

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

FORM 3
 AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL		1. WELL NAME and NUMBER Federal 2-28-8-16
2. TYPE OF WORK DRILL NEW WELL <input checked="" type="checkbox"/> REENTER P&A WELL <input type="checkbox"/> DEEPEN WELL <input type="checkbox"/>		3. FIELD OR WILDCAT MONUMENT BUTTE
4. TYPE OF WELL Oil Well Coalbed Methane Well: NO		5. UNIT or COMMUNITIZATION AGREEMENT NAME
6. NAME OF OPERATOR NEWFIELD PRODUCTION COMPANY		7. OPERATOR PHONE 435 646-4825
8. ADDRESS OF OPERATOR Rt 3 Box 3630 , Myton, UT, 84052		9. OPERATOR E-MAIL mcrozier@newfield.com
10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE) UTU-69060	11. MINERAL OWNERSHIP FEDERAL <input checked="" type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/>	
13. NAME OF SURFACE OWNER (if box 12 = 'fee')		12. SURFACE OWNERSHIP FEDERAL <input checked="" type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/>
15. ADDRESS OF SURFACE OWNER (if box 12 = 'fee')		14. SURFACE OWNER PHONE (if box 12 = 'fee')
17. INDIAN ALLOTTEE OR TRIBE NAME (if box 12 = 'INDIAN')		16. SURFACE OWNER E-MAIL (if box 12 = 'fee')
18. INTEND TO COMMINGLE PRODUCTION FROM MULTIPLE FORMATIONS YES <input type="checkbox"/> (Submit Commingling Application) NO <input checked="" type="checkbox"/>		19. SLANT VERTICAL <input checked="" type="checkbox"/> DIRECTIONAL <input type="checkbox"/> HORIZONTAL <input type="checkbox"/>

20. LOCATION OF WELL	FOOTAGES	QTR-QTR	SECTION	TOWNSHIP	RANGE	MERIDIAN
LOCATION AT SURFACE	792 FNL 1810 FEL	NWNE	28	8.0 S	16.0 E	S
Top of Uppermost Producing Zone	792 FNL 1810 FEL	NWNE	28	8.0 S	16.0 E	S
At Total Depth	792 FNL 1810 FEL	NWNE	28	8.0 S	16.0 E	S

21. COUNTY DUCHESNE	22. DISTANCE TO NEAREST LEASE LINE (Feet) 830	23. NUMBER OF ACRES IN DRILLING UNIT 40
27. ELEVATION - GROUND LEVEL 5578	25. DISTANCE TO NEAREST WELL IN SAME POOL (Applied For Drilling or Completed) 1173	26. PROPOSED DEPTH MD: 6625 TVD: 6625
	28. BOND NUMBER WYB000493	29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE 43-7478

ATTACHMENTS

VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES

<input checked="" type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER	<input checked="" type="checkbox"/> COMPLETE DRILLING PLAN
<input type="checkbox"/> AFFIDAVIT OF STATUS OF SURFACE OWNER AGREEMENT (IF FEE SURFACE)	<input type="checkbox"/> FORM 5. IF OPERATOR IS OTHER THAN THE LEASE OWNER
<input type="checkbox"/> DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY DRILLED)	<input checked="" type="checkbox"/> TOPOGRAPHICAL MAP

NAME Mandie Crozier	TITLE Regulatory Tech	PHONE 435 646-4825
SIGNATURE	DATE 09/11/2009	EMAIL mcrozier@newfield.com
API NUMBER ASSIGNED 43013501380000	APPROVAL  Permit Manager	

Proposed Hole, Casing, and Cement

String	Hole Size	Casing Size	Top (MD)	Bottom (MD)		
Prod	7.875	5.5	0	6625		
Pipe	Grade	Length	Weight			
	Grade J-55 LT&C	6625	15.5			

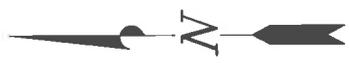
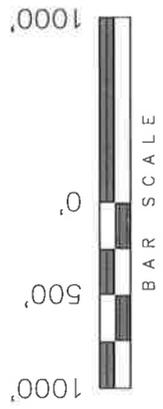
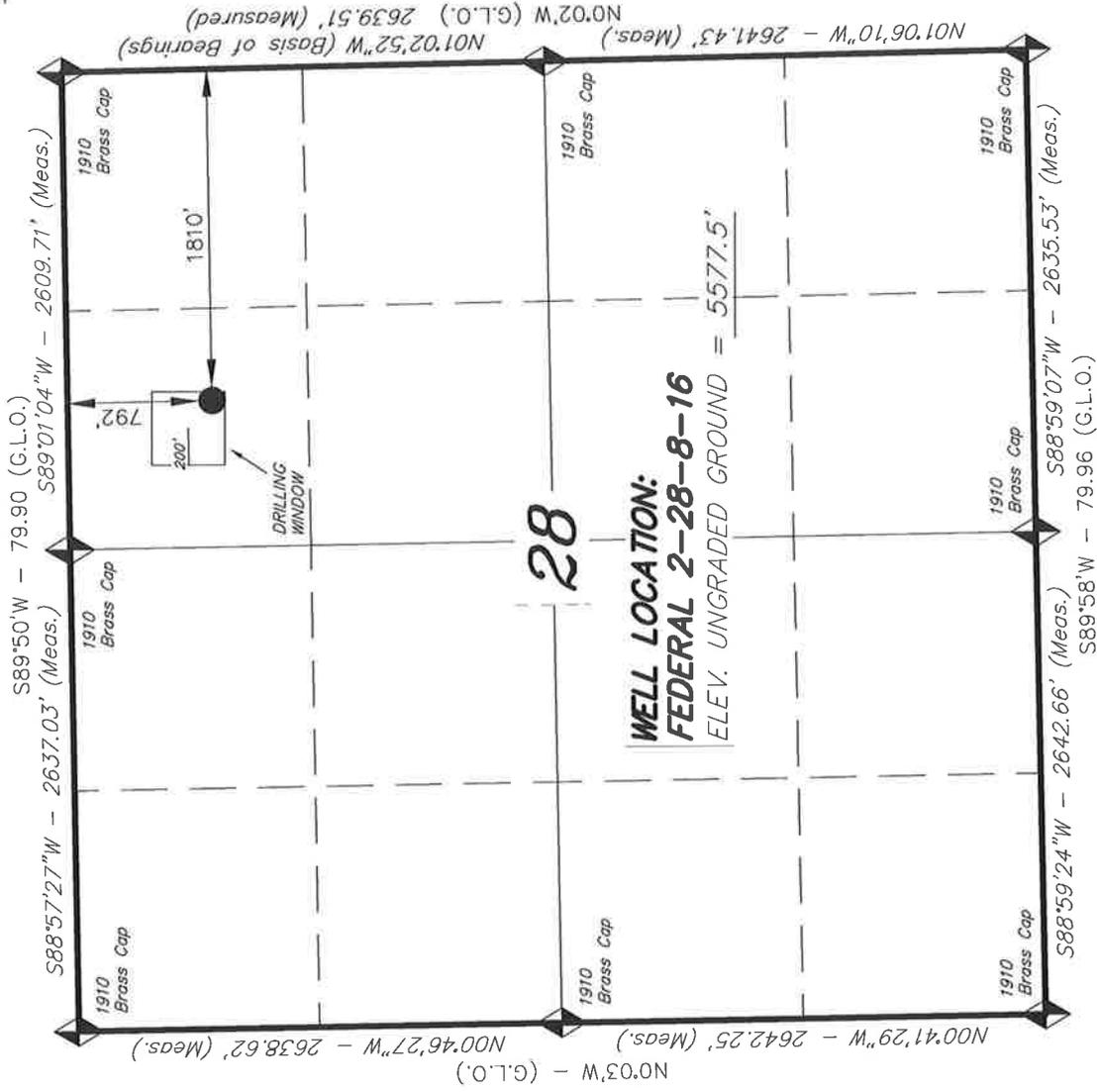
Proposed Hole, Casing, and Cement

String	Hole Size	Casing Size	Top (MD)	Bottom (MD)		
Surf	12.25	8.625	0	300		
Pipe	Grade	Length	Weight			
	Grade K-55 ST&C	300	24.0			

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

NEWFIELD PRODUCTION COMPANY

WELL LOCATION, FEDERAL 2-28-8-16,
 LOCATED AS SHOWN IN THE NW 1/4 NE
 1/4 OF SECTION 28, T8S, R16E,
 S.L.B.&M. DUCHESNE COUNTY, UTAH.



**WELL LOCATION:
 FEDERAL 2-28-8-16
 ELEV. UNGRADED GROUND = 5577.5'**

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. No. 189377

Stacy W.
 REGISTERED LAND SURVEYOR
 REGISTRATION NO. 189377
 STATE OF UTAH

TRI STATE LAND SURVEYING & CONSULTING	
180 NORTH VERNAL AVE. - VERNAL, UTAH 84078 (435) 781-2501	
DATE SURVEYED: 02-09-09	SURVEYED BY: D.G.
DATE DRAWN: 02-10-09	DRAWN BY: F.T.M.
REVISED:	SCALE: 1" = 1000'

FEDERAL 2-28-8-16
 (Surface Location) NAD 83
 LATITUDE = 40° 05' 38.54"
 LONGITUDE = 110° 07' 17.56"

◆ = SECTION CORNERS LOCATED
 BASIS OF ELEV; Elevations are base on
 an N.G.S. OPUS Correction. LOCATION:
 LAT. 40°04'09.56" LONG. 110°00'43.28"
 Elev. 5281.57' (Tristate Aluminum Cap)

NEWFIELD PRODUCTION COMPANY
FEDERAL 2-28-8-16
NW/NE SECTION 28, T8S, R16E
DUCHESNE COUNTY, UTAH

TEN POINT DRILLING PROGRAM

1. GEOLOGIC SURFACE FORMATION:

Uinta formation of Upper Eocene Age

2. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:

Uinta 0 – 1,820'
Green River 1,820'
Wasatch 6,625'

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

Green River Formation (Oil) 1,820' – 6,625'

Fresh water may be encountered in the Uinta Formation, but would not be expected below about 350'. All water shows and water bearing geologic units shall be reported to the geologic and engineering staff of the Vernal Office prior to running the next string of casing or before plugging orders are requested. All water shows must be reported within one (1) business day after being encountered.

All usable (<10,000 PPM TDS) water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling will be recorded by depth and adequately protected. This information shall be reported to the Vernal Office.

Detected water flows shall be sampled, analyzed, and reported to the geologic & engineering staff of the Vernal Office. The office may request additional water samples for further analysis. Usage of the State of Utah form *Report of Water Encountered* is acceptable, but not required.

The following information is requested for water shows and samples where applicable:

Location & Sampled Interval	Date Sampled
Flow Rate	Temperature
Hardness	pH
Water Classification (State of Utah)	Dissolved Calcium (Ca) (mg/l)
Dissolved Iron (Fe) (ug/l)	Dissolved Sodium (Na) (mg/l)
Dissolved Magnesium (Mg) (mg/l)	Dissolved Carbonate (CO ₃) (mg/l)
Dissolved Bicarbonate (NaHCO ₃) (mg/l)	Dissolved Chloride (Cl) (mg/l)
Dissolved Sulfate (SO ₄) (mg/l)	Dissolved Total Solids (TDS) (mg/l)

4. PROPOSED CASING PROGRAM

a. Casing Design: Federal 2-28-8-16

Size	Interval		Weight	Grade	Coupling	Design Factors		
	Top	Bottom				Burst	Collapse	Tension
Surface casing 8-5/8"	0'	300'	24.0	J-55	STC	2,950	1,370	244,000
						17.53	14.35	33.89
Prod casing 5-1/2"	0'	6,625'	15.5	J-55	LTC	4,810	4,040	217,000
						2.28	1.92	2.11

Assumptions:

- 1) Surface casing max anticipated surface press (MASP) = Frac gradient – gas gradient
- 2) Prod casing MASP (production mode) = Pore pressure – gas gradient
- 3) All collapse calculations assume fully evacuated casing w/ gas gradient
- 4) All tension calculations assume air weight

Frac gradient at surface casing shoe = 13.0 ppg
 Pore pressure at surface casing shoe = 8.33 ppg
 Pore pressure at prod casing shoe = 8.33 ppg
 Gas gradient = 0.115 psi/ft

All casing shall be new or, if used, inspected and tested. Used casing shall meet or exceed API standards for new casing.

All casing strings shall have a minimum of 1 (one) centralizer on each of the bottom three (3) joints.

b. Cementing Design: Federal 2-28-8-16

Job	Fill	Description	Sacks	OH Excess*	Weight (ppg)	Yield (ft ³ /sk)
			ft ³			
Surface casing	300'	Class G w/ 2% CaCl	138	30%	15.8	1.17
			161			
Prod casing Lead	4,625'	Prem Lite II w/ 10% gel + 3% KCl	320 1042	30%	11.0	3.26
Prod casing Tail	2,000'	50/50 Poz w/ 2% gel + 3% KCl	363 451	30%	14.3	1.24

- *Actual volume pumped will be 15% over the caliper log
- Compressive strength of lead cement: 1800 psi @ 24 hours, 2250 psi @ 72 hours
- Compressive strength of tail cement: 2500 psi @ 24 hours

Hole Sizes: A 12-1/4" hole will be drilled for the 8-5/8" surface casing. A 7-7/8" hole will be drilled for the 5-1/2" production casing.

The 8-5/8" surface casing shall in all cases be cemented back to surface. In the event that during the primary surface cementing operation the cement does not circulate to surface, or if the cement level should fall back more than 8 feet from surface, then a remedial surface cementing operation shall be performed to insure adequate isolation and stabilization of the surface casing.

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

The operator's minimum specifications for pressure control equipment are as follows:

An 8" Double Ram Hydraulic unit with a closing unit will be utilized. Function test of BOP's will be check daily.

Refer to Exhibit C for a diagram of BOP equipment that will be used on this well.

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

From surface to ±350 feet will be drilled with an air/mist system. The air rig is equipped with a 6 ½" blooie line that is straight run and securely anchored. The blooie line is used with a discharge less than 100 ft from the wellbore in order to minimize the well pad size. The blooie line is not equipped with an automatic igniter or continuous pilot light and the compressor is located less than 100 ft from the well bore due to the low possibility of combustion with the air dust mixture. The trailer mounted compressor (capacity of 2000 CFM) has a safety shut-off valve which is located 15 feet from the air rig. A truck with 70 bbls of water is on stand by to be used as kill fluid, if necessary. From about ±350 feet to TD, a fresh water system will be utilized. Clay inhibition and hole stability will be achieved with a KCl substitute additive. This additive will be identified in the APD and reviewed to determine if the reserve pit shall be lined. This fresh water system will typically contain Total Dissolved Solids (TDS) of less than 3000 PPM. Anticipated mud weight is 8.4 lbs/gal. If necessary to control formation fluids or pressure, the system will be weighted with the addition of bentonite gel, and if pressure conditions warrant, with barite

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

No chemicals subject to reporting under SARA Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completing of this well.

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.

Newfield Production will visually monitor pit levels and flow from the well during drilling operations.

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:**

The logging program will consist of a Dual Induction, Gamma Ray and Caliper log from TD to base of surface casing @ 300' +/-, and a Compensated Neutron-Formation Density Log from TD to 3500' +/- . A cement bond log will be run from PBSD to cement top. No drill stem testing or coring is planned for this well.

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

No abnormal temperatures or pressures are anticipated. No hydrogen sulfide has been encountered or is known to exist from previous drilling in the area at this depth. Maximum anticipated

bottomhole pressure will approximately equal total depth in feet multiplied by a 0.433 psi/foot gradient.

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

It is anticipated that the drilling operations will commence the first quarter of 2010, and take approximately seven (7) days from spud to rig release.

2-M SYSTEM

Blowout Prevention Equipment Systems

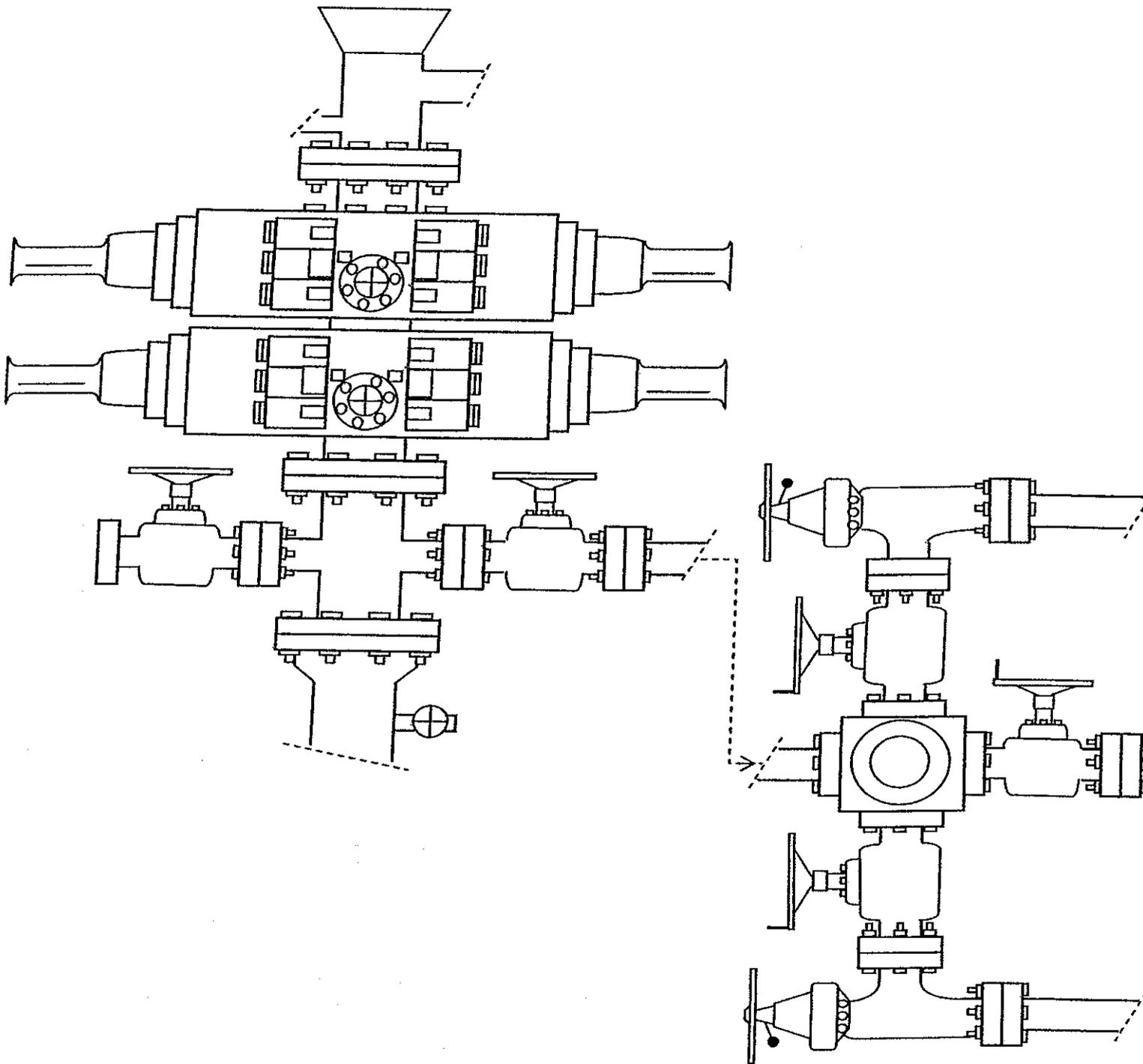
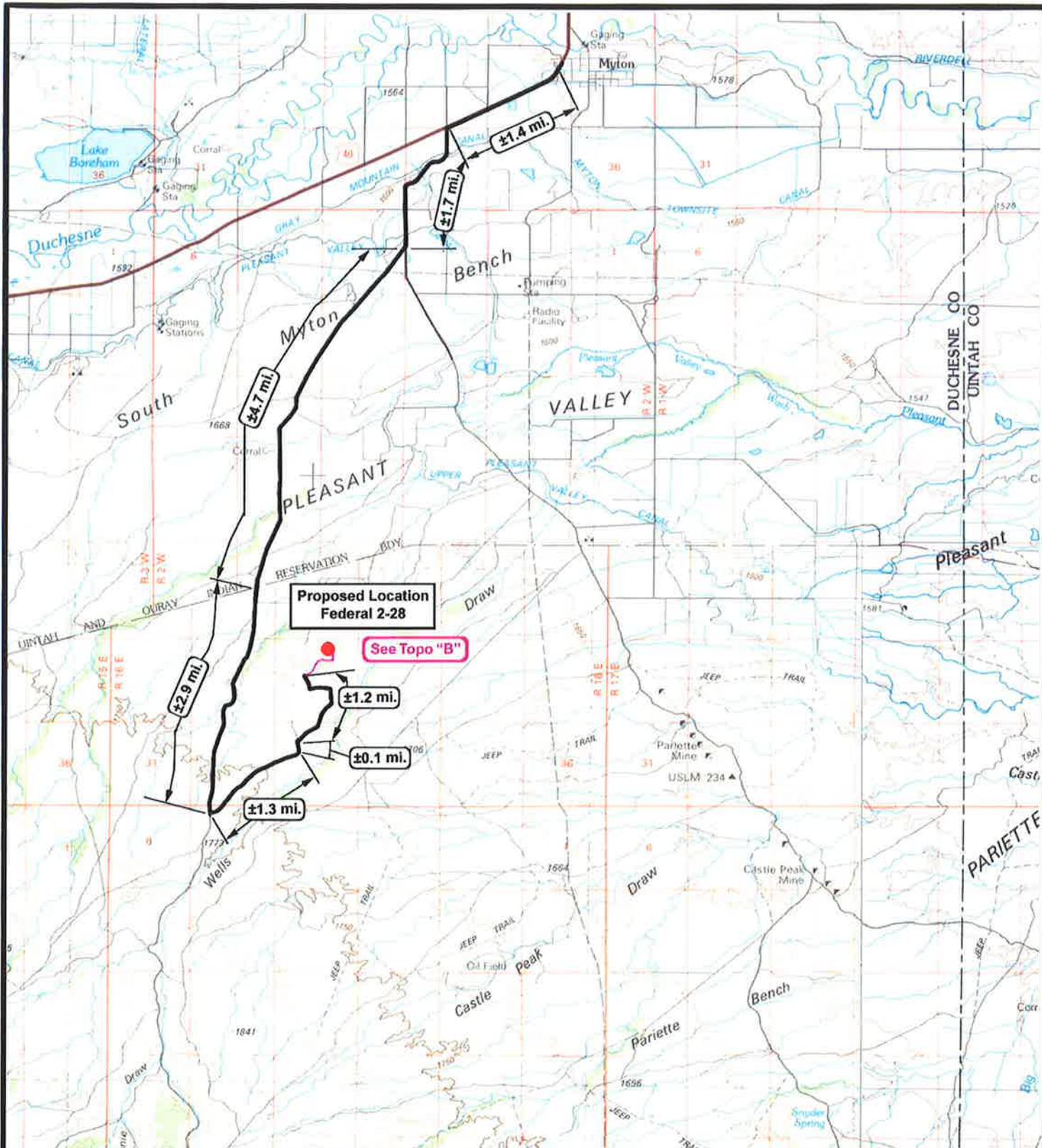


EXHIBIT C



 **NEWFIELD**
Exploration Company

Federal 2-28-8-16
SEC. 28, T8S, R16E, S.L.B.&M.



 **Tri-State**
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

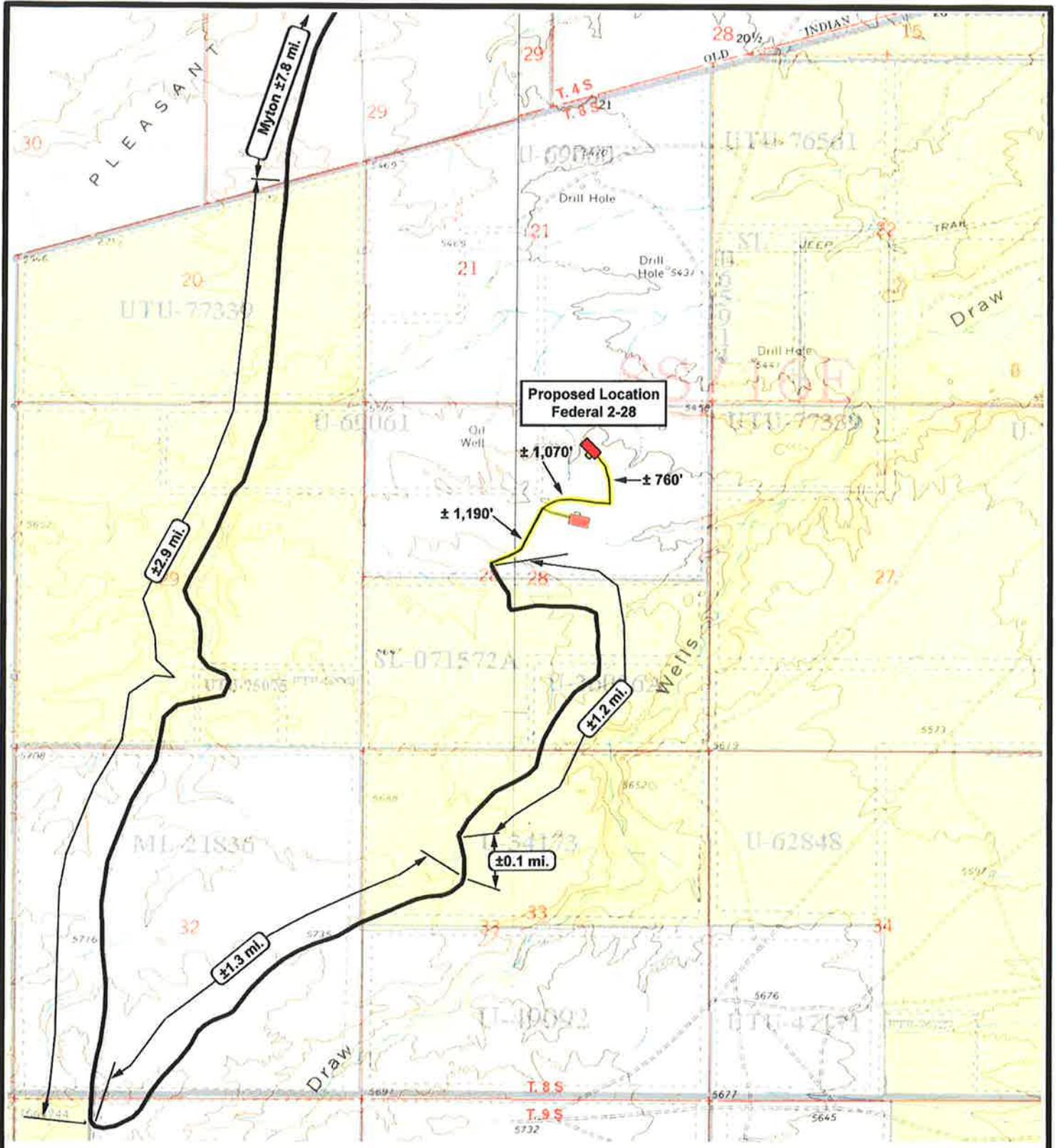
SCALE: 1:100,000
DRAWN BY: JAS
DATE: 02-16-2009

Legend

-  Existing Road
-  Proposed Access

TOPOGRAPHIC MAP

"A"



 **NEWFIELD**
Exploration Company

Federal 2-28-8-16
SEC. 28, T8S, R16E, S.L.B.&M.



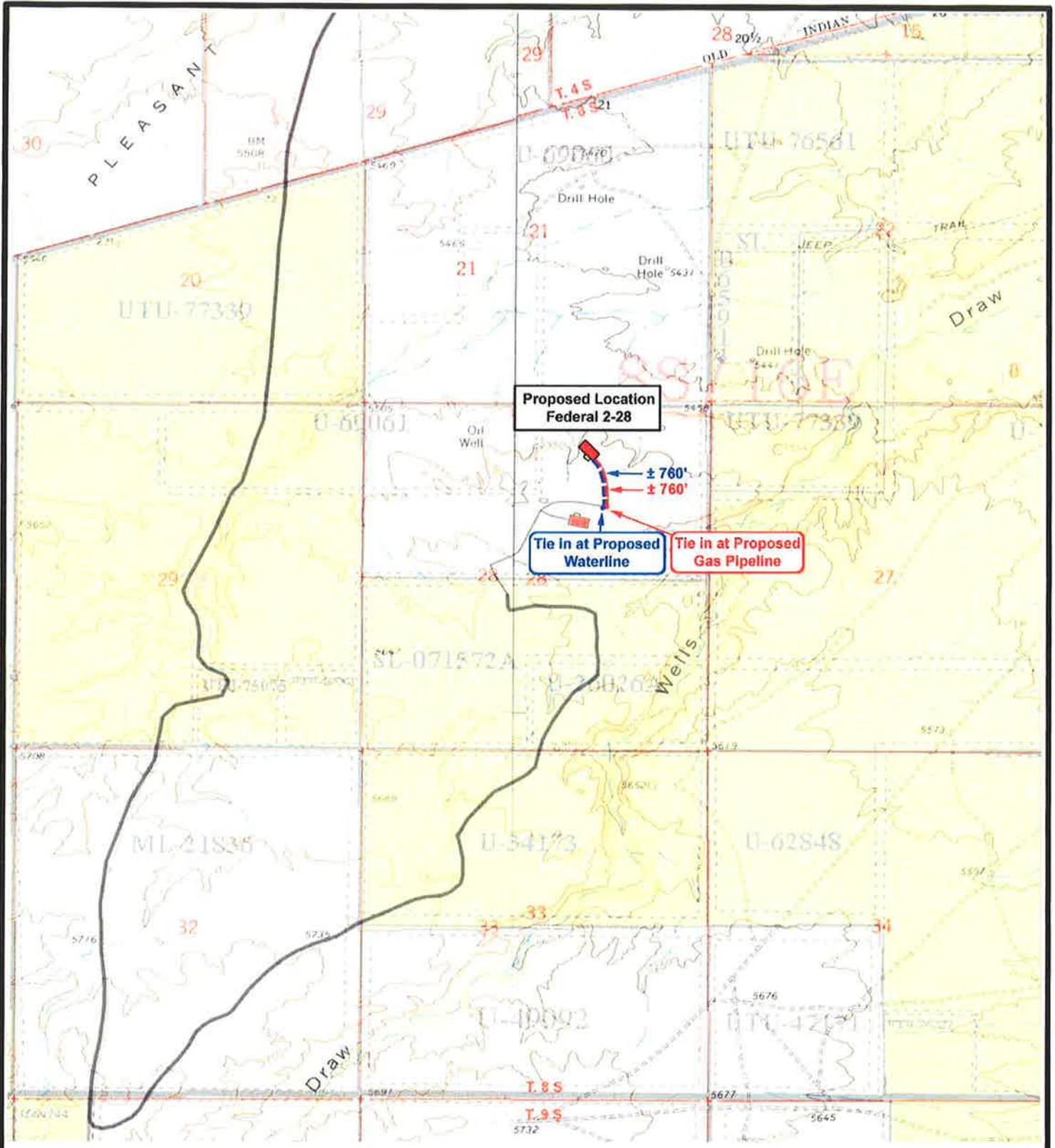
 **Tri-State**
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'
DRAWN BY: JAS
DATE: 02-16-2009

Legend

-  Existing Road
-  Proposed Access

TOPOGRAPHIC MAP
"B"



NEWFIELD
Exploration Company

Federal 2-28-8-16
SEC. 28, T8S, R16E, S.L.B.&M.



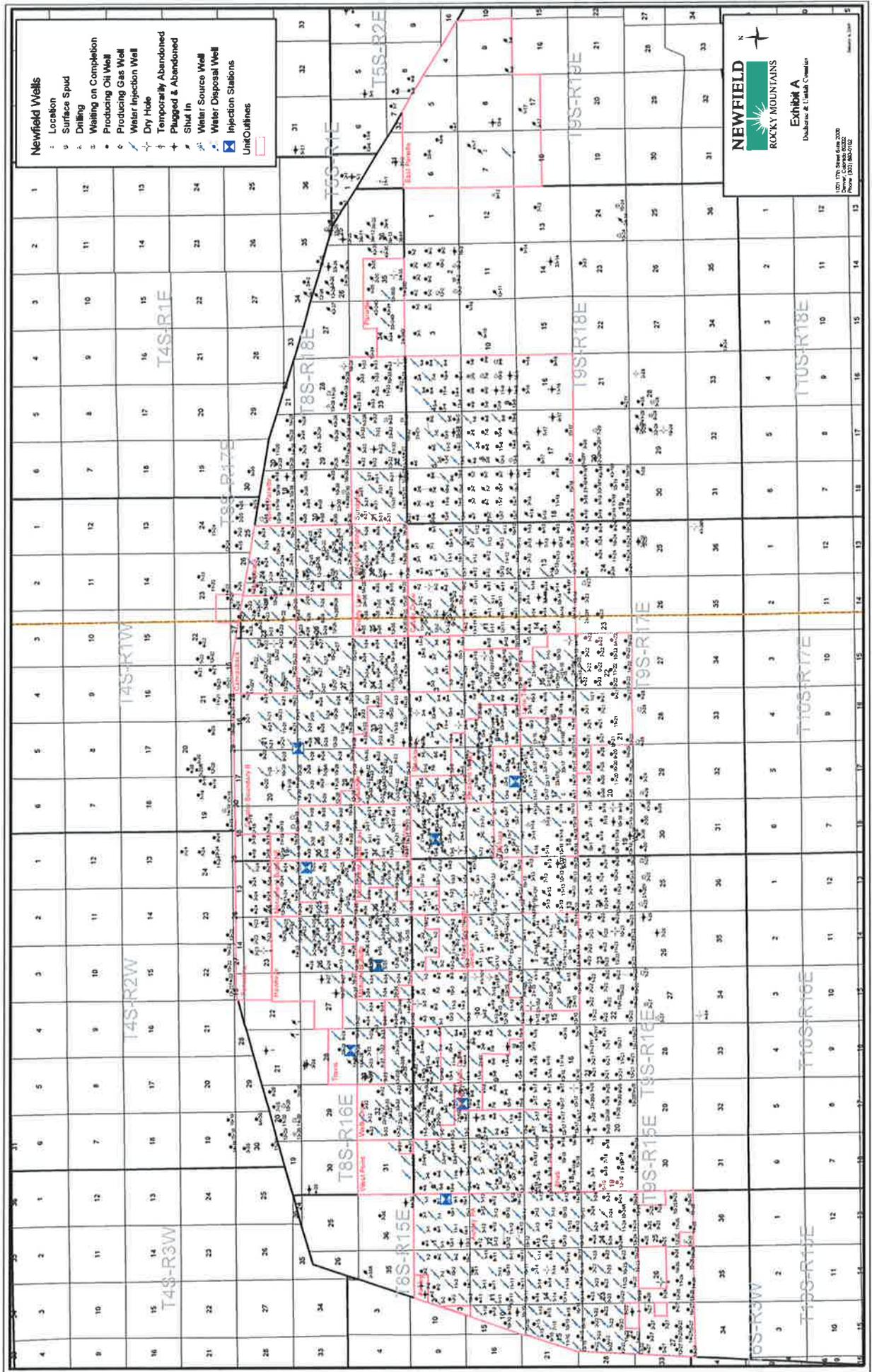
Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

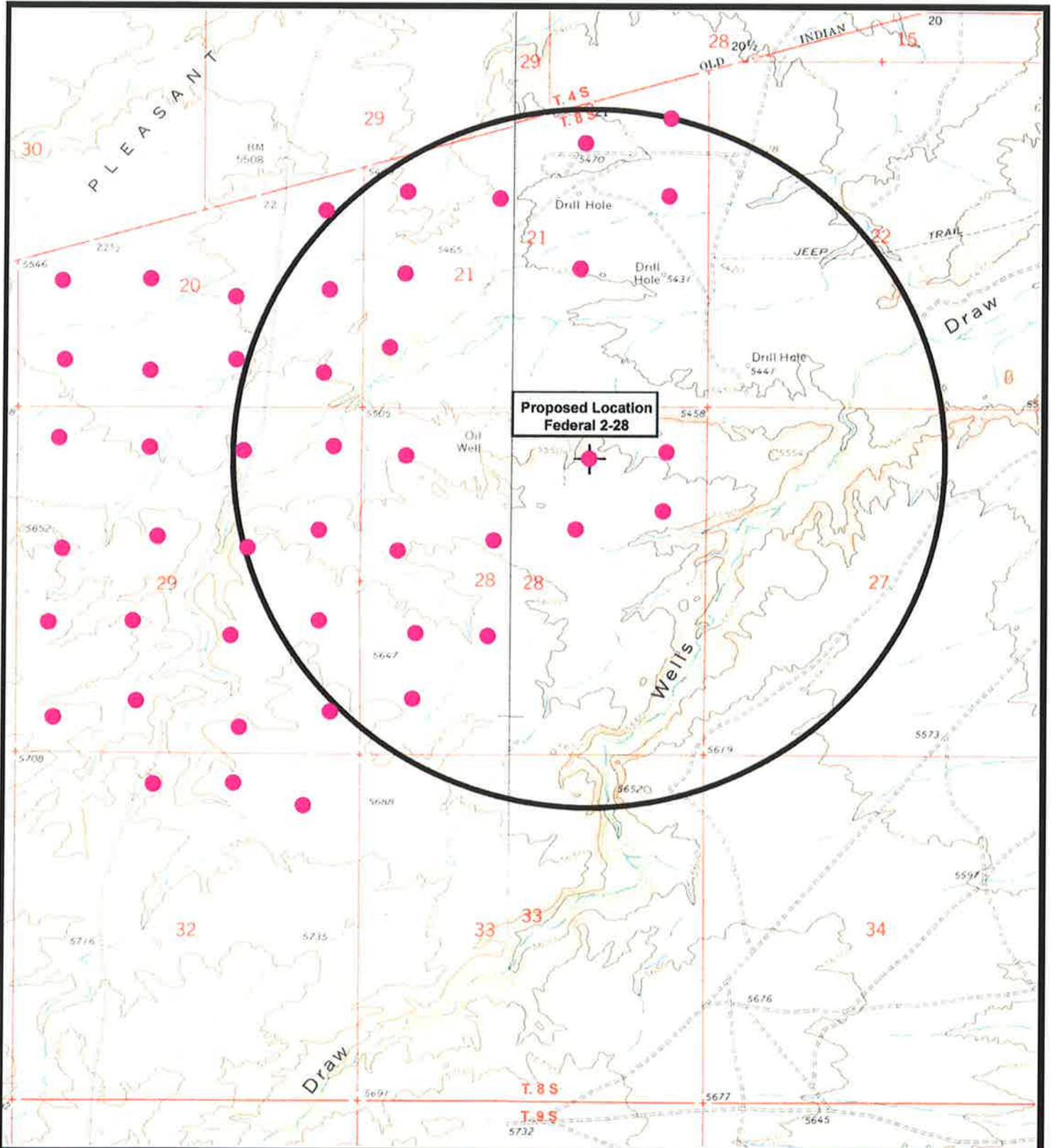
SCALE: 1" = 2,000'
DRAWN BY: JAS
DATE: 02-16-2009

Legend

- Roads
- Proposed Gas Line
- Proposed Water Line

TOPOGRAPHIC MAP
"C"





NEWFIELD
Exploration Company

Federal 2-28-8-16
SEC. 28, T8S, R16E, S.L.B.&M.



Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'
DRAWN BY: JAS
DATE: 02-16-2009

Legend

- Location
- One-Mile Radius

Exhibit "B"

NEWFIELD PRODUCTION COMPANY
FEDERAL 2-28-8-16
NW/NE SECTION 28, T8S, R16E
DUCHESNE COUNTY, UTAH

THIRTEEN POINT SURFACE PROGRAM

1. EXISTING ROADS

See attached **Topographic Map "A"**

To reach Newfield Production Company well location site Federal 2-28-8-16 located in the NW¼ NE¼ Section 28, T8S, R16W, S.L.B. & M., Duchesne County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 - 1.4 miles ± to the junction of this highway and UT State Hwy 53; proceed southwesterly - 9.3 miles ± to it's junction with an existing road to the northeast; proceed southeasterly - 1.3 miles ± to it's junction with an existing road to the north; proceed northerly - 0.1 miles ± to it's junction with an existing road to the northeast; proceed in a northeasterly direction - 1.2 miles ± to it's junction with the beginning of the proposed access road to the northeast; proceed northeasterly along the proposed access road - 3,020' ± to the proposed well location.

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 for access during the drilling, completion and production phase will be maintained at the standards required by the State of Utah, 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

Approximately 3,020' of access road is proposed. See attached **Topographic Map "B"**.

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

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

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

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

3. **LOCATION OF EXISTING WELLS**

Refer to **EXHIBIT B**.

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 110% of the largest tank volume within the facility battery.

Tank batteries will be built to State specifications.

All permanent (on site for six (6) months or longer) structures, constructed or installed (including pumping units), will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within six months of installation.

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

Newfield Production will transport water by truck for drilling purposes from the following water sources:

Johnson Water District
Water Right: 43-7478

Neil Moon Pond
Water Right: 43-11787

Maurice Harvey Pond
Water Right: 47-1358

Newfield Collector Well
Water Right: 41-3530 (A30414DV, contracted with the Duchesne County Conservancy District).

There will be no water well drilled at this site

6. **SOURCE OF CONSTRUCTION MATERIALS**

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.

7. **METHODS FOR HANDLING WASTE DISPOSAL**

A small reserve pit (90' x 40' x 8' deep, or less) will be constructed from native soil and clay materials. The reserve pit will receive the processed drill cutting (wet sand, shale & rock) removed from the wellbore. Any drilling fluids, which do accumulate in the pit as a result of shale-shaker carryover, cleaning of the sand trap, etc., will be promptly reclaimed. All drilling fluids will be fresh water based, 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. A 16 mil liner with felt will be required. Newfield requests approval that a flare pit be constructed and utilized on this location.

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 to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Newfield's secondary recovery project.

Water not meeting quality criteria, is disposed at Newfield's Pariette #4 disposal well (Sec. 7, T9S R19E) or at State of Utah approved surface disposal facilities.

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.

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 centered 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 recontoured to the approximated natural contours. Weather permitting, 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.

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 State of Utah will attach the appropriate surface rehabilitation conditions of approval.

11. **SURFACE OWNERSHIP:** Bureau Of Land Management (Proposed location and access roads leading to).

12. **OTHER ADDITIONAL INFORMATION:**

- a) Newfield 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, Newfield is to immediately stop work that might further disturb such materials and contact the Authorized Officer.
- b) Newfield Production will control noxious weeds along rights-of-way for roads, pipelines, well sites or other applicable facilities. On State 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 State Lands after the conclusion of drilling operations or at any other time without State authorization. However, if State authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

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. A copy of these conditions will be furnished to the field representative to ensure compliance.

Hazardous Material Declaration

Newfield Production Company guarantees that during the drilling and completion of the Federal 2-28-8-16, Newfield 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. Newfield also guarantees that during the drilling and completion of the Federal 2-28-8-16 Newfield 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.

Newfield Production Company or a contractor employed by Newfield Production shall contact the State office at (801) 722-3417, 48 hours prior to construction activities.

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

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

Representative

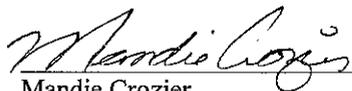
Name: Tim Eaton
Address: Newfield Production Company
Route 3, Box 3630
Myton, UT 84052
Telephone: (435) 646-3721

Certification

Please be advised that Newfield Production Company is considered to be the operator of well #2-28-8-16, NW/NE Section 28, T8S, R16E, 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 Bond #WYB000493.

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 Newfield 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 the 18 U.S.C. 1001 for the filing of a false statement.

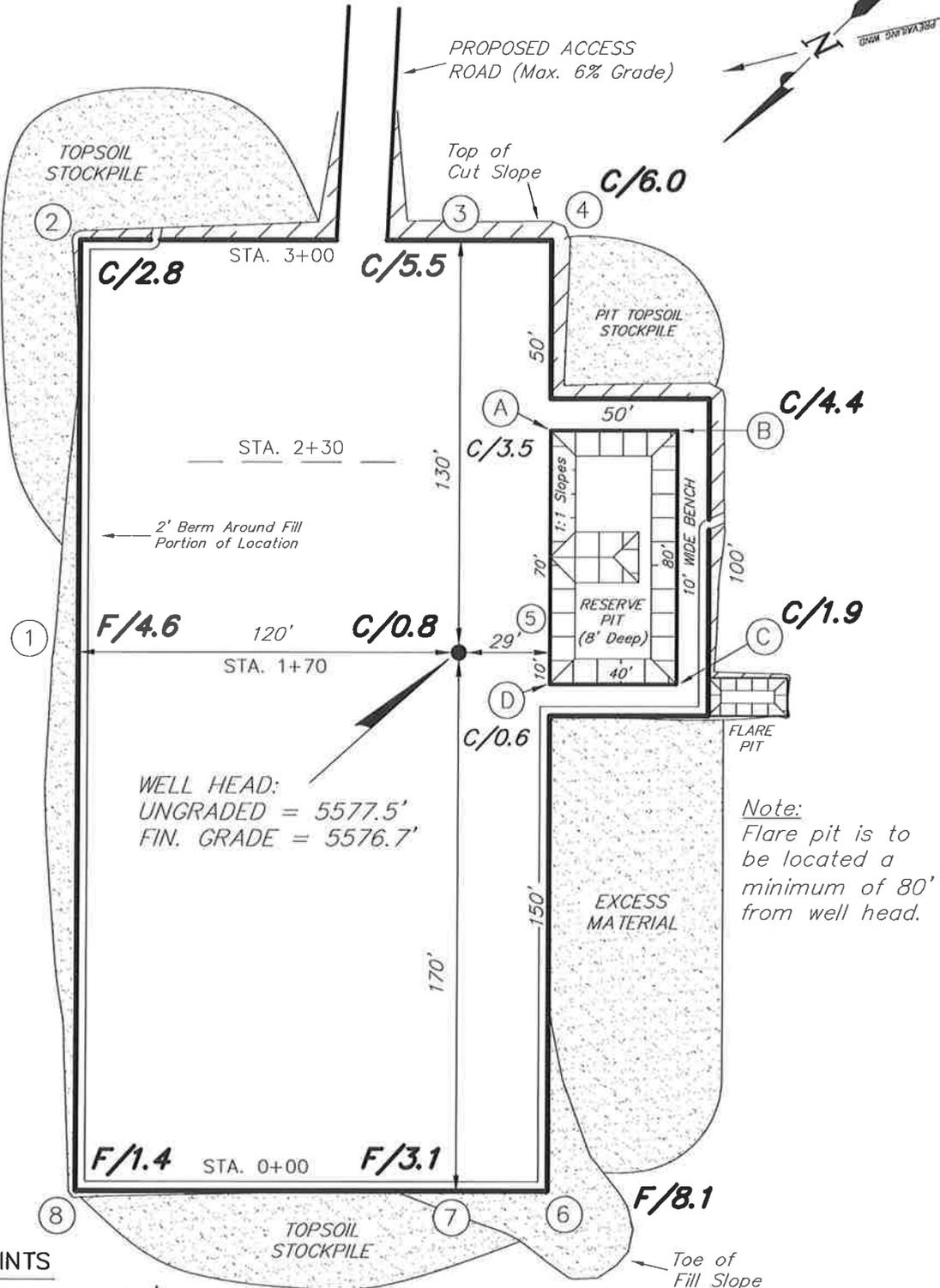
9/11/09
Date _____


Mandie Crozier
Regulatory Specialist
Newfield Production Company

NEWFIELD PRODUCTION COMPANY

FEDERAL 2-28-8-16

Section 28, T8S, R16E, S.L.B.&M.



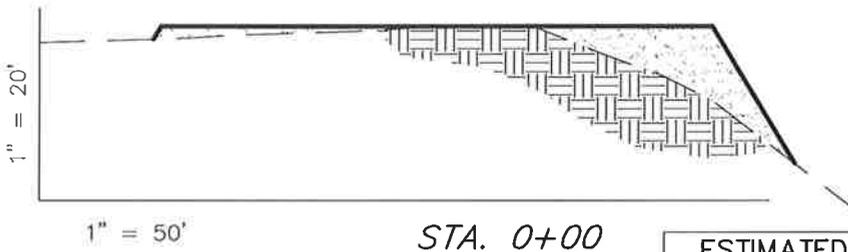
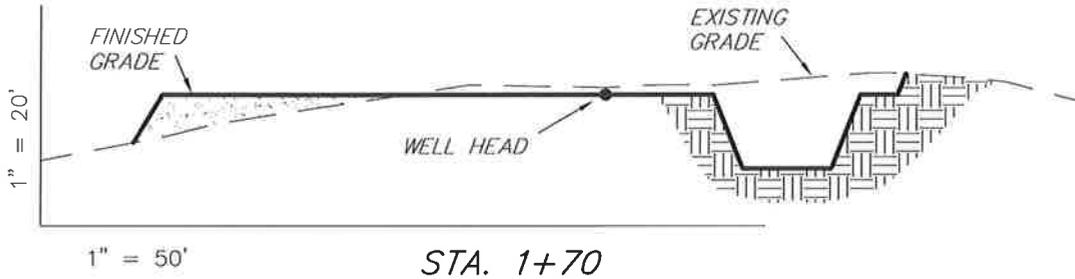
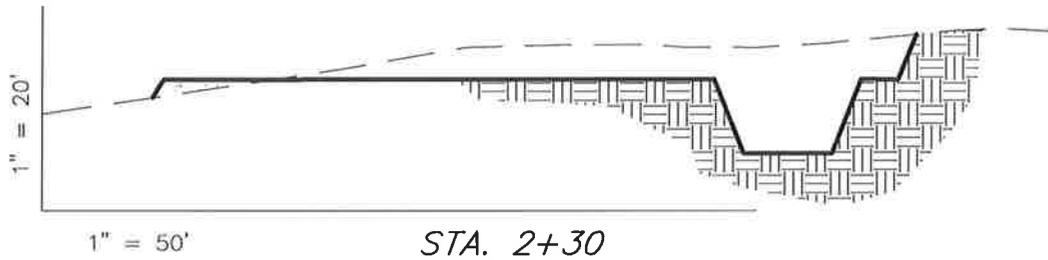
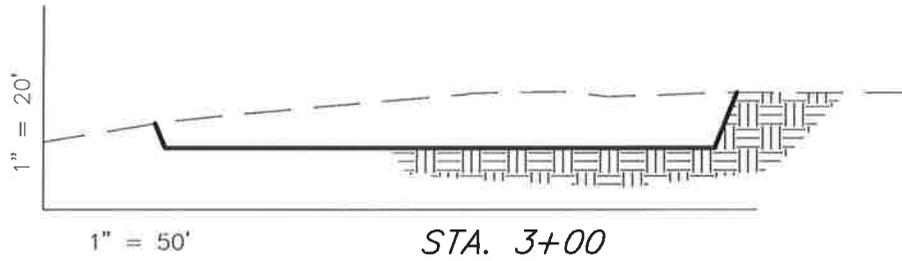
REFERENCE POINTS

- 220' NORTHWEST = 5559.7'
- 260' NORTHWEST = 5546.2'
- 170' NORTHEAST = 5568.3'
- 220' NORTHEAST = 5564.2'

SURVEYED BY: D.G.	DATE SURVEYED: 02-09-09	
DRAWN BY: F.T.M.	DATE DRAWN: 02-10-09	
SCALE: 1" = 50'	REVISED:	

Tri State
 Land Surveying, Inc.
 180 NORTH VERNAL AVE. VERNAL, UTAH 84078
 (435) 781-2501

NEWFIELD PRODUCTION COMPANY
CROSS SECTIONS
FEDERAL 2-28-8-16



NOTE:
 UNLESS OTHERWISE
 NOTED ALL CUT/FILL
 SLOPES ARE AT 1.5:1

ESTIMATED EARTHWORK QUANTITIES
 (No Shrink or swell adjustments have been used)
 (Expressed in Cubic Yards)

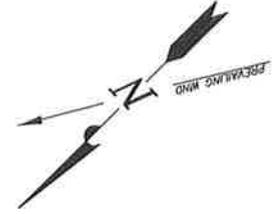
ITEM	CUT	FILL	6" TOPSOIL	EXCESS
PAD	2,110	2,110	Topsail is not included in Pad Cut	0
PIT	640	0		640
TOTALS	2,750	2,110	1,020	640

SURVEYED BY: D.G.	DATE SURVEYED: 02-09-09
DRAWN BY: F.T.M.	DATE DRAWN: 02-10-09
SCALE: 1" = 50'	REVISED:

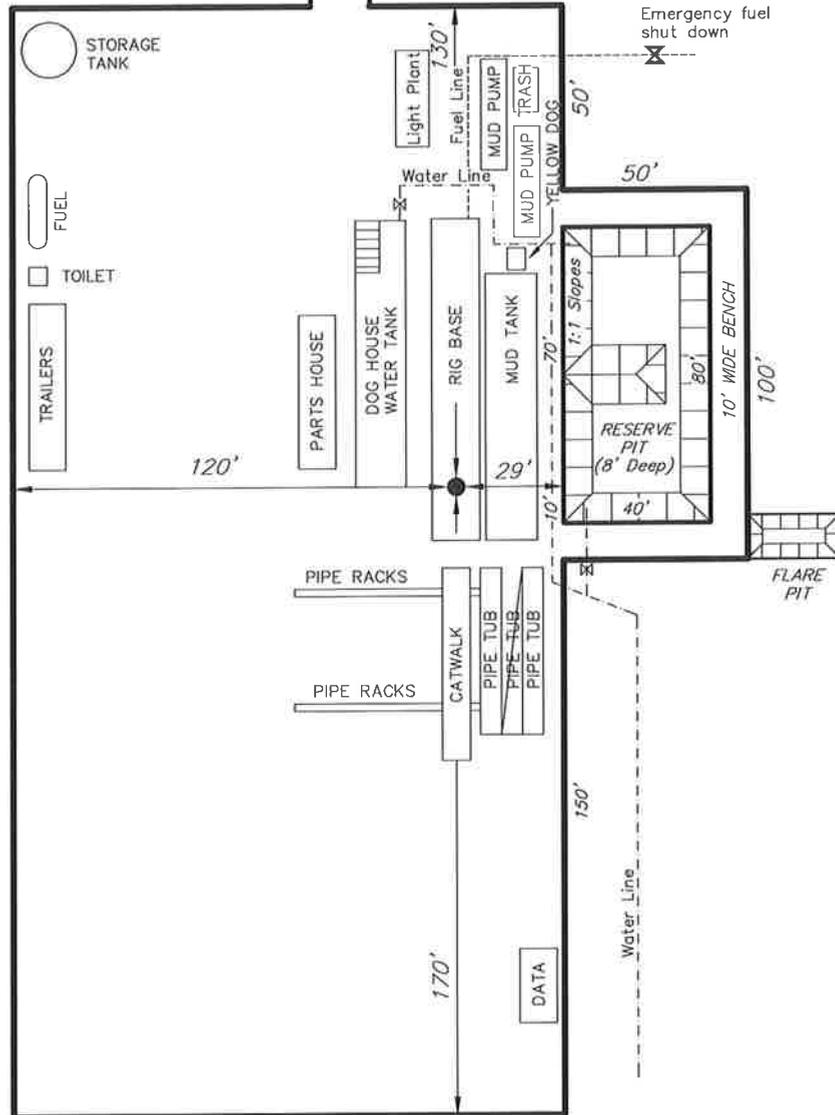
Tri State (435) 781-2501
 Land Surveying, Inc.
 180 NORTH VERNAL AVE. VERNAL, UTAH 84078

NEWFIELD PRODUCTION COMPANY

TYPICAL RIG LAYOUT FEDERAL 2-28-8-16



PROPOSED ACCESS ROAD (Max. 6% Grade)



SURVEYED BY: D.G.	DATE SURVEYED: 02-09-09
DRAWN BY: F.T.M.	DATE DRAWN: 02-10-09
SCALE: 1" = 50'	REVISED:

Tri State (435) 781-2501
Land Surveying, Inc.
 180 NORTH VERNAL AVE. VERNAL, UTAH 84078

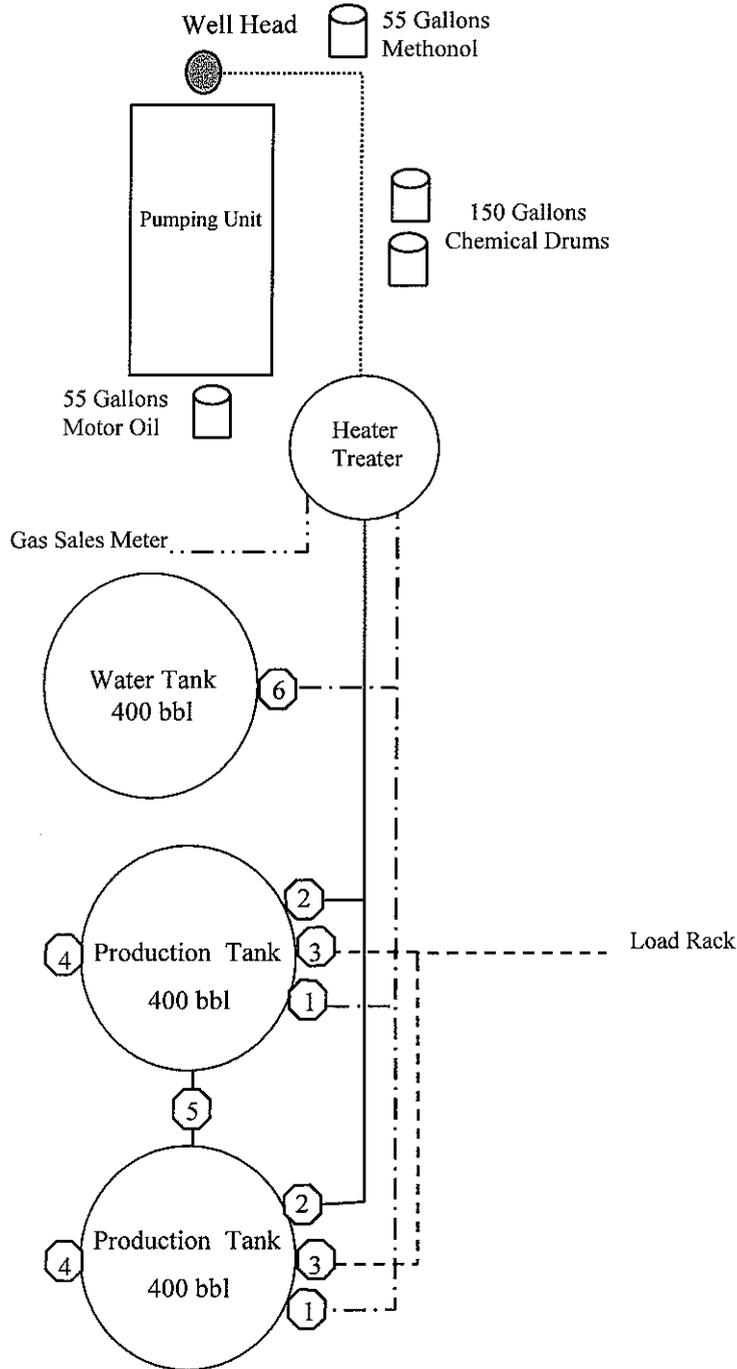
Newfield Production Company Proposed Site Facility Diagram

Federal 2-28-8-16

NW/NE Sec. 28, T8S, R16E

Duchesne County, Utah

UTU-69060



Legend

Emulsion Line
Load Rack	- - - - -
Water Line	- . - . - .
Gas Sales	- . - . - . - .
Oil Line	—————

Production Phase:

- 1) Valves 1, 3, and 4 sealed closed
- 2) Valves 2, 5, and 6 sealed open

Sales Phase:

- 1) Valves 1, 2, 4, 5, and 6 sealed closed
- 2) Valve 3 open

Draining Phase:

- 1) Valves 1 and 6 open

Diked Section



Exhibit "D"

1 of 2

CULTURAL RESOURCE INVENTORY OF
NEWFIELD EXPLORATION'S SIX BLOCK PARCELS
(T8S, R16E, SECTIONS 19, 27, 28, 29, 30, AND 31)
DUCHESNE COUNTY, UTAH

By:

Nicole Shelnut

Prepared For:

Bureau of Land Management
Vernal Field Office

Prepared Under Contract With:

Newfield Exploration Company
Rt. 3 Box 3630
Myton, UT 84052

Prepared By:

Montgomery Archaeological Consultants, Inc.
P.O. Box 219
Moab, Utah 84532

MOAC Report No. 08-302

January 20, 2009

United States Department of Interior (FLPMA)
Permit No. 08-UT-60122

State of Utah Antiquities Project (Survey)
Permit No. U-08-MQ-1228b

NEWFIELD EXPLORATION COMPANY

**PALEONTOLOGICAL SURVEY OF PROPOSED
PRODUCTION DEVELOPMENT AREAS,
DUCHESNE COUNTY, UTAH**

SE1/4, SW1/4 & SW1/4 & SE1/4, SE1/4, Sec. 2, T 9 S, R 16 E [14, 15 & 16-2-9-16];
SW1/4 & SE1/4, SW1/4 & SW1/4 & SE1/4, SE1/4; Sec.19, T 8 S, R 16 E [13,14,15 &16-19-8-
16]; Section 22, T 8 S, R 16 E (excluding SW1/4, SW1/4 [13-22-8-16]); NW1/4 & SW1/4,NW
1/4 & NE1/4, NW1/4 & SW1/4, SW1/4; Section 23, T 8 S, R 16 E 4,5,11,12 & 13-23-8-16];
NE1/4 & NW1/4, NE1/4, All of the NW1/4; SW1/4, NE1/4; NE1/4, NW1/4 & SE1/4, SW1/4;
Sec. 27, T 8 S, R 16 E [1,2,3,4,5,6,7,11,12 & 14-27-8-16]; All of the NE1/4; NW1/4, SW1/4 &
SE1/4, NE1/4; NW1/4 & SW1/4, SW1/4; Sec. 28, T 8 S, R 16 E [1,2,4,5,6,7,11,12 &14-28-8-
16]; All of Section 29, T 8 S, R 16 E (excluding SW1/4 & SE1/4, SW1/4 [13 & 14-29-8-16])

REPORT OF SURVEY

Prepared for:

Newfield Exploration Company

Prepared by:

Wade E. Miller
Consulting Paleontologist
November 11, 2008

**WORKSHEET
APPLICATION FOR PERMIT TO DRILL**

APD RECEIVED: 9/11/2009

API NO. ASSIGNED: 43013501380000

WELL NAME: Federal 2-28-8-16

OPERATOR: NEWFIELD PRODUCTION COMPANY (N2695)

PHONE NUMBER: 435 646-4825

CONTACT: Mandie Crozier

PROPOSED LOCATION: NWNE 28 080S 160E

Permit Tech Review:

SURFACE: 0792 FNL 1810 FEL

Engineering Review:

BOTTOM: 0792 FNL 1810 FEL

Geology Review:

COUNTY: DUCHESNE

LATITUDE: 40.09398

LONGITUDE: -110.12075

UTM SURF EASTINGS: 574952.00

NORTHINGS: 4438349.00

FIELD NAME: MONUMENT BUTTE

LEASE TYPE: 1 - Federal

LEASE NUMBER: UTU-69060

PROPOSED PRODUCING FORMATION(S): GREEN RIVER

SURFACE OWNER: 1 - Federal

COALBED METHANE: NO

RECEIVED AND/OR REVIEWED:

- PLAT**
- Bond:** FEDERAL - WYB000493
- Potash**
- Oil Shale 190-5**
- Oil Shale 190-3**
- Oil Shale 190-13**
- Water Permit:** 43-7478
- RDCC Review:**
- Fee Surface Agreement**
- Intent to Commingle**

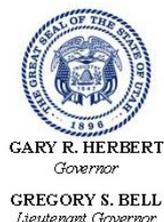
Commingle Approved

LOCATION AND SITING:

- R649-2-3.**
 - Unit:**
 - R649-3-2. General**
 - R649-3-3. Exception**
 - Drilling Unit**
 - Board Cause No:** R649-3-2
 - Effective Date:**
 - Siting:**
 - R649-3-11. Directional Drill**
-

Comments: Presite Completed

Stipulations: 4 - Federal Approval - dmason
23 - Spacing - dmason



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Permit To Drill

Well Name: Federal 2-28-8-16
API Well Number: 43013501380000
Lease Number: UTU-69060
Surface Owner: FEDERAL
Approval Date: 9/22/2009

Issued to:

NEWFIELD PRODUCTION COMPANY , Rt 3 Box 3630 , Myton, UT 84052

Authority:

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of R649-3-2. The expected producing formation or pool is the GREEN RIVER Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

Duration:

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

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.

Conditions of Approval:

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

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.

Notification Requirements:

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- Within 24 hours following the spudding of the well – contact Carol Daniels at 801-538-5284 (please leave a voicemail message if not available)

OR

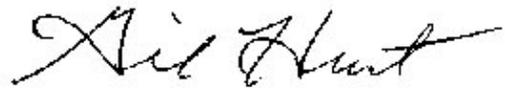
submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at <https://oilgas.ogm.utah.gov>

Reporting Requirements:

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) – due within 5 days of spudding the well
- Monthly Status Report (Form 9) – due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) – due prior to implementation
- Written Notice of Emergency Changes (Form 9) – due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) – due prior to implementation
- Report of Water Encountered (Form 7) – due within 30 days after completion
- Well Completion Report (Form 8) – due within 30 days after completion or plugging

Approved By:

A handwritten signature in black ink, appearing to read "Gil Hunt", with a stylized, cursive script.

Gil Hunt
Associate Director, Oil & Gas

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	FORM 9 5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-69060
---	--

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: 7. UNIT or CA AGREEMENT NAME: GMBU (GRRV)
--	---

1. TYPE OF WELL Oil Well	8. WELL NAME and NUMBER: Federal 2-28-8-16
------------------------------------	--

2. NAME OF OPERATOR: NEWFIELD PRODUCTION COMPANY	9. API NUMBER: 43013501380000
--	---

3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT, 84052	PHONE NUMBER: 435 646-4825 Ext	9. FIELD and POOL or WILDCAT: MONUMENT BUTTE
--	--	--

4. LOCATION OF WELL FOOTAGES AT SURFACE: 0792 FNL 1810 FEL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NWNE Section: 28 Township: 08.0S Range: 16.0E Meridian: S	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: 9/22/2010 <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.

Newfield proposes to extend the Application for Permit to Drill this well for one year.

Approved by the Utah Division of Oil, Gas and Mining

Date: September 20, 2010

By: _____

NAME (PLEASE PRINT) Mandie Crozier	PHONE NUMBER 435 646-4825	TITLE Regulatory Tech
SIGNATURE N/A	DATE 9/13/2010	



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 43013501380000

API: 43013501380000

Well Name: Federal 2-28-8-16

Location: 0792 FNL 1810 FEL QTR NWNE SEC 28 TWP 080S RNG 160E MER S

Company Permit Issued to: NEWFIELD PRODUCTION COMPANY

Date Original Permit Issued: 9/22/2009

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

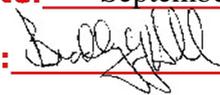
**Approved by the
Utah Division of
Oil, Gas and Mining**

Signature: Mandie Crozier

Date: 9/13/2010

Title: Regulatory Tech **Representing:** NEWFIELD PRODUCTION COMPANY

Date: September 20, 2010

By: 

STATE OF UTAH
 DIVISION OF OIL, GAS AND MINING
 ENTITY ACTION FORM -FORM 6

OPERATOR: NEWFIELD PRODUCTION COMPANY
 ADDRESS: RT. 3 BOX 3630
MYTON, UT 84052

OPERATOR ACCT. NO. N2695

ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	WELL LOCATION				SPUD DATE	EFFECTIVE DATE	
					QQ	SC	TP	RG			COUNTY
B	99999	17400	4301350138	FEDERAL 2-28-8-16	NWNE	28	8S	16E	DUCHESNE	1/7/2011	1/13/2011
WELL 1 COMMENTS: <i>GRRV</i>											
B	99999	17400	4301350433	Greater Mon Butte STATE 3-32-8-16H	NENW	32	8S	16E	DUCHESNE	1/6/2011	1/13/2011
WELL 1 COMMENTS: <i>GRRV</i> <i>BHL = SWSW</i>											
B	99999	17400	4301350141	FEDERAL 6-28-8-16	SENW	28	8S	16E	DUCHESNE	1/6/2011	1/13/2011
WELL 1 COMMENTS: <i>GRRV</i>											

CONFIDENTIAL

ACTION CODES (See instructions on back of form)
 A - 1 new entity for new well (single well only)
 B - 1 well to existing entity (group or unit well)
 C - from one existing entity to another existing entity
 D - well from one existing entity to a new entity
 E - other (explain in comments section)

NOTE: Use COMMENT section to explain why each Action Code was selected.

RECEIVED
 JAN 11 2011

DIV. OF OIL, GAS & MINING

Signature Jentri Park
 Production Clerk Jentri Park
 01/11/11

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other Instructions on page 2

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
NEWFIELD PRODUCTION COMPANY

3a. Address Route 3 Box 3630
Myton, UT 84052

3b. Phone (include area code)
435.646.3721

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

NWNE Section 28 T8S R16E

5. Lease Serial No.

UTU-69060

6. If Indian, Allottee or Tribe Name.

7. If Unit or CA/Agreement, Name and/or

GMBU

8. Well Name and No.

FEDERAL 2-28-8-16

9. API Well No.

4301350138

10. Field and Pool, or Exploratory Area

GREATER MB UNIT

11. County or Parish, State

, UT

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug & Abandon	<input type="checkbox"/> Temporarily Abandon	Spud Notice _____
	<input type="checkbox"/> Convert to Injector	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	_____

13. Describe Proposed or Completed Operation: (Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

On 1/7/11 MIRU Ross #21. Spud well @8:00 AM. Drill 310' of 12 1/4" hole with air mist. At 2:00 PM TIH W/ 7 Jt's 8 5/8" J-55 24# csgn. Set @ 301.52'. On 1/11/11 cement with 160 sks of class "G" w/ 2% CaCL2 + 0.25#/sk Cello-Flake mixed @ 15.8ppg w/ 1.17ft3/sk yield. Returned 3 barrels of cement to pit. WOC.

RECEIVED
JAN 18 2011
DIV. OF OIL, GAS & MINING

I hereby certify that the foregoing is true and correct (Printed/ Typed)

Adam Ferrari

Title

Production Engineer

Signature

Adam Ferrari

Date

01/14/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

Conditions of approval, if any, are attached. Approval of this notice 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.

Office

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 and fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)

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

5. LEASE DESIGNATION AND SERIAL NUMBER:
USA UTU-69060

SUNDRY NOTICES AND REPORTS ON WELLS

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:

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.

7. UNIT or CA AGREEMENT NAME:
GMBU

1. TYPE OF WELL: OIL WELL GAS WELL OTHER

8. WELL NAME and NUMBER:
FEDERAL 2-28-8-16

2. NAME OF OPERATOR:
NEWFIELD PRODUCTION COMPANY

9. API NUMBER:
4301350138

3. ADDRESS OF OPERATOR:
Route 3 Box 3630 CITY Myton STATE UT ZIP 84052

PHONE NUMBER
435.646.3721

10. FIELD AND POOL, OR WILDCAT:
GREATER MB UNIT

4. LOCATION OF WELL:
FOOTAGES AT SURFACE: 0792 FNL 1810 FEL

COUNTY:

OTR/OTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWNE, 28, T8S, R16E

STATE: UT

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will _____	<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 checked="" type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of Work Completion: 03/02/2011	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARITLY 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 FLAIR
	<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/STOP)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: - Weekly Status Report
	<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.

The above subject well was completed on 03-02-11, attached is a daily completion status report.

NAME (PLEASE PRINT) Lucy Chavez-Naupoto

TITLE Administrative Assistant

SIGNATURE



DATE 03/07/2011

(This space for State use only)

RECEIVED
MAR 08 2011
DIV. OF OIL, GAS & MINING

Daily Activity Report

Format For Sundry

FEDERAL 2-28-8-16

1/1/2011 To 5/30/2011

2/16/2011 Day: 1

Completion

Rigless on 2/16/2011 - Ran CBL & shot 1st stage - Install 5m frac head. NU 6" 5K Cameron BOP. RU H/O truck & pressure test casing, blind rams, frac head, csg & casing valves to 4500 psi. RU Perforators LLC WLT w/ mast & run CBL under pressure. WLTD @ 6518' & cement top @ 268'. Perforate stage #1, CP1 sds @ 6094-6103 & CP2 sds @ 6067-69' w/ 3 1/8" Port plug guns (11 gram .36" EH 16.82" pen) w/ 3 spf for total of 33 shots. 156 BWTR. SWIFN.

Daily Cost: \$0

Cumulative Cost: \$16,166

2/23/2011 Day: 2

Completion

Rigless on 2/23/2011 - Frac well. Flow well back. - Stage #1; RU BJ Services "Ram Head" frac flange. RU BJ & open well w/ 70 psi on casing. Perfs broke down @ 2831 psi back to 2152 psi w/ 3 bbls @ 3 bpm. Pump 6 bbls of 15% HCL acid (rec'd 550 psi drop when hit perfs). Frac w/ 26,032#'s of sand in 400 bbls of Lightning 17 frac fluid. Treated @ ave pressure of 2388 w/ ave rate of 36 bpm w/ 6 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 2024 w/ .77FG. Leave pressure on well. 556 bbls EWTR. - Stage #5; RU WLT. RIH w/ frac plug & perf guns. Set plug @ 4852'. Perferate PB8/GB6 sds w/ 3 spf for total of 36 shots. RU BJ & open well w/ 1443 psi on casing. Perfs broke down @ 1832 psi back to 1794 psi w/ 2 bbls @ 3 bpm. Frac w/ 37,593#'s of sand in 361 bbls of Lightning 17 frac fluid. Treated @ ave pressure of 2729 w/ ave rate of 40 bpm w/ 8 ppg of sand. ISIP was 2517 w/ .97FG. RD BJ & WLT. Flow well back. Well flowed for 4 hours & turned to oil & gas. 1519 bbls EWTR. - Stage #4; RU WLT. RIH w/ frac plug & perf guns. Set plug @ 5366'. Perferate C sds w/ 3 spf for total of 15 shots. RU BJ & open well w/ 1568 psi on casing. Perfs broke down @ 1822 psi back to 1850 psi w/ 2 bbls @ 3 bpm. Frac w/ 9,729#'s of sand in 229 bbls of Lightning 17 frac fluid. Treated @ ave pressure of 2585 w/ ave rate of 27 bpm w/ 6 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 1627 w/ .74FG. Leave pressure on well. 1658 bbls EWTR. - Stage #3; RU WLT. RIH w/ frac plug & perf guns. Set plug @ 5670'. Perferate A1 sds w/ 3 spf for total of 15 shots. RU BJ & open well w/ 1911 psi on casing. Perfs broke down @ 4251 psi back to 2178 psi w/ 2 bbls @ 2 bpm. Frac w/ 14,621#'s of sand in 273 bbls of Lightning 17 frac fluid. Treated @ ave pressure of 2774 w/ ave rate of 27 bpm w/ 6 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 1795 w/ .76FG. Leave pressure on well. 1429 bbls EWTR. - Stage #2; RU PSI WLT, crane & lubricator. RIH w/ Weatherford (6K) composite flow through frac plug & perf guns. Set plug @ 5980'. Perferate LODC sds w/ 3 spf for total of 45 shots. RU BJ & open well w/ 1836 psi on casing. Perfs broke down @ 2452 psi back to 2168 psi w/ bbls @ bpm. Frac w/ 75,278#'s of sand in 600 bbls of Lightning 17 frac fluid. Treated @ ave pressure of 2441 w/ ave rate of 43 bpm w/ 8 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 2773 w/ .91FG. Leave pressure on well. 1156 bbls EWTR.

Daily Cost: \$0

Cumulative Cost: \$102,553

2/24/2011 Day: 3

Completion

NC #2 on 2/24/2011 - MIRUSU - 2:30 PM Pull Onto Location W/- NC #2, Spot In, Level Rig, CSDFN @ 6:00 PM, 6:00 To 6:30 PM C/Trvl.

Daily Cost: \$0

Cumulative Cost: \$108,399

2/25/2011 Day: 4

Completion

NC #2 on 2/25/2011 - P/U Tbg - 5:30 To 6:00 AM C/Trvl, 6:00 AM OWU, R/U NC #2, R/D Cameron BOPS, R/U Weatherford BOPS, P/U & TIH W/- Bit & Bit Sub, 144- Jts Tbg, Tag 1st Plg @ 4523', R/U Rig Pmp, Wait On Water, SWI, CSDFN @ 7:00 PM, 7:00 To 7:30 PM C/Trvl.

Daily Cost: \$0

Cumulative Cost: \$115,849

2/28/2011 Day: 5

Completion

NC #2 on 2/28/2011 - Drill Out Plgs, Start To Swab - 5:30 To 6:00 AM C/Trvl, 6:00 AM Thaw Out Wellhead, OWU, R/U Rig Pmp, R/U RBS Pwr Swvl, Drill Out Plg, 30 Min Drill Time, Swvl In The Hole To Plg #2 @ 4850', Drill Out Plg, 27 Min Drill Time, Swvl In The Hole To Plg #3 @ 5365', Drill Out Plg, 32 Min Drill Time, Swvl In The Hole To Plg #4 @ 5667', Drill Out Plg, 29 Min Drill Time, Swvl In The Hole To Plg #5 @ 5980', Drill Out Plg, 30 Min Drill Time, Swvl In The Hole To PBTD @ 6533', Circ Well Clean For Approx. 1 HR, POOH W/- 5- Jts Tbg, R/U Sandline, SWI, CSDFN @ 7:00 PM, 7:00 To 7:30 PM C/Trvl.

Daily Cost: \$0

Cumulative Cost: \$159,782

3/1/2011 Day: 6

Completion

NC #2 on 3/1/2011 - Swab Well, Round Trip Tbg - 5:30 To 6:00 AM C/Trvl, 6:00 AM Thaw Out Wellhead, OWU, Swab Well, Swab Back Approx. 170 Bbls Fluid, R/D Sandline, TIH W/- 5 Jts Tbg, Circ Well Clean For Approx. 1 Hr, L/D 13- Jts Tbg, POOH W/- 195 Jts Tbg, Bit Sub & Bit, P/U & TIH W/- NC, 2- Jts Tbg, SN, 1- Jt Tbg, TA, 193- Jts Tbg, Set TA In 18,000 Lbs Tension, SWI, CSDFN @ 6:30 PM, 6:30 PM To 7:00 PM C/Trvl.

Daily Cost: \$0

Cumulative Cost: \$164,281

3/2/2011 Day: 7

Completion

NC #2 on 3/2/2011 - TIH W/- Rod String, PWOP - 5:30 To 6:00 AM C/Trvl, 6:00 AM Thaw Out Wellhead, OWU, R/D Weatherford BOPS, R/U Wellhead, X - Over For Rods, P/U & Stroke Test W/- Central Hydraulics 2 1/2 x 1 1/2 x 21 x 24' RHAC Rod Pmp (Max STL 230") (Stabilizer Sub On Top Of Pmp), TIH W/- Pmp, 6- 1 1/2" x 25' Wt Bars, 54- 3/4" Guided Rods, 80- 3/4" Plain Rods, 102- 7/8" Guided Rods, 1- 8', 1- 4', 1- 2' x 7/8" Pony Subs, 1 1/2" x 26' Polished Rod, R/U Pmp Unit, R/U Rig Pmp, Fill & Test Tbg To 800 Psi Using Pmp Unit, Good Test, Took 6 Bbls Wtr, PWOP @ 6:30 PM, 122" STL, 5 SPM. FINAL REPORT **Finalized**

Daily Cost: \$0

Cumulative Cost: \$194,343

Pertinent Files: Go to File List

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0137
Expires: July 31, 2010

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

5. Lease Serial No.
UTU-69060

6. If Indian, Allottee or Tribe Name

7. Unit or CA Agreement Name and No.
GMBU

8. Lease Name and Well No.
FEDERAL 2-28-8-16

9. AFI Well No.
43-013-50138

10. Field and Pool or Exploratory
GREATER MB UNIT

11. Sec., T., R., M., on Block and Survey or Area
SEC. 28, T8S, R16E

12. County or Parish
DUCHESNE

13. State
UT

14. Date Spudded
01/07/2011

15. Date T.D. Reached
02/04/2011

16. Date Completed
03/02/2011
 D & A Ready to Prod.

17. Elevations (DF, RKB, RT, GL)*
5578' GL 5590' KB

18. Total Depth: MD 6610' TVD

19. Plug Back T.D.: MD 6533' TVD

20. Depth Bridge Plug Set: MD TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)
DUAL IND GRD, SP, COMP. DENSITY, COMP. NEUTRON, GR, CALIPER, CMT BOND

22. Was well cored? No Yes (Submit analysis)
Was DST run? No Yes (Submit report)
Directional Survey? No Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt. (#/ft.)	Top (MD)	Bottom (MD)	Stage Cementer Depth	No. of Sk. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
12-1/4"	8-5/8" J-55	24#	0	314'		160 CLASS G			
7-7/8"	5-1/2" J-55	15.5#	0	6587'		275 PRIMLITE		268'	
						400 50/50 POZ			

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)
2-7/8"	EOT@ 6172'	TA @ 6074'						

25. Producing Intervals

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) Green River	4612'	6103'	6067-6103'	.36"	33	
B)			4612-5880'	.34"	111	
C)						
D)						

27. Acid, Fracture, Treatment, Cement Squeeze, etc.

Depth Interval	Amount and Type of Material
4612-6103'	Frac w/ 163253#'s 20/40 sand in 805 bbls of Lightning 17 fluid in 5 stages

28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
03/04/11	03/15/11	24	→	43	36	60			2-1/2" x 1-1/2" x 21' x 24' RHAC Pump
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→					PRODUCING	

28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	
			→						

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*(See instructions and spaces for additional data on page 2)

28b. Production - Interval C

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	

28c. Production - Interval D

Date First Produced	Test Date	Hours Tested	Test Production →	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	

29. Disposition of Gas (Solid, used for fuel, vented, etc.)

SOLD & USED FOR FUEL

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

GEOLOGICAL MARKERS

Formation	Top	Bottom	Descriptions, Contents, etc.	Name	Top
					Meas. Depth
GREEN RIVER	4612'	6103'		GARDEN GULCH MRK	4044'
				GARDEN GULCH 1	4260'
				GARDEN GULCH 2	4382'
				POINT 3	4658'
				X MRKR	4921'
				Y MRKR	4952'
				DOUGALS CREEK MRK	5073'
				BI CARBONATE MRK	5324'
				B LIMESTON MRK	5462'
				CASTLE PEAK	6000'
				BASAL CARBONATE	6408'
				WASATCH	6538'

32. Additional remarks (include plugging procedure):

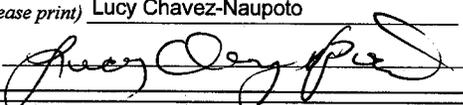
33. Indicate which items have been attached by placing a check in the appropriate boxes:

- Electrical/Mechanical Logs (1 full set req'd.)
 Geologic Report
 DST Report
 Directional Survey
 Sundry Notice for plugging and cement verification
 Core Analysis
 Other: Drilling Daily Activity

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)*

Name (please print) Lucy Chavez-Naupoto

Title Administrative Assistant

Signature 

Date 03/17/2011

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.

Daily Activity Report**Format For Sundry****FEDERAL 2-28-8-16****11/1/2010 To 3/28/2011****FEDERAL 2-28-8-16****Waiting on Cement****Date:** 1/14/2011

Ross #21 at 310. Days Since Spud - On 1-7-11 Ross # 21 spud and drilled 310' of 12 1/4" hole, P/U and run 7 jts. Of 8 5/8" casing set - yield. Returned 3bbls to pit, bump plug to 405 psi, BLM and State were notified of spud via email. - @ 301.52', On 1-11-11 cement w/ BJ w/ 160 sks of class G+2%kcl+.25#CF mixed @ 15.8ppg and 1.17

Daily Cost: \$0**Cumulative Cost:** \$63,223**FEDERAL 2-28-8-16****Rigging down****Date:** 1/30/2011

NDSI #3 at 310. 0 Days Since Spud - RD to move to Federal 2-28-8-16

Daily Cost: \$0**Cumulative Cost:** \$67,203**FEDERAL 2-28-8-16****Drill 7 7/8" hole with fresh water****Date:** 1/31/2011

NDSI #3 at 1338. 1 Days Since Spud - Quick test Pressure test BOP's/Test Kelly,Safety valve,Pipe & Blind rams, & Choke to 2000 psi for - On 1/30/11 Jones Trucking moved rig # 3 from Federal 6-28-8-16 to Federal 2-28-8-16/Set Equipment - PU BHA with Pay Zone Dir. Tools/Tag cmt. @ 275'. - Drill 7 7/8" hole from 275' to 928'/WOB 12 to 18/RPM 68/GPM 320/ROP 145 FPH - Install rotating head rubber & Drive bushings - Drill 7 7/8" hole from 928' to 1338'/WOB 20/RPM 68/GPM 320/ ROP 164 FPH - 10 min./Csg to 1500 psi for 30 min./All tested ok.

Daily Cost: \$0**Cumulative Cost:** \$113,904**FEDERAL 2-28-8-16****Drill 7 7/8" hole with fresh water****Date:** 2/1/2011

NDSI #3 at 3448. 2 Days Since Spud - Drill 7 7/8" hole from 1810' to 3448'/WOB 25/RPM 55/GPM 320/ROP 93.6 - Rig service/ Function test BOP's & Crown-O-Matic/OK - Drill 7 7/8" hole from 1338' to 1810'/WOB 20/RPM 65/GPM 320/ROP 79 FPH - No Slides

Daily Cost: \$0**Cumulative Cost:** \$150,924**FEDERAL 2-28-8-16****Drill 7 7/8" hole with fresh water****Date:** 2/2/2011

NDSI #3 at 5212. 3 Days Since Spud - Rig service/ Function test BOP's & Crown-O-Matic/OK - Slides 16' @ 4866'/10' @ 4929' - Drill 7 7/8" hole from 4204' to 5212'/WOB 25/RPM 50/GPM 320/ROP 78 FPH - Drill 7 7/8" hole from 3448' to 4204'/WOB 20/RPM 50/GPM 320/ROP 72 FPH

Daily Cost: \$0**Cumulative Cost:** \$167,650**FEDERAL 2-28-8-16****Pumping 10# Brine**

Date: 2/3/2011

NDSI #3 at 6610. 4 Days Since Spud - Drill 7 7/8" hole from 5212' to 5438'/WOB 20/RPM 50/GPM 320/ROP 65 FPH - Circ & Cond. For logs - Repair # 1 mud pump/# 2 mud pump has broken radiator - Drill 7 7/8" hole from 5438' to 5811'/WOB 20/RPM 50/GPM 420/ROP 107 FPH - Rig service & Function test BOP's & Crown-O-Matic/OK - Drill 7 7/8" hole from 5811' to T.D. 6610'/WOB 25/RPM 50/GPM 420/ROP 94 FPH - Slide 18' @ 5811' - LDDP to 3500'

Daily Cost: \$0**Cumulative Cost:** \$204,018

FEDERAL 2-28-8-16**Wait on Completion****Date:** 2/4/2011

NDSI #3 at 6610. 5 Days Since Spud - Run 155jts of 5.5 casing set @ 6588.72'KB - Log W/ Pioneer Wireline. Triple Combo. - Circulate and wait on BJ - Cement w/BJ 275sks lead;PLII+3%KCL+5#CSE+0.5#CF+5#KOL+.5SMS+FP+SF - 400sks tail;50:50:2+3% KCL+0.5%EC-1+.25#CF+.05#SF+.3SMS+FP-6L - Clean Mud Tanks - Pump Brine & LDDP & BHA - Release Ri @ 3:30am 2/4/11 **Finalized**

Daily Cost: \$0**Cumulative Cost:** \$335,226

Pertinent Files: [Go to File List](#)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

5a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. UTU-69060
5b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name NA
2. Name of Operator Newfield Production Company		7. If Unit or CA Agreement, Name and No. NA
3a. Address Route #3 Box 3630, Myton UT 84052		8. Lease Name and Well No. Federal 2-28-8-16
3b. Phone No. (include area code) (435) 646-3721		9. API Well No. B-013-50138
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface NW/NE 792' FNL 1810' FEL At proposed prod. zone		10. Field and Pool, or Exploratory Monument Butte
14. Distance in miles and direction from nearest town or post office* Approximately 13.9 miles southwest of Myton, UT		11. Sec., T. R. M. or Blk. and Survey or Area Sec. 28, T8S R16E
15. Distance from proposed* location to nearest property or lease line, ft. Approx. 830' f/lse, NA' f/unit (Also to nearest drig. unit line, if any)	16. No. of acres in lease 1,143.86	13. State UT
17. Spacing Unit dedicated to this well 40 Acres	18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 1,173'	12. County or Parish Duchesne
19. Proposed Depth 6,625'	20. BLM/BIA Bond No. on file WYB000493	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5578' GL	22. Approximate date work will start* 1st Oct. 2010	23. Estimated duration (7) days from SPUD to rig release
24. Attachments		

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

- | | |
|--|---|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the BLM. |

25. Signature <i>Mandie Crozier</i>	Name (Printed/Typed) Mandie Crozier	Date 9/11/09
Title Regulatory Specialist		
Approved by (Signature) <i>James H. Sparger</i>	Name (Printed/Typed) James H. Sparger	Date APR 02 2010
Title ACTING Assistant Field Manager Lands & Mineral Resources	Office VERNAL FIELD OFFICE	

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.

(Continued on page 2)

*(Instructions on page 2)

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DIV. OF OIL, GAS & MINING

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DEPT OF THE INTERIOR

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NOS 03-09-09

AFMSS# 096XS59DA

4006m

NOTICE OF APPROVAL

CONDITIONS OF APPROVAL ATTACHED

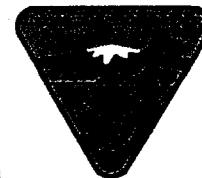


UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
VERNAL FIELD OFFICE

170 South 500 East

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Newfield Production Company
Well No: Federal 2-28-8-16
API No: 43-013-50138

Location: NWNE, Sec. 28, T8S R16E
Lease No: UTU-69060
Agreement: Greater Monument Butte

OFFICE NUMBER: (435) 781-4400

OFFICE FAX NUMBER: (435) 781-3420

**A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR
FIELD REPRESENTATIVE TO INSURE COMPLIANCE**

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. **This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.**

NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)	- Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental Scientist)	- Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	- Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	- Twenty-Four (24) hours prior to running casing and cementing all casing strings to: ut_vn_opreport@blm.gov .
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	- Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	- Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

**SURFACE USE PROGRAM
 CONDITIONS OF APPROVAL (COAs)**

- All new and replacement internal combustion gas field engines of less than or equal to 300 design-rated horsepower must not emit more than 2 gms of NO_x per horsepower-hour. This requirement does not apply to gas field engines of less than or equal to 40 design-rated horsepower.
- All and replacement internal combustion gas field engines of greater than 300 design rated horsepower must not emit more than 1.0 gms of NO_x per horsepower-hour.
- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

SITE SPECIFIC CONDITIONS OF APPROVAL

- Construction and drilling is not allowed from May 1 – June 15 to minimize impacts during mountain plover nesting.
- If it is anticipated that construction or drilling will occur during any of the given timing restrictions, a BLM or qualified biologist should be notified so surveys can be conducted. Depending upon the results of the surveys, permission to proceed may or may not be granted by the BLM Authorized Officer.
- Prior to construction, an invasive plants/noxious weeds inventory will be completed for all areas where surface disturbance will occur, and a completed Weed Inventory Form will be submitted to the BLM Authorized Officer.

Reclamation

- Reclamation will be completed in accordance with the Newfield Exploration Company Castle Peak and Eight Mile Flat Reclamation Plan on file with the Vernal Field Office of the BLM.

Seed Mix (Interim and Final Reclamation)

Common name	Latin name	lbs/acre	Recommended seed planting depth
Squirreltail grass	<i>Elymus elymoides</i>	2.0	¼ - ½"
Bluebunch wheatgrass	<i>Pseudoroegneria spicata</i>	1.0	½"
Shadscale saltbush	<i>Atriplex confertifolia</i>	2.0	½"
Four-wing saltbush	<i>Atriplex canescens</i>	3.0	½"
Gardner's saltbush	<i>Atriplex gardneri</i>	1.0	½"
Scarlet globemallow	<i>Sphaeralcea coccinea</i>	1.0	⅛ - ¼"

- All pounds are pure live seed.
- All seed and mulch would be certified weed free.
- Rates are set for drill seeding; double rate if broadcasting.

Monitoring and Reporting

- The operator shall submit a Sundry Notice (Form 3160-5) to the BLM Authorized Officer (AO) that designates the proposed site-specific monitoring and reference sites chosen for the location. A description of the proposed sites shall be included, as well as a map showing the locations of the proposed sites.
- The operator shall submit a Sundry Notice (Form 3160-5) to the BLM Authorized Officer (AO) 3 growing seasons after reclamation efforts have occurred evaluating the status of the reclaimed areas in order to determine whether the BLM standards set forth in the Green River District Reclamation Guidelines have been met (30% or greater basal cover).

**DOWNHOLE PROGRAM
CONDITIONS OF APPROVAL (COAs)**

SITE SPECIFIC DOWNHOLE COAs:

- Production casing cement shall be brought up and into the surface.
- Logging: A Gamma Ray well Log shall be run from the well Total Depth to the surface. A copy of the Gamma Ray well Log shall be submitted to the BLM Vernal Field Office.
- A copy of Newfield's Standard Operating Practices (SOP version: dated 4/18/08 and approved 5/12/08) shall be on location.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- **Cement baskets shall not be run on surface casing.**
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.

- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- **Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.**
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

OPERATING REQUIREMENT REMINDERS:

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.
- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - Unit agreement and/or participating area name and number, if applicable.
 - Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4.

Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers 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 shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 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 Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover equipment shall be removed from a well to be placed in a suspended status without prior approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

Spud
BLM - Vernal Field Office - Notification Form

Operator Newfield Exploration Rig Name/# Ross 21 Submitted By
Adam Ferrari Phone Number 435-823-6740
Well Name/Number Federal 2-28-8-16
Qtr/Qtr NW/NE Section 28 Township 8S Range 16E
Lease Serial Number UTU-69060
API Number 43-013-50138

Spud Notice – Spud is the initial spudding of the well, not drilling
out below a casing string.

Date/Time 1/7/2011 8:00 AM PM

Casing – Please report time casing run starts, not cementing
times.

- Surface Casing
- Intermediate Casing
- Production Casing
- Liner
- Other

Date/Time 1/7/2011 2:00PM AM PM

BOPE

- Initial BOPE test at surface casing point
- BOPE test at intermediate casing point
- 30 day BOPE test
- Other

Date/Time _____ AM PM

Remarks _____
