Tribal Water Service.
- C. No water well will be drilled on the lease.

6. Source of Construction Materials

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: October 6, 2005).

7. Method of Handling Waste Materials

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: October 6, 2005).

8. Ancillary Facilities

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: October 6, 2005).

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 top soil stockpile(s).

10. Plans for Restoration of the Surface

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: October 6, 2005).

11. Surface Ownership

Access Road: Ute Indian Tribe
Location: Ute Indian Tribe

12. Other Information

Please refer to FIML Natural Resources, LLC Standard Operating Procedure (SOP Version: October 6, 2005).

13. Operator's Representative and Certification

Name: Rick L. Parks
Address: 410 17th Street
Suite 900
Denver, Colorado 80202
Phone No. 303-893-5081
Cellular No. 303-229-7689

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations and Onshore Oil and Gas Orders. FIML Natural Resources, LLC is fully responsible for the actions of its subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

Certification:

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

1/9/04

Date



Rick L. Parks
Operations Manager
FIML Natural Resources, LLC

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 waste
- Radioactive tracer wastes
- Drums, insulation, and miscellaneous solids

UTE/FNR, LLC.
UTE TRIBAL #14-31-55
 LOCATED IN DUCHESNE COUNTY, UTAH
 SECTION 31, T5S, R5W, U.S.B.&M.

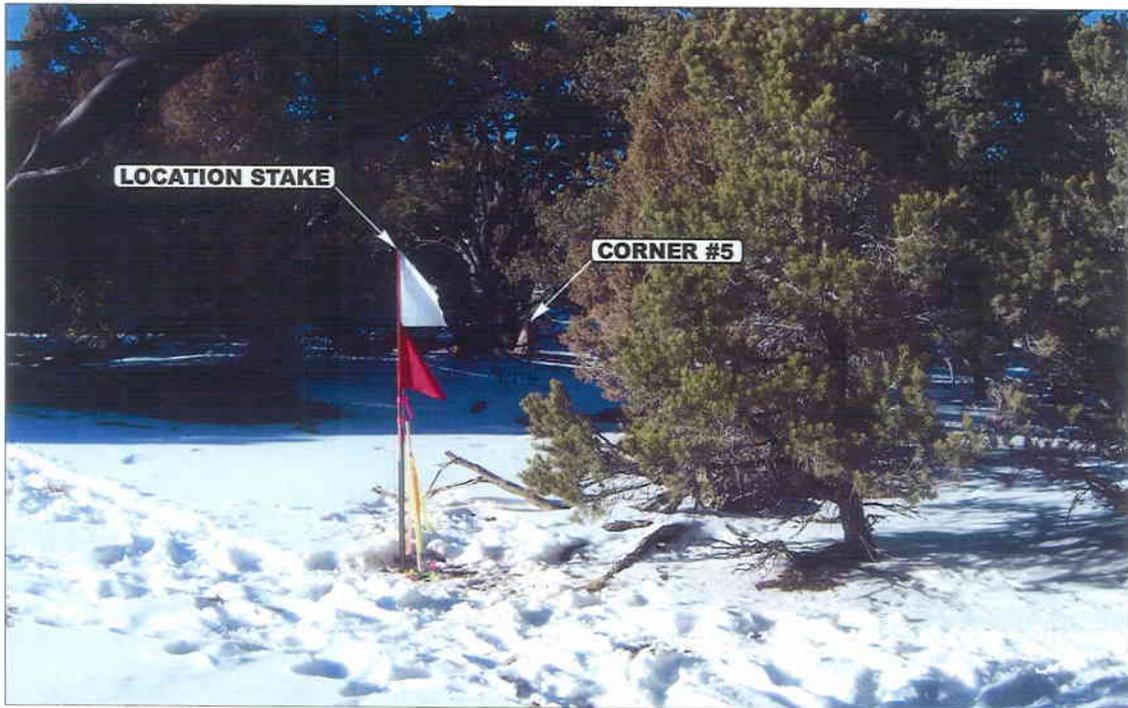


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHEASTERLY



- Since 1964 -

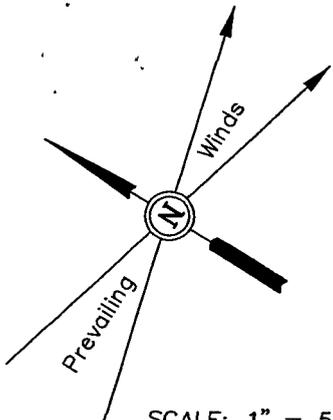
U E L S Uintah Engineering & Land Surveying
 85 South 200 East Vernal, Utah 84078
 435-789-1017 uels@uelsinc.com

TOPOGRAPHIC	12	18	06	PHOTO
MAP	MONTH	DAY	YEAR	
TAKEN BY: J.R.	DRAWN BY: B.C.		REVISED: 00-00-00	

UTE/FNR, LLC.

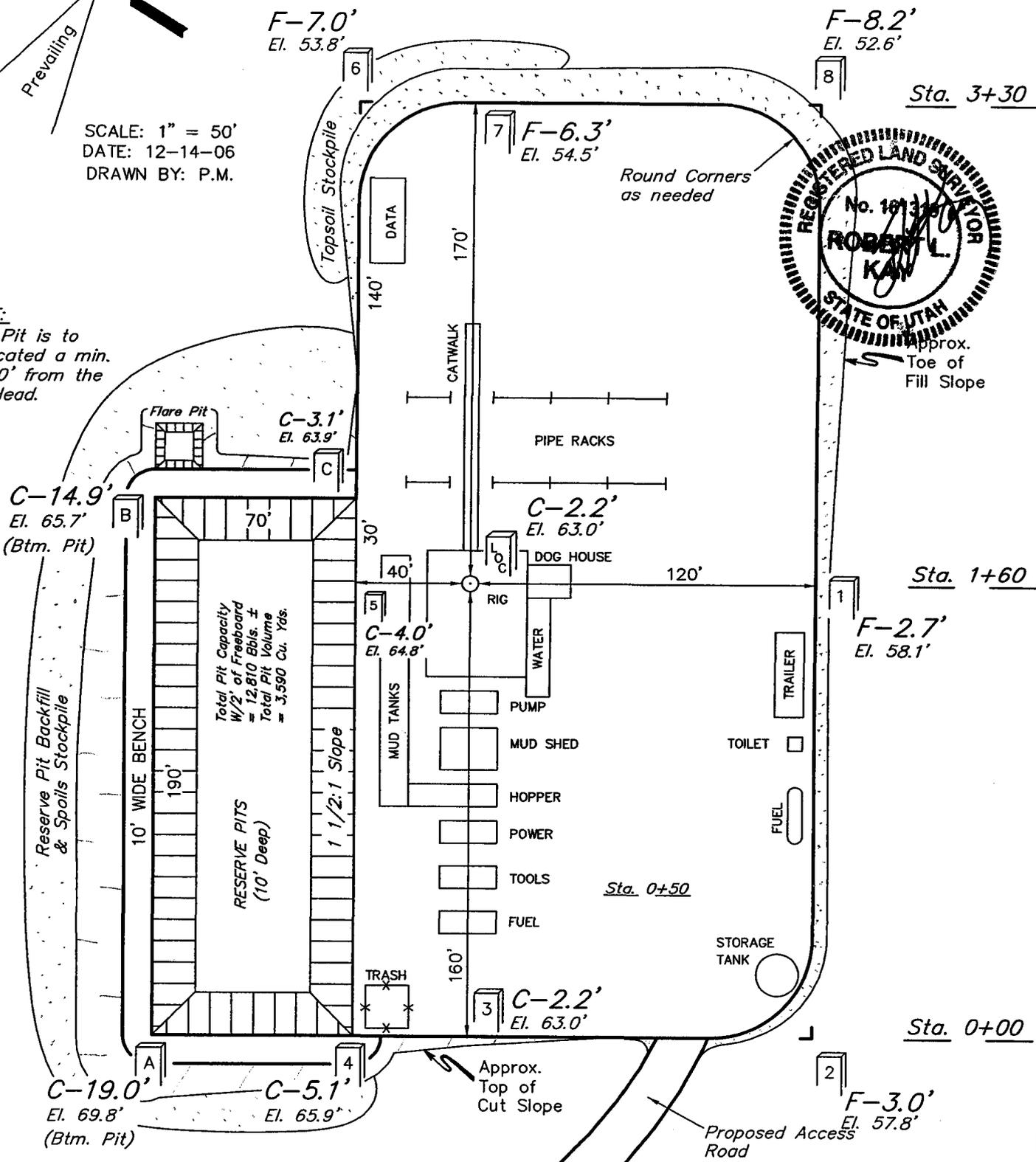
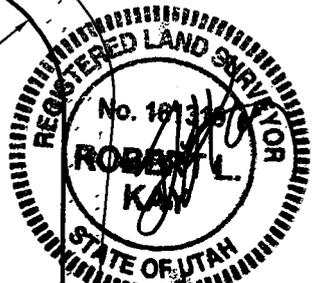
LOCATION LAYOUT FOR

UTE TRIBAL #14-31-55
SECTION 31, T5S, R5W, U.S.B.&M.
750' FSL 1561' FWL



SCALE: 1" = 50'
DATE: 12-14-06
DRAWN BY: P.M.

NOTE:
Flare Pit is to be located a min. of 100' from the Well Head.



Elev. Ungraded Ground at Location Stake = 7963.0'
Elev. Graded Ground at Location Stake = 7960.8'

UINTAH ENGINEERING & LAND SURVEYING
85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017

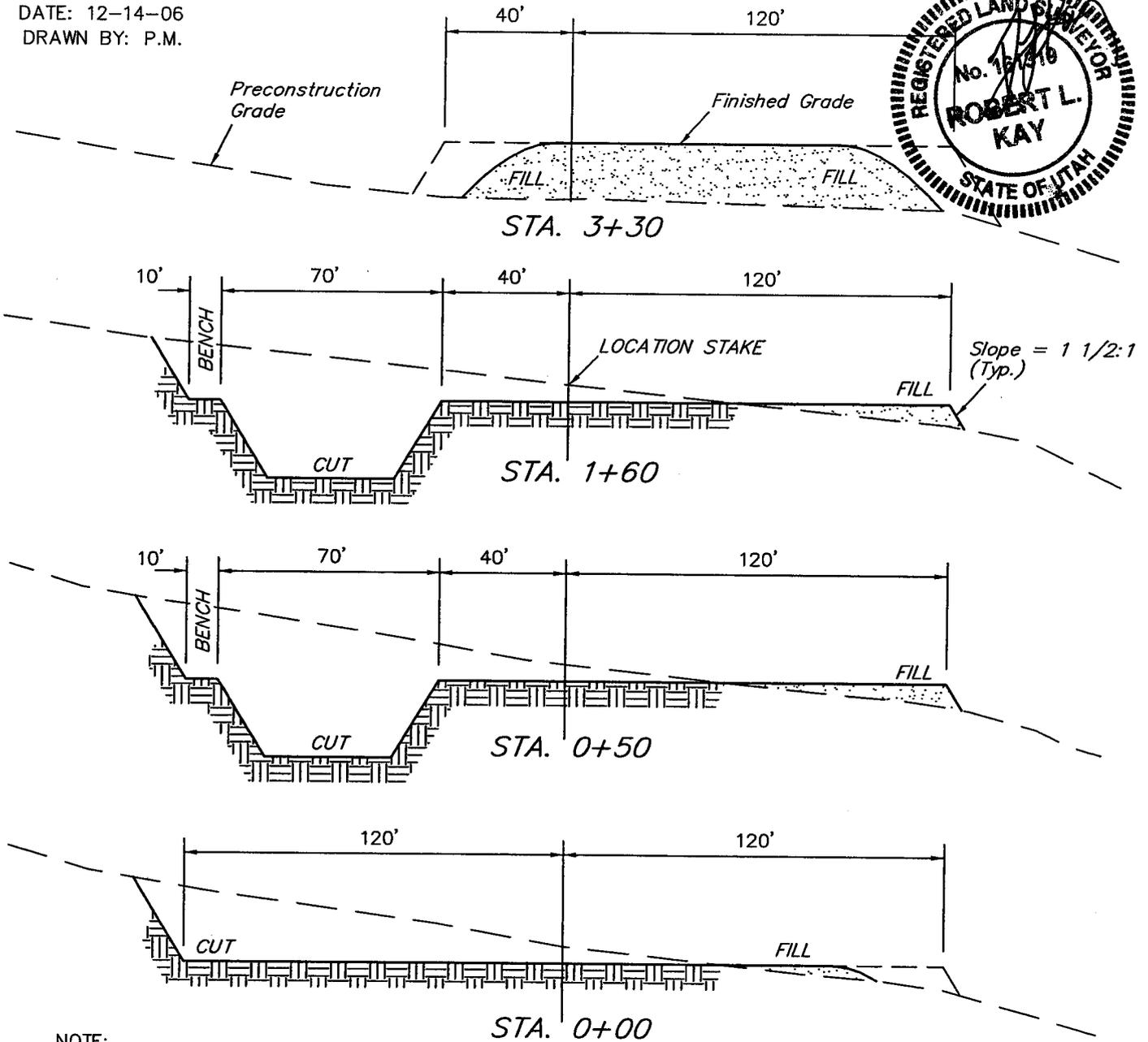
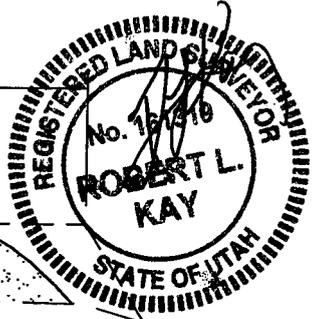
UTE/FNR, LLC.

TYPICAL CROSS SECTIONS FOR

UTE TRIBAL #14-31-55
SECTION 31, T5S, R5W, U.S.B.&M.
750' FSL 1561' FWL

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

DATE: 12-14-06
DRAWN BY: P.M.



NOTE:

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

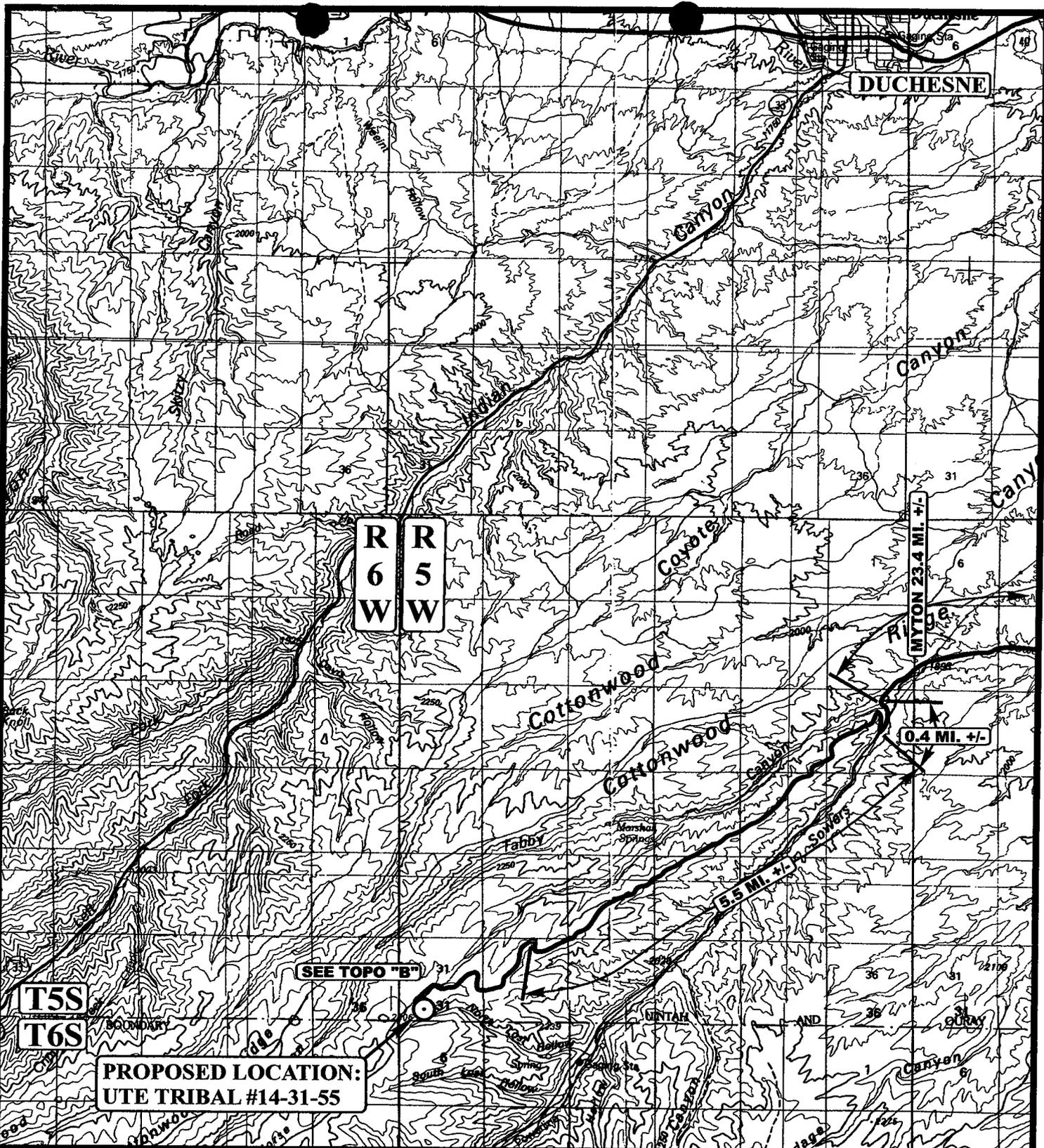
* NOTE:

FILL QUANTITY INCLUDES 5% FOR COMPACTION

APPROXIMATE YARDAGES

CUT	
(12") Topsoil Stripping	= 3,040 Cu. Yds.
Remaining Location	= 8,340 Cu. Yds.
TOTAL CUT	= 11,380 CU.YDS.
FILL	= 6,540 CU.YDS.

EXCESS MATERIAL	= 4,840 Cu. Yds.
Topsoil & Pit Backfill (1/2 Pit Vol.)	= 3,840 Cu. Yds.
EXCESS UNBALANCE (After Interim Rehabilitation)	= 0 Cu. Yds.



**PROPOSED LOCATION:
UTE TRIBAL #14-31-55**

LEGEND:

○ PROPOSED LOCATION



UTE/FNR, LLC.

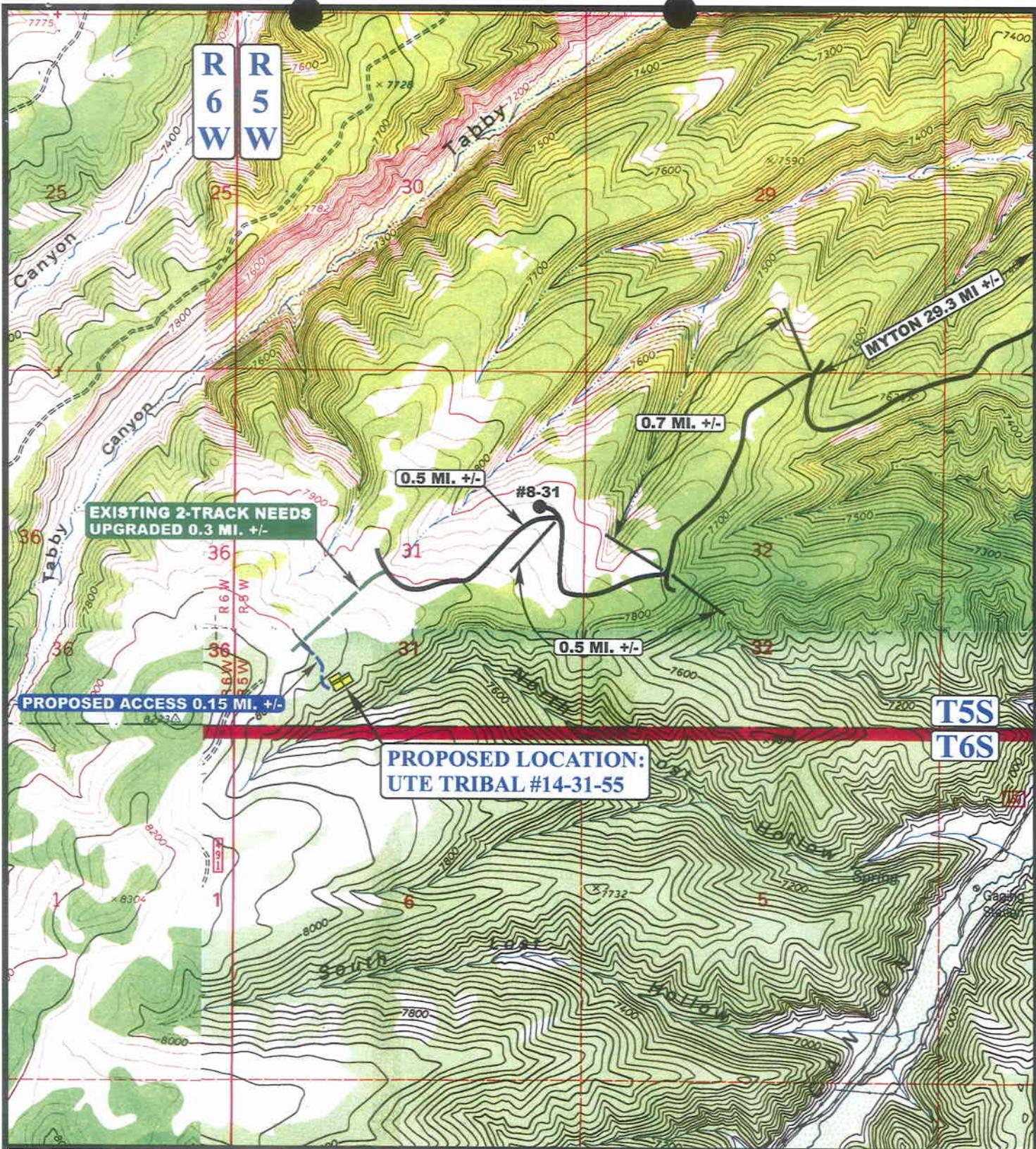
**UTE TRIBAL #14-31-55
SECTION 31, T5S, R5W, U.S.B.&M.
750' FSL 1561' FWL**



Utah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(435) 789-1017 * FAX (435) 789-1813

TOPOGRAPHIC MAP
12 18 06
MONTH DAY YEAR
SCALE: 1:100,000 DRAWN BY: B.C. REVISED: 00-00-00





**EXISTING 2-TRACK NEEDS
UPGRADED 0.3 MI. +/-**

PROPOSED ACCESS 0.15 MI. +/-

**PROPOSED LOCATION:
UTE TRIBAL #14-31-55**

**T5S
T6S**

LEGEND:

- EXISTING ROAD
- PROPOSED ACCESS ROAD
- EXISTING 2-TRACK NEEDS UPGRADED

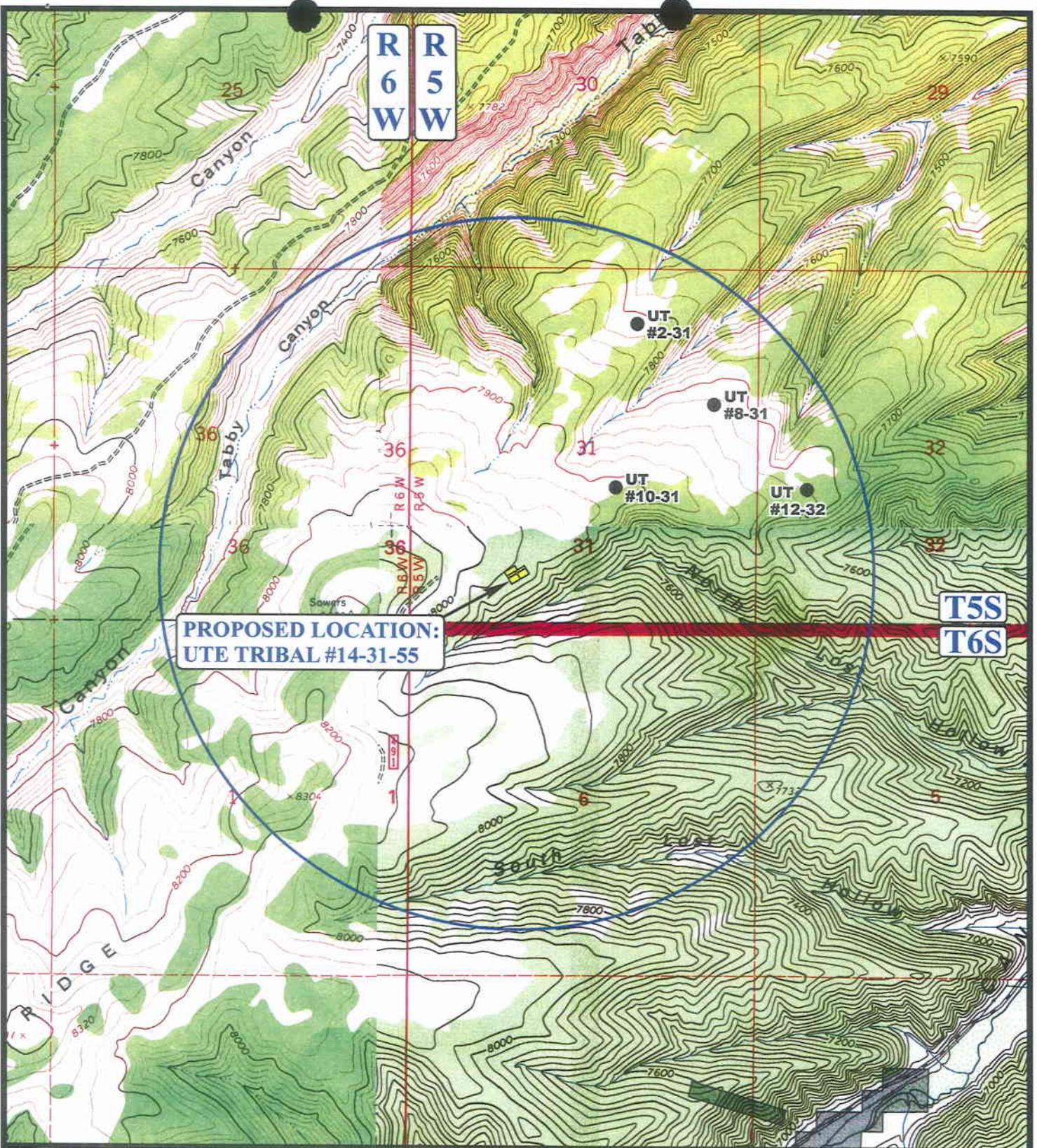


UTE/FNR, LLC.

**UTE TRIBAL #14-31-55
SECTION 31, T5S, R5W, U.S.B.&M.
750' FSL 1561' FWL**

U&S Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(435) 789-1017 * FAX (435) 789-1813

TOPOGRAPHIC 12 18 06
MAP MONTH DAY YEAR
SCALE: 1" = 2000' DRAWN BY: B.C. REVISED: 00-00-00 **B**
TOPO



**PROPOSED LOCATION:
UTE TRIBAL #14-31-55**

LEGEND:

- | | |
|-------------------|-------------------------|
| ⊗ DISPOSAL WELLS | ⊗ WATER WELLS |
| ● PRODUCING WELLS | ● ABANDONED WELLS |
| ● SHUT IN WELLS | ● TEMPORARILY ABANDONED |



UTE/FNR, LLC.

**UTE TRIBAL #14-31-55
SECTION 31, T5S, R5W, U.S.B.&M.
750' FSL 1561' FWL**

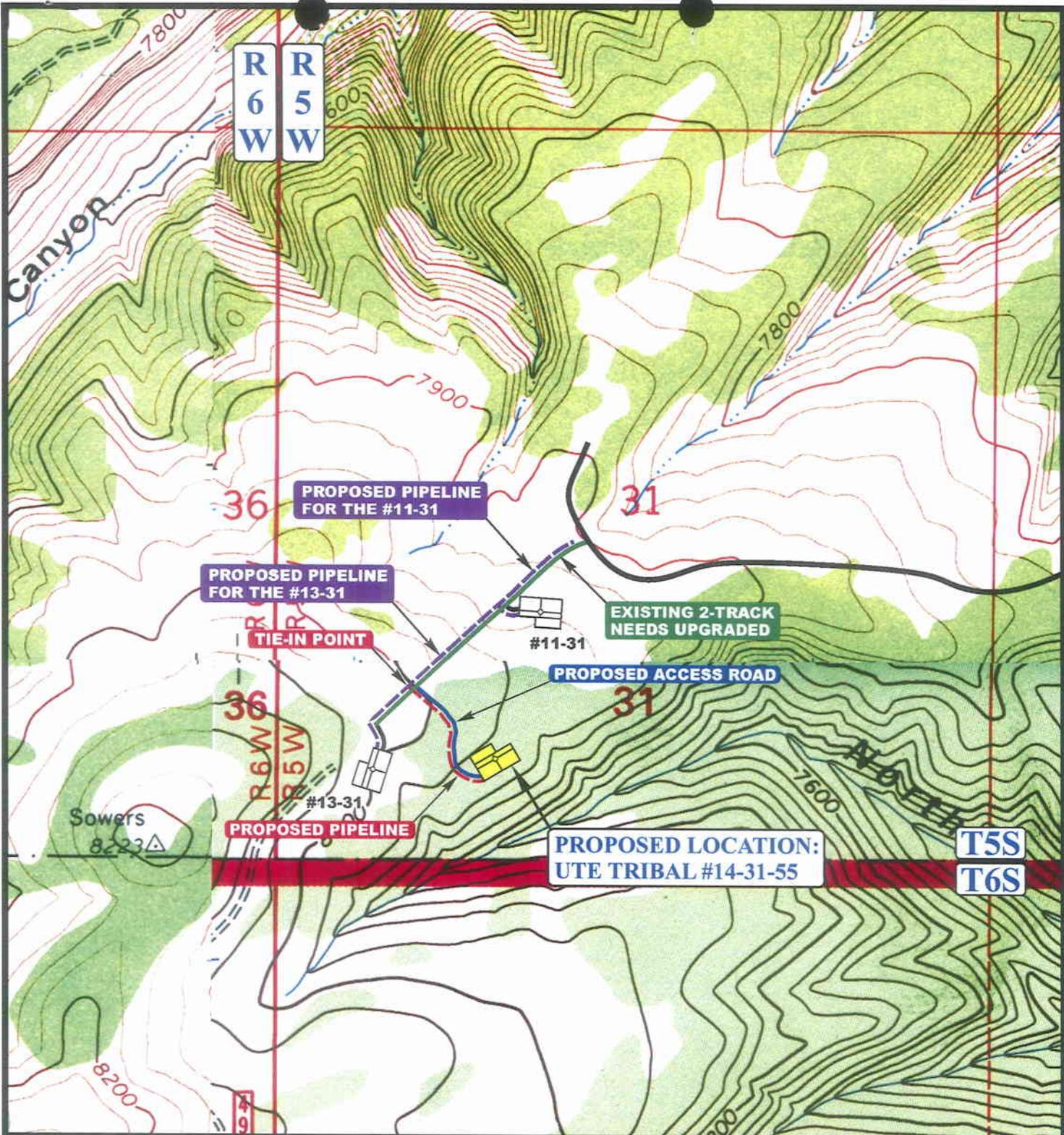


Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(435) 789-1017 * FAX (435) 789-1813

TOPOGRAPHIC 12 18 06
MAP MONTH DAY YEAR

SCALE: 1" = 2000' DRAWN BY: B.C. REVISED: 00-00-00





APPROXIMATE TOTAL PIPELINE DISTANCE = 942' +/-

LEGEND:

- PROPOSED ACCESS ROAD
- EXISTING 2-TRACK NEEDS UPGRADED
- - - PROPOSED PIPELINE
- - - PROPOSED PIPELINE (SERVICING OTHER WELLS)



UTE/FNR, LLC.

UTE TRIBAL #14-31-55
SECTION 31, T5S, R5W, U.S.B.&M.
750' FSL 1561' FWL



Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(435) 789-1017 * FAX (435) 789-1813

TOPOGRAPHIC MAP
12 18 06
MONTH DAY YEAR
SCALE: 1" = 1000' DRAWN BY: B.C. REVISED: 00-00-00



**WORKSHEET
APPLICATION FOR PERMIT TO DRILL**

APD RECEIVED: 01/18/2007

API NO. ASSIGNED: 43-013-33511

WELL NAME: UTE TRIBAL 14-31-55
 OPERATOR: FIML NATURAL RESOURCES, (N2530)
 CONTACT: MARK BINGHAM

PHONE NUMBER: 303-893-5073

PROPOSED LOCATION:

SESW 31 050S 050W
 SURFACE: 0750 FSL 1561 FWL
 BOTTOM: 0750 FSL 1561 FWL
 COUNTY: DUCHESNE
 LATITUDE: 39.99810 LONGITUDE: -110.4927
 UTM SURF EASTINGS: 543303 NORTHINGS: 4427459
 FIELD NAME: UNDESIGNATED (2)

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

LEASE TYPE: 2 - Indian
 LEASE NUMBER: 14-20-H62-5060
 SURFACE OWNER: 2 - Indian

PROPOSED FORMATION: WSTC
 COALBED METHANE WELL? NO

RECEIVED AND/OR REVIEWED:

- Plat
- Bond: Fed[] Ind[2] Sta[] Fee[]
(No. 8191-82-71)
- Potash (Y/N)
- Oil Shale 190-5 (B) or 190-3 or 190-13
- Water Permit
(No. 43-10152)
- RDCC Review (Y/N)
(Date: _____)
- Fee Surf Agreement (Y/N)
- Intent to Commingle (Y/N)

LOCATION AND SITING:

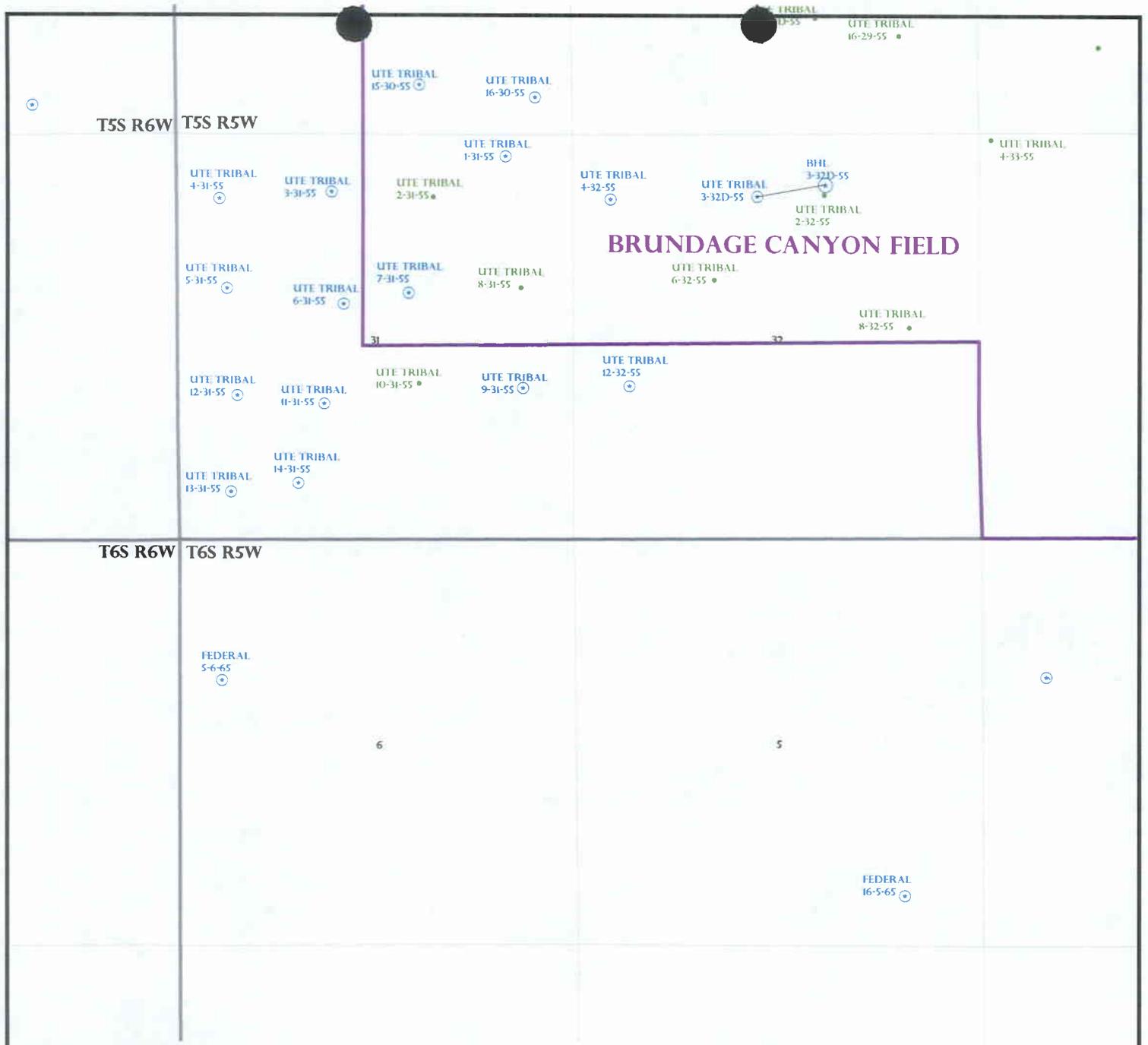
- R649-2-3.
Unit: _____
- R649-3-2. General
Siting: 460 From Qtr/Qtr & 920' Between Wells
- R649-3-3. Exception
- Drilling Unit
Board Cause No: _____
Eff Date: _____
Siting: _____
- R649-3-11. Directional Drill

COMMENTS:

Sep, Separate RW

STIPULATIONS:

1. *Order Approval*
2. *Spacing Slip*



OPERATOR: FIML NAT RES LLC (N2530)

SEC: 31 T.5S R. 5W

FIELD: UNDESIGNATED (002)

COUNTY: DUCHESNE

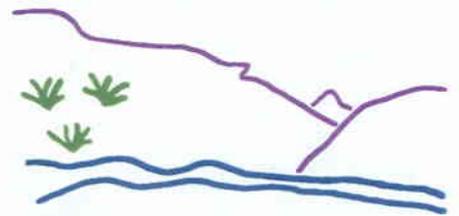
SPACING: R649-3-2 / GENERAL SITING

- Field Status**
- ABANDONED
 - ACTIVE
 - COMBINED
 - INACTIVE
 - PROPOSED
 - STORAGE
 - TERMINATED

- Unit Status**
- EXPLORATORY
 - GAS STORAGE
 - NF PP OIL
 - NF SECONDARY
 - PENDING
 - PI OIL
 - PP GAS
 - PP GEOTHERML
 - PP OIL
 - SECONDARY
 - TERMINATED

Wells Status

- ~ GAS INJECTION
- X GAS STORAGE
- X LOCATION ABANDONED
- O NEW LOCATION
- X PLUGGED & ABANDONED
- X PRODUCING GAS
- PRODUCING OIL
- X SHUT-IN GAS
- SHUT-IN OIL
- X TEMP. ABANDONED
- O TEST WELL
- O WATER INJECTION
- O WATER SUPPLY
- O WATER DISPOSAL
- O DRILLING



Utah Oil Gas and Mining



PREPARED BY: DIANA MASON
DATE: 19-JANUARY-2007



State of Utah

Department of
Natural Resources

MICHAEL R. STYLER
Executive Director

Division of
Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

January 22, 2007

FIML Natural Resources, LLC
410 17th St., Ste. 900
Denver, CO 80202

Re: Ute Tribal 14-31-55 Well, 750' FSL, 1561' FWL, SE SW, Sec. 31, T. 5 South,
R. 5 West, 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.

Appropriate information has been submitted to DOGM and administrative approval of the requested exception location is hereby 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 43-013-33511.

Sincerely,

Gil Hunt
Associate Director

pab
Enclosures

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

Operator: FIML Natural Resources, LLC

Well Name & Number Ute Tribal 14-31-55

API Number: 43-013-33511

Lease: 14-20-H62-5060

Location: SE SW Sec. 31 T. 5 South R. 5 West

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

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.

5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

CONFIDENTIAL

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

5. LEASE DESIGNATION AND SERIAL NUMBER:
14-20-H62-5060

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Ute Tribe

7. UNIT or CA AGREEMENT NAME:

8. WELL NAME and NUMBER:
Ute Tribal 14-31-55

9. API NUMBER:
4301333511

10. FIELD AND POOL, OR WILDCAT:
Brundage Canyon

1. TYPE OF WELL
OIL WELL GAS WELL OTHER _____

2. NAME OF OPERATOR:
FIML Natural Resources, LLC

3. ADDRESS OF OPERATOR:
410 17th Street Ste. 900 CITY Denver STATE CO ZIP 80202 PHONE NUMBER: (303) 893-5090

4. LOCATION OF WELL
FOOTAGES AT SURFACE: 750' FSL 1561' FWL COUNTY: Duchesne
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SESW 31 5S 5W STATE: UTAH

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: <u>5/1/2008</u>	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion:	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: <u>Request for Permit Extension</u>
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.
FIML Natural Resources, LLC is requesting a permit extension due to the delay in getting the BLM approval.

Approved by the
Utah Division of
Oil, Gas and Mining

Date: 01-23-08
By: [Signature]

COPY SENT TO OPERATOR
Date: 1-24-2008
Initials: KS

NAME (PLEASE PRINT) Cassandra Parks TITLE Regulatory Specialist

SIGNATURE [Signature] DATE 1/22/2008

(This space for State use only)

RECEIVED
JAN 23 2008
DIV. OF OIL, GAS & MINING



**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-013-33511
Well Name: Ute Tribal 14-31-55
Location: SESW 750' FSL 1561' FWL Sec 31 T-5S R-5W
Company Permit Issued to: FIML Natural Resources, LLC
Date Original Permit Issued: 1/22/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No

Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes No

Has the approved source of water for drilling changed? Yes No

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No

Is bonding still in place, which covers this proposed well? Yes No


Signature

1/22/2008
Date

Title: Regulatory Specialist

Representing: FIML Natural Resources, LLC

RECEIVED
JAN 23 2008

FIML NATURAL RESOURCES, LLC

January 22, 2008

Utah Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P. O. Box 145801
Salt Lake City, UT 84114-5801

Attn.: Ms. Diana Mason

RE: Source of Drilling Water

Dear Ms. Mason:

FIML Natural Resources, LLC water for drilling operations will now be hauled by Betts Trucking. It will come from Duchesne City, Utah. The water right number is 43-3651.

If any questions arise or need additional information is required, please contact the undersigned at 303-893-5090.

Sincerely,



Cassandra Parks
Regulatory Specialist

/cp

RECEIVED

JAN 23 2008

DIV. OF OIL, GAS & MINING

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 9

CONFIDENTIAL

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NUMBER: 14-20-H62-5060
2. NAME OF OPERATOR: FIML Natural Resources, LLC		6. IF INDIAN, ALLOTTEE OR TRIBE NAME: Ute Tribe
3. ADDRESS OF OPERATOR: 410 17th Street Ste. 900 CITY Denver STATE CO ZIP 80202		7. UNIT or CA AGREEMENT NAME:
PHONE NUMBER: (303) 899-5603		8. WELL NAME and NUMBER: Ute Tribal 14-31-55
4. LOCATION OF WELL FOOTAGES AT SURFACE: 750' FSL 1561' FWL		9. API NUMBER: 4301333511
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SESW 31 5S 5W		10. FIELD AND POOL, OR WILDCAT: Brundage Canyon
COUNTY: Duchesne		STATE: UTAH

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: <u>Request for Permit Extension</u>
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

FIML Natural Resources, LLC is requesting a permit extension due to the delay in getting the BLM approval. Attached is a copy of the Request for Permit Extension Validation.

Approved by the
Utah Division of
Oil, Gas and Mining

Date: 01-28-09
By: [Signature]

NAME (PLEASE PRINT) <u>Elaine Winick</u>	TITLE <u>Regulatory Specialist</u>
SIGNATURE <u>[Signature]</u>	DATE <u>1/20/2009</u>

(This space for State use only)

COPY SENT TO OPERATOR

Date: 1-29-2009

Initials: KS

(See Instructions on Reverse Side)

RECEIVED

JAN 26 2009

DIV. OF OIL, GAS & MINING

**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-013-33511
Well Name: Ute Tribal 14-31-55
Location: SESW 750' FSL 1561' FWL Sec 31 T-5S R-5W
Company Permit Issued to: FIML Natural Resources, LLC
Date Original Permit Issued: 1/22/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No

Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes No

Has the approved source of water for drilling changed? Yes No

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No

Is bonding still in place, which covers this proposed well? Yes No

Elaine Winick
Signature

1/20/2009
Date

Title: Regulatory Specialist

Representing: FIML Natural Resources, LLC

RECEIVED

JAN 26 2009

DIV. OF OIL, GAS & MINING

CONFIDENTIAL

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

1. TYPE OF WELL OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NUMBER: 14-20-H62-5060
2. NAME OF OPERATOR: FIML Natural Resources, LLC		6. IF INDIAN, ALLOTTEE OR TRIBE NAME: Ute Tribe
3. ADDRESS OF OPERATOR: 410 17th Street Ste. 900 CITY Denver STATE CO ZIP 80202		7. UNIT or CA AGREEMENT NAME:
4. LOCATION OF WELL FOOTAGES AT SURFACE: 750' FSL 1561' FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SESW 31 5S 5W		8. WELL NAME and NUMBER: Ute Tribal 14-31-55
PHONE NUMBER: (303) 899-5603		9. API NUMBER: 4301333511
COUNTY: Duchesne		10. FIELD AND POOL, OR WILDCAT: Brundage Canyon
STATE: UTAH		

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____ <input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: <u>Request for Permit Extension</u>
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

FIML Natural Resources, LLC is requesting a permit extension due to the delay in getting the BLM approval. Attached is a copy of the Request for Permit Extension Validation.

Approved by the
Utah Division of
Oil, Gas and Mining

Date: 01-25-10
By: [Signature]

COPY SENT TO OPERATOR
Date: 1.26.2010
Initials: KS

NAME (PLEASE PRINT) <u>Elaine Winick</u>	TITLE <u>Regulatory Specialist</u>
SIGNATURE <u>Elaine Winick</u>	DATE <u>1-21-2010</u>

(This space for State use only)

RECEIVED
JAN 25 2010

**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-013-33511
Well Name: Ute Tribal 14-31-55
Location: SESW 750' FSL 1561' FWL Sec 31 T-5S R-5W
Company Permit Issued to: FIML Natural Resources, LLC
Date Original Permit Issued: 1/22/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No

Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes No

Has the approved source of water for drilling changed? Yes No

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No

Is bonding still in place, which covers this proposed well? Yes No

Elaine Minick
Signature

1-21-2010
Date

Title: Regulatory Specialist

Representing: FIML Natural Resources, LLC

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	FORM 9 5. LEASE DESIGNATION AND SERIAL NUMBER: 14-20-H62-5060
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE 7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Oil Well	8. WELL NAME and NUMBER: UTE TRIBAL 14-31-55
2. NAME OF OPERATOR: FIML NATURAL RESOURCES, LLC (FNR)	9. API NUMBER: 43013335110000
3. ADDRESS OF OPERATOR: 410 17th Street Ste 900 , Denver, CO, 80202	PHONE NUMBER: 303 893-5077 Ext
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0750 FSL 1561 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SESW Section: 31 Township: 05.0S Range: 05.0W Meridian: U	9. FIELD and POOL or WILDCAT: BRUNDAGE CANYON COUNTY: DUCHESNE STATE: UTAH

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT Approximate date work will start: 12/31/2011 <input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion: <input type="checkbox"/> SPUD REPORT Date of Spud: <input type="checkbox"/> DRILLING REPORT Report Date:	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input checked="" type="checkbox"/> APD EXTENSION OTHER: <input style="width: 100px;" type="text"/>

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

FIML Natural Resources, LLC is requesting a permit extension due to the delay in getting the BLM approval. Attached is a copy of the Request for Permit Extension Validation.

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

Date: 01/11/2011
By: 

NAME (PLEASE PRINT) Karin Kuhn	PHONE NUMBER 303 899-5603	TITLE Sr. Drilling Technician
SIGNATURE N/A		DATE 1/6/2011



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013335110000

API: 43013335110000

Well Name: UTE TRIBAL 14-31-55

Location: 0750 FSL 1561 FWL QTR SESW SEC 31 TWP 050S RNG 050W MER U

Company Permit Issued to: FIML NATURAL RESOURCES, LLC (FNR)

Date Original Permit Issued: 1/22/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

- If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No

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- Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No

- Has the approved source of water for drilling changed? Yes No

- Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No

- Is bonding still in place, which covers this proposed well? Yes No

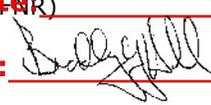
**Approved by the
Utah Division of
Oil, Gas and Mining**

Signature: Karin Kuhn

Date: 1/6/2011

Title: Sr. Drilling Technician **Representing:** FIML NATURAL RESOURCES, LLC (FNR)

Date: 01/11/2011

By: 

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	FORM 9
5. LEASE DESIGNATION AND SERIAL NUMBER: 14-20-H62-5060	
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	
6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE	
7. UNIT or CA AGREEMENT NAME:	
8. WELL NAME and NUMBER: UTE TRIBAL 14-31-55	
9. API NUMBER: 43013335110000	
9. FIELD and POOL or WILDCAT: BRUNDAGE CANYON	
9. COUNTY: DUCHESNE	
9. STATE: UTAH	
1. TYPE OF WELL Oil Well	
2. NAME OF OPERATOR: FIML NATURAL RESOURCES, LLC (FNR)	
3. ADDRESS OF OPERATOR: 410 17th Street Ste 900 , Denver, CO, 80202	
PHONE NUMBER: 303 893-5077 Ext	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0750 FSL 1561 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SESW Section: 31 Township: 05.0S Range: 05.0W Meridian: U	

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT Approximate date work will start: 12/31/2012	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> CASING REPAIR
<input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion:	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> CHANGE WELL NAME
<input type="checkbox"/> SPUD REPORT Date of Spud:	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> CONVERT WELL TYPE
<input type="checkbox"/> DRILLING REPORT Report Date:	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> NEW CONSTRUCTION
	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> PLUG BACK
	<input type="checkbox"/> PRODUCTION START OR RESUME	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION
	<input type="checkbox"/> REPERFORATE CURRENT FORMATION	<input type="checkbox"/> SIDETRACK TO REPAIR WELL	<input type="checkbox"/> TEMPORARY ABANDON
	<input type="checkbox"/> TUBING REPAIR	<input type="checkbox"/> VENT OR FLARE	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> WATER SHUTOFF	<input type="checkbox"/> SI TA STATUS EXTENSION	<input checked="" type="checkbox"/> APD EXTENSION OTHER: <input style="width: 100px;" type="text"/>
	<input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> OTHER	

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

FIML Natural Resources, LLC is requesting a permit extension due to the delay in getting the BLM approval. Attached is a copy of the Request for Permit Extension Validation.

Approved by the
Utah Division of
Oil, Gas and Mining
 January 23, 2012

Date: _____

By: _____

NAME (PLEASE PRINT) Karin Kuhn	PHONE NUMBER 303 899-5603	TITLE Sr. Drilling Technician
SIGNATURE N/A	DATE 1/17/2012	



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013335110000

API: 43013335110000

Well Name: UTE TRIBAL 14-31-55

Location: 0750 FSL 1561 FWL QTR SESW SEC 31 TWP 050S RNG 050W MER U

Company Permit Issued to: FIML NATURAL RESOURCES, LLC (FNR)

Date Original Permit Issued: 1/22/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

- If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
- Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
- Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
- Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
- Has the approved source of water for drilling changed? Yes No
- Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
- Is bonding still in place, which covers this proposed well? Yes No

Signature: Karin Kuhn

Date: 1/17/2012

Title: Sr. Drilling Technician Representing: FIML NATURAL RESOURCES, LLC (FNR)



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office

170 South 500 East

Vernal, UT 84078

(435) 781-4400 Fax: (435) 781-4410

<http://www.blm.gov/ut/st/en/fo/vernal.html>



JAN 10 2012

IN REPLY REFER TO:
3160 (UTG011)

Carol Mellinger
FIML Natural Resources, LLC
410 17th Street, Suite 900
Denver, CO 80202

43 013 33511

Re: Request to Return APD
Well No. Ute Tribal 14-31-55
SESW, Sec. 31, T5S, R5W
Duchesne County, Utah
Lease No. 14-20-H62-5060

Dear Ms. Mellinger:

The Application for Permit to Drill (APD) for the above referenced well received in this office on January 19, 2007 is being returned unapproved per a request to this office in a letter from Senior Vice President Mark D. Bingham received on December 8, 2011. If you intend to drill at this location at a future date, a new APD must be submitted.

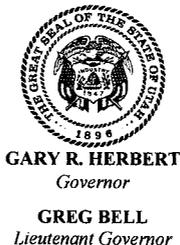
If you have any questions regarding APD processing, please contact Cindy Severson at (435) 781-4455.

Sincerely,

Jerry Kenczka
Assistant Field Manager
Lands & Mineral Resources

cc: UDOGM
BIA
Ute Tribe

RECEIVED
JAN 18 2012
DIV. OF OIL, GAS & MINING



GARY R. HERBERT
Governor

GREG BELL
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

November 9, 2012

Kristi Stover
FIML Natural Resources, LLC
410 17th Street, Suite 900
Denver, CO 80202

43 013 33511
Ute Tribal 14-31-55
SS 5W 31

Re: APDs Rescinded for FIML Natural Resources, LLC
Duchesne County

Dear Ms. Stover:

Enclosed find the list of APDs that you requested to be rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective November 9, 2012.

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,


Diana Mason
Environmental Scientist

cc: Well File
Bureau of Land Management, Vernal



Date Approved	Operator	Well Name	API Number	Current Status (State)	Lease Status	Field	Surface Location	Qtr	Section	Township	Range
02/10/2010	FIML NATURAL RESOURCES, LLC (FNR)	MYRIN TRIBAL 15-19-55	4301334297	APPROVED PERMIT	Active	BRUNDAGE CANYON	0428 FSL 1782 FEL	SWSE	19	05.05	05.0W
02/10/2010	FIML NATURAL RESOURCES, LLC (FNR)	MYRIN TRIBAL 11-19-55	4301334298	APPROVED PERMIT	Active	BRUNDAGE CANYON	1730 FSL 2388 FWL	NESW	19	05.05	05.0W
02/10/2010	FIML NATURAL RESOURCES, LLC (FNR)	MYRIN TRIBAL 9-19-55	4301334299	APPROVED PERMIT	Active	BRUNDAGE CANYON	2023 FSL 0779 FEL	NESE	19	05.05	05.0W
01/22/2007	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 3-31-55	430133502	APPROVED PERMIT	Active	BRUNDAGE CANYON	0734 FNL 2001 FWL	NENW	31	05.05	05.0W
01/22/2007	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 4-31-55	430133503	APPROVED PERMIT	Active	BRUNDAGE CANYON	0813 FNL 0549 FWL	NWNW	31	05.05	05.0W
01/22/2007	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 5-31-55	430133504	APPROVED PERMIT	Active	BRUNDAGE CANYON	1978 FNL 0638 FWL	SWNW	31	05.05	05.0W
01/22/2007	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 13-31-55	430133505	APPROVED PERMIT	Active	BRUNDAGE CANYON	0639 FSL 0690 FWL	SWSW	31	05.05	05.0W
01/22/2007	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 12-31-55	430133506	APPROVED PERMIT	Active	BRUNDAGE CANYON	1891 FSL 0777 FWL	NWSW	31	05.05	05.0W
01/22/2007	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 11-31-55	430133507	APPROVED PERMIT	Active	BRUNDAGE CANYON	1779 FSL 1897 FWL	NESW	31	05.05	05.0W
01/22/2007	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 7-31-55	430133509	APPROVED PERMIT	Active	BRUNDAGE CANYON	2047 FNL 2130 FEL	SWNE	31	05.05	05.0W
01/22/2007	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 6-31-55	430133510	APPROVED PERMIT	Active	BRUNDAGE CANYON	2191 FNL 2150 FWL	SESW	31	05.05	05.0W
01/22/2007	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 14-31-55	430133511	APPROVED PERMIT	Active	BRUNDAGE CANYON	0750 FSL 1561 FWL	SESW	31	05.05	05.0W
09/21/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 14-12-56	4301333334	APPROVED PERMIT	Expired	WILDCAT	1197 FSL 1993 FWL	SESW	12	05.05	06.0W
07/31/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 4-13-56	4301333256	APPROVED PERMIT	Expired	INDIAN CANYON	1013 FNL 0554 FWL	NWNW	13	05.05	06.0W
07/31/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 5-13-56	4301333257	APPROVED PERMIT	Expired	INDIAN CANYON	1980 FNL 0620 FWL	SWNW	13	05.05	06.0W
07/31/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 12-13-56	4301333258	APPROVED PERMIT	Expired	INDIAN CANYON	1432 FSL 0927 FWL	NWSW	13	05.05	06.0W
09/18/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 2-24-56	4301333259	APPROVED PERMIT	Expired	INDIAN CANYON	0528 FSL 1729 FWL	SESW	13	05.05	06.0W
09/18/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 14-13-56	4301333298	APPROVED PERMIT	Active	BRUNDAGE CANYON	0987 FNL 2201 FEL	NWNE	24	05.05	06.0W
09/18/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 5-24-56	4301333318	APPROVED PERMIT	Active	BRUNDAGE CANYON	2210 FNL 0965 FWL	SWNW	24	05.05	06.0W
09/18/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 13-24-56	4301333319	APPROVED PERMIT	Active	BRUNDAGE CANYON	0819 FSL 0925 FWL	SWSW	24	05.05	06.0W
09/18/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 3-24-56	4301333320	APPROVED PERMIT	Active	BRUNDAGE CANYON	0919 FNL 1425 FWL	NENW	24	05.05	06.0W
09/18/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 10-24-56	4301333321	APPROVED PERMIT	Active	BRUNDAGE CANYON	2183 FSL 1410 FEL	NWSE	24	05.05	06.0W
08/31/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 6-25-56	4301333293	APPROVED PERMIT	Active	BRUNDAGE CANYON	1772 FNL 1826 FWL	SESW	25	05.05	06.0W
08/31/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 12-25-56	4301333294	APPROVED PERMIT	Active	BRUNDAGE CANYON	1817 FSL 0464 FWL	NWSW	25	05.05	06.0W
08/31/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 4-25-56	4301333295	APPROVED PERMIT	Active	BRUNDAGE CANYON	0594 FNL 0708 FWL	NWNW	25	05.05	06.0W
08/31/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 1-25-56	4301333296	APPROVED PERMIT	Active	BRUNDAGE CANYON	0404 FNL 1052 FEL	NENE	25	05.05	06.0W
08/31/2006	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 2-25-56	4301333297	APPROVED PERMIT	Active	BRUNDAGE CANYON	0837 FNL 1828 FEL	NWNE	25	05.05	06.0W
02/21/2008	FIML NATURAL RESOURCES, LLC (FNR)	UTE TRIBAL 9-35-56	4301333903	APPROVED PERMIT	Expired	WILDCAT	1986 FSL 0660 FEL	NESE	35	05.05	06.0W