

**UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY**

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK
 DRILL DEEPEN PLUG BACK

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

2. NAME OF OPERATOR
N. P. Energy Corp.

3. ADDRESS OF OPERATOR
1399 South 7th East, Salt Lake City, Utah 84105

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*
 At surface **NW. SW. Sec. 11, T 20S, R 21E, S.L.M.**
 At proposed prod. zone **751' fr. W-line and 1889' fr. S-line**

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
Approx. 15 miles NW. of Cisco, Utah

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) **751'**

16. NO. OF ACRES IN LEASE
2400 ac.

17. NO. OF ACRES ASSIGNED TO THIS WELL
160 acres

18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. **1/2 mile**

19. PROPOSED DEPTH
3350'

20. ROTARY OR CABLE TOOLS
Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)
5484' grd; 5494' K.B.

22. APPROX. DATE WORK WILL START*
Dec. 30, 1978

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
9 3/4"	7"	20.00	200'	100 sks

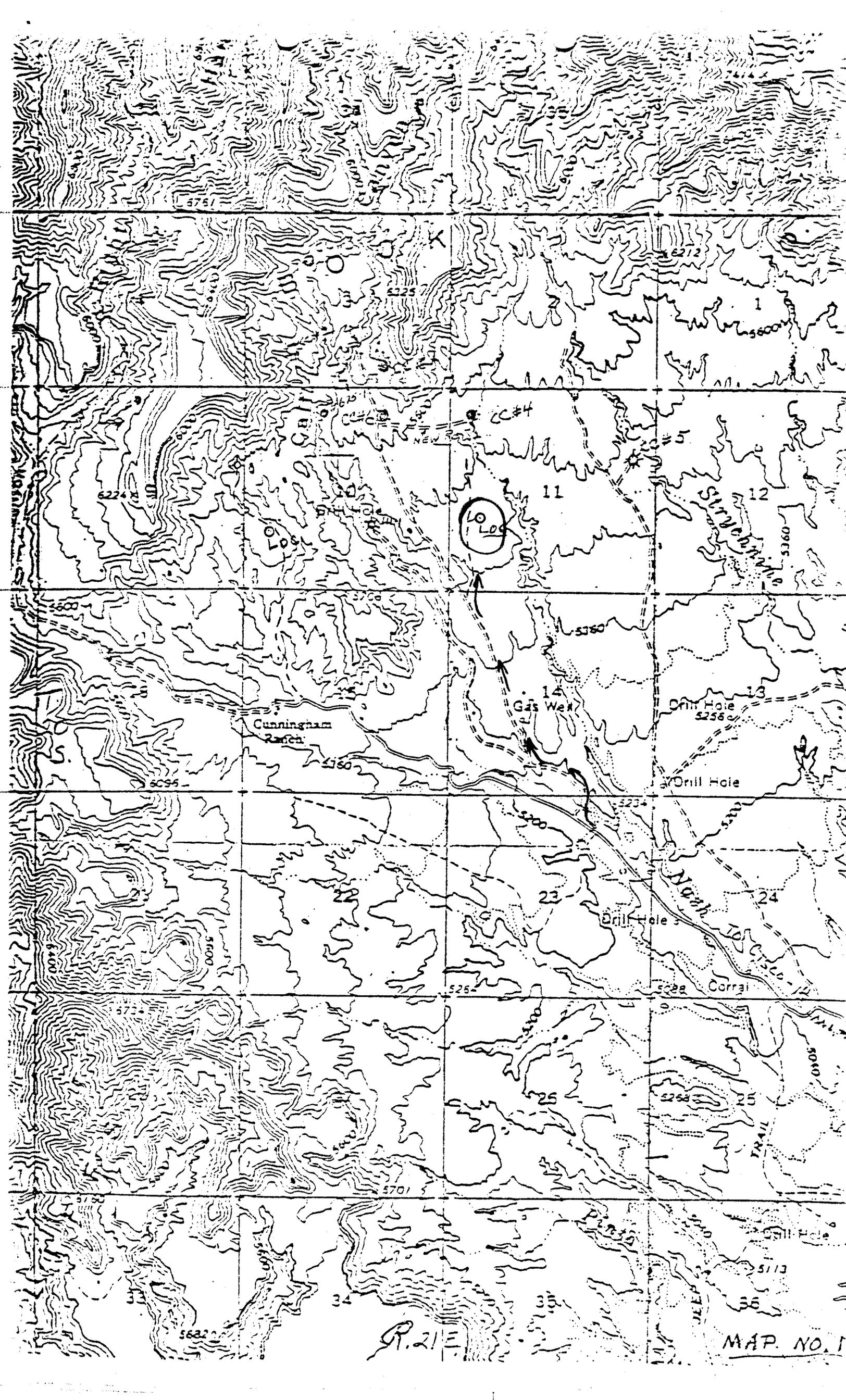
It is planned to drill a well at the above location to test the gas and/or oil production possibilities of the sands in the Dakota, Cedar Mt., Morrison, and Entrada formations. The well will be drilled to approximately 50 to 100 ft. below the top of the Entrada formation, if conditions permit. The well will be drilled with rotary tools, using air for circulation. The surface casing (7") will be set at about 200' K.B. and cemented with returns to the surface. A blowout preventer and rotating head will be installed on top of the surface casing. Fill and kill lines will be connected to the well head below the blind rams on the blowout preventer. Any gas encountered will be flared at the end of the blowout line, and roughly checked for volume thru a 2" line after the pipe rams have been closed. A float valve will be used in the bottom drill collar at all times. A prognosis of the well is attached.

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

SIGNED _____ TITLE **Consulting Geologist** DATE **November 30, 1978**

(This space for Federal or State office use)
 PERMIT NO. **43-019-30485** APPROVAL DATE _____

APPROVED BY _____ TITLE _____ DATE _____
 CONDITIONS OF APPROVAL, IF ANY:



PROGNOSIS FOR
N. P. ENERGY CORP.
FEDERAL #1-11 WELL

Location: NW. SW. Section 11, T 20S, R 21E, S.L.M., Grand County, Utah (751' from W-line and 1889' fr. S-line)

Elevation: 5484' grd; 5494' K. B.

Surface Casing: 200 ft. of 7 inch, 20.00#, K-55, R-3 casing set and cemented with 100 sks of reg. cement w/3% CaCl; with returns to the surface. The surface hole, 9 3/4", will be drilled to 200 ft. K.B. and will be less than 1 1/2° deviation.

Expected Formation Tops:

<u>Formation</u>	<u>Depth to Top</u>	<u>Thickness</u>	<u>Datum</u>
Mancos	Surface	2500'	5494' K.B.
Dakota	2500'	80'	2994'
Cedar Mountain	2580'	75'	2914'
Morrison (Brushy B.)	2655'	270'	2839'
(Salt Wash)	2925'	250'	2569'
Curtis-Summerville	3175'	85'	2319'
Entrada	3260'	—	2234'
Total Depth	3350'		

1. It is planned to drill a 9 3/4" surface hole for the surface casing down to a depth of about 200 ft. and set 7-inch casing with approx. 100 sks of cement with returns to the surface. A casing head or flange will be mounted on top of the surface casing and a blowout preventer with blind and pipe rams (hydraulic) will be mounted on the casing head. A rotating head will then be mounted on top of the blowout preventer. A blewie line, at least 100 ft. long, will then be attached to the rotating head and extended into the reserve pit.
2. A 6 1/2" hole will then be drilled below the surface casing, using air for circulation. A flare will be maintained at the end of the blewie line at all times while drilling below 2000'. This will insure that no gas will be missed. The air drilling will also minimize the damage to the hydrocarbon reservoir.

3. Samples of the cuttings will begin at 2000'. 30-ft. samples will be taken from 2000' to 2450', and then 10-ft. samples will be taken from 2450' to total depth.
4. It is planned to drill the well to a depth which is approximately 100 feet below the top of the Entrada formation unless good commercial flow of gas is obtained above this depth.
5. If a high gas flow (several million cubic feet) and/or when the total depth of the well is reached, electric logs will be run. Prior to running logs, high viscosity mud (not less than 100 vis.) will be pumped into the hole to provide control of the gas and to provide a conductive medium for the logs. A dual-induction-laterolog will be run from bottom to the top of the hole, and a gamma-density and compensated neutron porosity log will be run from the bottom to a point which is 150' above the top of the Dakota formation.
6. If good production (over 750 MCF) is obtained, 4½" O.D., 10.50#, K-55, R-3 new casing will be run and cemented conventionally with sufficient R.F.C. cement to cover 200 ft. above the top of the Dakota formation. The production zone will then be perforated, 2 3/8" O.D. tubing run, and completed conventionally.
7. It is anticipated that the drilling of the well will require less than one week.

W. Don Quigley
W. Don Quigley
Consulting Geologist
Salt Lake City, Utah

SURFACE USE & OPERATIONS PLAN
FOR

N. P. ENERGY CORP.
FEDERAL #1-11 WELL
NW. SW. SEC. 11-20S-21E
GRAND COUNTY, UTAH

1. Location: A survey plat showing the location of the proposed well site is attached. (See Plat No. 1) Map No. 1 shows the location of the well on Cisco Dome and the roads in the area. The west Cisco Exit from I-70 is used to gain access to the secondary roads to the well site. The well site is about 15 miles from the Exit. The secondary roads are in good shape and will require no work.
2. Planned Access Road: The access road (see attached map) is an existing trail which takes off the Calf Canyon road at a point near the NW. corner of Sec. 14. This trail will have to be improved and made wider (14 ft. wide); but no big cuts or fills will be required. The well site is 450 ft. east of the trail. This short piece of road is over fairly level terrain and will require little work.
3. Location of Existing Wells: See attached map.
4. Location of Production Equipment: A plan for the anticipated production equipment, if the well is successful, is submitted on Plat No. 2. When production ceases, this equipment will be removed and the land surface graded, levelled, and reseeded.
5. Water Supply: Since the proposed well is to be drilled with air for circulation, very little water will be required. The water needed will be hauled to the location by truck from Nash Wash. A water hole near the Cunningham Ranch will be used after permission from Mr. Bill Cunningham has been obtained.
6. Road Material: No additional road material, gravel, sand, or culverts will be required.
7. Waste Disposal: A reserve and burn pit will be constructed at the well site as shown on Plat No. 3. All excess water, mud, and drill cuttings will be deposited into the reserve

- pit. Burnable material and garbage will be put into the burn pit, which will be fenced to prevent the spreading of debris by the wind. A toilet will be furnished for the human waste. All pits will be folded-in and covered as soon as feasible after cessation of drilling operations. The approximate dimensions of the reserve pit are shown on Plat No. 3.
8. Camp Facilities and Airstrips: No camp facilities other than two or three house trailers at the well site will be needed. No airstrips will be required.
 9. Well Site Layout: A plan for the drilling equipment layout required for the drilling of the proposed well is shown on Plat No. 3. The approximate dimensions of the site, direction of drill rig setting, reserve pit location with dimensions, and equipment arrangement are shown on this plat. Since the site is close to the road and nearly level, no big cuts or fills will be required. A spot for the drill rig and mud tanks will be levelled. The reserve pit will be long and narrow (parallel to the direction of the blewie line). It will be a trench (20 to 25' wide and 100 ft. long) cut down about 4-ft. deep with the ends sloping. The dirt from the trench will be piled at the far end (east end) of the trench.
 10. Restoration: After drilling operations have been concluded, and the equipment removed, the well site will be cleaned, rat hole and mouse hole filled-in; the cellar filled in around well marker or well head; the location levelled or restored to normal; the top soil spread back over the location and reseeded if the well is unsuccessful. If the well is completed for production, the location will be cleaned and levelled for the production equipment; the pits will be folded-in and levelled. This work will be conducted as soon as feasible, hopefully within 30 days after the drilling equipment has been removed.
 11. Land Description: The proposed well site is on a plateau or mesa and close to an existing road. The site is quite level; is covered with sage brush, some juniper and cedar trees, and some grass. There is sandy top-soil over the location; and this soil (about 12" deep) will be removed and piled at one side (probably the west side) of the location. The trees and sage brush will also be removed.

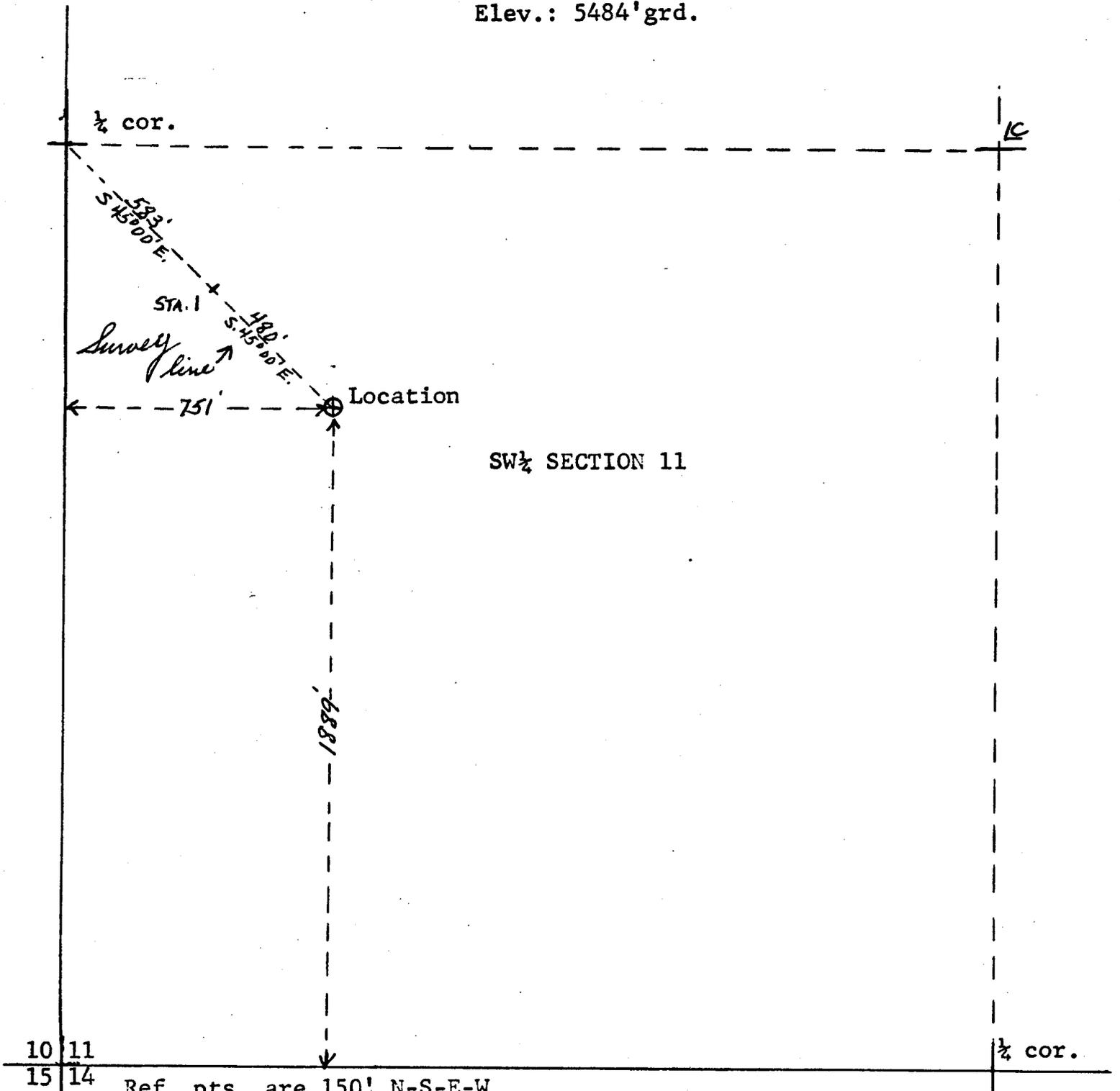
12. Representative: The operator's representative at the well site will probably be W. Don Quigley, Suite 440, 57 West South Temple Bldg., Salt Lake City, Utah. The location and restoration work will be accomplished by contractors working for the operator.
13. Certification: I hereby certify that I, or persons under my direct supervision, have inspected the drill site and access route; that I am familiar with the conditions which presently exist; that statements made in this plan are, to the best of my knowledge, true and correct; and that work associated with the operations proposed herein will be performed by N. P. Energy Corp. and its contractors in conformity with this plan and terms and conditions under which it is approved.

Date:

Nov. 30, 1978

W. Don Quigley
W. Don Quigley

LOCATION PLAT FOR
NP ENERGY CORPORATION
FEDERAL #1-11 WELL
NW.SW.SEC.11-20S-21E.
(751' fr W-line & 1889' fr S-line)
Elev.: 5484'grd.



Ref. pts. are 150' N-S-E-W

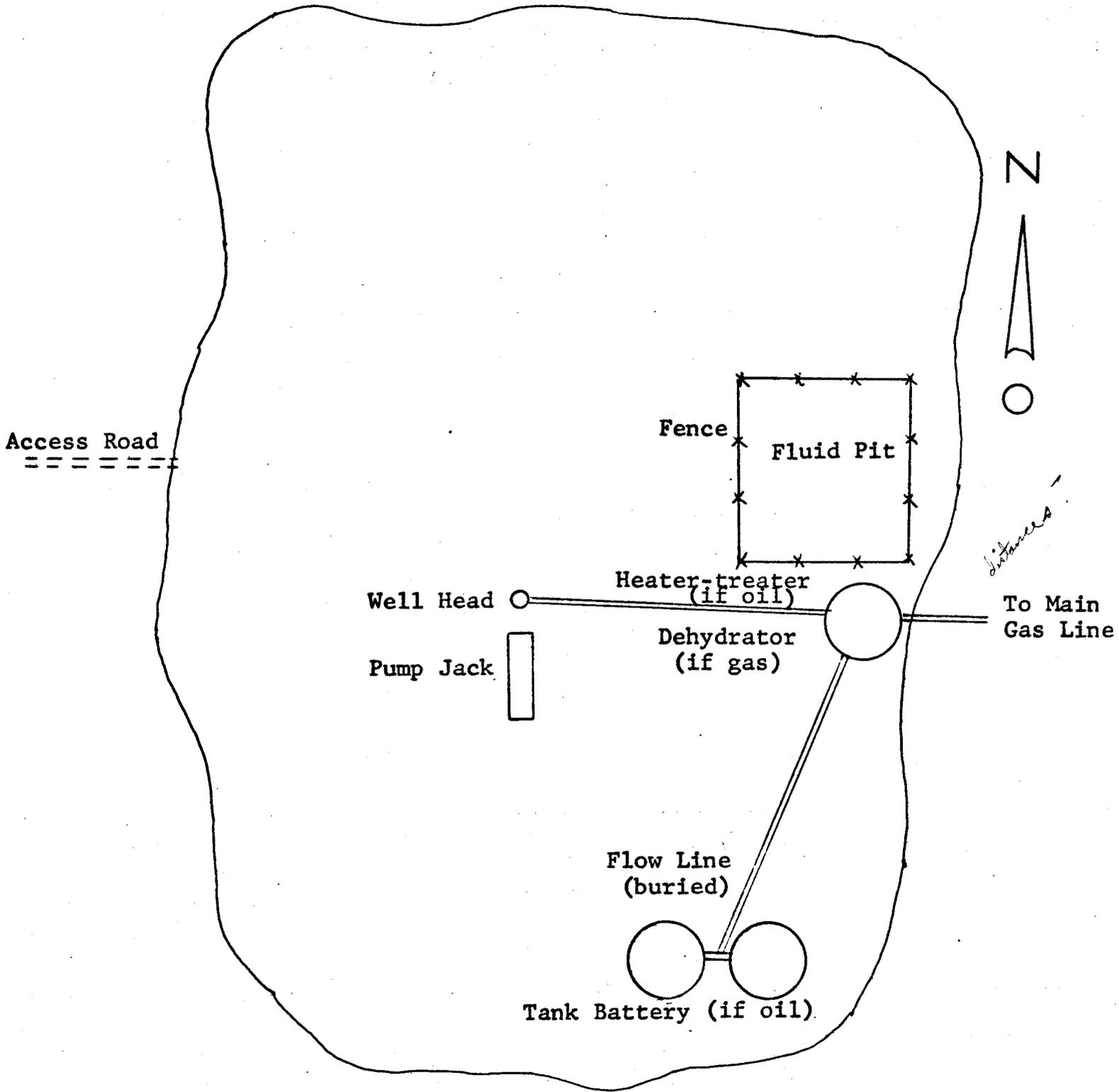
I certify that this plat was plotted from notes of a field survey made by me on Nov.22,1978.

W. Don Quigley
W. Don Quigley

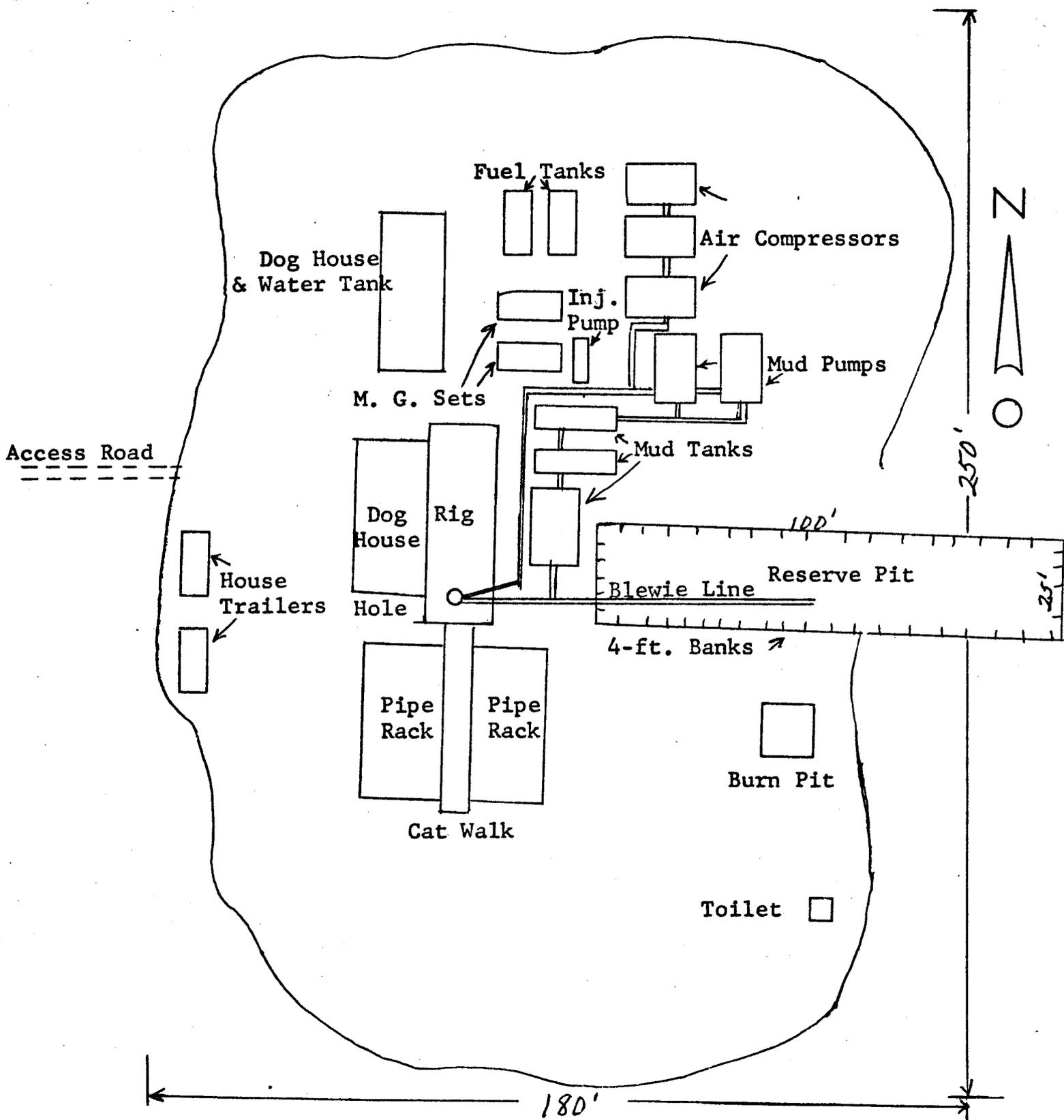
Scale: 1 in. = 400 ft.
Date: Nov.29,1978
Surveyed By: W. Don Quigley
AAPG Cert.#1296
APGS Cert.#3038

PLAT NO.1

PLAN FOR PRODUCTION EQUIPMENT
N. P. ENERGY CORP.
FEDERAL #1-11 WELL
NW. SW. SEC. 11-20S-21E



LOCATION PLAN FOR
 N. P. ENERGY CORP.
 FEDERAL #1-11 WELL
 NW. SW. SEC. 11-20S-21E



Scale: 1 in. = approx. 30 ft.

Plat No. 3

WELL CONTROL EQUIPMENT FOR
N. P. ENERGY CORP.
FEDERAL #1-11 WELL
NW. SW. SEC. 11-20S-21E
GRAND COUNTY, UTAH

The following control equipment is planned for the above designated well: (See attached diagram)

1. Surface Casing:

- A. Hole size for surface casing is 9 3/4"
- B. Setting depth for surface casing is approx. 200 ft.
- C. Casing specs. are: 7 in. O.D., K-55, 20.00#, 8 rd. thread, R-3 new or used.
- D. Anticipated pressure at setting depth is approx. 20 lbs.
- E. Casing will be run using three centralizers and a guide shoe, and will be cemented with 100 sks of cement with returns to the surface.
- F. Top of the casing will be near ground level.

2. Casing Head:

Flange size: 10", A.P.I. Pressure rating: 2000# W.P., Series 600; Cameron, OCT, or equivalent; new or used; equipped w/two 2" ports with nipples and 2", 2000# W.P. ball or plug valves. Casing head and valves set above ground level. (A flange only may be used on top of the casing, if the B.O.P. is equipped with 2" outlets below the blind rams.)

3. Intermediate Casing:

None

4. Blowout Preventors:

- A. Double rams; hydraulic; one set of blind rams; one set of rams for 3 1/2" or 4" drill pipe; 10" flange; 2000# or greater W.P.; Series 900; equipped with mechanical wheels and rod for back-up; set on top of casing head flange and securely bolted down, and pressure tested for leaks up to 2000# p.s.i. A hydraulically operated hy-drill may be used in place of the above B.O.P., if equipped with 2" outlets below the rams.
- B. Rotating Head: Shaffer, Grants or equivalent; set on top of blowout preventor and bolted securely; complete with kelly drive, pressure lubricator; 3 1/2" or 4" rubber for

2000# W.P.; need not have hydril assembly on bottom, if a separate hydril or B.O.P. is used.

- C. Fill and Kill Lines: The fill and kill lines (2" tubing or heavy duty line pipe) are to be connected thru the 2" valves on the casing head and thru a manifold to permit ready switching from the fill to kill lines.

5. Auxillary Equipment:

A float valve is to be used in the bottom drill collar at all times. A safety valve that can be used in the drill pipe will be kept within easy reach on the rig floor at all times.

6. Anticipated Pressures:

The shut-in pressures of the Dakota, Cedar Mountain, and Morrison formations at depths of 2000' to 3000' in the area have been measured at about 600# to 800# maximum.

7. Drilling Fluids:

Air will be used to drill the subject well until water is encountered, then air-soap-water mist will be used to drill the well deeper. In case of excessive caving problems, it may be necessary to convert to mud.

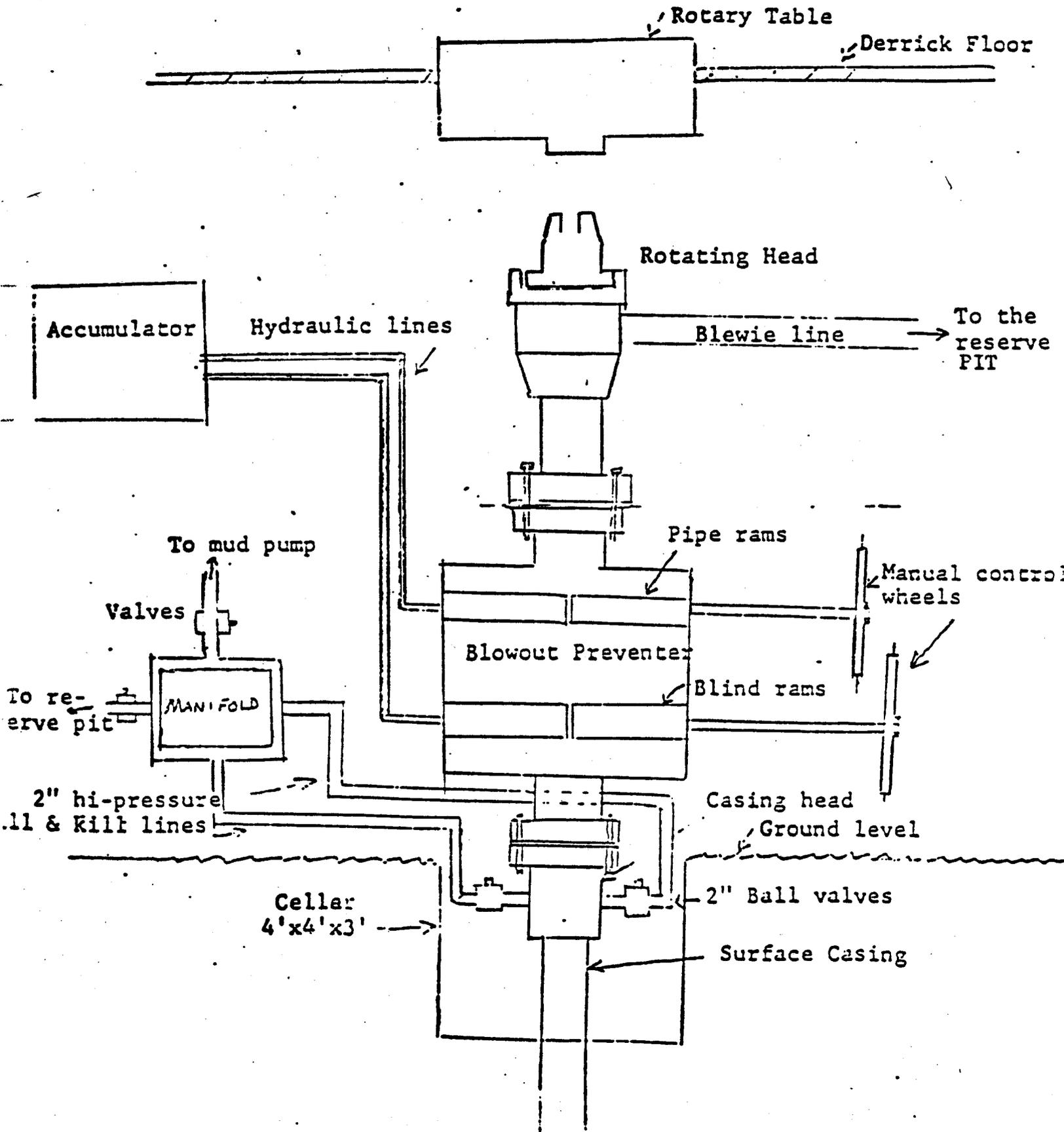
8. Production Casing:

- A. Hole size for production casing will be 6½".
- B. Approx. setting depth will be about 3500'.
- C. Casing Specs. are: 4½" O.D.; K-55; 10.50#; 8-rd thread; R-3, new.
- D. If good production is obtained, the casing will be run with a guide shoe at the bottom and about six centralizers and cemented conventionally with sufficient R.F.C. cement to cover 200 ft. above the top of the Dakota formation. The production zone will be perforated, 2 3/8" O.D. tubing will be run, and the well completed conventionally. In the event the production is small, it may be desirable to minimize the damage to the formation by keeping all mud and cement off the formation. In this case the procedure outlined below will be used.
- E. Casing will be run with about six centralizers and a cement basket with DV tool set above the production zone.

There will be sufficient casing to extend thru the production zone below the basket with a blind guide shoe on the bottom. The casing will be cemented above the packer with about 85 sks of cement (sufficient to cement thru the Dakota formation). The cement will be allowed to cure at least 48 hrs. The plug can then be drilled out and the casing perforated below the DV tool. Two inch tubing will be run and secured in the tubing head prior to perforating.

SCHEMATIC DIAGRAM OF
CONTROL EQUIPMENT FOR THE

N.P. ENERGY CORP.
FEDERAL #1-11 WELL
NW. SW. SEC. 11-20S-21E



STATE OF UTAH
DIVISION OF OIL, GAS, AND MINING

** FILE NOTATIONS **

Mike
See me
Dr
W
Mount - E.
SENE - JW

Date: Dec. 5, 1978

Operator: U.P. Energy

Well No: Lea # 1-11

Location: Sec. 11 T. 20S R. 21E County: Grand

File Prepared: Entered on N.I.D.:

Card Indexed: Completion Sheet:

API Number: 43-019-30484

CHECKED BY:

Administrative Assistant: *AW*

Remarks: *OK - fits pattern*

Petroleum Engineer: _____

Remarks:

Director: _____

Remarks:

INCLUDE WITHIN APPROVAL LETTER:

Bond Required: Survey Plat Required:

Order No. 102-12 Surface Casing Change
to _____

Rule C-3(c), Topographic exception/company owns or controls acreage
within a 660' radius of proposed site

O.K. Rule C-3 O.K. In _____ Unit

Other:

Letter Written/Approved



SCOTT M. MATHESON
Governor

OIL, GAS, AND MINING BOARD

GORDON E. HARMSTON
Executive Director,
NATURAL RESOURCES

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS, AND MINING

1588 West North Temple
Salt Lake City, Utah 84116
(801) 533-5771

I. DANIEL STEWART
Chairman

CHARLES R. HENDERSON
JOHN L. BELL
THADIS W. BOX
C. RAY JUVELIN

CLEON B. FEIGHT
Director

December 27, 1978

N.P. Energy Corporation
1399 South 7th East
Salt Lake City, Utah 84105

Re: Federal #1-10,
Sec. 10, T. 20 S, R. 21 E,
Federal #1-11,
Sec. 11, T. 20 S, R. 21 E,
Grand County, Utah

Gentlemen:

Insofar as this office is concerned, approval to drill the above referred to well is hereby granted in accordance with the Order issued in Cause No. 102-12.

Should you determine that it will be necessary to plug and abandon this well, you are hereby requested to immediately notify the following:

PATRICK L. DRISCOLL - Consultant
HOME: 582-7247
OFFICE: 533-5771

Enclosed please find Form OGC-8-X, which is to be completed whether or not water sands (aquifers) are encountered during drilling.

The API numbers assigned to these wells are:

#1-10: 43-019-30484

#1-11: 43-019-30485

Very truly yours,

DIVISION OF OIL, GAS, AND MINING

CLEON B. FEIGHT
Director

cc: U.S. Geological Survey

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

SUBMIT IN TRIPLICATE
(Other instructions on reverse side)

Form approved.
Budget Bureau No. 42-R1424.

5. LEASE DESIGNATION AND SERIAL NO.

U-02140

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

NA

8. FARM OR LEASE NAME

Federal

9. WELL NO.

Federal #1-11

10. FIELD AND POOL, OR WILDCAT

Cisco Dome

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA

NW.SW. Sec. 11-20S-21E.
S.L.M.

12. COUNTY OR PARISH

Grand

13. STATE

Utah

1. OIL WELL GAS WELL OTHER

2. NAME OF OPERATOR

N. P. Energy Corp.

3. ADDRESS OF OPERATOR

1399 South 7th East, Salt Lake City, Utah 84105

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirement. See also space 17 below.)

At surface

NW. SW. Sec. 11, T 20S, R 21E, S.L.M.
751' fr. W-line and 1889' fr. S-line

14. PERMIT NO.

15. ELEVATIONS (Show whether DF, RT, GR, etc.)

5484' grd; 5494' K.B.

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

TEST WATER SHUT-OFF

PULL OR ALTER CASING

WATER SHUT-OFF

REPAIRING WELL

FRACTURE TREAT

MULTIPLE COMPLETE

FRACTURE TREATMENT

ALTERING CASING

SHOOT OR ACIDIZE

ABANDON*

SHOOTING OR ACIDIZING

ABANDONMENT*

REPAIR WELL

CHANGE PLANS

(Other) Information

(Other)

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

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

The subject well was drilled to a depth of 2678' on May 13, 1979. A high volume of gas was obtained at 2570' and increased appreciably as drilling continued to 2678' where it became necessary to mud-up to kill the well. Circulation with mud was not possible however, due to a loss-circulation zone at 613 feet. There was sufficient hydrostatic to kill the well. The well was logged and casing (5½") was run at this point. The well will be completed within the next two weeks.

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

SIGNED

H. Non Guegler

TITLE Vice-President

DATE May 21, 1979

(This space for Federal or State office use)

APPROVED BY

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY:

DRILLING HISTORY
N. P. ENERGY CORP.
FEDERAL #1-11 WELL
GRAND COUNTY, UTAH

- May 6-7: Move rig and rig up.
- May 8: Dug ditches. Drilled rat hole. Began drilling 11" surface hole with mud. Drilled 0' to 98' (98').
- May 9: Drilled 98' to 251' (153'). Finished drilling surface hole to 251' at 1:15 P.M. Ran survey at 200'. Deviation 0°. Tight coming out of hole. Went back in and circulated for 30 min. Came out of hole and ran surface casing. Ran 6 jts. of 8 5/8", K-55, 24.00#, R-3 casing (238') and landed casing at 248' K.B. Cemented casing w/100 sks reg. cement w/3% CaCl. Plug down at 7:15 P.M. Waited on cement to cure.
- May 10: Drilled 251' to 350' (99'). Nippled up. Set B.O.P. and rotating head on casing head. Tested B.O.P. to 1000#. No leaks. Drilled mouse hole. Began drilling ahead with 7 7/8" bit, using air for circulation, at 8:30 P.M. Survey at 307' was 1/2°. Dusting good and drilling at rate of 2 min/ft.
- May 11: Drilled 350' to 1360' (1010'). Drilling ahead at rate of 50 to 60'/hr. Survey at 800' was 1 1/2°, at 1060' was 1°.
- May 12: Drilled 1360' to 2535' (1175'). Made rd-trip at 1996' for button bit. Bit #2 (HTC-OSCIG) (R.R.) made 1745' (251' to 1996') in 36 3/4 hrs. Drilled at avg. rate of 48' per hr. Survey at 1475' was 1 1/2°; at 1935' was 2°; at 2510' was 1 3/4°.
- May 13: Drilled 2535' to 2678' (143'). Est. top of Dakota at 2470'. Had small flare of gas on connection. Encountered strong flow of gas at 2598'. Est. 3000 MCF (continuous flare (25 ft.) while drilling). Hit big increase in gas at 2612'. Est. 10,000 MCF. (continuous 40-ft. flare without air). Encountered more gas at 2630'. Est. 15,000 MCF. Gas getting dangerous. Blew line leaking. Decided to mud-up to control gas. Mudded up at 2678'. Killed gas flow but lost circulation. Zone of loss-circulation is at 700-800'. Waited on water and mixed more mud. Came out of hole with bit and pumped thick mud with 80% L.C.M. down hole from top, and still didn't get circulation. Went back in hole with drill string and didn't have

any fill or bridges, so decided to log well at this point and run casing. Ran Dual-Induction Laterolog and Gamma-Density-CNL log. Finished logging at 12 P.M. Bit #4 (HTC-J44) drilled 682 ft. (1996' to 2678') in 14½ hrs. Drilled at avg. rate of 48 ft/hr.

May 14: Rigged down loggers and went in hole with drill string and came out laying down. Finished laying down drill pipe and collars at 0800 hrs. Ran 70 jts. of 5½", 14.00#, J-55, R-3 casing and landed casing at 2678' with guide shoe and float collar on bottom and cement basket at 2400'. Cemented casing w/125 sks of R.F.C. cement. Plug down at 11:15 A.M. Waited 18 hrs. to cut off casing.

May 15: Cut off casing and began rigging down.

Note: Completion work on the well will be accomplished in the next two weeks. It is estimated that the well will have an initial production rate of approximately 10 million cubic feet per day.

Utah State

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

SUBMIT IN DUPLICATE

Form approved,
Budget Bureau No. 42-R-536.

(See other instructions on reverse side)

5. LEASE DESIGNATION AND SERIAL NO.

U-02140

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

NA

8. FARM OR LEASE NAME

Federal

9. WELL NO.

#1-11

10. FIELD AND POOL, OR WILDCAT

Cisco Dome

11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA

NW.SW. Sec. 11-20S-21E
S.L.M.

12. COUNTY OR PARISH

Grand

13. STATE

Utah

WELL COMPLETION OR RECOMPLETION REPORT AND LOG*

1a. TYPE OF WELL: OIL WELL GAS WELL DRY

b. TYPE OF COMPLETION: NEW WELL WORK OVER DEEP-EN PLUG BACK DIFF. RESV.

2. NAME OF OPERATOR
N. P. Energy Corporation

3. ADDRESS OF OPERATOR
Suite 320, 57 W. South Temple, Salt Lake City, Utah

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)*
At surface NW. SW. Sec. 11, T 20S, R 21E, S.L.M.
At top prod. interval reported below 751' from W-line and 1889' fr. S-line
At total depth

14. PERMIT NO.

DATE ISSUED

15. DATE SPUDDED

May 8, '79

16. DATE T.D. REACHED

May 13, '79

17. DATE COMPL. (Ready to prod.)

May 24, 1979

18. ELEVATIONS (DF, REB, RT, GR, ETC.)*

5484' grd; 5494' K.B.

19. ELEV. CASINGHEAD

5485'

20. TOTAL DEPTH, MD & TVD

2678'

21. PLUG, BACK T.D., MD & TVD

22. IF MULTIPLE COMPL., HOW MANY*

3 zones

23. INTERVALS DRILLED BY

0-2678'

24. PRODUCING INTERVAL(S), OF THIS COMPLETION—TOP, BOTTOM, NAME (MD AND TVD)*

2594' to 2602'
2606' to 2624'

2651' to 2653'
Cedar Mountain

25. WAS DIRECTIONAL SURVEY MADE

No

26. TYPE ELECTRIC AND OTHER LOGS RUN

Dual-Induction-Laterolog; Gamma-Density-CNL

27. WAS WELL CORED

No

28. CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
8 5/8"	24.00	248' K.B.	11"	100 sks	None
5 1/2"	14.00	2678'	7 7/8"	125 sks	

29. LINER RECORD

SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT*	SCREEN (MD)
	None			

30. TUBING RECORD

SIZE	DEPTH SET (MD)	PACKER SET (MD)
2 3/8" O.D.	2585'	None

31. PERFORATION RECORD (Interval, size and number)

2594' - 2602' w/10 shs
2606' - 2624' w/18 shs
2651' - 2653' w/4 shs

32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.

DEPTH INTERVAL (MD)	AMOUNT AND KIND OF MATERIAL USED
	None

33.* PRODUCTION

DATE FIRST PRODUCTION: May 24, 1979
PRODUCTION METHOD (Flowing, gas lift, pumping—size and type of pump)
WELL STATUS (Producing or shut-in)

DATE OF TEST	HOURS TESTED	CHOKE SIZE	PROD'N. FOR TEST PERIOD	OIL—BBL.	GAS—MCF.	WATER—BBL.	GAS-OIL RATIO
May 26, 79	2 hrs.	3/4	→	None	4,200 MCF/D	None	---

FLOW. TUBING PRESS.	CASING PRESSURE	CALCULATED 24-HOUR RATE	OIL—BBL.	GAS—MCF.	WATER—BBL.	OIL GRAVITY-API (CORR.)
280#	475#	→	None	4,200 MCF	---	---

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)
Vented

TEST WITNESSED BY
W. Don Cuigley

35. LIST OF ATTACHMENTS
Drilling History, Completion History and Geologic Report

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED W. Don Cuigley TITLE V. President DATE June 13, 1979

* (See Instructions and Spaces for Additional Data on Reverse Side)

DRILLING HISTORY,
COMPLETION HISTORY,

AND

GEOLOGIC REPORT

ON

N. P. ENERGY CORPORATION

FEDERAL #1-11 WELL

GRAND COUNTY, UTAH

By

W. Don Quigley
Consulting Geologist
Salt Lake City, Utah

June 14, 1979

DRILLING HISTORY, COMPLETION HISTORY,
AND GEOLOGIC REPORT

ON

N. P. ENERGY CORP. FED. #1-11 WELL
GRAND COUNTY, UTAH

Operator: N. P. Energy Corp., Suite 330, 57 W. South Temple,
Salt Lake City, Utah 84101

Contractor: Jacobs Drilling Co., 2647 Commerce St.,
Grand Junction, Colo. 81501

Location: NW. SW. Sec. 11, T 20S, R 21E, S.L.M., (751' fr. W-line
and 1889' fr. S-line)

Elevations: 5484' grd.; 5494' K.B.

Spudded-in: May 8, 1979

Surface Casing: 238 ft. of 8 5/8", 24.00#, R-3, K-55 casing set
at 248' K.B. and cemented w/100 sks of reg. cement w/3%
CaCl.

Total Depth: 2678'

Finished Drilling: May 13, 1979

Production Casing: 5 1/2", 14.00#, K-55, R-3 casing set at 2678' and
cemented w/125 sks of R.F.C. cement.

Productive Formation and Zones: Cedar Mt. - 2594' to 2602'; 2606'
to 2624'; and 2651' to 2653'.

Initial Production Rate: 4,200 MCF/D on 3/4" choke.

Date Completed: May 24, 1979

COMPLETION WORK
ON
N. P. ENERGY CORP.
FED. #1-11 WELL

May 21:

1300-1400 hrs: Road rig to #1-11 location.
1400-1700 hrs: Wait on back-hoe to bury dead-men.
1700 hrs: Sent crew home.
(4 hrs. rig time and 2 hr. travel time)

May 22:

0800 hrs: Crew arrived.
0800-1100 hrs: Wait on back-hoe to bury dead-men.
1100-1330 hrs: Buried dead-men.
1330-1430 hrs: Rig up.
1430-1530 hrs: Unload tubing.
1530-1630 hrs: Set mud tank and pump.
1630-2000 hrs: Went in hole with tubing to 2615' K.B. and
came out, standing tubing in derrick.
2000 hrs: Sent crew home.
(12 hrs. rig time and 4 hrs. travel time)

May 23:

0700 hrs: Crew arrived.
0700-1130 hrs: Wait on Schlumberger.
1130-1330 hrs: Run Gamma-Cement bond log. Had excellent bond
on casing and formation. Cement top at 1925'.
1330-1700 hrs: Perforated zones 2651' to 53' w/4 shs; and
2612-24' w/11 shs; using a casing gun. Two guns wouldn't
go off due to mud leakage into 2nd gun. Have to have second
gun reloaded. Decided to cease perforating and finish
tomorrow morning.
1700-1730 hrs: Ran five stands of tubing in hole and fastened
head down and put valve on tubing. Shut well in.
1730 hrs: Sent crew home.

May 24:

0800 hrs: Crew arrived. No pressure on well head. Pulled
5 stds of tubing - ready to continue perforating.
0845 hrs: Schlumberger arrived.
0845-1000 hrs: Perforated zone 2606-12' w/7 shs, and 2594' - 2602'
w/10 shs.

1000-1100 hrs: Went in hole with tubing and set seating nipple at 2585' K.B. Fastened well head and installed valves.

1100-1300 hrs: Swabbing well. Well kicked off after 11th swab run.

1300-1345 hrs: Flowing well. Strong blow 50-ft. flame. Well cleaned up and blew all the mud out in $\frac{1}{2}$ hr.

1345 hrs: Shut well in and began rigging down. Finished rigging down at 1500 hrs.

Test:	T. P.	C.P.	Flow Rate
1400:	640#	220#	
1400:	Opened well on 3/4" choke		
1415:	165#	100#	2500 MCF
1430:	170#	100#	2650 MCF
1445:	175#	110#	2800 MCF
1500:	175#	120#	2800 MCF
1515:	175#	120#	2800 MCF
1530:	175#	120#	2800 MCF
1530:	Shut well in.		

(7 hrs. rig time and 2 hrs. travel time)

May 26:	T. P.	C. P.	Flow Rate
	- 3/4" Choke-		
0850:	640#	550#	Opened Well
0855:	260#	500#	3900 MCF
0900:	260#	485#	3900 MCF
0915:	285#	465#	4250 MCF
0930:	265#	470#	3950 MCF
0945:	270#	470#	4000 MCF
1000:	275#	470#	4100 MCF
1015:	280#	475#	4200 MCF
1030:	280#	475#	4200 MCF
1030:	Shut well in		
1040:	640#	550#	

Very Good Well

Shut well in and will make arrangements for a pipeline connection as soon as possible.

GEOLOGIC REPORT
ON
N. P. ENERGY FED. #1-11 WELL,
GRAND COUNTY, UTAH

Introduction

The N. P. Energy - Fed. #1-11 well is located on the north flank of the Cisco Dome Anticline. The well was drilled to a total depth of 2678' and was completed as a natural gas well from the Dakota and Cedar Mountain formations. The initial production rate on a 2-hr. test was 4,200 MCF/D on a 3/4" choke with a flow-pressure of 280 p.s.i. The roughly calculated open flow rate would be about 11,000 MCF/D. This is a very good well and should pay out in a very short time. The shut-in pressure of the well is approximately 650 p.s.i. The well was completed naturally without any stimulation.

The Cisco Dome Anticline has been well known in the past as a gas producing field. The structure was partially developed in the late 1920's for gas production used in the making of carbon-black. This gas was produced from the Dakota formation. The field was shut down in the mid-1930's by the state for conservation reasons. They considered that the carbon-black process was a wasteful use of a natural resource. Since that time, two other periods of exploration and development have taken place. Each resulted in additional gas and oil producing zones being found and additional reserves outlined. New wells located 3 to 4 miles further down the flank of the structure have been successfully completed as producing gas and/or oil wells. Gas and/or oil have been found in the Cedar Mt. and Morrison formations as well as in the Dakota. Good hydrocarbon shows have also been found in the Entrada formation, but tests to date have produced only fresh water, indicating relatively recent flooding of the formation from the outcrop further south or from fault zones which are flooded with fresh water.

The subject well was drilled during an 8-day period (May 8-15, 1979) by Jacobs Drilling Co. of Grand Junction, Colorado; and was drilled to a total depth of 2678', which was at the base of the Cedar Mt. formation. Completion work on the well took 4 days and was successfully completed with a minimum of expense and trouble. Because of the high volume of the gas flow, the well was not drilled deeper into the Morrison and Entrada formations. Due to the danger developing with the large gas volume and pressure it was necessary to

kill the well with mud. Since circulation was not obtained due to a loss-circulation zone at 623' below the surface, it was decided to complete the well at this point. In the event that the well may be drilled deeper at some future date, 5½" casing was set rather than 4½" casing. The casing also seals off the loss-circulation zone, thus eliminating this problem if the well is drilled deeper.

General Geology

As noted above, the Federal #1-11 well was located on the northern flank of the Cisco Dome Anticline which is a symmetrical structure trending northwestward thru parts of townships 19S-21E, 20S-21E, and 20S-22E. The structure is approximately 9 miles long and four miles wide with at least 700 feet of closure. The feature is cut and distorted by many northeast trending faults which tend to separate the structure into several different fault blocks. However, the faulting appears to have occurred after the accumulation of the hydrocarbons in the structure and prior to Mesaverde time. Most of the faults are not discernible at the surface and need to be located by geophysical data. Experience has shown that it is most important to determine the location of the faults prior to the selection of drill sites, since most of the wells located on or near the faults are unsuccessful. This is due to the destruction of the natural reservoir characteristics of the host sands by the introduction of clay/minerals and gouge adjacent to the fault zone, and due to the frequent flooding of the fault zone by fresh water.

The Federal #1-11 well is in the same fault block as the #14-1 well and is only 15 feet lower structurally, even though it is located ½ mile north of the #14-1. The pay sands in the Dakota and Cedar Mountain formations in each well are very similar. The initial production rate of the #1-11 well will probably be higher; but the #14-1 well is a very good well and has been producing at a rate of more than 500 MCF/day for several months now.

As has been noted so many times before, the hydrocarbon reservoirs in the Book Cliffs area from Green River, Utah to Grand Junction, Colorado are found in lenticular, irregular, and discontinuous sand lenses in the Dakota, Cedar Mt., and Morrison formations. On occasions, natural gas with a relatively high content of carbon dioxide has been found in the more continuous, blanket-type sand in the Entrada formation on some of the more prominent anticlinal structures.

Stratigraphy and Hydrocarbon Shows

The rocks at the surface of the subject well location are dark-gray, calcareous, marine shales and thin silty sandstone and limestone beds belonging to the upper Mancos formation. This sequence of sediments was continuous from the surface down to 2480 ft., which was the top of the Dakota formation. No distinct hydrocarbon shows or gas flows were encountered in the Mancos sediments.

The top of the Dakota formation was at 2480', according to the electric logs; and the top of the first good sand was at 2520' (2510' by samples). Some fine-grained, silty, tight sandstone was present above this but there were no shows or gas in the upper sand. The lower sand 2520' to 2540' was fine to medium grained, sub-rounded, and had scattered fluorescence. There was also a small gas flare on connections. The lower part of the Dakota was light-green dense shale and bentonite. The overall thickness of the Dakota was about 80 feet.

The top of the Cedar Mountain formation was at 2560' according to the E-logs. The first sand was encountered at 2590' and there was a strong flow of gas, estimated at 3000 MCF/D, at this point. It burned with a continuous 25-ft. flare. This sand, 2590' to 2602', was coarse-grained, rounded, with good light-blue fluorescence. A second sand and a very large increase in the flow of gas was encountered at 2612' (E-logs indicate top of sand at 2606'). The gas flow was estimated at 10,000 MCF/D. By 2630' the gas volume had increased considerably and was estimated at 15,000 MCF. According to the E-logs, this lower sand is continuous from 2606' to 2630'. It is believed that a third sand was just being topped at 2650' and there may have been some slight increase in the gas flow; but the volume was so great that it was impossible to tell for certain. The later E-logs indicated a possible gas zone at this point but the full extent could not be determined due to the proximity of the zone to the bottom of the hole. It was, nevertheless, perforated for possible production. The overall thickness of the portion of the Cedar Mountain formation which was drilled in the subject well was 96 feet.

Based on the E-logs, it is believed that the top of the Morrison was reached at 2656'; but no samples were obtained of the bottom portion of the hole (from 2590' to total depth) due to the large gas flare at the end of the blewie line.

The formations with their tops, thicknesses, and datum points which were encountered in the Federal #1-11 well, as determined from the electric logs, are as follows:

<u>Formation</u>	<u>Depth to Top</u>	<u>Thickness</u>	<u>Datum</u>
Mancos	Surface	2480'	5494' K.B.
Dakota *	2480'	80'	3014'
Cedar Mountain *	2560'	96'	2934'
Morrison	2656'	—	2838'
Total Depth	2678'		

* Formations with hydrocarbon shows.

Comparison of the above data with similar data on the #14-1 well, located $\frac{1}{2}$ mile south of the subject well, indicates close similarity. The structural difference is only 15 ft. on the top of the Dakota formation. The sand development is similar in both wells in the Dakota and Cedar Mountain formations and the wells are located in the same fault block.

A descriptive log of the samples of the cuttings from the well from 2000 ft. to 2590 ft. is attached hereto. The large gas flare at 2590' to total depth prevented collection of samples thru this interval.

Conclusion and Reserves

The N. P. Energy Corporation Federal #1-11 well, located on the north flank of Cisco Dome Anticline, was highly successful in extending the gas producing area of the Dome further northward. The well was completed in sands found in the Dakota and Cedar Mountain formations for an initial calculated open flow rate of more than 11,000 MCF/D. Actual tests gave a flow-rate of 4,200 MCF/D on a 3/4" choke with a flow pressure of 280 p.s.i.

No stimulation treatment was used on the well so the initial estimated rate of 15,000 MCF/D obtained while drilling was not fully realized, but there is always some damage to the reservoir sands caused by the mud and dehydration of the cement. The amount of damage, however, in this well is quite minor.

Due to the obviously favorable gas-bearing sands found in the Dakota and Cedar Mountain formations in the subject well, it is reasonable to suspect that additional gas-bearing sands are present in the Morrison formation below the present depth. Thus the well should be deepened at some later date to test these lower zones. It is for this reason that 5½" casing was set, so that this could be accomplished later, after the production from the upper zones is exhausted.

The tested production rate from the Federal #1-11 well was so good that payout of the well will be quite rapid. Likewise, the natural gas reserves are very good. The total thickness of the productive sands is about 30 feet. The average porosity is 16%, and the average water saturation is 25%, and it is known that the reservoir sands extend at least ½ mile between the subject well and the #14-1 well to the south. Likewise the same sands are present in the Willard Pease Oil & Gas Co. Fed. CC #5 well located one mile NW. of the subject well and in the same fault block. Whereas these normal parameters of reservoir data for the calculation of reserves in the Book Cliff area have not been reliable — mainly due to the unknown areal extent of the lenticular sand reservoirs — the reserves derived from this data in the case of the Fed. #1-11 well agree quite closely with those based on shut-in pressure and depth. The shut-in pressure of the well is approximately 650# and the recoverable gas reserves in the Fed. #1-11 well should be about 750,000 MCF over a period of the next years. This would make a gross return of 1½ million dollars at present prices. Royalties, operational costs, taxes, drilling and completion costs would amount to about \$600,000 leaving a net profit of approximately \$900,000. Thus the profit to investment ratio should be about 8:1. The well should produce at a rate of approximately 1,000 MCF/D and should pay out in less than 4 months.

The proposed location for the #11-2 well in the NW. SE. of Section 11-20S-21E will be in the same fault block as the #1-11, the #14-1, and the CC #5 wells, so should also be a successful well.

W. Don Quigley
W. Don Quigley
Consulting Geologist
AAPG Cert. #1296
APGS Cert. #3038

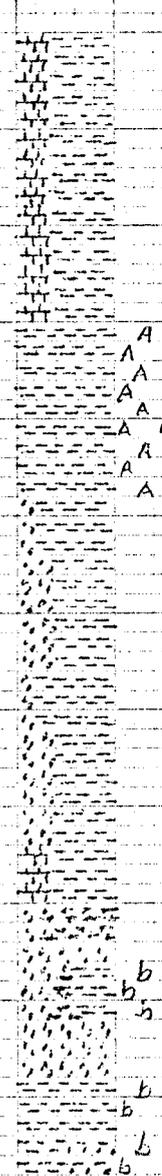
1-5 10

N.W. 1/4 Sec. 11-20S-21E
Elev: 5194' K.B.

2000' - 2590'

46 0860

2000
2100
2200
2300
2400
2500
2600
2700
2800
2900



Blk. dns. calc. sh. (s). mica)

Blk. dns. calc. sh. w/wk. calc. spots.

Blk. anhy-drag. dns. to ganua. sh.
, mica. & pyro.

DK. gray silty mica. sh.

DK. gray silty to sdy glauc. sh.

DK. gray sdy glauc. sh. & silt.

DK. gray silty dns. sh.

DK. gray sdy sh. & silt.

DK. gray calc. dns. sh.

Lt. gray vfg. ang. ss. & gray silty sh.
(silty) + lt. gray bent. sh. NO SHOWS

* Lt. gray fg. tomig. sub-ard. ss. - small plane of gas on conn. w/ seat. floor.

* dns. to gan. sh. - bent.

GAN & gray bent. sh. w/ some thin beds of lt. gray vfg. ss.

Large gas frac. - 25 ft. - EST. 3,000 INCF/D

No samples collected in this interval due to large frac.

TOTAL DEPTH = 2672'

5 X 5 TO 1/2 INCH • 7 X 10 INCHES
KEUFFEL & ESSER CO. MADE IN U.S.A.

THE FOLLOWING METERS WILL HAVE CALIBRATION / SETTLEMENT TESTS RUN ON THE DATES INDICATED. STARTING TIME WILL BE 0800 OR AS SPECIFIED BELOW AND AT THE OFFICE OF THE NORTHWEST PIPELINE GRAND JUNCTION DISTRICT YOU WILL BE NOTIFIED SHOULD ANY CHANGES OCCUR IN THIS SCHEDULE. IF YOU HAVE ANY QUESTIONS ABOUT THE SCHEDULE, CONTACT OR WRITE THE DISTRICT OFFICE.

METER CODE	WELL NAME	LCC	RUN	DAY	MO/YR	STARTING TIME
92273018	FEDERAL #14-4 20S. 21E. 14	06	13	<u>3</u>	10/85	<u>1300</u>
94066018	NP PURCHASE #3	06	13	<u>4</u>	10/85	<u>0900</u>
92081010	FEDERAL #25-1 20S. 21E. 25	06	13	<u>5</u>	11/85	<u>1100</u>
94023018	NP PURCHASE #2	06	13	<u>5</u>	11/85	<u>1300</u>
92104010	FEDERAL #1-11 20S. 21E. 11	06	13	<u>4</u>	12/85	<u>0900</u>
92193012	FEDERAL #15-2 20S. 21E. 15	06	13	<u>4</u>	12/85	<u>1100</u>
92241017	FEDERAL #10-1 20S. 21E. 10	06	13	<u>4</u>	12/85	<u>1300</u>
94013013	NP PURCHASE #1	06	13	<u>5</u>	12/85	<u>0900</u>



EPS Resources Corporation

5655 South Yosemite
Suite 460
Englewood, CO 80111
(303) 721-7920

April 11, 1989

Bureau of Land Management
Moab District Office
P. O. Box 970
Moab, Utah 84532

RE: Self-Certification Letter

Gentlemen:

Please be advised that EPS Resources Corporation is considered to be the operator of the wells in the Cisco Dome Field (see attachment Exhibit "B") in Grand County, Utah and is responsible under the terms and conditions of the leases for the operations conducted on the leased lands.

Bond coverage for the listed wells is provided by LC #244.

The BLM office will hold the aforementioned operator and bond liable until the provisions of 43 CFR 3106.7-2 continuing responsibilities are met.

Sincerely,

A handwritten signature in black ink, appearing to read 'Edward Neibauer', written over a horizontal line.

Edward Neibauer
President and Chief Operating Officer

EN/dak

Enclosure

EXHIBIT "B"
 ATTACHMENT TO SELF-CERTIFICATION LETTER
 CISCO DOME FIELD
 GRAND COUNTY, UTAH

LEASE #UTU02139A

<u>WELL NUMBER</u>	<u>SECTION 1/4 OF 1/4</u>	<u>TWP</u>	<u>RNG</u>
23-1	23SWNE	20S	21E
25-1	25SWNE	20S	21E
24-3	24SWSE	20S	21E
14-3	14NESE	20S	21E
24-2	24NWNW	20S	21E
25-3	25SESE	20S	21E
23-2	23NWNW	20S	21E
25-2	25SWSW	20S	21E
23-3	23NESW	20S	21E
25-4	25NENW	20S	21E
23-4	23NWSE	20S	21E
14-4	14SWSW	20S	21E
24-4	24NWNE	20S	21E

LEASE #UTU02140A

<u>WELL NUMBER</u>	<u>SECTION 1/4 OF 1/4</u>	<u>TWP</u>	<u>RNG</u>
13-1	13SWSW	20S	21E
14-1	14NWNW	20S	21E
14-1A	14NWNW	20S	21E
1-10	10NWSW	20S	21E
11-1	11NWSW	20S	21E
14-2	14NENE	20S	21E
15-1	15NESE	20S	21E
22-1	22SENE	20S	21E
15-2	15NWNW	20S	21E
15-3	15NENE	20S	21E
13-2	13SENE	20S	21E
12-1	12SWSW	20S	21E
11-2	11SESE	20S	21E
13-3	13NWNE	20S	21E
11-3	11SWSW	20S	21E
13-4	13NWSE	20S	21E
15-4	15SWSW	20S	21E
10-2	10NESW	20S	21E

LEASE #UTU12702A

<u>WELL NUMBER</u>	<u>SECTION 1/4 OF 1/4</u>	<u>TWP</u>	<u>RNG</u>
√ 31-1A	31NENW	20S	22E
√ 19-3	19SWSW	20S	22E
√ 19-1A	19SWNW	20S	22E

32-1

32

20S

22E

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

SUBMIT IN TRIPLICATE*
(Other instructions on
reverse side)

Budget Bureau No. 1004-0135
Expires August 31, 1985

5. LEASE DESIGNATION AND SERIAL NO.

UTU02139A

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

9. WELL NO.

see attached

10. FIELD AND POOL, OR WILDCAT

Cisco Dome Field

11. SEC., T., R., W., OR BLK. AND
SURVEY OR AREA

see attached

12. COUNTY OR PARISH 13. STATE

Grand

UT

SUNDRY NOTICES AND REPORTS ON WELLS
(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals.)

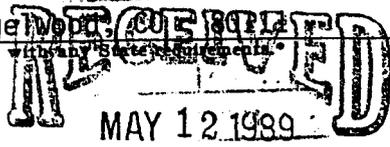
1. OIL WELL GAS WELL OTHER

2. NAME OF OPERATOR
EPS RESOURCES CORPORATION

3. ADDRESS OF OPERATOR
5655 South Yosemite, Suite 460, Englewood, Colorado

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.
See also space 17 below.)
At surface

see attached



14. PERMIT NO.

15. ELEVATIONS (Show whether SURFACE, OR ...)

DIVISION OF
OIL, GAS & MINING

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

TEST WATER SHUT-OFF
FRACTURE TREAT
SHOOT OR ACIDIZE
REPAIR WELL
(Other) Change of Operator

PULL OR ALTER CASING
MULTIPLE COMPLETE
ABANDON*
CHANGE PLANE

WATER SHUT-OFF
FRACTURE TREATMENT
SHOOTING OR ACIDIZING
(Other)

REPAIRING WELL
ALTERING CASING
ABANDONMENT*

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

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

EPS Resources Corporation has acquired the interests of NP Energy and is Operator of the wells on the attached sheet effective December 1, 1988. (see attached Self-Certification letter.)

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

SIGNED Edward Neibauer

TITLE President

DATE 4-11-89

(This space for Federal or State office use)

APPROVED BY Dennis Rodin
CONDITIONS OF APPROVAL, IF ANY:

TITLE District Mgr.

DATE 4/28/89

CONDITIONS OF APPROVAL ATTACHED

*See Instructions on Reverse Side

operator

Valley Operating, Inc.

Office: (303) 355-3242 Fax: (303) 377-9798

745 Gilpin Street
Denver, Colorado 80218-3633

April 8, 1991

Bureau of Land Management
Moab District Office
Mr. Dale Manchester
P.O. Box 970
Moab, Utah 84532

RE: Self-Certification Letter

Dear Mr. Manchester:

Please be advised that Valley Operating, Inc. is considered to be the operator of the wells in the Cisco Dome Field (see attachment Exhibit "B") in Grand County, Utah and is responsible under the terms and conditions of the leases for the operations conducted on the leased lands.

Bond coverage for the leased wells is provided by BLM Bond Number UTO 832.

The BLM office will hold the aforementioned operator and bond liable until the provisions of 43 CFR 3106.7-2 continuing responsibilities are met.

Sincerely,

Handwritten signature of F. Lee Robinson in cursive, with the date "4/8" written to the right of the signature.

F. Lee Robinson
Vice-President

cs

Enclosures

cc: Diane Wright, BLM

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Expires August 31, 1985

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals.)

1. OIL WELL GAS WELL OTHER

2. NAME OF OPERATOR
Valley Operating, Inc.

3. ADDRESS OF OPERATOR
745 Gilpin Street, Denver, CO 80218

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below.)
At surface
See Attached

5. LEASE DESIGNATION AND SERIAL NO.
UTU02140A

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

9. WELL NO.
See Attached

10. FIELD AND POOL, OR WILDCAT
Cisco Dome Field

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA
See Attached

12. COUNTY OR PARISH
Grand

13. STATE
UT

14. PERMIT NO.

15. ELEVATIONS (Show whether OP, RT, GR, etc.)

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
TEST WATER SHUT-OFF <input type="checkbox"/>	PULL OR ALTER CASING <input type="checkbox"/>	WATER SHUT-OFF <input type="checkbox"/>	REPAIRING WELL <input type="checkbox"/>
FRACTURE TREAT <input type="checkbox"/>	MULTIPLE COMPLETE <input type="checkbox"/>	FRACTURE TREATMENT <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
SHOOT OR ACIDIZE <input type="checkbox"/>	ABANDON* <input type="checkbox"/>	SHOOTING OR ACIDIZING <input type="checkbox"/>	ABANDONMENT* <input type="checkbox"/>
REPAIR WELL <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	(Other) <input type="checkbox"/>	
(Other) Change of Operator <input checked="" type="checkbox"/>		(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)	

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

Valley Operating, Inc. is Operator of the wells on the attached sheet effective March 8, 1991 (See attached Self-Certification Letter)

RECEIVED
SEP 21 1992
DIVISION OF
OIL GAS & MINING

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

SIGNED F. Lee Robinson TITLE Vice President DATE 4-8-91
(This space for Federal or State office use) District Manager

APPROVED BY William C. Stange TITLE Supervisor DATE 5/6/91
CONDITIONS OF APPROVAL, IF ANY:

*See Instructions on Reverse Side

APPROVED: 2/4 4/11/91
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

EXHIBIT "A" FOR CHANGE OF OPERATOR
ATTACHMENT TO SUNDRY NOTICE
CISCO DOME FIELD
GRAND COUNTY, UTAH

LEASE #UTU02140A

<u>WELL NUMBER</u>	<u>SECTION 1/4 OF 1/4</u>	<u>TWP</u>	<u>RNG</u>
13-1	13SWSW	20S	21E
14-1	14NWNW	20S	21E
14-1A	14NWNW	20S	21E
1-10	10NWSW	20S	21E
11-1	11NWSW	20S	21E
14-2	14NENE	20S	21E
15-1	15NESE	20S	21E
22-1	22SENE	20S	21E
15-2	15NWNW	20S	21E
15-3	15NENE	20S	21E
13-2	13SENW	20S	21E
12-1	12SWSW	20S	21E
11-2	11SESE	20S	21E
13-3	13NWNE	20S	21E
11-3	11SWSW	20S	21E
13-4	13NWSE	20S	21E
15-4	15SWSW	20S	21E
10-2	10NESW	20S	21E

RECEIVED

SEP 21 1992

DIVISION OF
OIL GAS & MINING

Valley Operating, Inc.
Various Wells
T. 20 S., R. 21 E.
Grand County, Utah
Lease U-02140A

CONDITIONS OF APPROVAL

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

Be advised that Valley Operating, Inc., is considered to be the operator of the above well and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by UT0832 (Principal - Valley Operating, Inc.) via surety consent as provided for in 43 CFR 3104.3.

This office will hold the aforementioned operator and bond liable until the provisions of 43 CFR 3106.7-2 continuing responsibility are met.



MONTHLY OIL AND GAS PRODUCTION REPORT

Operator name and address:

• DALE ANNE KESLER
 EPS RESOURCES CORP
 5655 S YOSEMITE #460
 ENGLEWOOD CO 80111

RECEIVED
 SEP 21 1992
 DIVISION OF
 OIL GAS & MINING

Utah Account No. N2025
 Report Period (Month/Year) 8 / 92
 Amended Report

Well Name API Number Entity Location	Producing Zone	Days Oper	Production Volume		
			Oil (BBL)	Gas (MSCF)	Water (BBL)
FEDERAL 23-2 4301930586 08140 20S 21E 23	DKTA		U-02139A		
FEDERAL 1-10 4301930484 08141 20S 21E 10	DKTA		U-02140 A		
FEDERAL 11-1 4301930485 08142 20S 21E 11	CDMTN		" A		
FEDERAL 11-2 4301930882 08143 20S 21E 11	CDMTN		" A		
FEDERAL 11-3 4301930884 08144 20S 21E 11	CDMTN		" A		
FEDERAL 12-1 4301930881 08145 20S 21E 12	MRSN		" A		
FEDERAL 13-1 4301930348 08146 20S 21E 13	MRSN		UTU "02140A		
FEDERAL 13-2 4301930673 08147 20S 21E 13	MRSN		" A		
FEDERAL 13-3 4301930883 08148 20S 21E 13	MRSN		" A		
FEDERAL 13-4 4301930885 08149 20S 21E 13	MRSN		" A		
FEDERAL 14-1A 4301930436 08150 20S 21E 14	CM-MR		UTU "02140A		
FEDERAL 14-2 4301930487 08151 20S 21E 14	DK-CM		" A		
FEDERAL 15-2 4301930636 08154 20S 21E 15	DKTA		" A		
TOTAL					

Comments (attach separate sheet if necessary) _____

I have reviewed this report and certify the information to be accurate and complete. Date _____

Authorized signature _____ Telephone _____

Routing	
1- VLC	7- TLCR
2- DTB	
3- VLC	
4- RJF	
5- RWM	
6- ADA	

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

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

The operator of the well(s) listed below has changed (EFFECTIVE DATE: 3-8-91)

TO (new operator) VALLEY OPERATING INC
 (address) 745 GILPIN ST
DENVER, CO 80218-3633
LEE ROBINSON
 phone (303) 355-3242
 account no. N 8270

FROM (former operator) EPS RESOURCES CORP
 (address) 5655 S YOSEMITE #460
ENGLEWOOD, CO 80111
 phone (303) 721-7920
 account no. N 2025

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

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

OPERATOR CHANGE DOCUMENTATION

- N/A 1. (Rule R615-8-10) Sundry or other legal documentation has been received from former operator (Attach to this form). *(see Btm Approval)*
- See 2. (Rule R615-8-10) Sundry or other legal documentation has been received from new operator (Attach to this form). *(Rec'd 9-21-92)*
- N/A 3. The Department of Commerce has been contacted if the new operator above is not currently operating any wells in Utah. Is company registered with the state? (yes/no) _____ If yes, show company file number: _____.
- See 4. (For Indian and Federal Wells ONLY) The BLM has been contacted regarding this change (attach Telephone Documentation Form to this report). Make note of BLM status in comments section of this form. Management review of Federal and Indian well operator changes should take place prior to completion of steps 5 through 9 below.
- See 5. Changes have been entered in the Oil and Gas Information System (Wang/IBM) for each well listed above. *(9-23-92)*
- See 6. Cardex file has been updated for each well listed above. *(9-23-92)*
- See 7. Well file labels have been updated for each well listed above. *(9-23-92)*
- See 8. Changes have been included on the monthly "Operator, Address, and Account Changes" memo for distribution to State Lands and the Tax Commission. *(9-23-92)*
- See 9. A folder has been set up for the Operator Change file, and a copy of this page has been placed there for reference during routing and processing of the original documents.

ENTITY REVIEW

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

BOND VERIFICATION (Fee wells only)

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

LEASE INTEREST OWNER NOTIFICATION RESPONSIBILITY

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

FILMING

- Yc* 1. All attachments to this form have been microfilmed. Date: Oct 7 1992

FILING

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

COMMENTS

920923 Btm/moab Approved operator change on 5-6-91.

STATE OF UTAH
DIVISION OF OIL, GAS AND MINING
 355 West North Temple, 3 Triad, Suite 350, Salt Lake City, UT 84180-1203

MONTHLY OIL AND GAS PRODUCTION REPORT

OPERATOR NAME AND ADDRESS:

LEE ROBINSON
 VALLEY OPERATING INC
 745 GILPIN ST
 DENVER CO 80218-3633

UTAH ACCOUNT NUMBER: N8270

REPORT PERIOD (MONTH/YEAR): 7 / 95

AMENDED REPORT (Highlight Changes)

Well Name			Producing Zone	Well Status	Days Oper	Production Volumes		
API Number	Entity	Location				OIL(BBL)	GAS(MCF)	WATER(BBL)
DEVILS PLAYGROUND 23-17			MVRD					
4304730568	06136	09S 24E 17						
DEVILS PLAYGROND 41-9			WSTC					
4304730339	06195	09S 24E 9						
RED WASH FED 1-18			WSTC					
4304730124	06200	09S 24E 18						
FEDERAL 23-2			DKTA					
4301930586	08140	20S 21E 23						
FEDERAL 1-10			DKTA					
4301930484	08141	20S 21E 10						
FEDERAL 11-1			CDMTN					
4301930485	08142	20S 21E 11						
FEDERAL 11-2			CDMTN					
4301930882	08143	20S 21E 11						
FEDERAL 11-3			CDMTN					
4301930884	08144	20S 21E 11						
FEDERAL 12-1			MRSN					
4301930881	08145	20S 21E 12						
FEDERAL 13-1			MRSN					
4301930348	08146	20S 21E 13						
FEDERAL 13-2			MRSN					
4301930673	08147	20S 21E 13						
FEDERAL 13-3			MRSN					
4301930883	08148	20S 21E 13						
FEDERAL 13-4			MRSN					
4301930885	08149	20S 21E 13						
TOTALS								

REMARKS:

I hereby certify that this report is true and complete to the best of my knowledge.

Date: _____

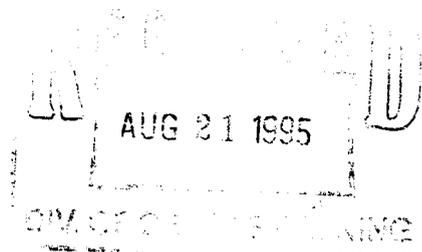
Name and Signature: _____

Telephone Number: _____



August 18, 1995

Lisha Cordova
Utah Natural Resources
Oil, Gas & Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180



Re: Sundry Notices for Change of Operator
Cisco Dome Field, Grand County, Utah

Dear Lisha:

Enclosed are Sundry Notices affecting wells located on U-2139A, U-2140A, U-12702, U-12702A, U-12702B, U37730 and ML-24295.

Sincerely,

A handwritten signature in cursive script that reads "Beverly Gabbay".

Beverly Gabbay
Production Department

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

95 AUG - 2

5. Lease Designation and Serial No.

U-2140A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

See Exhibit "A" Attached

9. API Well No.

See Exhibit "A" Attached

10. Field and Pool, or Exploratory Area

Cisco Dome

11. County or Parish, State

Grand County, Utah

SUBMIT IN TRIPLICATE

1. Type of Well

Oil Well Gas Well Other

2. Name of Operator

Pease Operating Company, a wholly owned subsidiary of
Pease Oil and Gas Company

3. Address and Telephone No.

P. O. Box 1874, Grand Junction, CO 81502 (970) 245-5917

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

See Exhibit "A" attached.

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

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

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

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

Effective January 1, 1995, Pease Operating Company became the operator of the wells listed on Exhibit "A" attached. Federal Bond No. 400 DX 0202.

AUG 21 1995

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

Signed William H. Pease

Title President

Date 7-31-95

(This space for Federal or State office use)

Associate District Manager

Approved by William H. Pease
Conditions of approval, if any:

Title

Date 8/10/95

CONDITIONS OF APPROVAL AT THE TIME OF SIGNATURE

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

Pease Oil and Gas Company
Wells: SEE ATTACHED LIST
T. 20 S., R. 21 E.
Grand County, Utah
Lease U-02140A

CONDITIONS OF APPROVAL

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

Be advised that Pease Oil and Gas Company is considered to be the operator of the above wells and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by BLM bond No. UT0073 (Principal - Pease Oil and Gas Company) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

EXHIBIT "A" TO SUNDRY NOTICE
U-2140A

<u>WELL NAME</u>	<u>API NO.</u>	<u>1/4 1/4</u>	<u>SEC</u>	<u>TWP</u>	<u>RNG</u>
✓ Fed 10-2	430193121000S1	NESW	10	20S	21E
✓ Fed 11-1	430193048500S1	NWSW	11	20S	21E
✓ Fed 11-2	430193088200S1	SESE	11	20S	22E
✓ Fed 11-3	430193088400S1	SWSW	11	20S	21E
✓ Fed 12-1	430193088100S1	SWSW	12	20S	21E
✓ Fed 13-1	430193034800S1	SWSW	13	20S	21E
✓ Fed 13-2	430193067300S1	SENE	13	20S	21E
✓ Fed 13-3	430193088300S1	NWNE	13	20S	21E
✓ Fed 13-4	430193088500S1	NWSE	13	20S	21E
✓ Fed 14-1	430193043000S1	NWNW	14	20S	21E
✓ Fed 14-1A	430193043600S1	NWNW	14	20S	21E
✓ Fed 14-2	430193048700S1	NENE	14	20S	21E
✓ Fed 15-1	430193058500S1	NESE	15	20S	21E
✓ Fed 51-2 (15-2)	430193063600S1	NWNW	15	20S	21E
✓ Fed 15-3	430193063700S1	NENE	15	20S	21E
✓ Fed 15-4	430193088700S1	SWSW	15	20S	21E
✓ Fed 1-10	430193048400S1	NWSW	10	20S	21E
✓ Fed 22-1	430193062500S1	SENE	22	20S	21E

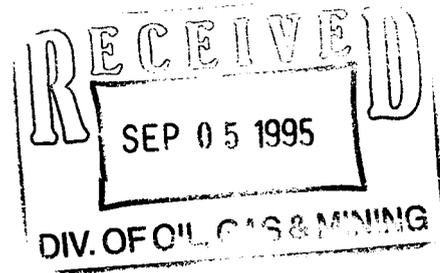
-END-

Valley Operating, Inc.

Office: (303) 355-3242 Fax: (303) 377-9798

745 Gilpin Street
Denver, Colorado 80218-3633

August 31, 1995



Re: Change of Operator Notices
- Acknowledgements -

State of Utah
Utah Division of Oil, Gas & Mining
3 Triad Center, Suite #350
Salt Lake City, Utah 84180-1204

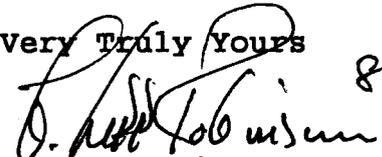
Attn: Lisha

Dear Lisha:

Enclosed are the acknowledgements of the Change of Operator Notices for wells located in Grand County. Also included is the acknowledgement by the BLM of the Change of Operator status for the Antelope Unit in Uintah County.

Gerrity Oil & Gas is preparing State Sundry's for the two Antelope Unit wells. These will be signed by both Gerrity and Valley the week of September 4th and will be forwarded shortly thereafter. Thank you for your guidance in preparing these documents.

Very Truly Yours


F. Lee Robinson
Vice President

8/31

Form 3160-5
(June 1990)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Designation and Serial No.
U-2140A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

SUBMIT IN TRIPLICATE

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
Pease Operating Company, a wholly owned subsidiary of
Pease Oil and Gas Company

3. Address and Telephone No.
P. O. Box 1874, Grand Junction, CO 81502 (970) 245-5917

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
See Exhibit "A" attached.

8. Well Name and No.
See Exhibit "A" Attached

9. API Well No.
See Exhibit "A" Attached

10. Field and Pool, or Exploratory Area
Cisco Dome

11. County or Parish, State
Grand County, Utah

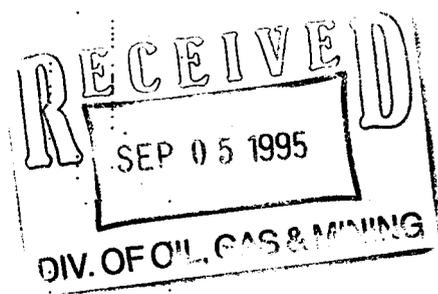
12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

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

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

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

Effective January 1, 1995, Pease Operating Company became the operator of the wells listed on Exhibit "A" attached. Federal Bond No. 400 DX 0202.



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

Signed F. Lee Robinson

Title President

Date 7-31-95

(This space for Federal or State office use)

Valley Operating Inc. acknowledges and agrees with this Change of Operator notice

For Valley Operating, Inc.

BY: F. Lee Robinson
F. Lee Robinson
Vice President

Date: 8/21/95

EXHIBIT "A" TO SUNDRY NOTICE
U-2140A

<u>WELL NAME</u>	<u>API NO.</u>	<u>1/4 1/4</u>	<u>SEC</u>	<u>TWP</u>	<u>RNG</u>
Fed 10-2	430193121000S1	NESW	10	20S	21E
Fed 11-1	430193048500S1	NWSW	11	20S	21E
Fed 11-2	430193088200S1	SESE	11	20S	22E
Fed 11-3	430193088400S1	SWSW	11	20S	21E
Fed 12-1	430193088100S1	SWSW	12	20S	21E
Fed 13-1	430193034800S1	SWSW	13	20S	21E
Fed 13-2	430193067300S1	SENW	13	20S	21E
Fed 13-3	430193088300S1	NWNE	13	20S	21E
Fed 13-4	430193088500S1	NWSE	13	20S	21E
Fed 14-1	430193043000S1	NWNW	14	20S	21E
Fed 14-1A	430193043600S1	NWNW	14	20S	21E
Fed 14-2	430193048700S1	NENE	14	20S	21E
Fed 15-1	430193058500S1	NESE	15	20S	21E
Fed 51-2	430193063600S1	NWNW	15	20S	21E
Fed 15-3	430193063700S1	NENE	15	20S	21E
Fed 15-4	430193088700S1	SWSW	15	20S	21E
Fed 1-10	430193048400S1	NWSW	10	20S	21E
Fed 22-1	430193062500S1	SENE	22	20S	21E

-END-

Division of Oil, Gas and Mining
OPERATOR CHANGE WORKSHEET

Routing:

1-DEC 7-PL	<input checked="" type="checkbox"/>
2-LWP 8-SJ	<input checked="" type="checkbox"/>
3-DIV 9-FILE	<input checked="" type="checkbox"/>
4-VLC	<input checked="" type="checkbox"/>
5-RJF	<input checked="" type="checkbox"/>
6-LWP	<input checked="" type="checkbox"/>

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

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

The operator of the well(s) listed below has changed (EFFECTIVE DATE: 1-1-95)

TO (new operator) PEASE OIL & GAS COMPANY
 (address) PO BOX 1874
GRAND JUNCTION CO 81502
WILLARD PEASE
 phone (303) 245-5917
 account no. N 1080

FROM (former operator) VALLEY OPERATING INC
 (address) 745 GILPIN ST
DENVER CO 80218-3633
LEE ROBINSON
 phone (303) 289-7720
 account no. N8270

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

Name: **SEE ATTACHED**	API: <u>019-30485</u>	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____
Name: _____	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____
Name: _____	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____
Name: _____	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____
Name: _____	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____
Name: _____	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____
Name: _____	API: _____	Entity: _____	Sec _____	Twp _____	Rng _____	Lease Type: _____

OPERATOR CHANGE DOCUMENTATION

- 1 1. (Rule R615-8-10) Sundry or other legal documentation has been received from former operator (Attach to this form). *(Rec'd 9-5-95)*
- 2 2. (Rule R615-8-10) Sundry or other legal documentation has been received from new operator (Attach to this form). *(Rec'd 8-21-95)*
- N/A 3. The Department of Commerce has been contacted if the new operator above is not currently operating any wells in Utah. Is company registered with the state? (yes/no) _____ If yes, show company file number: _____.
- 4 4. (For Indian and Federal Wells ONLY) The BLM has been contacted regarding this change (attach Telephone Documentation Form to this report). Make note of BLM status in comments section of this form. Management review of **Federal and Indian** well operator changes should take place prior to completion of steps 5 through 9 below.
- 5 5. Changes have been entered in the Oil and Gas Information System (Wang/IBM) for each well listed above. *(8-30-95)*
- 6 6. Cardex file has been updated for each well listed above. *9-6-95*
- 7 7. Well file labels have been updated for each well listed above. *9-7-95*
- 8 8. Changes have been included on the monthly "Operator, Address, and Account Changes" memo for distribution to State Lands and the Tax Commission. *(8-30-95)*
- 9 9. A folder has been set up for the Operator Change file, and a copy of this page has been placed there for reference during routing and processing of the original documents.

ENTITY REVIEW

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

BOND VERIFICATION (Fee wells only)

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

LEASE INTEREST OWNER NOTIFICATION RESPONSIBILITY

1. (Rule R615-2-10) The former operator/lessee of any fee lease well listed above has been notified by letter dated _____ 19____, of their responsibility to notify any person with an interest in such lease of the change of operator. Documentation of such notification has been requested.
2. Copies of documents have been sent to State Lands for changes involving State leases.

FILMING

1. All attachments to this form have been microfilmed. Date: September 12 1995.

FILING

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

COMMENTS

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Designation and Serial No.
U-2140A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

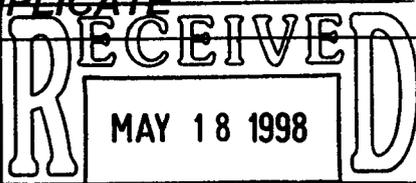
8. Well Name and No.
See Exhibit "A" Attached

9. API Well No.
See Exhibit "A" Attached

10. Field and Pool, or Exploratory Area
Cisco Dome

11. County or Parish, State
Grand County, Utah

SUBMIT IN TRIPLICATE



1. Type of Well
 Oil Well
 Gas Well
 Other

2. Name of Operator
Burkhalter Engineering, Inc.

3. Address and Telephone No.
P.O. Box 60095 Grand Junction, CO 81506 (970) 245-5917

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
See Exhibit "A" Attached

DIV. OF OIL, GAS & MINING

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent <input type="checkbox"/> Subsequent Report <input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Abandonment <input type="checkbox"/> Recompletion <input type="checkbox"/> Plugging Back <input type="checkbox"/> Casing Repair <input type="checkbox"/> Altering Casing <input checked="" type="checkbox"/> Other <u>Change of Operator</u>
	<input type="checkbox"/> Change of Plans <input type="checkbox"/> New Construction <input type="checkbox"/> Non-Routine Fracturing <input type="checkbox"/> Water Shut-Off <input type="checkbox"/> Conversion to Injection <input type="checkbox"/> Dispose Water <small>(Note: Report results of multiple completion or completion or recompletion report and log form.)</small>

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

Effective April 1, 1998, Burkhalter Engineering became the operator of the wells listed on Exhibit "A" attached. Burkhalter Engineering is responsible under the terms and conditions of the lease for operations conducted on the leased lands or portions thereof.

Bond coverage for this well will be provided by BLM Bond No. UT1097

Willard Pease Jr.
Willard Pease Jr.
Pease Oil and Gas Company

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

Signed J. V. Burkhalter

Title Pres

Date May 4, 1998

(This space for Federal or State office use)

Approved by _____

Title _____

Date _____

Conditions of approval, if any: _____

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

*See Instructions on Reverse Side

EXHIBIT "A" TO SUNDRY NOTICE
U-2140A

<u>WELL NAME & NO.</u>	<u>API NO.</u>	<u>1/4 1/4</u>	<u>SEC.</u>	<u>TWP.</u>	<u>RNG.</u>
Federal 10-2	43-019-31210	NESW	10	20S	21E
Federal 11-1	43-019-30485	NWSW	11	20S	21E
Federal 11-2	43-019-30882	SESE	11	20S	21E
Federal 11-3	43-019-30884	SWSW	11	20S	21E
Federal 12-1	43-019-30881	SWSW	12	20S	21E
Federal 13-1	43-019-30348	SWSW	13	20S	21E
Federal 13-2	43-019-30673	SENW	13	20S	21E
Federal 13-3	43-019-30883	NWNE	13	20S	21E
Federal 13-4	43-019-30885	NWSE	13	20S	21E
Federal 14-1	43-019-30430	NWNW	14	20S	21E
Federal 14-1A	43-019-30436	NWNW	14	20S	21E
Federal 14-2	43-019-30487	NENE	14	20S	21E
Federal 15-1	43-019-30585	NESE	15	20S	21E
Federal 15-2	43-019-30636	NWNW	15	20S	21E
Federal 15-3	43-019-30637	NENE	15	20S	21E
Federal 15-4	43-019-30887	SWSW	15	20S	21E
Federal 1-10	43-019-30484	NWSW	10	20S	21E
Federal 22-1	43-019-30625	SENE	22	20S	21E

-END-

1594 West North Temple, Suite 1210, PO Box 145801, Salt Lake City, UT 84114-5801

MONTHLY OIL AND GAS PRODUCTION REPORT

OPERATOR NAME AND ADDRESS

PEASE OIL & GAS COMPANY
 PO BOX 60219
 GRAND JUNCTION, CO 81506

UTAH ACCOUNT NUMBER: N1080

REPORT PERIOD (MONTH/YEAR): 7 / 1999

AMENDED REPORT (Highlight Changes)

WELL NAME			Producing Zone	Well Status	Well Type	Days Oper	Production Volumes		
API Number	Entity	Location					OIL (BBL)	GAS (MCF)	WATER (BBL)
CALF CANYON #5									
4301930393	02490	20S 21E 11	DK-CM		OW		U-72600	apprv 12.16.99	eff 4.1.98
CALF CANYON #4									
4301930392	02515	20S 21E 11	DKTA		OW		U-5675	apprv 12.16.99	" "
COWBOY #1									
4303730012	02530	39S 22E 14	ISMY		OW				
COWBOY 4									
4303730037	02530	39S 22E 14	ISMY		NA				
COWBOY #5									
4303730062	02530	39S 22E 14	ISMY		OW				
BOY 7									
4303730325	02530	39S 22E 23	ISMY		OW				
FEDERAL 23-2									
4301930586	08140	20S 21E 23	DKTA		GW		U-2139A	apprv 12.16.99	eff 4.1.98
FEDERAL 1-10									
4301930484	08141	20S 21E 10	DKTA		GW		U-2140A	apprv 12.16.99	eff 4.1.98
FEDERAL 11-1									
4301930485	08142	20S 21E 11	CDMTN		GW		U-2140A	apprv 12.16.99	eff 4.1.98
FEDERAL 11-2									
4301930882	08143	20S 21E 11	CDMTN		GW		U-2140A	apprv 12.16.99	eff 4.1.98
FEDERAL 11-3									
4301930884	08144	20S 21E 11	CDMTN		GW		U-2140A	apprv 12.16.99	eff 4.1.98
FEDERAL 12-1									
4301930881	08145	20S 21E 12	MRSN		GW		U-2140A	apprv 12.16.99	eff 4.1.98
FEDERAL 13-1									
4301930348	08146	20S 21E 13	MRSN		GW		U-2140A	apprv 12.16.99	eff 4.1.98

TOTALS

--	--	--

COMMENTS :

I hereby certify that this report is true and complete to the best of my knowledge.

Date: _____

Name and Signature: _____

Telephone Number: _____

RECEIVED
DEC 22 1999
UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT DIVISION OF OIL, GAS & MINING

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Designation and Serial No.

~~U-2140A~~ U02140A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

SUBMIT IN TRIPLICATE

1. Type of Well

Oil Well Gas Well Other

8. Well Name and No.

See Exhibit "A" Attached

9. API Well No.

See Exhibit "A" Attached

2. Name of Operator

Burkhalter Engineering, Inc.

10. Field and Pool, or Exploratory Area

Cisco Dome

3. Address and Telephone No.

P.O. Box 60095 Grand Junction, CO 81506 (970) 245-5917

11. County or Parish, State

Grand County, Utah

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

See Exhibit "A" Attached

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

TYPE OF SUBMISSION

Notice of Intent
 Subsequent Report
 Final Abandonment Notice

TYPE OF ACTION

Abandonment
 Recompletion
 Plugging Back
 Casing Repair
 Altering Casing
 Other Change of Operator
 Change of Plans
 New Construction
 Non-Routine Fracturing
 Water Shut-Off
 Conversion to Injection
 Dispose Water

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

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

Effective April 1, 1998, Burkhalter Engineering became the operator of the wells listed on Exhibit "A" attached. Burkhalter Engineering is responsible under the terms and conditions of the lease for operations conducted on the leased lands or portions thereof.

Bond coverage for this well will be provided by BLM Bond No. UT1097

Willard Pease Jr.
Willard Pease Jr.
Pease Oil and Gas Company

RECEIVED
OIL & GAS FIELD OFFICE
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
MAY 05 PM 12:36

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

Signed *J.M. Burkhalter*

Title *Pmes*

Date May 4, 1998

(This space for Federal or State office use)

Approved by *William H.*

Title Assistant Field Manager,
Division of Resources Date 12/16/99

Conditions of approval, if any:

cc: U006m 12/16/99

CONDITIONS OF APPROVAL ATTACHED

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

*See Instructions on Reverse Side

EXHIBIT "A" TO SUNDRY NOTICE
U-2140A

<u>WELL NAME & NO.</u>	<u>API NO.</u>	<u>1/4 1/4</u>	<u>SEC.</u>	<u>TWP.</u>	<u>RNG.</u>
Federal 10-2	43-019-31210	NESW	10	20S	21E
Federal 11-1	43-019-30485	NWSW	11	20S	21E
Federal 11-2	43-019-30882	SESE	11	20S	21E
Federal 11-3	43-019-30884	SWSW	11	20S	21E
Federal 12-1	43-019-30881	SWSW	12	20S	21E
Federal 13-1	43-019-30348	SWSW	13	20S	21E
Federal 13-2	43-019-30673	SENW	13	20S	21E
Federal 13-3	43-019-30883	NWNE	13	20S	21E
Federal 13-4	43-019-30885	NWSE	13	20S	21E
Federal 14-1	43-019-30430	NWNW	14	20S	21E
Federal 14-1A	43-019-30436	NWNW	14	20S	21E
Federal 14-2	43-019-30487	NENE	14	20S	21E
Federal 15-1	43-019-30585	NESE	15	20S	21E
Federal 15-2	43-019-30636	NWNW	15	20S	21E
Federal 15-3	43-019-30637	NENE	15	20S	21E
Federal 15-4	43-019-30887	SWSW	15	20S	21E
Federal 1-10	43-019-30484	NWSW	10	20S	21E
Federal 22-1	43-019-30625	SENE	22	20S	21E

-END-

Burkhalter Engineering, Inc.
All Wells on Lease UTU02140A
(1-10, 10-2, 11-1, 11-2, 11-3, 12-1, 13-1, 13-2, 13-3, 13-4,
14-1, 14-1A, 14-2, 15-1, 15-2, 15-3, 15-4 and 22-1)
Sections 10, 11, 12, 13, 14, 15 and 22, T. 20 S., R. 21 E.
Grand County, Utah

CONDITIONS OF APPROVAL

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

Be advised that Burkhalter Engineering, Inc. is considered to be the operator of the above wells and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for these wells is provided by UT1097 (Principal - Burkhalter Engineering, Inc.) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

OPERATOR CHANGE WORKSHEET

Routing:	
1. <u>KDR</u> ✓	
2. <u>GLH</u> ✓	7. <u>KAS</u> ✓
3. <u>FRB RB</u>	8. <u>SI</u>
4. <u>CDW</u> ✓	9. <u>FILE</u>
5. <u>KDR</u> ✓	

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

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

The operator of the well(s) listed below has changed, effective: 4-1-98

TO: (new operator)	<u>BURKHALTER ENGINEERING INC</u> FROM: (old operator)	<u>PEASE OIL & GAS COMPANY</u>
(address)	<u>PO BOX 60095</u> (address)	<u>PO BOX 60219</u>
	<u>GRAND JUNCTION CO 81506</u>	<u>GRAND JUNCTION CO 81506</u>
	Phone: <u>(970)245-5917</u>	Phone: <u>(970)245-5917</u>
	Account no. <u>N6820</u>	Account no. <u>N1080</u>

* CALF CANYON UNIT

WELL(S) attach additional page if needed:

Name: **SEE ATTACHED**	API: <u>4301930485</u>	Entity: _____	S <u>11</u>	T <u>205</u>	R <u>21E</u>	Lease: _____
Name: _____	API: _____	Entity: _____	S _____	T _____	R _____	Lease: _____
Name: _____	API: _____	Entity: _____	S _____	T _____	R _____	Lease: _____
Name: _____	API: _____	Entity: _____	S _____	T _____	R _____	Lease: _____
Name: _____	API: _____	Entity: _____	S _____	T _____	R _____	Lease: _____
Name: _____	API: _____	Entity: _____	S _____	T _____	R _____	Lease: _____
Name: _____	API: _____	Entity: _____	S _____	T _____	R _____	Lease: _____

OPERATOR CHANGE DOCUMENTATION

- Yes 1. (r649-8-10) Sundry or other legal documentation has been received from the **FORMER** operator (attach to this form). *(rec'd 5-18-98)*
- Yes 2. (r649-8-10) Sundry or other legal documentation has been received from the **NEW** operator (Attach to this form). *(rec'd 5-18-98)*
- N/A 3. The **Department of Commerce** has been contacted if the new operator above is not currently operating any wells in Utah. Is the company **registered with the state?** (yes/no) _____ If yes, show company file number: _____
- KDR 4. **FOR INDIAN AND FEDERAL WELLS ONLY.** The BLM has been contacted regarding this change. Make note of BLM status in comments section of this form. BLM approval of **Federal** and **Indian** well operator changes should ordinarily take place prior to the division's approval, and before the completion of **steps 5 through 9** below. *(rec'd 8.9.99) (rec'd 12.22.99)*
- KDR 5. Changes have been entered in the **Oil and Gas Information System** (3270) for each well listed above. *(11.19.99) (12.30.99)*
- KDR 6. **Cardex** file has been updated for each well listed above.
- N/A 7. Well **file labels** have been updated for each well listed above.
- DR 8. Changes have been included on the monthly "Operator, Address, and Account Changes" **memo** for distribution to Trust Lands, Sovereign Lands, UGS, Tax Commission, etc. *(10.29.99) (12.30.99)*
- DR 9. A folder has been set up for the **Operator Change file**, and a copy of this page has been placed there for reference during routing and processing of the original documents.

ENTITY REVIEW

- WDP 1. (r649-8-7) Entity assignments have been reviewed for all wells listed above. Were entity changes made? (yes/no) (no) If entity assignments were changed, attach copies of Form 6, Entity Action Form.
- WDP 2. Trust Lands, Sovereign Lands, Tax Commission, etc., have been notified through normal procedures of entity changes.

BOND VERIFICATION - (FEE WELLS ONLY)

- N/A/Sec 1. (r649-3-1) The NEW operator of any fee lease well listed above has furnished a proper bond.
- N/A/Sec 2. A copy of this form has been placed in the new and former operator's bond files.
- N/A/Sec 3. The FORMER operator has requested a release of liability from their bond (yes/no) _____, as of today's date _____. If yes, division response was made to this request by letter dated _____.

LEASE INTEREST OWNER NOTIFICATION OF RESPONSIBILITY

- N/A/Sec 1. Copies of documents have been sent on _____ to _____ at Trust Lands for changes involving State leases, in order to remind that agency of their responsibility to review for proper bonding.
- N/A/Sec 2. (r649-2-10) The former operator of any fee lease wells listed above has been contacted and informed by letter dated _____ 19 ____, of their responsibility to notify all interest owners of this change.

FILMING

- 1. All attachments to this form have been microfilmed. Today's date: 9.24.01.

FILING

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

COMMENTS

990621 per Teresa Thompson w/ BLM, there hasn't been any paperwork filed on Palf Canyon unit. No approval as of yet.
990809 rec'd Palf Canyon unit approval.
990902 left message for Marie McNamee (BLM) for Fed. wells
990902 Marie (BLM) called me back. Palf Canyon unit wells have been approved, but not the federal ones yet. There is a problem, per Marie those approvals will take another week. She will send me a copy as soon as it is approved.
991119 called Marie McNamee (BLM; 435.259.2135) to find out if Fed. wells apply. She told me not yet, there is a bonding problem. Only Palf Canyon u wells have been approved.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Designation and Serial No.

1102140A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

See Exhibit "A" attached

9. API Well No.

See Exhibit "A" attached

10. Field and Pool, or Exploratory Area

Cisco Dome

11. County or Parish, State

Grand County, Utah

SUBMIT IN TRIPLICATE

1. Type of Well

Oil Well Gas Well Other

2. Name of Operator

Twin Arrow, Inc.

3. Address and Telephone No.

P.o. Box 948, Rangely, CO 81648 970-675-8226

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

See Exhibit "A" attached

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

TYPE OF SUBMISSION

TYPE OF ACTION

Notice of Intent
 Subsequent Report
 Final Abandonment Notice

Abandonment
 Recompletion
 Plugging Back
 Casing Repair
 Altering Casing
 Other CHANGE OF OPERATOR

Change of Plans
 New Construction
 Non-Routine Fracturing
 Water Shut-Off
 Conversion to Injection
 Dispose Water

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

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

Sept. 1, 2000 *JMB*
Effective ~~July 1, 2000~~ Twin Arrow, Inc. became the operator of the wells listed on Exhibit "A" attached. Twin Arrow, Inc. is responsible under the terms and conditions of the lease for operations conducted on the leased lands or portions thereof.

Bond Coverage for this lease (wells) will be provided by BLM Bond No. 4T1185

J.N. Burkhalter
J. N. Burkhalter/President
Burkhalter Engineering Inc.

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

Signed *Andrea Gader* Title Office Manager Date 8/18/2000

(This space for Federal or State office use)

Assistant Field Manager,
Division of Resources

Approved by *William Hinger* Title _____ Date 9/26/2000

Conditions of approval, if any:

CONDITIONS OF APPROVAL ATTACHED

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

cc: J06m 9/27/00

*See Instruction on Reverse Side

**EXHIBIT "A" TO SUNDRY NOTICE
WELL LIST U-2140A**

<u>WELL NAME & NO.</u>	<u>API NO.</u>	<u>1/4 1/4</u>	<u>SEC</u>	<u>TWP</u>	<u>RNG.</u>
Federal 10-2	43-019-31210	NESW	10	20S	21E
Federal 11-1	43-019-30485	NWSW	11	20S	21E
Federal 11-2	43-019-30882	SESE	11	20S	21E
Federal 11-3	43-019-30884	SWSW	11	20S	21E
Federal 12-1	43-019-30881	SWSW	12	20S	21E
Federal 13-1	43-019-30348	SWSW	13	20S	21E
Federal 13-2	43-019-30673	SENW	13	20S	21E
Federal 13-3	43-019-30883	NWNE	13	20S	21E
Federal 13-4	43-019-30885	NWSE	13	20S	21E
Federal 14-1	43-019-30430	NWNW	14	20S	21E
Federal 14-1A	43-019-30436	NWNW	14	20S	21E
Federal 14-2	43-019-30487	NENE	14	20S	21E
Federal 15-1	43-019-30585	NESE	15	20S	21E
Federal 15-2	43-019-30636	NWNW	15	20S	21E
Federal 15-3	43-019-30637	NENE	15	20S	21E
Federal 15-4	43-019-30887	SWSW	15	20S	21E
Federal 1-10	43-019-30484	NWSW	10	20S	21E
Federal 22-1	43-019-30625	SENE	22	20S	21E

Twin Arrow Incorporated
Well Nos. 10-2, 11-1, 11-2, 11-3, 12-1, 13-1, 13-2, 13-14,
14-1, 14-1A, 14-2, 15-1, 15-2, 15-3, 15-4, 1-10, 22-1
Sections 10, 11, 12, 13, 14, 15 and 22 T. 20 S., R. 21 E.
Lease UTU02140A
Grand County, Utah

CONDITIONS OF APPROVAL

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

Be advised that Twin Arrow Incorporated is considered to be the operator of the above wells and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for these wells is provided by UT1185 (Principal -Twin Arrow Incorporated) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

OPERATOR CHANGE WORKSHEET

ROUTING

1. GLH		4-KAS
2. CDW	✓	5- ST
3. JLT		6-FILE

Enter date after each listed item is completed

X Change of Operator (Well Sold)

Designation of Agent

Operator Name Change (Only)

Merger

The operator of the well(s) listed below has changed, effective:

09-01-2000

FROM: (Old Operator):

BURKHALTER ENGINEERING INC.

Address: P. O. BOX 60095

GRAND JUNCTION, CO 81506

Phone: 1-(970)-243-6060

Account No. N6820

TO: (New Operator):

TWIN ARROW INC.

Address: P. O. BOX 948

RANGELY, CO 91648

Phone: 1-(970)-675-8226

Account N1415

CA No.

Unit:

WELL(S)

NAME	API NO.	ENTITY NO.	SEC. TWN RNG	LEASE TYPE	WELL TYPE	WELL STATUS
FEDERAL 10-2	43-019-31210	8207	10-20S-21E	FEDERAL	GW	TA
FEDERAL 1-10	43-019-30484	8141	10-20S-21E	FEDERAL	GW	S
FEDERAL 11-1	43-019-30485	8142	11-20S-21E	FEDERAL	GW	S
FEDERAL 11-2	43-019-30882	8143	11-20S-21E	FEDERAL	GW	S
FEDERAL 11-3	43-019-30884	8144	11-20S-21E	FEDERAL	GW	S
FEDERAL 12-1	43-019-30881	8145	12-20S-21E	FEDERAL	GW	TA
FEDERAL 13-1	43-019-30348	8146	13-20S-21E	FEDERAL	GW	TA
FEDERAL 13-2	43-019-30673	8147	13-20S-21E	FEDERAL	GW	S
FEDERAL 13-3	43-019-30883	8148	13-20S-21E	FEDERAL	GW	TA
FEDERAL 13-4	43-019-30885	8149	13-20S-21E	FEDERAL	GW	TA
FEDERAL 14-1	43-019-30430	8169	14-20S-21E	FEDERAL	GW	S
FEDERAL 14-1A	43-019-30436	8150	14-20S-21E	FEDERAL	GW	TA
FEDERAL 14-2	43-019-30487	8151	14-20S-21E	FEDERAL	GW	S
FEDERAL 15-1	43-019-30585	11391	15-20S-21E	FEDERAL	GW	TA
FEDERAL 15-2	43-019-30636	8154	15-20S-21E	FEDERAL	GW	S
FEDERAL 15-3	43-019-30637	8155	15-20S-21E	FEDERAL	GW	S
FEDERAL 15-4	43-019-30887	10140	15-20S-21E	FEDERAL	GW	TA
FEDERAL 22-1	43-019-30625	8156	22-20S-21E	FEDERAL	GW	S

OPERATOR CHANGES DOCUMENTATION

- (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 10/02/2000
- (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 10/02/2000

3. The new company has been checked through the **Department of Commerce, Division of Corporations Database** on: 10/02/2000
4. Is the new operator registered in the State of Utah: YES Business Number: _____
***APPLICATION HAS BEEN SUBMITTED TO DIV OF CORP.**
5. If **NO**, the operator was contacted on: _____
6. **Federal and Indian Lease Wells:** The BLM and or the BIA has approved the (merger, name change, or operator change for all wells listed on Federal or Indian leases on: 09/26/2000
7. **Federal and Indian Units:** The BLM or BIA has approved the successor of unit operator for wells listed on: N/A
8. **Federal and Indian Communization Agreements ("CA"):** The BLM or the BIA has approved the operator change for all wells listed involved in a CA on: N/A
9. **Underground Injection Control ("UIC") Pro:** The Division has approved UIC Form 5, **Transfer of Authority to Inject**, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on: N/A

DATA ENTRY:

1. Changes entered in the **Oil and Gas Database** on: 10/10/2000
2. Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 10/10/2000
3. Bond information entered in RBDMS on: N/A
4. Fee wells attached to bond in RBDMS on: N/A

STATE BOND VERIFICATION:

1. State well(s) covered by Bond No.: _____

FEE WELLS - BOND VERIFICATION/LEASE INTEREST OWNER NOTIFICATION:

1. (R649-3-1) The **NEW** operator of any fee well(s) listed has furnished a bond: YES
2. The **FORMER** operator has requested a release of liability from their bond on: N/A
 The Division sent response by letter on: N/A
3. (R649-2-10) The **FORMER** operator of the Fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on: 09/28/2000

FILMING:

1. All attachments to this form have been **MICROFILMED** on: 2.26.01

FILING:

1. **ORIGINALS/COPIES** of all attachments pertaining to each individual well have been filled in each well file on: _____

COMMENTS:

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

RECEIVED
MOAB FIELD OFFICE
MAY 24 P 3:12

SUBMIT IN TRIPLICATE

DEPT OF THE INTERIOR
BUREAU OF LAND MGMT

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. U-12702A
2. Name of Operator Jelco Energy Inc.	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. P.O. Box 948, Rangely, CO 81648 970-675-8226	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) See Exhibit "A" attached	8. Well Name and No. See Exhibit "A" attached
	9. API Well No. See Exhibit "A" attached
	10. Field and Pool, or Exploratory Area Cisco Dome
	11. County or Parish, State Grand County, Utah

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Operator
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Other Change of Operator	<input type="checkbox"/> Dispose Water

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

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

Effective May 23, 2001, Jelco Energy Inc. became the operator of the wells listed on Exhibit "A" attached. Jelco Energy Inc. is responsible under the terms and conditions of the lease for operations conducted on the leased lands or portions thereof.

Bond Coverage for this lease (wells) will be provided by BLM Bond No. UT1185

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

Signed [Signature] Title Office Manager Date 5/23/2001

(This space for Federal or State office use)

Approved by [Signature] Title Assistant Field Manager, Division of Resources Date 5/25/01

Conditions of approval, if any: CONDITIONS OF APPROVAL ATTACHED

Jelco Energy, Inc.
Well Nos. 19-1A, 19-3 and 31-1A
Sections 19 and 31 T. 20 S., R. 22 E.
Lease UTU12702A
Grand County, Utah

CONDITIONS OF APPROVAL

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

Be advised that Jelco Energy, Inc. is considered to be the operator of the above wells and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for these wells is provided by UT1185 (Principal - Jelco Energy, Inc.) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

EXHIBIT "A" TO SUNDRY NOTICE
WELL LIST U-2139A

<u>WELL NAME & NO.</u>	<u>API NO.</u>	<u>1/4 1/4</u>	<u>SEC</u>	<u>TWP</u>	<u>RNG.</u>
Federal 14-3	43-019-30488	NESE	14	20S	21E
Federal 14-4	43-019-30878	SWSW	14	20S	21E
Federal 23-1	43-019-30355	SWNE	23	20S	21E
Federal 23-2	43-019-30586	NWNW	23	20S	21E
Federal 23-3	43-019-30588	NEGW	23	20S	21E
Federal 23-4	43-019-30760	NWSE	23	20S	21E
Federal 24-2	43-019-30530	NWNW	24	20S	21E
Federal 24-3	43-019-30432	SWSE	24	20S	21E
Federal 24-4	43-019-30900	NWNE	24	20S	21E
Federal 25-1	43-019-30359	SWNE	25	20S	21E
Federal 25-2	43-019-30587	SWSW	25	20S	21E
Federal 25-3	43-019-30575	SESE	25	20S	21E
Federal 25-4	43-019-30743	NENW	25	20S	21E

EXHIBIT "A" TO SUNDRY NOTICE
U-12702A

<u>WELL NAME & NO.</u>	<u>API NO.</u>	<u>1/4 1/4</u>	<u>SEC.</u>	<u>TWP.</u>	<u>RNG.</u>
Federal 19-1A	43-019-30896	SWNW	19	20S	22E
Federal 19-3	43-019-30302	SWSW	19	20S	22E
Federal 31-1A	43-019-30308	NENW	31	20S	22E

EXHIBIT "A" TO SUNDRY NOTICE
WELL LIST U-2140A

<u>WELL NAME & NO.</u>	<u>API NO.</u>	<u>1/4 1/4</u>	<u>SEC</u>	<u>TWP</u>	<u>RNG.</u>
Federal 10-2 ✓	43-019-31210	NESW	10	20S	21E
Federal 11-1 ✓	43-019-30485	NWSW	11	20S	21E
Federal 11-2 ✓	43-019-30882	SESE	11	20S	21E
Federal 11-3 ✓	43-019-30884	SWSW	11	20S	21E
Federal 12-1 ✓	43-019-30881	SWSW	12	20S	21E
Federal 13-1 ✓	43-019-30348	SWSW	13	20S	21E
Federal 13-2 ✓	43-019-30673	SENW	13	20S	21E
Federal 13-3 ✓	43-019-30883	NWNE	13	20S	21E
Federal 13-4 ✓	43-019-30885	NWSE	13	20S	21E
Federal 14-1 ✓	43-019-30430	NWNW	14	20S	21E
Federal 14-1A ✓	43-019-30436	NWNW	14	20S	21E
Federal 14-2 ✓	43-019-30487	NENE	14	20S	21E
Federal 15-1 ✓	43-019-30585	NESE	15	20S	21E
Federal 15-2 ✓	43-019-30636	NWNW	15	20S	21E
Federal 15-3 ✓	43-019-30637	NENE	15	20S	21E
Federal 15-4 ✓	43-019-30887	SWSW	15	20S	21E
Federal 1-10 ✓	43-019-30484	NWSW	10	20S	21E
Federal 22-1 ✓	43-019-30625	SENE	22	20S	21E

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.

1. TYPE OF WELL OIL WELL GAS WELL OTHER _____

2. NAME OF OPERATOR: Jelco Energy, Inc.

3. ADDRESS OF OPERATOR: P.O. Box 948 CITY Rangely STATE CO ZIP 81648 PHONE NUMBER: 9706758226

5. LEASE DESIGNATION AND SERIAL NUMBER: _____

6. IF INDIAN, ALLOTTEE OR TRIBE NAME: _____

7. UNIT or CA AGREEMENT NAME: _____

8. WELL NAME and NUMBER: see attached list

9. API NUMBER: _____

10. FIELD AND POOL, OR WILDCAT: _____

4. LOCATION OF WELL

FOOTAGES AT SURFACE: _____

COUNTY: Grand

STATE: UTAH

QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: _____

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 start: _____	<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"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input checked="" 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 type="checkbox"/> OTHER: _____
	<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.

see attached list

Until May 1, 2001 Twin Arrow, Inc. and Jelco Energy Inc. were the same company. We split Twin Arrow, Inc. and Jelco Energy apart so Jelco Energy could operate all the Utah wells and Twin Arrow will operate all the Colorado Wells.

NAME (PLEASE PRINT) Linda C. Gordon TITLE Office Manager

SIGNATURE *Linda C. Gordon* DATE 6/1/2001

(This space for State use only)

RECEIVED

JUN 15 2001

DIVISION OF
OIL, GAS AND MINING

(See Instructions on Reverse Side)

FED. LEASE #	API #	WELL NAME	SEC	QTT	TWP	RNG
UTU5675	430193039200	CALF CANYON #4	11	NWNW	20S	21E
UTU72600	430193039300	CALF CANYON #5	11	SENE	20S	21E
UTU72600	430193109400	FEDERAL #675-3	10	SWNW	20S	21E
UTU11620	430193119700	CALF CANYON #8	3	SESW	20S	21E
UTU70813A	430193029800	CALF CANYON #1	3	SWSE	20S	21E
UTU70813A	430193037600	FEDERAL 675-1	10	NENW	20S	21E
UTU70813A	430193116800	CALF CANYON #7	2	SESW	20S	21E
UTU70813A	430193118700	FEDERAL 675-4	10	NENW	20S	21E
UTU70813A	430193119900	FEDERAL 675-5	10	NWNW	20S	21E
UTU70813A	430193120300	CALF CANYON #10	3	SESE	20S	21E
UTU70813A	430193120800	FEDERAL 675-6	9	NENE	20S	21E
UTU70813A	430193120900	CALF CANYON #11	3	SWSW	20S	21E
UTU02139A	430193035500	FEDERAL 23-1	23	SWNE	20S	21E
UTU02139A	430193035900	FEDERAL 25-1	25	SWNE	20S	21E
UTU02139A	430193043200	FEDERAL 24-3	24	SWSE	20S	21E
UTU02139A	430193048800	FEDERAL 14-3	14	NESE	20S	21E
UTU02139A	430193053000	FEDERAL 24-2	24	NWNW	20S	21E
UTU02139A	430193057500	FEDERAL 25-3	25	SESE	20S	21E
UTU02139A	430193058600	FEDERAL 23-2	23	NWNW	20S	21E
UTU02139A	430193058700	FEDERAL 25-2	25	SWSW	20S	21E
UTU02139A	430193058800	FEDERAL 23-3	23	NESW	20S	21E
UTU02139A	430193074300	FEDERAL 25-4	25	NENW	20S	21E
UTU02139A	430193076000	FEDERAL 23-4	23	NWSE	20S	21E
UTU02139A	430193087800	FEDERAL 14-4	14	SWSW	20S	21E
UTU02139A	430193090000	FEDERAL 24-4	24	NWNE	20S	21E
UTU02140A	430193034800	FEDERAL 13-1	13	SWSW	20S	21E
UTU02140A	430193043000	FEDERAL 14-1	14	NWNW	20S	21E
UTU02140A	430193043600	FEDERAL 14-1A	14	NWNW	20S	21E
UTU02140A	430193048400	FEDERAL 10-1	10	NWSW	20S	21E
UTU02140A	430193048500	FEDERAL 11-1	11	NWSW	20S	21E
UTU02140A	430193048700	FEDERAL 14-2	14	NENE	20S	21E
UTU02140A	430193058500	FEDERAL 15-1	15	NESE	20S	21E
UTU02140A	430193062500	FEDERAL 22-1	22	SENE	20S	21E
UTU02140A	430193063600	FEDERAL 15-2	15	NWNW	20S	21E
UTU02140A	430193063700	FEDERAL 15-3	15	NENE	20S	21E
UTU02140A	430193067300	FEDERAL 13-2	13	SESW	20S	21E
UTU02140A	430193088100	FEDERAL 12-1	12	SWSW	20S	21E
UTU02140A	430193088200	FEDERAL 11-2	11	SESE	20S	21E
UTU02140A	430193088300	FEDERAL 13-3	13	NWNE	20S	21E
UTU02140A	430193088400	FEDERAL 11-3	11	SWSW	20S	21E
UTU02140A	430193088500	FEDERAL 13-4	13	NWSE	20S	21E
UTU02140A	430193088700	FEDERAL 15-4	15	SWSW	20S	21E
UTU02140A	430193121000	FEDERAL 10-2	10	NESW	20S	21E
UTU12702	430193042900	FEDERAL 30-1	30	SWNW	20S	22E
UTU12702A	430193030200	FEDERAL 19-3	19	SWSW	20S	22E
UTU12702A	430193030800	FEDERAL 31-1A	31	NENW	20S	22E
UTU12702A	430193030800	FEDERAL 31-1A	31	NENW	20S	22E
UTU12702A	430193089600	FEDERAL 19-1A	19	SWNW	20S	22E
UTU37730	430193087500	FEDERAL 18-1	18	NESW	20S	22E
STATE WELL ML-24295	430193034700	STATE 32-1	32	W 1/2	20S	22E

OPERATOR CHANGE WORKSHEET

ROUTING

1. GLH		4-KAS
2. CDW		5-LPI <i>6/25</i>
3. JLT		6-FILE

Enter date after each listed item is completed

Change of Operator (Well Sold)

Designation of Agent

X Operator Name Change (Only)

Merger

The operator of the well(s) listed below has changed, effective: **05-23-2001**

FROM: (Old Operator):
 TWIN ARROW INC
 Address: P. O BOX 948
 RANGELY, CO 81648
 Phone: 1-(970)-675-8226
 Account N1415

TO: (New Operator):
 JELCO ENERGY INC
 Address: P. O . BOX 948
 RANGELY, CO 81648
 Phone: 1-(970)-675-8226
 Account N1825

CA No.

Unit:

WELL(S)

NAME	API NO	ENTITY NO	SEC TWN RNG	LEASE TYPE	WELL TYPE	WELL STATUS
FEDERAL 1-10	43-019-30484	8141	10-20S-21E	FEDERAL	GW	S
FEDERAL 11-1	43-019-30485	8142	11-20S-21E	FEDERAL	GW	P
FEDERAL 13-1	43-019-30348	8146	13-20S-21E	FEDERAL	GW	TA
FEDERAL 14-1	43-019-30430	8169	14-20S-21E	FEDERAL	GW	P
FEDERAL 14-1A	43-019-30436	8150	14-20S-21E	FEDERAL	GW	TA
FEDERAL 14-2	43-019-30487	8151	14-20S-21E	FEDERAL	GW	P
FEDERAL 14-3	43-019-30488	8152	14-20S-21E	FEDERAL	GW	P
FEDERAL 14-4	43-019-30878	8153	14-20S-21E	FEDERAL	GW	S
FEDERAL 15-1	43-019-30585	11391	15-20S-21E	FEDERAL	GW	TA
FEDERAL 23-1	43-019-30355	11393	23-20S-21E	FEDERAL	GW	P
FEDERAL 23-2	43-019-30586	8140	23-20S-21E	FEDERAL	GW	P
FEDERAL 23-3	43-019-30588	8157	23-20S-21E	FEDERAL	GW	P
FEDERAL 23-4	43-019-30760	8158	23-20S-21E	FEDERAL	GW	P
FEDERAL 24-2	43-019-30530	8159	24-20S-21E	FEDERAL	GW	P
FEDERAL 24-3	43-019-30432	11395	24-20S-21E	FEDERAL	GW	P
FEDERAL 24-4	43-019-30900	8208	24-20S-21E	FEDERAL	GW	TA
FEDERAL 25-1	43-019-30359	11394	25-20S-21E	FEDERAL	GW	S
FEDERAL 25-2	43-019-30587	11392	25-20S-21E	FEDERAL	OW	S
FEDERAL 25-3	43-019-30575	8170	25-20S-21E	FEDERAL	GW	P
FEDERAL 25-4	43-019-30743	8181	25-20S-21E	FEDERAL	GW	P

OPERATOR CHANGES DOCUMENTATION

1. (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 06/15/2001
2. (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 06/15/2001
3. The new company has been checked through the **Department of Commerce, Division of Corporations Database** on: 06/18/2001
4. Is the new operator registered in the State of Utah: YES Business Number: 4825833-0143

Pacific Energy & Mining Company

RECEIVED
HONOLULU FIELD OFFICE

2002 JAN -9 A 9:57

November 20, 2001

Jelco Energy Inc.
2201 Civic #400
Amarillo, TX 79109

DEPT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Attn: Steve Looper

Subject: Operators Meeting Cisco Dome Wells

Gentlemen:

Pursuant to Article V(A) 1. of the operating agreement dated September 1, 1990, we hereby give the required 30 day notice to your company to remove Jelco as the operator of the following wells:

Federal 11-1
Federal 24-2
Federal 23-3
Federal 10-1

Pursuant to the operating agreement since we own majority interest in the Federal 11-1 and Federal 24-2 wells our vote constitutes removal of the operator. The removal is based upon your failure to address the following issues:

1. Shrinkage and loss of natural gas;
2. Uneconomic operation of our properties;

The removal of the operator is effective December 21, 2001. Effective December 21, 2001 we will nominate Mar/Reg Oil Company to operate our properties.

We also call a meeting of the working interest owners on the above wells, said meeting to be held at the offices of the Utah Division of Oil Gas and Mining on December 20 at 9:00 am. Our interest will be represented by Mr. Dean Christensen.

If you have any questions please call.

Sincerely,


Tariq Ahmad

Cc: Utah Division of Oil Gas and Mining
Dean Christensen

P.O. Box 18148
Reno, Nevada 89511
Phone: 775 852-7444
Fax: 775 851-1138

Pacific Energy & Mining Company

November 21, 2001

Jelco Energy Inc.
7201 I-40 West, Suite 316
Amarillo, TX 79106

RECEIVED
BICAP FIELD OFFICE

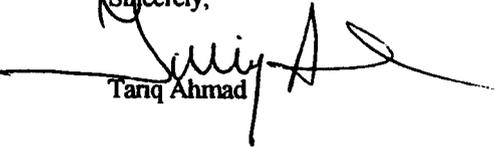
2002 JAN -9 A 9:57

DEPT OF THE INTERIOR
BUREAU OF LAND MGMT

Gentlemen:

Reference your letter dated November 21, 2001 requesting a copy of the joint operating agreement, we will mail you a copy if you are willing to pay for the copying and shipping charges. Obviously as the current operator you should have copies of the operating agreement on this property. You should look at your own files and try to locate the same. The operating agreement on this property was redone after the bankruptcy of NP Energy, the operating agreement on the property is AAPL Form 610 - 1989, dated September 1, 1990.

Sincerely,


Tariq Ahmad

RECEIVED
E.GAS FIELD OFFICE

2002 JAN -9 A 9:57

NOTICE OF MEETING

(FILED: JELCO OPR CHANGE)

DEPT OF THE INTERIOR
BUREAU OF LAND MGMT**DATE: 21 DECEMBER 2001****TIME: 0900 HOURS****LOCATION: DIVISION OF OIL, GAS AND MINING
1654 WEST NORTH TEMPLE
SALT LAKE CITY, UTAH****PURPOSE OF MEETING: CHANGE OF OPERATOR
CISCO DOME
GRAND COUNTY, UTAH****MINUTES OF MEETING:****PARTIES PRESENT: A. DEAN H. CHRISTENSEN
R. GARRY CARLSON
(REPRESENTING MAR/REG)****B. _____
JELCO ENERGY, INC
CURRENT OPERATOR**

THIS IS THE DATE AND TIME FOR A MEETING OF THE WORKING INTEREST OWNERS OF CERTAIN OIL AND GAS WELLS CURRENTLY BEING OPERATED BY JELCO ENERGY, INC. THE REQUIRED THIRTY DAY NOTICE HAVING BEEN DELIVERED AND ACKNOWLEDGED BY JELCO.

MINUTES OF MEETING:

AT 0900 HRS, NO PARTIES REPRESENTING JELCO ENERGY, INC., HAD MADE AN APPEARANCE AT THE DIVISION OF OIL, GAS AND MINING. WAITED UNTIL 0930 HRS BEFORE DEPARTING THE STATE OFFICE.

WE HAD AN EXTENDED DISCUSSION WITH MR. JIM THOMPSON, STATE OF UTAH. MR. THOMPSON STATED THAT UTAH WOULD REQUIRE A "CHANGE OF OPR" NOTICE FROM BOTH JELCO AND MAR/REG, OR NOTICE THAT THE BLM HAD ACCEPTED THE CHANGE OF OPERATOR SINCE THE WELLS IN QUESTION WERE ON FEDERAL LEASES.

1 **ARTICLE V.**
2 **OPERATOR**

3 **A. Designation and Responsibilities of Operator:**
4 **EPS Resources Corporation**

5 shall be the Operator of the Contract Area, and shall control
6 and direct and have full control of all operations on the Contract Area as permitted and required by, and within the limits of
7 this agreement. In its performance of services hereunder for the Non-Operators, Operator shall be an independent contractor
8 not subject to the control or direction of the Non-Operators except as to the type of operation to be undertaken in accordance
9 with the election procedures contained in this agreement. Operator shall not be deemed, or hold itself out as, the agent of the
10 Non-Operators with authority to bind them to any obligation or liability assumed or incurred by Operator as to any third
11 party. Operator shall conduct its activities under this agreement as a reasonable prudent operator, in a good and workmanlike
12 manner, with due diligence and dispatch, in accordance with good oilfield practice, and in compliance with applicable law and
13 regulation, but in no event shall it have any liability as Operator to the other parties for losses sustained or liabilities incurred
14 except such as may result from gross negligence or willful misconduct.

14 **B. Resignation or Removal of Operator and Selection of Successor:**

15 **1. Resignation or Removal of Operator:** Operator may resign at any time by giving written notice thereof to Non-Operators.
16 If Operator terminates its legal existence, no longer owns an interest hereunder in the Contract Area, or is no longer capable
17 of serving as Operator, Operator shall be deemed to have resigned without any action by Non-Operators, except the selection of a
18 successor. Operator may be removed only for good cause by the affirmative vote of Non-Operators owning a majority interest
19 based on ownership as shown on Exhibit "A" remaining after excluding the voting interest of Operator; such vote shall not be
20 deemed effective until a written notice has been delivered to the Operator by a Non-Operator detailing the alleged default and
21 Operator has failed to cure the default within thirty (30) days from its receipt of the notice or, if the default concerns an
22 operation then being conducted, within forty-eight (48) hours of its receipt of the notice. For purposes hereof, "good cause" shall
23 mean not only gross negligence or willful misconduct but also the material breach of or inability to meet the standards of
24 operation contained in Article V.A. or material failure or inability to perform its obligations under this agreement.

25 Subject to Article VII.D.1., such resignation or removal shall not become effective until 7:00 o'clock A.M. on the first
26 day of the calendar month following the expiration of ninety (90) days after the giving of notice of resignation by Operator
27 or action by the Non-Operators to remove Operator, unless a successor Operator has been selected and assumes the duties of
28 Operator at an earlier date. Operator, after effective date of resignation or removal, shall be bound by the terms hereof as if
29 a Non-Operator. A change of a corporate name or structure of Operator or transfer of Operator's interest to any single
30 subsidiary, parent or successor corporation shall not be the basis for removal of Operator.

31 **2. Selection of Successor Operator:** Upon the resignation or removal of Operator under any provision of this agreement
32 a successor Operator shall be selected by the parties. The successor Operator shall be selected from the parties owning
33 an interest in the Contract Area at the time such successor Operator is selected. The successor Operator shall be selected by the
34 affirmative vote of two (2) or more parties owning a majority interest based on ownership as shown on Exhibit "A"
35 provided, however, if an Operator which has been removed or is deemed to have resigned fails to vote or votes only to
36 succeed itself, the successor Operator shall be selected by the affirmative vote of the party or parties owning a majority
37 interest based on ownership as shown on Exhibit "A" remaining after excluding the voting interest of the Operator that was
38 removed or resigned. The former Operator shall promptly deliver to the successor Operator all records and data relating
39 to the operations conducted by the former Operator to the extent such records and data are not already in the possession of the
40 successor operator. Any cost of obtaining or copying the former Operator's records and data shall be charged to the joint
41 account.

42 **3. Effect of Bankruptcy:** If Operator becomes insolvent, bankrupt or is placed in receivership, it shall be deemed to have
43 resigned without any action by Non-Operators, except the selection of a successor. If a petition for relief under the federal
44 bankruptcy laws is filed by or against Operator, and the removal of Operator is prevented by the federal bankruptcy court,
45 Non-Operators and Operator shall comprise an interim operating committee to serve until Operator has elected to reject or
46 assume this agreement pursuant to the Bankruptcy Code, and an election to reject this agreement by Operator as a debtor in
47 possession, or by a trustee in bankruptcy, shall be deemed a resignation as Operator without any action by Non-Operators
48 except the selection of a successor. During the period of time the operating committee controls operations, all actions shall
49 require the approval of two (2) or more parties owning a majority interest based on ownership as shown on Exhibit "A".
50 In the event there are only two (2) parties to this agreement, during the period of time the operating committee controls
51 operations, a third party acceptable to Operator, Non-Operator and the federal bankruptcy court shall be selected as
52 a member of the operating committee, and all actions shall require the approval of two (2) members of the operating
53 committee without regard for their interest in the Contract Area based on Exhibit "A."

54 **C. Employees and Contractors:**

55 The number of employees or contractors used by Operator in conducting operations hereunder, their selection, and the
56 hours of labor and the compensation for services performed shall be determined by Operator, and all such employees and
57 contractors shall be the employees or contractors of Operator.

58 **D. Rights and Duties of Operator:**

59 **1. Competitive Rates and Use of Affiliates:** All wells drilled on the Contract Area shall be drilled on a competitive
60 contract basis at the usual rates prevailing in the area. If it so desires, Operator may employ its own tools and equipment
61 for the drilling of wells but its charges therefor shall not exceed the prevailing rates in the area and the rate of such charges

U DOGM

Pacific Energy & Mining Company

RECEIVED
MOAB FIELD OFFICE

January 4, 2002

2002 JAN -9 A 9:57

Bureau of Land Management
82 East Dogwood
Moab, UT 84532

DEPT OF THE INTERIOR
BUREAU OF LAND MGMT

Attn: Eric Jones

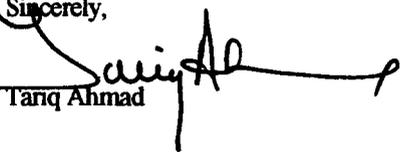
Subject: Sundry Notice Change of Operator

Dear Eric:

Enclosed please find our sundry notices on our wells at Cisco Dome. As I had indicated, we noticed Jelco Energy, Inc pursuant to the Joint Operating Agreement, they failed to respond and we as working interest owners removed them as operator for failing to operate our wells in a prudent manner as they are losing 38% of our natural gas production.

As working interest owner we are appointing Mar/Reg Oil Company as the operator. I will be awaiting your response.

Sincerely,


Tanq Ahmad

Wells: #10-1	4301930484	LITU 02140A
#11-1	4301930485	LITU 02140A
#23-3	4301930588	LITU 02139A
#24-2	4301930530	LITU 02139A

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2001

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.

RECEIVED
MOAB FIELD OFFICE

5. Lease Serial No.
U-02140A

6. If Indian, Allottee or Tribe Name

7. Unit or CA/Agreement, Name and/or No.
51

8. Well Name and No.
11-1

9. API Well No.
430193048500 S1

10. Field and Pool, or Exploratory Area
CISCO

11. County or Parish, State
GRAND, UT 11

SUBMIT IN TRIPLICATE - Other instructions on reverse side

2002 JAN -9 A

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
MAR/REG OIL COMPANY

3a. Address
P.O. 12148 Reno NV 89511

3b. Phone No. (include area code)
775 324-2198

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec. 11 NWSW 20 S 21E SLM

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

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

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 recomplete 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.)

Mar/Reg is taking over operations
under its bond ~~of~~ **UTD944**
Current operator removed pursuant to JOA.
by vote of working interest owners
Effective: 1/28/02

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

Name (Printed/Typed) **TARIQ AHMAD** Title **Engineer**

Signature *Tariq Ahmad* Date **12/21/01**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____ Title **Division of Resources** Date **JAN 28 2002**

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 **Moab Field 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 or fraudulent statements or representations as to any matter within its jurisdiction.

cc: Telco Energy
1/10/02

Conditions of Acceptance Attached

Mar/Reg Oil Company
Well No. 11-1
Sec. 11, T. 20 S., R. 21 E.
Lease UTU02140A
Grand County, Utah

CONDITIONS OF ACCEPTANCE

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

Be advised that Mar/Reg Oil Company is considered to be the operator of the above well effective January 28, 2002, and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by UT0944 (Principal - Mar/Reg Oil Company) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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 reverse side

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
 Jelco Energy

3a. Address
 P.O. Box 948, Rangely, CO 81648

3b. Phone No. (include area code)
 970-675-8226

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
 Sec 11, NWSW, T20S, R21E

5. Lease Serial No.
 U-2140A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
 Federal 11-1

9. API Well No.
 430193048500S1

10. Field and Pool, or Exploratory Area
 Cisco

11. County or Parish, State
 Grand County Utah

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

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

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 recompleat 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.)

Effective: 2/1/02

RECEIVED
 MOAB FIELD OFFICE
 2002 JAN 29 P 12:59

Jelco Energy is taking back over as operator under our Bond UT 1185

The previous change of Operator submitted by Mar/Reg Oil Company stated Jelco Energy was removed by a vote of Interest OWNERS. There is only one other interest owner and it is Pacific Energy and Mining Company. I believe Tariq Ahmad is a principal in Pacific Energy and Mining Company and also in Mar/Reg Oil Company. We do not feel we have done anything to be removed as operator and we are not accepting this vote.

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

Name (Printed/Typed) Linda C. Gordon Title Office Manager

Signature *Linda Gordon* Date January 25, 2002

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by **ACCEPTED** Title Division of Resources Date FEB 1 2002

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 Moab Field 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 or fraudulent statements or representations as to any matter within its jurisdiction.

cc: Mar/Reg Oil Company
 WDDG:MA

Conditions of Acceptance Attached

Jelco Energy, Inc.
Well No. 11-1
Sec. 11, T. 20 S., R. 21 E.
Lease UTU02140A
Grand County, Utah

CONDITIONS OF ACCEPTANCE

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

Be advised that Jelco Energy, Inc. is considered to be the operator of the above well effective February 1, 2002, and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by UT1185 (Principal -Jelco Energy, Inc.) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43 CFR 3106.7-2 continuing responsibility are met.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Moab Field Office
82 East Dogwood
Moab, Utah 84532

RECEIVED

FEB 04 2002

DIVISION OF
OIL, GAS AND MINING

3160
(U-02139-A)
(U-02140-A)
(UT-062)

CERTIFIED MAIL—RETURN RECEIPT REQUESTED

FEB - 1 2002

Ms. Linda Gordon (certified no. 70010320000480792272)
Jelco Energy, Inc.
P.O. Box 948
Rangely, Colorado 81648

Mr. Tariq Ahmad (certified no. 70010320000480792289)
Mar/Reg Oil Company
P.O. Box 18148
Reno, Nevada 89511

Re: Change of Operator/Resolution of Dispute
Wells No. 23-3 and 24-2 Wells No. 10-1 and 11-1
Lease U-02139-A Lease U-02140-A

Dear Ms. Gordon / Mr. Ahmad:

It has come to our attention, through a series of operatorship change requests, that a dispute has arisen between Jelco Energy, Inc. (Jelco) and Mar/Reg Oil Company (Mar/Reg) as to which company should operate the above captioned wells.

The industry is generally able to resolve such matters without involving BLM. However, on rare occasions the BLM finds itself in a position of having to select, for administrative purposes, the most suitable operator from among the parties in dispute. Now, being faced with that task, we have taken into consideration all of the pertinent information available to us, including lease ownership (record title and operating rights), and operator history.

Records indicate that Jelco owns 100% record title and operating rights in both subject leases, U-02139-A and U-02140-A. Records further demonstrate that Jelco has been the operator of the disputed wells, as well as the other 26 wells on the subject leases for which operatorship is not disputed.

Mar/Reg states that their authority to operate the wells is derived from the governing Joint Operating Agreement, and from being the majority working interest owner in the wells. Being neither a party to that agreement nor having administrative authority over it, BLM does not have a position on that third party agreement.

Therefore, considering the available information, we believe that Jelco, by virtue of owning all interest in the subject leases, and by having expressed a clear desire to operate the disputed wells, is the appropriate party to operate those wells. Effective February 1, 2002, BLM recognizes Jelco as operator of wells no. 23-3, 24-2, 10-1 and 11-1.

If you believe this decision is in error, you may request a review by the BLM, Utah State Director in accordance with 43 CFR 3165.3. Such a request, including all supporting documentation, must be filed in writing within twenty business days of the date of receipt of this correspondence with:

Utah State Director
Bureau of Land Management
P. O. Box 45155
Salt Lake City, Utah 84145-0155

Should you have any questions regarding this matter, please call Eric Jones at 435-259-2117.

Sincerely,
/s/ William Stringer

Assistant Field Manager
Division of Resources

cc: State of Utah, Division of Oil, Gas and Mining *Jim Thompson*
EJones:mm:1/31/02

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

FORM APPROVED
OMM No. 1004-0135
Expires November 30, 2000

5. Lease Serial No. UTU 02140A

6. If Indian, Allottee or Tribe Name _____

7. If Unit or CA/Agreement, Name and/or No. _____

8. Well Name and No. See attached list

9. API Well No. See attached list

10. Field and Pool, or Exploratory Area Greater Cisco

11. County or Parish, State Grand County, UT

SUBMIT IN TRIPLICATE - Other instructions on reverse side

2003 JUN -9 1:16

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator ABS Energy LLC N2475

3a. Address P.O. Box 736, Rangely, CO 81648

3b. Phone No. (include area code) 970-675-5212

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

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>CHANGE OF OPERATOR</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<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 recomplete 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/DIA. 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.)

Effective January 1, 2003, ABS Energy LLC is the new operator. ABS Energy LLC is responsible under the terms and conditions of the lease for operations conducted on the lease lands or portions thereof.

Bond Coverage for these wells will be provided by BLM Bond No. UTB 000034

Linda Gordon
Jelco Energy/Linda C. Gordon N1825

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

Name (Printed/Typed) Linda C. Gordon Title Office Manager/ABS Energy LLC

Signature *Linda Gordon* Date June 4, 2003

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by ACCEPTED Title Division of Resources Date JUN 9 2003

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 Moab Field 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 or fraudulent statements or representations as to any matter within its jurisdiction.

cc: udogam

Conditions Attached

RECEIVED

JUN 30 2003

FED. LEASE #	API #	WELL NAME	SEC	QTR	TWP	RNG
UTU02140A	430193034800	FEDERAL 13-1	13	SWSW	20S	21E
UTU02140A	430193043000	FEDERAL 14-1	14	NWNW	20S	21E
UTU02140A	430193043600	FEDERAL 14-1A	14	NWNW	20S	21E
UTU02140A	430193048400	FEDERAL 10-1	10	NWSW	20S	21E
UTU02140A	430193048500	FEDERAL 11-1	11	NWSW	20S	21E
UTU02140A	430193048700	FEDERAL 14-2	14	NENE	20S	21E
UTU02140A	430193058500	FEDERAL 15-1	15	NESE	20S	21E
UTU02140A	430193062500	FEDERAL 22-1	22	SENE	20S	21E
UTU02140A	430193063600	FEDERAL 15-2	15	NWNW	20S	21E
UTU02140A	430193063700	FEDERAL 15-3	15	NENE	20S	21E
UTU02140A	430193067300	FEDERAL 13-2	13	SENE	20S	21E
UTU02140A	430193088100	FEDERAL 12-1	12	SWSW	20S	21E
UTU02140A	430193088200	FEDERAL 11-2	11	SESE	20S	21E
UTU02140A	430193088300	FEDERAL 13-3	13	NWNE	20S	21E
UTU02140A	430193088400	FEDERAL 11-3	11	SWSW	20S	21E
UTU02140A	430193088500	FEDERAL 13-4	13	NWSE	20S	21E
UTU02140A	430193088700	FEDERAL 15-4	15	SWSW	20S	21E
UTU02140A	430193121000	FEDERAL 10-2	10	NESW	20S	21E

RECEIVED

JUN 30 2003

DIV. OF OIL, GAS & MINING

ABS Energy, LLC
All Wells on Lease
Sections 10 - 15, 22, T. 20 S., R. 21 E.
Lease UTU02140A
Grand County, Utah

CONDITIONS OF ACCEPTANCE

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

Be advised that ABS Energy, LLC is considered to be the operator of the above wells effective January 1, 2003, and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for these wells is provided by UTB000034 (Principal – ABS Energy, LLC) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43CFR 3106.7-2 continuing responsibility are met.

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

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS		5. LEASE DESIGNATION AND SERIAL NUMBER:
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:
1. TYPE OF WELL OIL WELL <input checked="" type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		7. UNIT or CA AGREEMENT NAME:
2. NAME OF OPERATOR: Jelco Energy (formerly Twin Arrow Inc.)		8. WELL NAME and NUMBER: see attached list
3. ADDRESS OF OPERATOR: P.O. Box 948, Rangely, CO 81648		9. API NUMBER:
		10. FIELD AND POOL, OR WILDCAT:
4. LOCATION OF WELL FOOTAGES AT SURFACE: see attached list		COUNTY: Grand
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:		STATE: UTAH

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 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 checked="" 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 type="checkbox"/> OTHER: _____
	<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.

Effective June 1, 2003, Jelco Energy sold all its interest and ownership in the wells listed of the attached list. The new owner and operator is ABS Energy LLC, P.O. Box 736, Rangely, CO 81648. Jelco Energy relinquishes ownership of all operating rights to ABS Energy LLC.

Linda C. Gordon
New Operator/ABS Energy LLC.
P.O. Box 736
Rangely, CO 81648
Fax 970-675-8558
Office 970-629-1116
ABS Energy LLC BLM Bond UTB000034

NAME (PLEASE PRINT) <u>Linda C. Gordon</u>	TITLE <u>Office Mgr</u>
SIGNATURE <i>Linda C. Gordon</i>	DATE <u>7/2/03</u>

(This space for State use only)

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JUL 08 2003

DIV. OF OIL, GAS & MINING

WELL NAMES, ENTITY #'S AND WELL ID

WELL NAME	ENTITY #	API #	WELL TYPE	LEGAL DESCRIPTION	LEASE TYPE	STATUS
FEDERAL 14-1A	08150	4301930436	GAS	T20S,R21E, SEC 14	FEDERAL	TA
FEDERAL 1-10	08141	4301930484	GAS	T20S,R21E, SEC 10	FEDERAL	S
FEDERAL 10-2	08207	4301931210	GAS	T20S,R21E, SEC 10	FEDERAL	TA
FEDERAL 11-1	08142	4301930485	GAS	T20S,R21E, SEC 11	FEDERAL	P
FEDERAL 11-2	08143	4301930882	GAS	T20S,R21E, SEC 11	FEDERAL	S
FEDERAL 11-3	08144	4301930884	GAS	T20S,R21E, SEC 11	FEDERAL	P
FEDERAL 12-1	08145	4301930881	GAS	T20S,R21E, SEC 12	FEDERAL	TA
FEDERAL 13-1	08146	4301930348	GAS	T20S,R21E, SEC 13	FEDERAL	TA
FEDERAL 13-2	08147	4301930673	GAS	T20S,R21E, SEC 13	FEDERAL	P
FEDERAL 13-3	08148	4301930883	GAS	T20S,R21E, SEC 13	FEDERAL	TA
FEDERAL 13-4	08149	4301930885	GAS	T20S,R21E, SEC 13	FEDERAL	TA
FEDERAL 14-1	08169	4301930430	GAS	T20S,R21E, SEC 14	FEDERAL	P
FEDERAL 14-2	08151	4301930487	GAS	T20S,R21E, SEC 14	FEDERAL	P
FEDERAL 14-3	08152	4301930488	GAS	T20S,R21E, SEC 14	FEDERAL	P
FEDERAL 14-4	08153	4301930878	GAS	T20S,R21E, SEC 14	FEDERAL	S
FEDERAL 15-1	11391	4301930585	GAS	T20S,R21E, SEC 15	FEDERAL	TA
FEDERAL 15-2	08154	4301930636	GAS	T20S,R21E, SEC 15	FEDERAL	S
FEDERAL 15-3	08155	4301930637	GAS	T20S,R21E, SEC 15	FEDERAL	P
FEDERAL 15-4	10140	4301930887	GAS	T20S,R21E, SEC 15	FEDERAL	TA
FEDERAL 18-1	08200	4301930875	GAS	T20S,R22E, SEC 18	FEDERAL	S
FEDERAL 19-1A	08201	4301930896	GAS	T20S,R22E, SEC 19	FEDERAL	TA
FEDERAL 19-3	08201	4301930302	GAS	T20S,R22E, SEC 19	FEDERAL	TA
FEDERAL 22-1	08156	4301930625	GAS	T20S,R21E, SEC 22	FEDERAL	P
FEDERAL 23-1	11393	4301930355	GAS	T20S,R21E, SEC 23	FEDERAL	P
FEDERAL 23-2	08140	4301930586	GAS	T20S,R21E, SEC 23	FEDERAL	S
FEDERAL 23-3	08157	4301930588	GAS	T20S,R21E, SEC 23	FEDERAL	P
FEDERAL 23-4	08158	4301930760	GAS	T20S,R21E, SEC 23	FEDERAL	P
FEDERAL 24-2	08159	4301930530	GAS	T20S,R21E, SEC 24	FEDERAL	P
FEDERAL 24-3	11395	4301930432	GAS	T20S,R21E, SEC 24	FEDERAL	P
FEDERAL 24-4	08208	4301930900	GAS	T20S,R21E, SEC 24	FEDERAL	TA
FEDERAL 25-1	11394	4301930359	OIL	T20S,R21E, SEC 25	FEDERAL	S
FEDERAL 25-2	11392	4301930587	OIL	T20S,R21E, SEC 25	FEDERAL	S
FEDERAL 25-3	08171	4301930575	GAS	T20S,R21E, SEC 25	FEDERAL	S
FEDERAL 25-4	08181	4301930743	GAS	T20S,R21E, SEC 25	FEDERAL	P
FEDERAL 30-1	08203	4301930429	GAS	T20S,R22E, SEC 30	FEDERAL	S
FEDERAL 31-1A	08204	4301930308	GAS	T20S,R22E, SEC 31	FEDERAL	P
STATE 32-1	08206	4301930347	GAS	T20S,R22E, SEC 32	STATE	P
CC #1	11666	4301930298	OIL	T20S,R21E, SEC 3	FEDERAL	P
CC #4	02515	4301930392	OIL	T20S,R21E, SEC 11	FEDERAL	S
CC #5	02490	4301930393	OIL	T20S,R21E, SEC 11	FEDERAL	TA
CC #8	09820	4301931197	OIL	T20S,R21E, SEC 3	FEDERAL	S
CC #10	11666	4301931203	OIL	T20S,R21E, SEC 3	FEDERAL	S
FEDERAL 675-1*	11666	4301930376	OIL	T20S,R21E, SEC 10	FEDERAL	P
FEDERAL 675-3	00303	4301931094	OIL	T20S,R21E, SEC 10	FEDERAL	S
FEDERAL 675-4*	11666	4301931187	OIL	T20S,R21E, SEC 10	FEDERAL	P
FEDERAL 675-5*	11666	4301931199	OIL	T20S,R21E, SEC 10	FEDERAL	S
FEDERAL 675-6*	11666	4301931208	OIL	T20S,R21E, SEC 9	FEDERAL	S

Please in visit

OPERATOR CHANGE WORKSHEET

ROUTING

1. GLH
2. CDW
3. FILE

Change of Operator (Well Sold)

Designation of Agent/Operator

X Operator Name Change

Merger

The operator of the well(s) listed below has changed, effective:		1/1/2003
FROM: (Old Operator): N1825-Jelco Energy, Inc. PO Box 948 Rangely, CO 81648 Phone: (970) 629-1116	TO: (New Operator): N2475-ABS Energy, LLC PO Box 736 Rangely, CO 81648 Phone: (970) 629-1116	
CA No.	Unit:	

WELL(S)								
NAME	SEC	TWN	RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS
FEDERAL 1-10	10	200S	210E	4301930484	8141	FEDERAL	GW	S
FEDERAL 10-2	10	200S	210E	4301931210	8207	FEDERAL	GW	TA
FEDERAL 11-1	11	200S	210E	4301930485	8142	FEDERAL	GW	P
FEDERAL 11-2	11	200S	210E	4301930882	8143	FEDERAL	GW	S
FEDERAL 11-3	11	200S	210E	4301930884	8144	FEDERAL	GW	P
FEDERAL 12-1	12	200S	210E	4301930881	8145	FEDERAL	GW	P
FEDERAL 13-1	13	200S	210E	4301930348	8146	FEDERAL	GW	TA
FEDERAL 13-2	13	200S	210E	4301930673	8147	FEDERAL	GW	P
FEDERAL 13-3	13	200S	210E	4301930883	8148	FEDERAL	GW	TA
FEDERAL 13-4	13	200S	210E	4301930885	8149	FEDERAL	GW	TA
FEDERAL 14-1	14	200S	210E	4301930430	8169	FEDERAL	GW	P
FEDERAL 14-1A	14	200S	210E	4301930436	8150	FEDERAL	GW	TA
FEDERAL 14-2	14	200S	210E	4301930487	8151	FEDERAL	GW	P
FEDERAL 15-1	15	200S	210E	4301930585	11391	FEDERAL	GW	TA
FEDERAL 15-2	15	200S	210E	4301930636	8154	FEDERAL	GW	S
FEDERAL 15-3	15	200S	210E	4301930637	8155	FEDERAL	GW	P
FEDERAL 15-4	15	200S	210E	4301930887	10140	FEDERAL	GW	TA
FEDERAL 22-1	22	200S	210E	4301930625	8156	FEDERAL	GW	P

OPERATOR CHANGES DOCUMENTATION

Enter date after each listed item is completed

- (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 7/8/2003
- (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 7/8/2003
- The new company was checked on the **Department of Commerce, Division of Corporations Database** on: 8/7/2003
- Is the new operator registered in the State of Utah: YES Business Number: 5333071-0161
- If **NO**, the operator was contacted on: _____

6. (R649-9-2)Waste Management Plan has been received on:

IN PLACE

7. **Federal and Indian Lease Wells:** The BLM and or the BIA has approved the merger, name change, or operator change for all wells listed on Federal or Indian leases on: 6/9/2003

8. **Federal and Indian Units:**

The BLM or BIA has approved the successor of unit operator for wells listed on: n/a

9. **Federal and Indian Communization Agreements ("CA"):**

The BLM or BIA has approved the operator for all wells listed within a CA on: n/a

10. **Underground Injection Control ("UIC")** The Division has approved UIC Form 5, **Transfer of Authority to Inject**, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on: n/a

DATA ENTRY:

1. Changes entered in the Oil and Gas Database on: 8/7/2003

2. Changes have been entered on the Monthly Operator Change Spread Sheet on: 8/7/2003

3. Bond information entered in RBDMS on: n/a

4. Fee wells attached to bond in RBDMS on: n/a

STATE WELL(S) BOND VERIFICATION:

1. State well(s) covered by Bond Number: n/a

FEDERAL WELL(S) BOND VERIFICATION:

1. Federal well(s) covered by Bond Number: B000034

INDIAN WELL(S) BOND VERIFICATION:

1. Indian well(s) covered by Bond Number: n/a

FEE WELL(S) BOND VERIFICATION:

1. (R649-3-1) The **NEW** operator of any fee well(s) listed covered by Bond Number n/a

2. The **FORMER** operator has requested a release of liability from their bond on: n/a
The Division sent response by letter on: n/a

LEASE INTEREST OWNER NOTIFICATION:

3. (R649-2-10) The **FORMER** operator of the fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on: n/a

COMMENTS:

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

FORM 9

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:
		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
		7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER _____		8. WELL NAME and NUMBER:
2. NAME OF OPERATOR: Elk Production, LLC		9. API NUMBER:
3. ADDRESS OF OPERATOR: 770 S. Post Oak Lane #320 CITY Houston STATE TX ZIP 77056		10. FIELD AND POOL, OR WILDCAT:
4. LOCATION OF WELL FOOTAGES AT SURFACE: See attached list		COUNTY:
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:		STATE: UTAH

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

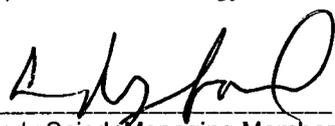
TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input checked="" 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 type="checkbox"/> OTHER: _____
	<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.

Change of operator from ABS Energy, LLC to Elk Production LLC.

Old Operator: ABS Energy, LLC

N 2475

By: 
Andy Saied, Managing Member
PO Box 307
Farmington, NM 87499

New Operator: ELK PRODUCTION, LLC

NAME (PLEASE PRINT) <u>Richard P. Crist</u>	TITLE <u>Executive Vice President</u>
SIGNATURE <u>Richard P. Crist</u>	DATE <u>8/12/04</u>

(This space for State use only)

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AUG 17 2004

ATTACHMENT TO SUNDRY NOTICE

Transfer from ABS Energy, LLC to Elk Production, LLC
Effective July 22, 2004

<u>Well Name</u>	<u>API #</u>	<u>Location</u>
State 32-1	43-019-30347	SE $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 32, T 20 S, R 22 E
Federal 31-1A	43-019-30308	NE $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 31, T 20 S, R 22 E
Federal 30-1	43-019-30429	SW $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 30, T 20 S, R 22 E
Federal 25-1	43-019-30359	SW $\frac{1}{4}$ NE $\frac{1}{4}$, Sec. 25, T 20 S, R 21 E
Federal 25-2	43-019-30587	SW $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 25, T 20 S, R 21 E
Federal 25-3	43-019-30575	SE $\frac{1}{4}$ SE $\frac{1}{4}$, Sec. 25, T 20 S, R 21 E
Federal 25-4	43-019-30743	NE $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 25, T 20 S, R 21 E
Federal 24-4	43-019-30900	NW $\frac{1}{4}$ NE $\frac{1}{4}$, Sec. 24, T 20 S, R 21 E
Federal 24-2	43-019-30530	NW $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 24, T 20 S, R 21 E
Federal 24-3	43-019-30432	SW $\frac{1}{4}$ SE $\frac{1}{4}$, Sec. 24, T 20 S, R 21 E
Federal 23-1	43-019-30355	SW $\frac{1}{4}$ NE $\frac{1}{4}$, Sec. 23, T 20 S, R 21 E
Federal 23-3	43-019-30588	NE $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 23, T 20 S, R 21 E
Federal 23-4	43-019-30760	NW $\frac{1}{4}$ SE $\frac{1}{4}$, Sec. 23, T 20 S, R 21 E
Federal 23-2	43-019-30586	NW $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 23, T 20 S, R 21 E
Federal 22-1	43-019-30625	SE $\frac{1}{4}$ NE $\frac{1}{4}$, Sec. 22, T 20 S, R 21 E
Federal 19-3	43-019-30302	SW $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 19, T 20 S, R 22 E
Federal 19-1A	43-019-30896	SW $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 19, T 20 S, R 22 E
Federal 18-1	43-019-30875	NE $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 18, T 20 S, R 22 E

<u>Well Name</u>	<u>API #</u>	<u>Location</u>
Federal 15-2	43-019-30636	NW $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 15, T 20 S, R 21 E
Federal 15-1	43-019-30585	NE $\frac{1}{4}$ SE $\frac{1}{4}$, Sec. 15, T 20 S, R 21 E
Federal 15-3	43-019-30637	NE $\frac{1}{4}$ NE $\frac{1}{4}$, Sec. 15, T 20 S, R 21 E
Federal 15-4	43-019-30887	SW $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 15, T 20 S, R 21 E
Federal 14-3	43-019-30488	NE $\frac{1}{4}$ SE $\frac{1}{4}$, Sec. 14, T 20 S, R 21 E
Federal 14-1A	43-019-30436	NW $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 14, T 20 S, R 12 E
Federal 14-2	43-019-30487	NE $\frac{1}{4}$ NE $\frac{1}{4}$, Sec. 14, T 20 S, R 21 E
Federal 14-1	43-019-30430	NW $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 14, T 20 S, R 21 E
Federal 14-4	43-019-30878	SW $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 14, T 20 S, R 21 E
Federal 13-2	43-019-30673	SE $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 13, T 20 S, R 21 E
Federal 13-4	43-019-30885	NW $\frac{1}{4}$ SE $\frac{1}{4}$, Sec. 13, T 20 S, R 21 E
Federal 13-1	43-019-30348	SW $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 13, T 20 S, R 21 E
Federal 13-3	43-019-30883	NW $\frac{1}{4}$ NE $\frac{1}{4}$, Sec. 13, T 20 S, R 21 E
Federal 12-1	43-019-30881	SW $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 12, T 20 S, R 21 E
Calf Canyon 4	43-019-30392	NW $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 11, T 20 S, R 21 E
Federal 11-3	43-019-30884	SW $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 11, T 20 S, R 21 E
Calf Canyon 5	43-019-30393	SE $\frac{1}{4}$ NE $\frac{1}{4}$, Sec. 11, T 20 S, R 21 E
Federal 11-1	43-019-30485	NW $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 11, T 20 S, R 21 E
Federal 11-2	43-019-30882	SE $\frac{1}{4}$ SE $\frac{1}{4}$, Sec. 11, T 20 S, R 21 E
Federal 675 5	43-019-31199	NW $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 10, T 20 S, R 21 E
Federal 1-10	43-019-30484	NW $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 10, T 20 S, R 21 E

<u>Well Name</u>	<u>API #</u>	<u>Location</u>
Federal 675 4	43-019-31187	NE $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 10, T 20 S, R 21 E
Fed 3-675	43-019-31094	SW $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 10, T 20 S, R 21 E
Federal 675-1	43-019-30376	NE $\frac{1}{4}$ NW $\frac{1}{4}$, Sec. 10, T 20 S, R 21 E
Federal 10-2	43-019-31210	NE $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 10, T 20 S, R 21 E
Federal 675-6	43-019-31208	NE $\frac{1}{4}$ NE $\frac{1}{4}$, Sec. 9, T 20 S, R 21 E
Calf Canyon 1	43-019-30298	SW $\frac{1}{4}$ SE $\frac{1}{4}$, Sec. 3, T 20 S, R 21 E
Calf Canyon 8	43-019-31197	SE $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 3, T 20 S, R 21 E
Calf Canyon Fed 10	43-019-31203	SE $\frac{1}{4}$ SE $\frac{1}{4}$, Sec. 3, T 20 S, R 21 E
Calf Cyn 7	43-019-31168	SE $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 3, T 20 S, R 21 E
Calf Canyon 11	43-019-31209	SW $\frac{1}{4}$ SW $\frac{1}{4}$, Sec. 2, T 20 S, R 21 E

OPERATOR CHANGE WORKSHEET

ROUTING

1. GLH
2. CDW
3. FILE

X Change of Operator (Well Sold)

Designation of Agent/Operator

Operator Name Change

Merger

The operator of the well(s) listed below has changed, effective:

7/22/2004

FROM: (Old Operator): N2475-ABS Energy, LLC PO Box 307 Farmington, NM 87499 Phone: 1-(TO: (New Operator): N2650-Elk Production, LLC 770 S Post Oak Lane, Suite 320 Houston, TX 77056 Phone: 1-(713) 751-9500
---	--

CA No.

Unit:

WELL(S)

NAME	SEC TWN RNG			API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS
	SEC	TWN	RNG					
STATE 32-1	32	200S	220E	4301930347	8206	state	GW	P
FEDERAL 1-10	10	200S	210E	4301930484	8141	Fed	GW	S
CALF CANYON 5	11	200S	210E	4301930393	2490	Fed	OW	TA
FEDERAL 11-1	11	200S	210E	4301930485	8142	Fed	GW	P
FEDERAL 13-1	13	200S	210E	4301930348	8146	Fed	GW	TA
FEDERAL 14-1	14	200S	210E	4301930430	8169	Fed	GW	P
FEDERAL 14-1A	14	200S	210E	4301930436	8150	Fed	GW	TA
FEDERAL 14-2	14	200S	210E	4301930487	8151	Fed	GW	P
FEDERAL 14-3	14	200S	210E	4301930488	8152	Fed	GW	P
FEDERAL 15-1	15	200S	210E	4301930585	11391	Fed	GW	TA
FEDERAL 23-1	23	200S	210E	4301930355	11393	Fed	GW	P
FEDERAL 23-2	23	200S	210E	4301930586	8140	Fed	GW	P
FEDERAL 23-3	23	200S	210E	4301930588	8157	Fed	GW	P
FEDERAL 24-3	24	200S	210E	4301930432	11395	Fed	GW	P
FEDERAL 24-2	24	200S	210E	4301930530	8159	Fed	GW	P
FEDERAL 25-1	25	200S	210E	4301930359	11394	Fed	GW	S
FEDERAL 25-3	25	200S	210E	4301930575	8170	Fed	GW	S
FEDERAL 25-2	25	200S	210E	4301930587	11392	Fed	OW	S
FEDERAL 19-3	19	200S	220E	4301930302	8201	Fed	GW	TA
FEDERAL 30-1	30	200S	220E	4301930429	8203	Fed	GW	S
FEDERAL 31-1A	31	200S	220E	4301930308	8204	Fed	GW	P

OPERATOR CHANGES DOCUMENTATION

Enter date after each listed item is completed

- (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 8/17/2004
- (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 8/17/2004
- The new company was checked on the **Department of Commerce, Division of Corporations Database** on: 7/27/2004
- Is the new operator registered in the State of Utah: YES Business Number: 5693065-0161
- If **NO**, the operator was contacted on:
- (R649-9-2)Waste Management Plan has been received on: to follow
- Inspections of LA PA state/fee well sites requested on: 8/31/2004 ✓

7. **Federal and Indian Lease Wells:** The BLM and or the BIA has approved the merger, name change, or operator change for all wells listed on Federal or Indian leases on: BLM applied for BIA

8. **Federal and Indian Units:**

The BLM or BIA has approved the successor of unit operator for wells listed on: n/a

9. **Federal and Indian Communization Agreements ("CA"):**

The BLM or BIA has approved the operator for all wells listed within a CA on: n/a

10. **Underground Injection Control ("UIC")** The Division has approved UIC Form 5, **Transfer of Authority to Inject**, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on: n/a

DATA ENTRY:

- 1. Changes entered in the **Oil and Gas Database** on: 8/31/2004
- 2. Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 8/31/2004
- 3. Bond information entered in RBDMS on: 8/31/2004
- 4. Fee/State wells attached to bond in RBDMS on: 8/31/2004
- 5. Injection Projects to new operator in RBDMS on: n/a
- 6. Receipt of Acceptance of Drilling Procedures for APD/New on: n/a

FEDERAL WELL(S) BOND VERIFICATION:

1. Federal well(s) covered by Bond Number: B000963

INDIAN WELL(S) BOND VERIFICATION:

1. Indian well(s) covered by Bond Number: n/a

FEE & STATE WELL(S) BOND VERIFICATION:

1. (R649-3-1) The **NEW** operator of any fee well(s) listed covered by Bond Number B000969

2. The **FORMER** operator has requested a release of liability from their bond on: TLA held
The Division sent response by letter on: _____

LEASE INTEREST OWNER NOTIFICATION:

3. (R649-2-10) The **FORMER** operator of the fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on: 9/1/2004

COMMENTS:

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OM B No. 1004-0137
Expires: March 31, 2007

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 reverse side.

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. UFW-2146A LITUD2140A
2. Name of Operator Elk Production, LLC		6. If Indian, Allottee or Tribe Name
3a. Address 770 S. Post Oak Lane #320, Houston, TX 77056	3b. Phone No. (include area code) (713)751-950	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) See attached		8. Well Name and No. Multiple
		9. API Well No. See attached
		10. Field and Pool, or Exploratory Area
		11. County or Parish, State Grand County, Utah

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

TYPE OF SUBMISSION	TYPE OF ACTION				
<input checked="" 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 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 Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Change of Operator	
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon		
	<input type="checkbox"/> Convert to Injection	<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.)

Change of Operator from ABS Energy, LLC to Elk Production, LLC effective July 22, 2004

Elk's BLM Bond # is UTB000135

RECEIVED
 MOAB FIELD OFFICE
 2004 AUG 16 P 4:41
 DEPT OF THE INTERIOR
 BUREAU OF LAND MGMT

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

Richard P. Crist

Title **Executive Vice President**

Signature

Richard P. Crist

Date

8/12/04

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

ACCEPTED

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.

Title

**Division of Resources
Moab Field Office**

Date

AUG 25 2004

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

(Instructions on page 2)

cc: UDDGM

Conditions Attached

RECEIVED

SEP 07 2004

DIV. OF OIL, GAS & MINING

ATTACHMENT TO SUNDRY NOTICE

Wells Located on UTU-02140A

<u>Well Name</u>	<u>API #</u>	<u>Location</u>
Federal 1-10 ✓	43-019-30484	NW ¹ / ₄ SW ¹ / ₄ , Sec. 10, T20S, R21E
Federal 10-2 ✓	43-019-31210	NE ¹ / ₄ SW ¹ / ₄ , Sec. 10, T20R, R21E
Federal 11-1 ✓	43-019-30485	NW ¹ / ₄ SW ¹ / ₄ , Sec. 11, T20S, R21E
Federal 11-2 ✓	43-019-30882	SE ¹ / ₄ SE ¹ / ₄ , Sec. 11, T20S, R21E
Federal 11-3 ✓	43-019-30884	SW ¹ / ₄ SW ¹ / ₄ , Sec. 11, T20S, R21E
Federal 12-1 ✓	43-019-30881	SW ¹ / ₄ SW ¹ / ₄ , Sec. 12, T20S, R21E
Federal 13-1 ✓	43-019-30348	SW ¹ / ₄ SW ¹ / ₄ , Sec. 13, T20S, R21E
Federal 13-2 ✓	43-019-30673	SE ¹ / ₄ NW ¹ / ₄ , Sec. 13, T20S, R21E
Federal 13-3 ✓	43-019-30883	NW ¹ / ₄ NE ¹ / ₄ , Sec. 13, T20S, R21E
Federal 13-4 ✓	43-019-30885	NW ¹ / ₄ SE ¹ / ₄ , Sec. 13, T20S, R21E
Federal 14-1 ✓	43-019-30430	NW ¹ / ₄ NW ¹ / ₄ , Sec. 14, T20S, R21E
Federal 14-1A ✓	43-019-30436	NW ¹ / ₄ NW ¹ / ₄ , Sec. 14, T20S, R21E
Federal 14-2 ✓	43-019-30487	NE ¹ / ₄ NE ¹ / ₄ , Sec. 14, T20S, R21E
Federal 15-1 ✓	43-019-30585	NE ¹ / ₄ SE ¹ / ₄ , Sec. 15, T20S, R21E
Federal 15-2 ✓	43-019-30636	NW ¹ / ₄ NW ¹ / ₄ , Sec. 15, T20S, R21E
Federal 15-3 ✓	43-019-30637	NE ¹ / ₄ NE ¹ / ₄ , Sec. 15, T20S, R21E
Federal 15-4 ✓	43-019-30887	SW ¹ / ₄ SW ¹ / ₄ , Sec. 15, T20S, R21E
Federal 22-1 ✓	43-019-30625	SE ¹ / ₄ NE ¹ / ₄ , Sec. 22, T20S, R21E

Elk Production, LLC
All Wells on Lease
Sections 10, 11, 12, 13, 14, 15 and 22, T20S, R21E
Lease UTU02140A
Grand County, Utah

CONDITIONS OF ACCEPTANCE

Acceptance of these applications does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject leases which would entitle the applicant to conduct operations thereon.

Be advised that Elk Production, LLC is considered to be the operator of all wells on lease UTU02140A effective July 22, 2004, and is responsible under the terms and conditions of the leases for the operations conducted on the leased lands.

Bond coverage for these well is provided by UTB000135 (Principal – Elk Production, LLC) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43CFR 3106.7-2 continuing responsibility are met.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

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 reverse side.		5. Lease Serial No. UTU 02140A
1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		6. If Indian, Allottee or Tribe Name N/A
2. Name of Operator Elk Production LLC		7. If Unit or CA/Agreement, Name and/or No. N/A
3a. Address 1401 17th. Street, Suite 700, Denver Colorado, 80202	3b. Phone No. (include area code) 303-296-4505	8. Well Name and No. Federal #11-1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1889' FSL & 751'FWL, NWSW Section 11, T20S, R21E		9. API Well No. 43-019-30485
		10. Field and Pool, or Exploratory Area Greater Cisco Cedar Mountain
		11. County or Parish, State Grand County, Utah

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Clean out well bore
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Replace 2 3/8" tbg
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	w/ 1 1/2" tbg

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 recomplete 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.)

Elk plans to clean out the well bore to the original PBTD, and replace 2 3/8" tbg with 1 1/2" tbg for improved velocity.

Accepted by the
Utah Division of
Oil, Gas and Mining

Date: 3/22/07
By: *[Signature]*

Federal Approval Of This
Action Is Necessary

SENT TO OPERATOR
3/22/07
pm

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

Name (Printed/Typed) Karin Kuhn	Title Sr. Engineering Technician
Signature <i>[Signature]</i>	Date 03/06/2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by 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.	Title	Date
	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 or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

RECEIVED

MAR 12 2007

DIV. OF OIL, GAS & MINING

UTAH DIVISION OF OIL, GAS AND MINING

NOTICE OF REPORTING PROBLEMS

Operator: Elk Production, LLC. Account: N2650 Today's Date: 09/16/2008

Problems:

- Late Report(s)
- Inaccurate Report(s)
- Incomplete Report(s)
- Other: No Subsequent Report

Failure to submit reports in a timely, accurate, and complete manner may result in the issuance of a Notice of Violation by the Division of Oil, Gas and Mining, and may result in the Division pursuing enforcement action as outlined in Rule R649-10, Administrative Procedures, and Section 40-6-11 of the Utah Code.

To avoid compliance action, these reporting problems should be resolved within 7 days.

Send reports to:

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

Fax to:

(801) 359-3940

43 019 30485
 Federal 11-1
 205 21E 11

Type of Report	Month(s) of Problem Report		
<input type="checkbox"/> Production – Form 10 <input type="checkbox"/> Disposition – Form 11 <input type="checkbox"/> Gas Plant – Form 13 <input type="checkbox"/> Enhanced Recovery – UIC Form 2 <input type="checkbox"/> Injection – UIC Form 3 <input type="checkbox"/> Other _____			
Type of Report	Well Name(s)	API Number(s)	Drilling Commenced
<input type="checkbox"/> Spud Notice – Form 9 <input type="checkbox"/> Drilling Reports – Form 9 <input type="checkbox"/> Well Completion Report – Form 8 <input checked="" type="checkbox"/> Other <u>Subsequent Sundry</u>	<input checked="" type="checkbox"/> List Attached		

Description of Problem:

Operator has submitted sundry of intents on the following wells that have been approved by DOGM. Per Rule 649-3-23, a subsequent report shall be submitted on Form 9, Sundry Notice, with in 30 days after completion. The report should show workover results, well status, work completion date, new perforation depths, etc.

If you have questions or concerns regarding this matter, please contact Rachel Medina at (801) 538-5260 .

cc: Compliance File
 RAM
 Well File
 CHD

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.

5. Lease Serial No.
UTU-02140-A

6. If Indian, Allottee or Tribe Name
NA

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
Elk Production, LLC

3a. Address
1401 17th Street, Suite 700
Denver, CO 80202

3b. Phone No. (include area code)
303-296-4505

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1889' FSL, 751' FWL
NWSW Section 11-T20S-R21E

7. If Unit of CA/Agreement, Name and/or No.
NA

8. Well Name and No.
Federal 11-1

9. API Well No.
43-019-30485

10. Field and Pool or Exploratory Area
Greater Cisco/Cedar Mountain

11. Country or Parish, State
Grand County, Utah

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

TYPE OF SUBMISSION	TYPE OF ACTION				
<input checked="" 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 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 Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Clean out well bore	
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	replace 2 3/8" tbg	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	with 1 1/2" tbg	

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 recompleat 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Elk still plans to perform the work described in our sundry dated 3/6/2007. Elk plans to clean out the well bore to the original PBTD, and replace 2 3/8" tbg with 1 1/2" tbg for improved velocity. It is anticipated work will start in the first quarter of 2009.

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

Date: 11/26/08
By: [Signature]

Federal Approval Of This
Action Is Necessary

COPY SENT TO OPERATOR

Date: 12.4.2008
Initials: KS

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

Name (Printed/Typed)
Karin Kuhn

Title Sr. Engineering Technician

Signature [Signature] Date 11/20/2008

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

(Instructions on page 2)

RECEIVED
NOV 25 2008
DIV. OF OIL, GAS & MINING

Division of Oil, Gas and Mining
OPERATOR CHANGE WORKSHEET (for state use only)

ROUTING

1. DJJ
2. CDW

X - Change of Operator (Well Sold)

Operator Name Change/Merger

The operator of the well(s) listed below has changed, effective:

8/1/2011

FROM: (Old Operator): N2650-Elk Production, LLC 1401 17th Street, Suite 700 Denver, CO 80202 Phone: 1 (303) 296-4505	TO: (New Operator): N3785-SEP - Cisco Dome LLC 1245 Brickyard Rd, Suite 210 Salt Lake City, UT 84106 Phone: 1 (435) 940-9001
---	--

WELL NAME		CA No.	Unit:		SEC	TWN	RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS
SEE ATTACHED LIST - 54 WELLS												

OPERATOR CHANGES DOCUMENTATION

Enter date after each listed item is completed

- (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 9/6/2011
- (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 9/6/2011
- The new company was checked on the **Department of Commerce, Division of Corporations Database** on: 7/18/2011
- Is the new operator registered in the State of Utah: Business Number: 7934251-0160
- (R649-9-2)Waste Management Plan has been received on: Requested 9/21/2011
- Inspections of LA PA state/fee well sites complete on: n/a
- Reports current for Production/Disposition & Sundries on: ok
- Federal and Indian Lease Wells:** The BLM and or the BIA has approved the merger, name change, or operator change for all wells listed on Federal or Indian leases on: BLM not yet BIA n/a
- Federal and Indian Units:**
The BLM or BIA has approved the successor of unit operator for wells listed on: n/a
- Federal and Indian Communization Agreements ("CA"):**
The BLM or BIA has approved the operator for all wells listed within a CA on: n/a
- Underground Injection Control ("UIC")** approved UIC Form 5, **Transfer of Authority to Inject**, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on: n/a

DATA ENTRY:

- Changes entered in the **Oil and Gas Database** on: 9/20/2011
- Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 9/20/2011
- Bond information entered in RBDMS on: 9/6/2011
- Fee/State wells attached to bond in RBDMS on: 9/21/2011
- Injection Projects to new operator in RBDMS on: n/a
- Receipt of Acceptance of Drilling Procedures for APD/New on: n/a

BOND VERIFICATION:

- Federal well(s) covered by Bond Number: UTB000465
- Indian well(s) covered by Bond Number: n/a
- (R649-3-1) The **NEW** operator of any state/fee well(s) listed covered by Bond Number 1481053, 1481056 and 1481054
- The **FORMER** operator has requested a release of liability from their bond on: not yet

LEASE INTEREST OWNER NOTIFICATION:

- (R649-2-10) The **NEW** operator of the fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on: n/a

COMMENTS:

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

FORM 9

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:
		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
		7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL <input checked="" type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		8. WELL NAME and NUMBER: See attached list
2. NAME OF OPERATOR: SEP - CISCO DOME, LLC		9. API NUMBER:
3. ADDRESS OF OPERATOR: 1245 Brickyard Rd., Ste 210 CITY Salt Lake City STATE UT ZIP 84106		PHONE NUMBER: (435) 940-9001
4. LOCATION OF WELL FOOTAGES AT SURFACE:		10. FIELD AND POOL, OR WILDCAT:
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:		COUNTY: Grand County STATE: UTAH

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 start: _____	<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 checked="" 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"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<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>Change of Operator</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.

Previous Operator: Elk Production, LLC 1401 7th Street, Suite 700 Denver, Colorado 80202 303-296-4505	New Operator: SEP - CISCO DOME, LLC 1245 Brickyard Rd., Ste. 210 Salt Lake City, UT 435-940-9001
--	---

Utah DOGM Bond # *Thunderbird 2: 1481053-1481056; State 32-1; 1481054*
BLM Bond # *4TB000465*

effective 8/1/2011

SEP - CISCO DOME, LLC representative:

Name (Please Print): <u>David Lillywhite</u>	Title: <u>President</u>
Signature:	Date: <u>7/28/11</u>

NAME (PLEASE PRINT) <u>John Whisler</u>	TITLE <u>Chief Executive Officer</u>
SIGNATURE:	DATE <u>7/28/11</u>

(This space for State use only)

APPROVED 9/13/2011

 Earlene Russell
 Division of Oil, Gas and Mining (See Instructions on Reverse Side)
 Earlene Russell, Engineering Technician

RECEIVED
SEP 06 2011
DIV. OF OIL, GAS & MINING

ELK PRODUCTION, LLC (N2650) to SEP-Cisco Dome, LLC (N3785)
effective 8/1/2011

well name	sec	twp	rng	api	entity	well	stat
THUNDERBIRD 1	32	200S	240E	4301930058	10339	OW	P
FEDERAL 19-3	19	200S	220E	4301930302	8201	GW	TA
FEDERAL 31-1A	31	200S	220E	4301930308	8204	GW	P
STATE 32-1	32	200S	220E	4301930347	8206	GW	P
FEDERAL 13-1	13	200S	210E	4301930348	8146	GW	TA
FEDERAL 23-1	23	200S	210E	4301930355	11393	GW	P
FEDERAL 25-1	25	200S	210E	4301930359	11394	GW	S
CALF CANYON 5	11	200S	210E	4301930393	2490	OW	TA
FEDERAL 30-1	30	200S	220E	4301930429	8203	GW	S
FEDERAL 14-1	14	200S	210E	4301930430	8169	GW	P
FEDERAL 24-3	24	200S	210E	4301930432	11395	GW	S
FEDERAL 14-1A	14	200S	210E	4301930436	8150	GW	TA
FEDERAL 1-10	10	200S	210E	4301930484	8141	GW	S
FEDERAL 11-1	11	200S	210E	4301930485	8142	GW	P
FEDERAL 14-2	14	200S	210E	4301930487	8151	GW	S
FEDERAL 14-3	14	200S	210E	4301930488	8152	GW	S
FEDERAL 24-2	24	200S	210E	4301930530	8159	GW	S
FEDERAL 25-3	25	200S	210E	4301930575	8170	GW	S
FEDERAL 15-1	15	200S	210E	4301930585	11391	GW	TA
FEDERAL 23-2	23	200S	210E	4301930586	8140	GW	P
FEDERAL 25-2	25	200S	210E	4301930587	11392	OW	S
FEDERAL 23-3	23	200S	210E	4301930588	8157	GW	S
FEDERAL 22-1	22	200S	210E	4301930625	8156	GW	P
FEDERAL 15-2	15	200S	210E	4301930636	8154	GW	S
FEDERAL 15-3	15	200S	210E	4301930637	8155	GW	S
FEDERAL 13-2	13	200S	210E	4301930673	8147	GW	S
FEDERAL 25-4	25	200S	210E	4301930743	8181	GW	S
FEDERAL 23-4	23	200S	210E	4301930760	8158	GW	P
FEDERAL 18-1	18	200S	220E	4301930875	8200	GW	S
FEDERAL 14-4	14	200S	210E	4301930878	8153	GW	S
FEDERAL 12-1	12	200S	210E	4301930881	8145	GW	S
FEDERAL 11-2	11	200S	210E	4301930882	8143	GW	S
FEDERAL 13-3	13	200S	210E	4301930883	8148	GW	TA
FEDERAL 11-3	11	200S	210E	4301930884	8144	GW	S
FEDERAL 13-4	13	200S	210E	4301930885	8149	GW	TA
FEDERAL 15-4	15	200S	210E	4301930887	10140	GW	TA
FEDERAL 19-1A	19	200S	220E	4301930896	8201	GW	TA
FEDERAL 24-4	24	200S	210E	4301930900	8208	GW	TA
FED 3-675	10	200S	210E	4301931094	303	GW	S
FEDERAL 10-2	10	200S	210E	4301931210	8207	GW	TA
FEDERAL 14-6	14	200S	210E	4301931421	14803	GW	P
FEDERAL 14-7	14	200S	210E	4301931422	14780	GW	P
FEDERAL 24-6	24	200S	210E	4301931423	14779	GW	S
FEDERAL 23-6	23	200S	210E	4301931424	14848	GW	S
FEDERAL 15-8	15	200S	210E	4301931434	15006	GW	P
FEDERAL 15-7	15	200S	210E	4301931435	14868	GW	S
FEDERAL 14-5	14	200S	210E	4301931436	14805	GW	P
FEDERAL 11-6	11	200S	210E	4301931437	14869	GW	P
FEDERAL 14-8	14	200S	210E	4301931439	14804	GW	P
FEDERAL 22-2	22	200S	210E	4301931440	14847	GW	S
FEDERAL 15-5	15	200S	210E	4301931441	14952	GW	S
FEDERAL 23-5	23	200S	210E	4301931442	15007	GW	P
FEDERAL 24-5	24	200S	210E	4301931443	14960	GW	P
FEDERAL 25-5	25	200S	210E	4301931444	14849	GW	S

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004

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 reverse side.

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. UTU-02140A
2. Name of Operator SEP - CISCO DOME, LLC		6. If Indian, Allottee or Tribe Name
3a. Address	3b. Phone No. (include area code)	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) T20S-R21E Sec 11- NWSW		8. Well Name and No. Federal 11-1
		9. API Well No. 4301930485
		10. Field and Pool, or Exploratory Area
		11. County or Parish, State Grand County, Utah

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, 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 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 Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Change of Operator</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<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 recomplete 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.)

Change of Operator

Previous Operator:
Elk Production, LLC
1401 17th Street, Ste 700
Denver, Colorado 80202
303-296-4505

New Operator:
SEP - CISCO DOME, LLC
1245 Brickyard Rd., Ste. 210
Salk Lake City, Utah 84106
435-940-9001

Please be advised that SEP-CISCO DOME, LLC is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by LTB 0094105.

RECEIVED

OCT 03 2011

DIV. OF OIL, GAS & MINING

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

Name (Printed/Typed)

David L. White

Title President

Signature

Date

7/28/11

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by ACCEPTED	Title Division of Resources	Date 9/19/11
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 Mcab Field 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 or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

Conditions Attached

SEP-Cisco Dome, LLC

Lease UTU02140A

Wells 1-10, 10-2, 11-1, 11-2, 11-3, 11-6, 12-1, 13-1, 13-2, 13-3, 13-4, 14-1, 14-1A, 14-2, 14-5, 14-6, 14-7, 15-1, 15-2, 15-3, 15-4, 15-5, 15-7, 15-8, 22-1 and 22-2

Sections 10, 11, 12, 13, 14, 15 and 22, T20S, R21E

Grand County, Utah

CONDITIONS OF ACCEPTANCE

Acceptance of these applications 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.

Be advised that SEP-Cisco Dome, LLC is considered to be the operator of the above wells effective September 1, 2011, and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for these wells is provided by UTB000465 (Principal – SEP-Cisco Dome, LLC) as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43CFR 3106.7-2 continuing responsibility are met.

Division of Oil, Gas and Mining
OPERATOR CHANGE WORKSHEET (for state use only)

ROUTING

1. DJJ
2. CDW

X - Change of Operator (Well Sold)

Operator Name Change/Merger

The operator of the well(s) listed below has changed, effective:

8/1/2011

FROM: (Old Operator): N2650-Elk Production, LLC 1401 17th Street, Suite 700 Denver, CO 80202 Phone: 1 (303) 296-4505	TO: (New Operator): N3785-SEP - Cisco Dome LLC 1245 Brickyard Rd, Suite 210 Salt Lake City, UT 84106 Phone: 1 (435) 940-9001
---	--

CA No.

Unit:

CALF CANYON

WELL NAME	SEC	TWN	RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS
SEE ATTACHED LIST - 10 WELLS								

OPERATOR CHANGES DOCUMENTATION

Enter date after each listed item is completed

- (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 9/6/2011
- (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 9/6/2011
- The new company was checked on the **Department of Commerce, Division of Corporations Database** on: 7/18/2011
- Is the new operator registered in the State of Utah: Business Number: 7934251-0160
- (R649-9-2)Waste Management Plan has been received on: Requested 9/21/2011
- Inspections of LA PA state/fee well sites complete on: n/a
- Reports current for Production/Disposition & Sundries on: ok
- Federal and Indian Lease Wells:** The BLM and or the BIA has approved the merger, name change, or operator change for all wells listed on Federal or Indian leases on: BLM not yet BIA n/a
- Federal and Indian Units:**
The BLM or BIA has approved the successor of unit operator for wells listed on: n/a
- Federal and Indian Communization Agreements ("CA"):**
The BLM or BIA has approved the operator for all wells listed within a CA on: n/a
- Underground Injection Control ("UIC")** approved UIC Form 5, **Transfer of Authority to Inject**, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on: n/a

DATA ENTRY:

- Changes entered in the **Oil and Gas Database** on: 9/20/2011
- Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 9/20/2011
- Bond information entered in RBDMS on: 9/6/2011
- Fee/State wells attached to bond in RBDMS on: 9/21/2011
- Injection Projects to new operator in RBDMS on: n/a
- Receipt of Acceptance of Drilling Procedures for APD/New on: n/a

BOND VERIFICATION:

- Federal well(s) covered by Bond Number: UTB000465
- Indian well(s) covered by Bond Number: n/a
- (R649-3-1) The **NEW** operator of any state/fee well(s) listed covered by Bond Number
- The **FORMER** operator has requested a release of liability from their bond on: not yet

LEASE INTEREST OWNER NOTIFICATION:

- (R649-2-10) The **NEW** operator of the fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on: n/a

COMMENTS:

ELK PRODUCTION, LLC (N2650) to SEP-Cisco Dome, LLC (N3785)
 effective 8/1/2011

well_name	sec	twp	rng	api	entity	well	stat
CALF CANYON 1	03	200S	210E	4301930298	11666	OW	S
FEDERAL 675-1	10	200S	210E	4301930376	11666	OW	S
CALF CANYON 4	11	200S	210E	4301930392	2515	OW	S
CALF CYN 7	03	200S	210E	4301931168	11666	GW	S
FEDERAL 675 4	10	200S	210E	4301931187	11666	OW	P
CALF CANYON 8	03	200S	210E	4301931197	16780	GW	S
FEDERAL 675 5	10	200S	210E	4301931199	11666	OW	S
CALF CANYON FED 10	03	200S	210E	4301931203	11666	OW	S
FEDERAL 675-6	09	200S	210E	4301931208	11666	OW	S
CALF CANYON 11	03	200S	210E	4301931209	15278	GW	S

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004

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 reverse side.

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. UTU-02140A
2. Name of Operator SEP - CISCO DOME, LLC		6. If Indian, Allottee or Tribe Name
3a. Address	3b. Phone No. (include area code)	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) T20S-R21E Sec 11- NWSW		8. Well Name and No. Federal 11-1
		9. API Well No. 4301930485
		10. Field and Pool, or Exploratory Area
		11. County or Parish, State Grand County, Utah

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, 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 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 Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Change of Operator</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<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 recomplete 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.)

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Previous Operator:
Elk Production, LLC
1401 17th Street, Ste 700
Denver, Colorado 80202
303-296-4505

New Operator:
SEP - CISCO DOME, LLC
1245 Brickyard Rd., Ste. 210
Salk Lake City, Utah 84106
435-940-9001

Please be advised that SEP-CISCO DOME, LLC is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by LTB 0094105.

RECEIVED

OCT 03 2011

DIV. OF OIL, GAS & MINING

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

Name (Printed/Typed)

David L. White

Title President

Signature

Date

7/28/11

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by ACCEPTED	Title Division of Resources	Date 9/19/11
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 Mcab Field 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 or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

Conditions Attached

SEP-Cisco Dome, LLC

Lease UTU02140A

Wells 1-10, 10-2, 11-1, 11-2, 11-3, 11-6, 12-1, 13-1, 13-2, 13-3, 13-4, 14-1, 14-1A, 14-2, 14-5, 14-6, 14-7, 15-1, 15-2, 15-3, 15-4, 15-5, 15-7, 15-8, 22-1 and 22-2

Sections 10, 11, 12, 13, 14, 15 and 22, T20S, R21E

Grand County, Utah

CONDITIONS OF ACCEPTANCE

Acceptance of these applications 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.

Be advised that SEP-Cisco Dome, LLC is considered to be the operator of the above wells effective September 1, 2011, and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for these wells is provided by UTB000465 (Principal – SEP-Cisco Dome, LLC) as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43CFR 3106.7-2 continuing responsibility are met.

Effective Date: 9/1/2014

FORMER OPERATOR:	NEW OPERATOR:
SEP CISCO DOME, LLC N3785 10447 SOUTH JORDAN GATEWAY SOUTH JORDAN UT 84095 801-657-5780	ROSE PETROLEUM (UTAH), LLC N4095 383 INVERNESS PARKWAY SUITE 330 ENGLEWOOD CO 80112 720-390-3860
CA Number(s):	Unit(s):

WELL INFORMATION:

Well Name	Sec	TWN	RNG	API	Entity	Mineral	Surface	Type	Status
See Attached List									

OPERATOR CHANGES DOCUMENTATION:

- Sundry or legal documentation was received from the **FORMER** operator on: 1/26/2015
- Sundry or legal documentation was received from the **NEW** operator on: 1/26/2015
- New operator Division of Corporations Business Number: 9009626-0161

REVIEW:

- Surface Agreement Sundry from **NEW** operator on Fee Surface wells received on: N/A
- Receipt of Acceptance of Drilling Procedures for APD/New on: N/A
- Reports current for Production/Disposition & Sundries: 1/23/2015
- OPS/SI/TA well(s) reviewed for full cost bonding: N/A
- UIC5 on all disposal/injection/storage well(s) approved on: N/A
- Surface Facility(s) included in operator change: NONE
- Inspections of PA state/fee well sites complete on (only upon operators request): N/A

NEW OPERATOR BOND VERIFICATION:

- Federal well(s) covered by Bond Number: 1001696855
- Indian well(s) covered by Bond Number: N/A
- State/fee well(s) covered by Bond Number(s): N/A

DATA ENTRY:

- Well(s) update in the **OGIS** on: 1/27/2015
- Entity Number(s) updated in **OGIS** on: 1/27/2015
- Unit(s) operator number update in **OGIS** on: N/A
- Surface Facilities update in **OGIS** on: N/A
- State/Fee well(s) attached to bond(s) in **RBDMS** on: N/A
- Surface Facilities update in **RBDMS** on: N/A

LEASE INTEREST OWNER NOTIFICATION:

- The **NEW** operator of the Fee (Mineral) wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on: N/A

COMMENTS:

SEP Cisco Dome, LLC N3785
to Rose Petroleum (Utah), LLC N4095
Effective 9/1/2014

Well Name	Sec	TWN	RNG	API	Entity	Mineral	Surface	Type	Status
UNION GOVT II-1	24	200S	210E	4301915107	680	Federal	State	GW	P
FEDERAL 31-1A	31	200S	220E	4301930308	8204	Federal	Federal	GW	P
FEDERAL 23-1	23	200S	210E	4301930355	11393	Federal	Federal	GW	P
FEDERAL 14-1	14	200S	210E	4301930430	8169	Federal	Federal	GW	P
FEDERAL 11-1	11	200S	210E	4301930485	8142	Federal	Federal	GW	P
FEDERAL 23-2	23	200S	210E	4301930586	8140	Federal	Federal	GW	P
FEDERAL 14-4	14	200S	210E	4301930878	8153	Federal	Federal	GW	P
FEDERAL 11-3	11	200S	210E	4301930884	8144	Federal	Federal	GW	P
FEDERAL 14-6	14	200S	210E	4301931421	14803	Federal	Federal	GW	P
FEDERAL 14-7	14	200S	210E	4301931422	14780	Federal	Federal	GW	P
FEDERAL 15-8	15	200S	210E	4301931434	15006	Federal	Federal	GW	P
FEDERAL 11-6	11	200S	210E	4301931437	14869	Federal	Federal	GW	P
FEDERAL 14-8	14	200S	210E	4301931439	14804	Federal	Federal	GW	P
FEDERAL 22-2	22	200S	210E	4301931440	14847	Federal	Federal	GW	P
FEDERAL 24-5	24	200S	210E	4301931443	14960	Federal	Federal	GW	P
FEDERAL 13-1	13	200S	210E	4301930348	8146	Federal	Federal	GW	S
FEDERAL 25-1	25	200S	210E	4301930359	11394	Federal	State	GW	S
FEDERAL 30-1	30	200S	220E	4301930429	8203	Federal	Federal	GW	S
FEDERAL 24-3	24	200S	210E	4301930432	11395	Federal	Federal	GW	S
FEDERAL 14-2	14	200S	210E	4301930487	8151	Federal	Federal	GW	S
FEDERAL 14-3	14	200S	210E	4301930488	8152	Federal	Federal	GW	S
FEDERAL 24-2	24	200S	210E	4301930530	8159	Federal	Federal	GW	S
FEDERAL 25-3	25	200S	210E	4301930575	8170	Federal	Federal	GW	S
FEDERAL 25-2	25	200S	210E	4301930587	11392	Federal	Federal	OW	S
FEDERAL 23-3	23	200S	210E	4301930588	8157	Federal	Federal	GW	S
FEDERAL 22-1	22	200S	210E	4301930625	8156	Federal	Federal	GW	S
FEDERAL 15-2	15	200S	210E	4301930636	8154	Federal	Federal	GW	S
FEDERAL 15-3	15	200S	210E	4301930637	8155	Federal	Federal	GW	S
FEDERAL 13-2	13	200S	210E	4301930673	8147	Federal	Federal	GW	S
FEDERAL 25-4	25	200S	210E	4301930743	8181	Federal	State	GW	S
FEDERAL 23-4	23	200S	210E	4301930760	8158	Federal	Federal	GW	S
FEDERAL 12-1	12	200S	210E	4301930881	8145	Federal	Federal	GW	S
FEDERAL 11-2	11	200S	210E	4301930882	8143	Federal	Federal	GW	S
FEDERAL 24-1	24	200S	210E	4301931010	11189	Federal	Federal	GW	S
FEDERAL 10-2A	10	200S	210E	4301931400	14043	Federal	Federal	GW	S
FEDERAL 24-6	24	200S	210E	4301931423	14779	Federal	Federal	GW	S
FEDERAL 23-6	23	200S	210E	4301931424	14848	Federal	Federal	GW	S
FEDERAL 15-7	15	200S	210E	4301931435	14868	Federal	Federal	GW	S
FEDERAL 14-5	14	200S	210E	4301931436	14805	Federal	Federal	GW	S
FEDERAL 15-5	15	200S	210E	4301931441	14952	Federal	Federal	GW	S
FEDERAL 23-5	23	200S	210E	4301931442	15007	Federal	Federal	GW	S
FEDERAL 25-5	25	200S	210E	4301931444	14849	Federal	Federal	GW	S
FEDERAL 19-3	19	200S	220E	4301930302	8201	Federal	Federal	GW	TA
FEDERAL 14-1A	14	200S	210E	4301930436	8150	Federal	Federal	GW	TA
FEDERAL 15-1	15	200S	210E	4301930585	11391	Federal	Federal	GW	TA
FEDERAL 13-4	13	200S	210E	4301930885	8149	Federal	Federal	GW	TA
FEDERAL 19-1A	19	200S	220E	4301930896	8201	Federal	Federal	GW	TA
FEDERAL 24-4	24	200S	210E	4301930900	8208	Federal	Federal	GW	TA
FEDERAL 10-2	10	200S	210E	4301931210	8207	Federal	Federal	GW	TA

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

FORM 9

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 depths, 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 type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NUMBER:
2. NAME OF OPERATOR: ROSE PETROLEUM (UTAH) LLC		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
3. ADDRESS OF OPERATOR: 383 INVERNESS PARKWAY CITY ENGLEWOOD STATE CO ZIP 80112		7. UNIT or CA AGREEMENT NAME:
4. LOCATION OF WELL FOOTAGES AT SURFACE _____ COUNTY: GRAND QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN. STATE UTAH		8. WELL NAME and NUMBER: SEE ATTACHED LIST
PHONE NUMBER: (720) 390-3860		9. API NUMBER: SEE LIST
		10. FIELD AND POOL, OR WILDCAT: GREATER CISCO

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 start: _____	<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 checked="" 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"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<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 type="checkbox"/> OTHER: _____
	<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.

CHANGE OF OPERATOR- Effective as of September 1, 2014

PREVIOUS OPERATOR:

SEP - CISCO DOME N3785
10447 SOUTH JORDAN GATEWAY
SOUTH JORDAN, UT 84095
(801) 657-5780

NEW OPERATOR:

ROSE PETROLEUM (UTAH), LLC DIV. OF OIL, GAS & MINING
383 INVERNESS PARKWAY, SUITE 330
ENGLEWOOD, CO 80112
(720) 390-3860 N4095

RECEIVED

JAN 26 2015

Name: ~~Doris D. White~~ Larry R. Williams
Title: Resident Land Manager & Corporate Counsel

Be advised that Rose Petroleum (Utah), LLC is responsible under the terms and conditions of the related lease for the operations conducted upon the leased lands. Bond coverage is provided by Bond No. 1001696855.

NAME (PLEASE PRINT) John M. Blair

TITLE CEO

SIGNATURE 

DATE 1-23-15

(This space for State use only)

APPROVED

JAN 27 2015

DIV. OIL GAS & MINING

BY: Rachel Medina

WELLS

API NUMBER	WELL NAME	LOCATION
43-019-31210-00-00	FEDERAL 10-2	20S-21E, SEC 10:NESW, GRAND CO., UT
43-019-31400-00-00	FEDERAL 10-2A	20S-21E, SEC 10:NWSE, GRAND CO., UT
43-019-30485-00-00	FEDERAL 11-1	20S-21E, SEC 11:NWSW, GRAND CO., UT
43-019-30882-00-00	FEDERAL 11-2	20S-21E, SEC 11:SESE, GRAND CO., UT
43-019-30884-00-00	FEDERAL 11-3	20S-21E, SEC 11:SWSW, GRAND CO., UT
43-019-31437-00-00	FEDERAL 11-6	20S-21E, SEC 11:SESW, GRAND CO., UT
43-019-30881-00-00	FEDERAL 12-1	20S-21E, SEC 12:SWSW, GRAND CO., UT
43-019-30348-00-00	FEDERAL 13-1	20S-21E, SEC 13:SWSW, GRAND CO., UT
43-019-30673-00-00	FEDERAL 13-2	20S-21E, SEC 13:SESW, GRAND CO., UT
43-019-30885-00-00	FEDERAL 13-4	20S-21E, SEC 13:NWSE, GRAND CO., UT
43-019-30430-00-00	FEDERAL 14-1	20S-21E, SEC 14:NWNW, GRAND CO., UT
43-019-30436-00-00	FEDERAL 14-1A	20S-21E, SEC 14:NWNW, GRAND CO., UT
43-019-30487-00-00	FEDERAL 14-2	20S-21E, SEC 14:NENE, GRAND CO., UT
43-019-30488-00-00	FEDERAL 14-3	20S-21E, SEC 14:NESE, GRAND CO., UT
43-019-30878-00-00	FEDERAL 14-4	20S-21E, SEC 14:SWSW, GRAND CO., UT
43-019-31436-00-00	FEDERAL 14-5	20S-21E, SEC 14:NENW, GRAND CO., UT
43-019-31421-00-00	FEDERAL 14-6	20S-21E, SEC 14:SWNW, GRAND CO., UT
43-019-31422-00-00	FEDERAL 14-7	20S-21E, SEC 14:SWNE, GRAND CO., UT
43-019-31439-00-00	FEDERAL 14-8	20S-21E, SEC 14:SWSE, GRAND CO., UT
43-019-30585-00-00	FEDERAL 15-1	20S-21E, SEC 15:NESE, GRAND CO., UT
43-019-30636-00-00	FEDERAL 15-2	20S-21E, SEC 15:NWNW, GRAND CO., UT
43-019-30637-00-00	FEDERAL 15-3	20S-21E, SEC 15:NENE, GRAND CO., UT
43-019-31441-00-00	FEDERAL 15-5	20S-21E, SEC 15:NWSE, GRAND CO., UT
43-019-31435-00-00	FEDERAL 15-7	20S-21E, SEC 15:SESW, GRAND CO., UT
43-019-31434-00-00	FEDERAL 15-8	20S-21E, SEC 15:SWSE, GRAND CO., UT
43-019-30898-00-00	FEDERAL 19-1A	20S-21E, SEC 19:SWNW, GRAND CO., UT
43-019-30302-00-00	FEDERAL 19-3	20S-21E, SEC 19:SWSW, GRAND CO., UT
43-019-30625-00-00	FEDERAL 22-1	20S-21E, SEC 22:SENE, GRAND CO., UT

WELLS

API NUMBER	WELL NAME	LOCATION
43-019-31440-00-00	FEDERAL 22-2	20S-21E, SEC 22:NWNE, GRAND CO., UT
43-019-30355-00-00	FEDERAL 23-1	20S-21E, SEC 23:SWNE, GRAND CO., UT
43-019-30588-00-00	FEDERAL 23-2	20S-21E, SEC 23:NWNW, GRAND CO., UT
43-019-30588-00-00	FEDERAL 23-3	20S-21E, SEC 23:SESW, GRAND CO., UT
43-019-30760-00-00	FEDERAL 23-4	20S-21E, SEC 23:NWSE, GRAND CO., UT
43-019-31442-00-00	FEDERAL 23-5	20S-21E, SEC 23:NENE, GRAND CO., UT
43-019-31424-00-00	FEDERAL 23-6	20S-21E, SEC 23:SESW, GRAND CO., UT
43-019-31010-00-00	FEDERAL 24-1	20S-21E, SEC 24:SWSW, GRAND CO., UT
43-019-30530-00-00	FEDERAL 24-2	20S-21E, SEC 24:NWNW, GRAND CO., UT
43-019-30432-00-00	FEDERAL 24-3	20S-21E, SEC 24:SWSE, GRAND CO., UT
43-019-30900-00-00	FEDERAL 24-4	20S-21E, SEC 24:NWNE, GRAND CO., UT
43-019-31443-00-00	FEDERAL 24-5	20S-21E, SEC 24:SWNW, GRAND CO., UT
43-019-31423-00-00	FEDERAL 24-6	20S-21E, SEC 24:NWSE, GRAND CO., UT
43-019-30359-00-00	FEDERAL 25-1	20S-21E, SEC 25:SWNE, GRAND CO., UT
43-019-30587-00-00	FEDERAL 25-2	20S-21E, SEC 25:SWSW, GRAND CO., UT
43-019-30575-00-00	FEDERAL 25-3	20S-21E, SEC 25:SESE, GRAND CO., UT
43-019-30743-00-00	FEDERAL 25-4	20S-21E, SEC 25:NENW, GRAND CO., UT
43-019-31444-00-00	FEDERAL 25-5	20S-21E, SEC 25:SESW, GRAND CO., UT
43-019-30429-00-00	FEDERAL 30-1	20S-22E, SEC 30:SWNW, GRAND CO., UT
43-019-30308-00-00	FEDERAL 31-1A	20S-22E, SEC 31:NENW, GRAND CO., UT
43-019-15107-00-00	UNION GOVT II-1	20S-21E, SEC 24:NWSW, GRAND CO., UT

Division of Oil, Gas and Mining
 Operator Change/Name Change Worksheet-for State use only

Effective Date: 7/1/2016

FORMER OPERATOR: Rose Petroleum (Utah), LLC N4095 383 Inverness Parkway, Suite 330 Englewood, CO 80112	NEW OPERATOR: Rockies Standard Oil Company, LLC N3735 1411 East 840 North Orem, UT 84097
CA Number(s):	Unit(s): Gunnison Valley

WELL INFORMATION:

Well Name	Sec	TWN	RNG	API	Entity	Mineral	Surface	Type	Status
See Attached List									

OPERATOR CHANGES DOCUMENTATION:

1. Sundry or legal documentation was received from the **FORMER** operator on: 7/27/2016
2. Sundry or legal documentation was received from the **NEW** operator on: 7/27/2016
3. New operator Division of Corporations Business Number: 7698560-0161

REVIEW:

1. Surface Agreement Sundry from **NEW** operator on Fee Surface wells received on: N/A
2. Receipt of Acceptance of Drilling Procedures for APD on: N/A
3. Reports current for Production/Disposition & Sundries: 9/14/2016
4. OPS/SI/TA well(s) reviewed for full cost bonding: 8/24/2016
5. UIC5 on all disposal/injection/storage well(s) approved on: N/A
6. Surface Facility(s) included in operator change: N/A
7. Inspections of PA state/fee well sites complete on (only upon operators request): N/A

NEW OPERATOR BOND VERIFICATION:

1. Federal well(s) covered by Bond Number: 1001696855
2. Indian well(s) covered by Bond Number: 1001696855
3. State/fee well(s) covered by Bond Number(s): 1001696885a,b,c,d,e

DATA ENTRY:

1. Well(s) update in the **OGIS** on: 9/14/2016
2. Entity Number(s) updated in **OGIS** on: 9/14/2016
3. Unit(s) operator number update in **OGIS** on: 9/14/2016
4. Surface Facilities update in **OGIS** on: N/A
5. State/Fee well(s) attached to bond(s) in **RBDMS** on: 9/14/2016
6. Surface Facilities update in **RBDMS** on: N/A

COMMENTS:

From Rose Petroleum (Utah), LLC
 To Rockies Standard Oil Company, LLC
 Effective July 1, 2016

Well Name	Sec	TWN	RNG	API Number	Entity	Mineral	Surface	Type	Status	Unit
THUNDERBIRD 1	32	200S	240E	4301930058	10339	State	State	OW	P	
CPSKY PHLPS FEE 8-1	8	200S	240E	4301915100	2800	Fee	Fee	GW	S	
UNION GOVT II-1	24	200S	210E	4301915107	680	Federal	State	GW	S	
FEDERAL 19-3	19	200S	220E	4301930302	8201	Federal	Federal	GW	S	
FEDERAL 31-1A	31	200S	220E	4301930308	8204	Federal	Federal	GW	S	
STATE 32-1	32	200S	220E	4301930347	8206	State	State	GW	S	
FEDERAL 13-1	13	200S	210E	4301930348	8146	Federal	Federal	GW	S	
FEDERAL 23-1	23	200S	210E	4301930355	11393	Federal	Federal	GW	S	
FEDERAL 25-1	25	200S	210E	4301930359	11394	Federal	State	GW	S	
FEDERAL 30-1	30	200S	220E	4301930429	8203	Federal	Federal	GW	S	
FEDERAL 14-1	14	200S	210E	4301930430	8169	Federal	Federal	GW	S	
FEDERAL 24-3	24	200S	210E	4301930432	11395	Federal	Federal	GW	S	
FEDERAL 14-1A	14	200S	210E	4301930436	8150	Federal	Federal	GW	S	
FEDERAL 11-1	11	200S	210E	4301930485	8142	Federal	Federal	GW	S	
FEDERAL 14-2	14	200S	210E	4301930487	8151	Federal	Federal	GW	S	
FEDERAL 14-3	14	200S	210E	4301930488	8152	Federal	Federal	GW	S	
FEDERAL 24-2	24	200S	210E	4301930530	8159	Federal	Federal	GW	S	
FEDERAL 25-3	25	200S	210E	4301930575	8170	Federal	Federal	GW	S	
FEDERAL 15-1	15	200S	210E	4301930585	11391	Federal	Federal	GW	S	
FEDERAL 23-2	23	200S	210E	4301930586	8140	Federal	Federal	GW	S	
FEDERAL 25-2	25	200S	210E	4301930587	11392	Federal	Federal	OW	S	
FEDERAL 23-3	23	200S	210E	4301930588	8157	Federal	Federal	GW	S	
FEDERAL 22-1	22	200S	210E	4301930625	8156	Federal	Federal	GW	S	
FEDERAL 15-2	15	200S	210E	4301930636	8154	Federal	Federal	GW	S	
FEDERAL 15-3	15	200S	210E	4301930637	8155	Federal	Federal	GW	S	
FEDERAL 13-2	13	200S	210E	4301930673	8147	Federal	Federal	GW	S	
FEDERAL 25-4	25	200S	210E	4301930743	8181	Federal	State	GW	S	
FEDERAL 23-4	23	200S	210E	4301930760	8158	Federal	Federal	GW	S	
FEDERAL 14-4	14	200S	210E	4301930878	8153	Federal	Federal	GW	S	
FEDERAL 12-1	12	200S	210E	4301930881	8145	Federal	Federal	GW	S	
FEDERAL 11-2	11	200S	210E	4301930882	8143	Federal	Federal	GW	S	
FEDERAL 11-3	11	200S	210E	4301930884	8144	Federal	Federal	GW	S	
FEDERAL 13-4	13	200S	210E	4301930885	8149	Federal	Federal	GW	S	
FEDERAL 19-1A	19	200S	220E	4301930896	8201	Federal	Federal	GW	S	
FEDERAL 24-4	24	200S	210E	4301930900	8208	Federal	Federal	GW	S	
FEDERAL 24-1	24	200S	210E	4301931010	11189	Federal	Federal	GW	S	
FEDERAL 10-2	10	200S	210E	4301931210	8207	Federal	Federal	GW	S	
FEDERAL 10-2A	10	200S	210E	4301931400	14043	Federal	Federal	GW	S	
FEDERAL 14-6	14	200S	210E	4301931421	14803	Federal	Federal	GW	S	
FEDERAL 14-7	14	200S	210E	4301931422	14780	Federal	Federal	GW	S	
FEDERAL 24-6	24	200S	210E	4301931423	14779	Federal	Federal	GW	S	
FEDERAL 23-6	23	200S	210E	4301931424	14848	Federal	Federal	GW	S	
FEDERAL 15-8	15	200S	210E	4301931434	15006	Federal	Federal	GW	S	
FEDERAL 15-7	15	200S	210E	4301931435	14868	Federal	Federal	GW	S	
FEDERAL 14-5	14	200S	210E	4301931436	14805	Federal	Federal	GW	S	
FEDERAL 11-6	11	200S	210E	4301931437	14869	Federal	Federal	GW	S	
FEDERAL 14-8	14	200S	210E	4301931439	14804	Federal	Federal	GW	S	
FEDERAL 22-2	22	200S	210E	4301931440	14847	Federal	Federal	GW	S	
FEDERAL 15-5	15	200S	210E	4301931441	14952	Federal	Federal	GW	S	
FEDERAL 23-5	23	200S	210E	4301931442	15007	Federal	Federal	GW	S	
FEDERAL 24-5	24	200S	210E	4301931443	14960	Federal	Federal	GW	S	
FEDERAL 25-5	25	200S	210E	4301931444	14849	Federal	Federal	GW	S	
STATE 16-42	16	220S	170E	4301931605	17278	State	State	GW	S	GUNNISON VALLEY
State 1-34	34	210S	230E	4301950067	19876	State	State	OW	S	

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

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS			5. LEASE DESIGNATION AND SERIAL NUMBER: SEE ATTACHED LIST
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:
1. TYPE OF WELL OIL WELL <input checked="" type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		8. WELL NAME and NUMBER: SEE ATTACHED LIST	
2. NAME OF OPERATOR: Rockies Standard Oil Company, LLC		9. API NUMBER: SEE LIST	
3. ADDRESS OF OPERATOR: 1411 E 840 N CITY Orem STATE UT ZIP 84097		PHONE NUMBER: (801) 224-4771	10. FIELD AND POOL, OR WILDCAT: Greater Cisco
4. LOCATION OF WELL FOOTAGES AT SURFACE: SEE ATTACHED LIST			COUNTY: Grand County
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:			STATE: UTAH

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 start: _____	<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 checked="" 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 checked="" type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<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 type="checkbox"/> OTHER: _____
	<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.

CHANGE OF OPERATOR

PREVIOUS OPERATOR:
Rose Petroleum (Utah), LLC
383 Inverness Parkway, Ste 330
Englewood, CO 80112
(303) 814-0388

Jy Wilson

NEW OPERATOR:
Rockies Standard Oil Company, LLC
1411 East 840 North
Orem, UT 84097
(801) 224-4771

Be advised that Rockies Standard Oil Company, LLC is responsible under the terms and conditions of the related leases for the operations conducted upon the leased lands. Bond coverage is covered by Bond No. 1001696855.A

NAME (PLEASE PRINT) <u>Kimball Hodges</u>	TITLE <u>Manager</u>
SIGNATURE	DATE <u>7/20/16</u>

(This space for State use only)

APPROVED

RECEIVED

JUL 27 2016

SEP 14 2016

(See Instructions on Reverse Side)

DIV. OIL GAS & MINING
BY: Rachel Medina

DIV. OF OIL, GAS & MINING

WELLS

API NUMBER	WELL NAME	LOCATION
43-019-31210-00-00	FEDERAL 10-2	20S-21E, SEC 10:NESW, GRAND CO., UT
43-019-31400-00-00	FEDERAL 10-2A	20S-21E, SEC 10:NWSE, GRAND CO., UT
43-019-30485-00-00	FEDERAL 11-1	20S-21E, SEC 11:NWSW, GRAND CO., UT
43-019-30882-00-00	FEDERAL 11-2	20S-21E, SEC 11:SESE, GRAND CO., UT
43-019-30884-00-00	FEDERAL 11-3	20S-21E, SEC 11:SWSW, GRAND CO., UT
43-019-31437-00-00	FEDERAL 11-6	20S-21E, SEC 11:SESW, GRAND CO., UT
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43-019-30885-00-00	FEDERAL 13-4	20S-21E, SEC 13:NWSE, GRAND CO., UT
43-019-30430-00-00	FEDERAL 14-1	20S-21E, SEC 14:NWNW, GRAND CO., UT
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43-019-30878-00-00	FEDERAL 14-4	20S-21E, SEC 14:SWSW, GRAND CO., UT
43-019-31436-00-00	FEDERAL 14-5	20S-21E, SEC 14:NENW, GRAND CO., UT
43-019-31421-00-00	FEDERAL 14-6	20S-21E, SEC 14:SWNW, GRAND CO., UT
43-019-31422-00-00	FEDERAL 14-7	20S-21E, SEC 14:SWNE, GRAND CO., UT
43-019-31439-00-00	FEDERAL 14-8	20S-21E, SEC 14:SWSE, GRAND CO., UT
43-019-30585-00-00	FEDERAL 15-1	20S-21E, SEC 15:NESE, GRAND CO., UT
43-019-30636-00-00	FEDERAL 15-2	20S-21E, SEC 15:NWNW, GRAND CO., UT
43-019-30637-00-00	FEDERAL 15-3	20S-21E, SEC 15:NENE, GRAND CO., UT
43-019-31441-00-00	FEDERAL 15-5	20S-21E, SEC 15:NWSE, GRAND CO., UT
43-019-31435-00-00	FEDERAL 15-7	20S-21E, SEC 15:SESW, GRAND CO., UT
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43-019-30586-00-00	FEDERAL 23-2	20S-21E, SEC 23:NWNW, GRAND CO., UT
43-019-30588-00-00	FEDERAL 23-3	20S-21E, SEC 23:SESW, GRAND CO., UT
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43-019-31424-00-00	FEDERAL 23-6	20S-21E, SEC 23:SESW, GRAND CO., UT
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43-019-30900-00-00	FEDERAL 24-4	20S-21E, SEC 24:NWNE, GRAND CO., UT
43-019-31443-00-00	FEDERAL 24-5	20S-21E, SEC 24:SWNW, GRAND CO., UT
43-019-31423-00-00	FEDERAL 24-6	20S-21E, SEC 24:NWSE, GRAND CO., UT
43-019-30359-00-00	FEDERAL 25-1	20S-21E, SEC 25:SWNE, GRAND CO., UT
43-019-30587-00-00	FEDERAL 25-2	20S-21E, SEC 25:SWSW, GRAND CO., UT
43-019-30575-00-00	FEDERAL 25-3	20S-21E, SEC 25:SESE, GRAND CO., UT
43-019-30743-00-00	FEDERAL 25-4	20S-21E, SEC 25:NENW, GRAND CO., UT
43-019-31444-00-00	FEDERAL 25-5	20S-21E, SEC 25:SESW, GRAND CO., UT
43-019-30429-00-00	FEDERAL 30-1	20S-22E, SEC 30:SWNW, GRAND CO., UT
43-019-30308-00-00	FEDERAL 31-1A	20S-22E, SEC 31:NENW, GRAND CO., UT
43-019-15107-00-00	UNION GOVT II-1	20S-21E, SEC 24:NWSW, GRAND CO., UT

WELLS

API NUMBER	WELL NAME	LOCATION
43-019-15100-00-00	CPSKY PHLPS FEE 8-1	20S-24E, SEC 08:NWNW, GRAND CO., UT
43-019-30347-00-00	STATE 32-1	20S-22E, SEC 32:SEW, GRAND CO., UT
43-019-30058-00-00	THUNDERBIRD 1	20S-24E, SEC 32:NWNW, GRAND CO., UT

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

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS		5. LEASE DESIGNATION AND SERIAL NUMBER: ML 48144
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:
1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		7. UNIT or CA AGREEMENT NAME: Gunnison Valley Unit
2. NAME OF OPERATOR: Rockies Standard Oil Company, LLC		8. WELL NAME and NUMBER: State 16-42
3. ADDRESS OF OPERATOR: 1411 E 840 N CITY Orem STATE UT ZIP 84097		9. API NUMBER: 4301931605
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2108' FNL, 0559' FEL		10. FIELD AND POOL, OR WILDCAT: Wildcat
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SENE 16 22S 17E S		COUNTY: Grand County
		STATE: UTAH

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 start: _____	<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 checked="" 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 checked="" type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<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 type="checkbox"/> OTHER: _____
	<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.

CHANGE OF OPERATOR

PREVIOUS OPERATOR:
Rose Petroleum (Utah), LLC
383 Inverness Parkway, Ste 330
Englewood, CO 80112
(303) 814-0388

J. Watson

NEW OPERATOR:
Rockies Standard Oil Company, LLC
1411 East 840 North
Orem, UT 84097
(801) 224-4771

Be advised that Rockies Standard Oil Company, LLC is responsible under the terms and conditions of the related lease for the operations conducted upon the leased lands. Bond coverage is covered by Bond No. 1001696855.A

NAME (PLEASE PRINT) <u>Kimball Hodges</u>	TITLE <u>Manager</u>
SIGNATURE <i>[Signature]</i>	DATE <u>7/20/16</u>

(This space for State use only)

APPROVED

SEP 14 2016

DIV. OIL GAS & MINING
(See Instructions on Reverse Side)
BY: *Rachael Medina*

RECEIVED

JUL 27 2016

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

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS		5. LEASE DESIGNATION AND SERIAL NUMBER: ML 49496
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:
1. TYPE OF WELL OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER _____		7. UNIT or CA AGREEMENT NAME:
2. NAME OF OPERATOR: Rockies Standard Oil Company, LLC		8. WELL NAME and NUMBER: State 1-34
3. ADDRESS OF OPERATOR: 1411 E 840 N CITY Orem STATE UT ZIP 84097		9. API NUMBER: 4301950067
		10. FIELD AND POOL, OR WILDCAT: Greater Cisco
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0521' FNL, 0712' FEL		COUNTY: Grand County
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENE 34 21S 23E S		STATE: UTAH

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 start: _____	<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 checked="" 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 checked="" type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<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 type="checkbox"/> OTHER: _____
	<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.

CHANGE OF OPERATOR

PREVIOUS OPERATOR:
Rose Petroleum (Utah), LLC
383 Inverness Parkway, Ste 330
Englewood, CO 80112
(303) 814-0388



NEW OPERATOR:
Rockies Standard Oil Company, LLC
1411 East 840 North
Orem, UT 84097
(801) 224-4771



Be advised that Rockies Standard Oil Company, LLC is responsible under the terms and conditions of the related lease for the operations conducted upon the leased lands. Bond coverage is covered by Bond No. 1001696855.A

NAME (PLEASE PRINT) <u>Kimball Hodges</u>	TITLE <u>Manager</u>
SIGNATURE 	DATE <u>7/20/16</u>

(This space for State use only)

APPROVED

SEP 14 2016

(See Instructions on Reverse Side)

DIV OIL GAS & MINING
BY: Derek Medina

RECEIVED
JUL 27 2016

DIV. OF OIL, GAS & MINING

ASSIGNMENT AND BILL OF SALE OF BONDS

THIS ASSIGNMENT AND BILL OF SALE (this "Assignment") executed by **ROSE PETROLEUM (UTAH) LLC**, a Delaware limited liability company (hereinafter called "Assignor"), with an office at 383 Inverness Parkway, Suite 330, Englewood, CO 80112, to **ROCKIES STANDARD OIL COMPANY, LLC**, a Delaware limited liability company (hereinafter called "Assignee"), with an office at 1411 East 840 North, Orem, Utah, 84097, dated effective April 1, 2016 (said day being hereinafter called the "Effective Time").

All capitalized terms not defined herein shall have the meanings ascribed to them in that certain Purchase and Sale Agreement dated March 13, 2014, executed by and between Assignor and Assignee and/or that certain Side Agreement to Purchase and Sale Agreement between Assignor and Assignee dated effective April 1, 2016.

ARTICLE I **Assignment of Bonds**

Assignor, for Ten and No/100 Dollars (\$10.00) and other good and valuable consideration in hand paid by Assignee, the receipt and sufficiency of which consideration are hereby acknowledged and confessed, by these presents does hereby ASSIGN, TRANSFER, SET OVER, RELEASE and DELIVER unto Assignee ALL (100.0%) of Assignor's right, title, and interest in and to the following described bonds and/or bonding instruments:

- (a) State of Utah School and Institutional Trust Lands Administration Bond # 5605 in the amount of \$15,000.00;
- (b) Utah Division of Oil Gas and Mining statewide blanket bond #1001696855 in the amount of \$120,000.00; and
- (c) United States Department of the Interior Bureau of Land Management bond #UTB000645 in the amount of \$280,000.00;

as well as, without limitation, any and all proceeds and/or refunds of the same. All of the bonds and/or bonding instruments (a) through (c) above are hereinafter collectively called the "Bonds".

TO HAVE AND TO HOLD the Bonds unto Assignee, its respective successors and assigns forever, subject, however, to the matters set forth herein. The Bonds are assigned by Assignor and accepted by Assignee expressly subject to the terms and conditions of that Side Agreement to Purchase and Sale Agreement dated effective April 1, 2016 executed by and between Assignor and Assignee.

ARTICLE III
Miscellaneous

Section 3.1 Further Assurances. Assignor covenants and agrees to execute and deliver to Assignee all such other and additional instruments and other documents and will do all such other acts and things as may be necessary more fully to assure to Assignee or its successors or assigns, all of the respective rights and interests herein and hereby assigned or intended to be assigned, including without limitation, executing separate assignments of individual bonds or bonding instruments, which are included in the Bonds and which are necessary to facilitate the recognition of Assignee's ownership of the Bonds.

Section 3.2 Successors and Assigns. All of the provisions hereof shall inure to the benefit of and be binding upon the respective successors and assigns of Assignor and Assignee. All references herein to either Assignor or Assignee shall include their respective successors and assigns.

Section 3.3 Counterparts. This Assignment is being executed in several original counterparts, no fewer than four (4), all of which are identical, and each such counterpart hereof shall be deemed to be an original instrument, but all such counterparts shall constitute but one and the same assignment.

IN WITNESS WHEREOF, the parties hereto have caused this Assignment to be executed on the dates of their respective acknowledgments set forth below, to be effective, however, as of the Effective Time.

Assignor

ROSE Petroleum (UTAH) LLC

By: 
Ty Watson, its President

Assignee

ROCKIES STANDARD OIL COMPANY, LLC

By: 
Name: Kimball Hodges
Title: Manager of Petro Fuego, LLC; Petro Fuego, LLC as Manager of Rockies Standard Oil Company, LLC.



Rachel Medina <rachelmedina@utah.gov>

Bonding

1 message

Rachel Medina <rachelmedina@utah.gov>
To: Kimball Hodges <khodges@rockiesstandard.com>

Wed, Aug 24, 2016 at 3:37 PM

Hi Kimball,

We will be able to move forward with moving the statewide blanket bond from Rose to individual bonds with Rockies. Below is the break down of what Dustin is going to require for each well.

CPSKY PHLPS FEE 8-1 \$15,000

Thunderbird 1 \$1,500

State 32-1 \$15,000.00

State 16-42 \$30,000

State 1-34 \$30,000.00-Once you have final inspection on this well you can submit a letter requesting a bond release on the funds.

Bring a total of \$91,500.00. What I need from Rockies now is a Form 4B.2 on each well. The bond number is going to be the check number (1001696885), then if you could add an alpha character to the end (e.g 1001696885a, 1001696885b) this help to keep the records clear in our system.

Rockies currently has two cash bonds with the Division, but as a precaution if you could also submit a current IRS W-9 form for the bank that holds our bonds that would be greatly appreciated.

Also, to have a clear account, if you would submit a letter with the above forms stating that you're using the blanket bond as individual bond. Follow that up with a request to release the remaining \$28,500 that per the submitted agreement needs to be sent to Rockies Standard and the address we should mail the check to.

To answer Brad's question the two years audited financials would need to be reviewed by an independent certified public accountant.

If you have any question please let me know. In regards to this matter...because I am handling multiple task that take me away from my desk recently, if you try to call or email me and I'm not available you may call my cell phone [REDACTED]

Thanks!

—
Rachel Medina
Division of Oil, Gas & Mining
Bonding Technician
801-538-5260



1411 East 840 North, Orem, Utah 84097

RECEIVED
AUG 31 2016
DIV. OF OIL, GAS & MINING

August 30, 2016

To: Utah Department of Oil, Gas, and Mining – Department of Natural Resources
ATTN: Rachel Medina
1594 W North Temple, Suite 1210
Salt Lake City, UT 84116

RE: Moving Rose Blanket Bond to Rockies Individual Bonds 1001696885a, 1001696885b, 1001696885c, 1001696885d, and 1001696885e and Releasing Balance to Rockies

Enclosed is a completed Form 4B.2 for each of five wells recently acquired from Rose Petroleum (Utah), LLC (“Rose”) for which Rockies Standard Oil Company, LLC (“RSOC”) will assume operations. Rose assigned its blanket DOGM bond (1001696855) to Rockies, but Rockies requests that Rose’s statewide bond instead be used to bond these wells on an individual basis rather than blanket.

Rockies further requests that the balance of the Rose blanket bond (such balance in the amount of \$28,500.00) be released to Rockies at:

Rockies Standard Oil Company, LLC
Attn: Operations
1411 East 840 North
Orem, UT 84097

Your help and prompt attention to this matter is greatly appreciated.

Sincerely,

Kimball Hodges
Manager of PetroFuego, LLC
Manager for Rockies Standard Oil Company, LLC