

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

1 LEASE IDENTIFICATION AND SERIAL NO
U-16759

6 IF INDIAN ALLOTTEE OR TRIBE NAME

7 UNIT AGREEMENT NAME

8 FARM OR LEASE NAME

9 WELL NO
CCCO 26-6

10 FIELD AND POOL OF WILDCAT
CISCO DOME

11 SEC. T. R. W., OR BLK AND SURVEY OR AREA
26, T20S, R21E

12 COUNTY OR TERRITORY 13 STATE
GRAND UTAH

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a TYPE OF WORK
DRILL DEEPEN PLUG BACK

b TYPE OF WELL
OH WELL CAS WELL OTHER SINGLE ZONE MULTIPLE ZONE

2 NAME OF OPERATOR
PETRO-X CORPORATION

3 ADDRESS OF OPERATOR
1709 SO W. TEMPLE, SLC, UT 84115

4 LOCATION OF WELL (Report location clearly and in accordance with any State requirements*)
At surface

At proposed prod 3300' FNL, 500' FNL
SAME

14 DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE
16 MILES CISCO, UT 84515

15 DISTANCE FROM PROPOSED LOCATION TO NEAREST PROPERTY OR LEASE FNL, FT (Also to nearest drig unit line if any)
500'

16 NO. OF ACRES IN LEASE
440TH

18 DISTANCE FROM PROPOSED LOCATION TO NEAREST WELL DRILLING COMPLETED OR APPLIED FOR ON THIS LEASE FT
2650'

21 ELEVATIONS (Show whether DF, RT, GR)
1820' 2650'

17 NO OF ACRES ASSIGNED TO THIS WELL
400.0 ACRES

20 ROTARY
ROTARY

DATE WORK WILL START
JAN 1993

24 PROPOSED CASING AND CEMENTING PROGRAM
5079 FT GR

SIZE OF HOIF	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12 5/8"	7 5/8	24#	160'	CEMENTED BACK TO SUR. CEMENTED 400' ABOVE HIGHEST WATER OR PROD ZONE ENCOUNTERED.
6 3/4"	4 1/2	9.5	T.D.	

IN THE EVENT THAT COMMERCIAL QUANTITIES OF GAS ARE ENCOUNTERED, THE OPERATOR INTENDS TO INSTALL A WELDED 3 1/2" GATHERING LINE, ON LEASE DIRECTLY TO AN EXISTING GATHERING LINE THAT IS 2640 DUE NORTH. A CONNECTION VALVE IS PRESENT ON THE GATHERING SYSTEM TO RECEIVE GAS FROM THIS WELL. A SEPERATE PURCHASE METER WILL BE INSTALLED TO MEASURE ALL SALES FROM THIS LOCATION.

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 Grand Chief TITLE Secretary DATE 16 Aug 92

(This space for Federal or State office use)

APPROVED BY THE STATE OF UTAH DIVISION OF OIL, GAS, AND MINING

PERMIT NO. _____ APPROVAL DATE _____

DATE: _____ DATE: _____

BY: _____

WELL SPACING _____

*See Instructions On Reverse Side



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

Michael O. Leavitt
Governor

Ted Stewart
Executive Director

James W. Carter
Division Director

355 West North Temple
3 Third Center, Suite 350
Salt Lake City, Utah 84180 1203
801 538 5340
801 538 3840 (Fax)
801 538 5319 (TDD)

April 12, 1993

Petro-X Corporation
1709 South West Temple
Salt Lake City, Utah 84115

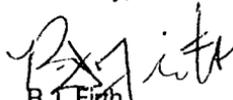
Gentlemen:

Re: Application for Permit to Drill
Well Nos. 26-2, 26-5, and 26-6
Sec. 26, T. 20 S., R. 21 E
Grand County, Utah

In conformance with action taken by the Bureau of Land Management, the Division of Oil, Gas and Mining (the "Division") is returning your unapproved Applications for Permit to Drill (APDs) dated October 20, 1992 for the referenced wells.

Should you intend to drill these wells at a future date, new APDs must be submitted to the Division. Please contact Frank Matthews at (801)538-5340 if you have any questions regarding this matter.

Sincerely,


R J Firth
Associate Director

ldc

Enclosure - 3 APDs

cc: James W. Carter, Director
Frank Matthews, Petroleum Engineer

WOI106

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-16759

6 If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE

7 If Unit or CA Agreement Designation
CA-1671

1 Type of Well
 Oil Well Gas Well Other

RECEIVED

2 Name of Operator
PETRO-X CORPORATION

OCT 20 1992

8 Well Name and No
26-6

3 Address and Telephone No
1709 SOUTH WEST TEMPLE, SLC, UT 84115

9 API Well No

4 Location of Well (Footage Sec T R M or Survey Description)
34.5' FNL, 500' FEL, SEC 26, T20S, R21E

10 Field and Pool or Exploratory Area
CISCO AREA

11 County or Parish, State
GRAND

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

ADD TO APD

(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.)

1. OPERATOR INTENDS TO PURCHASE WATER FROM PRIVATE VENDOR FOR THIS PROJECT. WATER WILL BE PURCHASED FROM AABLE TRUCKING, MOAB, UTAH.
2. PIT WILL BE FENCED ON ALL FOUR SID'S WITH NETTING ON TOP.
3. SURFACE CASING UTILIZED WILL BE TESTED TO 3,000 PSI. 8 5/8" CASING WILL BE UTILIZED BUT EXACT GRADE NOT AVAILABLE BEYOND TESTING SPECIFICATIONS DUE TO MARKET CONDITIONS.
4. LOCATION ADJUSTED 125' SOUTH OF ORIGINAL APD, ASPER ON-SITE INSPECTION DETERMINATION.
5. APPLICATION FOR ROAD RIGHT OF WAY SUBMITTED ON FORM 299 VIA THE NP 25-2 LOCATION ONTO THE PROPOSED DRILLING LOCATION.

14 I hereby certify that the foregoing is true and correct

Signed *[Signature]*

Title SECRETARY

Date 10/20/92

(This space for Federal or State office use)

Approved by
Conditions of approval, if any

Title

Date

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

5 Lease Designation and Serial No
U-16759

6 If Indian, Allottee or Tribe Name

7 If Unit or CA, Agreement Designation
CA-1671

8 Well Name and No
26-6

9 API Well No

10 Field and Pool or Exploratory Area
CISCO AREA

11 County or Parish, State
GRAND

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

SUBMIT IN TRIPLICATE

URGENT

1 Type of Well
 Oil Well Gas Well Other

2 Name of Operator
PETRO-X CORPORATION

3 Address and Telephone No
1709 SOUTH WEST TEMPLE, SLC, UT 84115

4 Location of Well (Footage, Sec T, R, M, or Survey Description)
3425' FNL, 500' FEL, SEC 26, T20S, R21E

5 DIVISION OF OIL & GAS ADMINISTRATION

6 OCT 20 1992

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input checked="" type="checkbox"/> Altering Casing
	<input type="checkbox"/> Other
	<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

ADD TO APD

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- OPERATOR INTENDS TO PURCHASE WATER FROM PRIVATE VENDOR FOR THIS PROJECT. WATER WILL BE PURCHASED FROM AABLE TRUCKING, MOAB, UTAH.
- PIT WILL BE FENCED ON ALL FOUR SIDES WITH NETTING ON TOP.
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14 I hereby certify that the foregoing is true and correct

Signed [Signature] Title SECRETARY Date 10/20/92

(This space for Federal or State office use)

Approved by _____ Title _____

Conditions of approval if any _____

APR 29 1993

PETRO- X CORPORATION

P.O. Box 520205
Salt Lake City, Utah 84152-0205
Telephone: 801-467-7171
Fax: 467-7193

RECEIVED
APR 29 1993



DIVISION OF
OIL, GAS & MINING

DIVISION OF OIL, GAS AND MINING
355 WEST NORTH TEMPLE
3 TRIAD CENTER, SUITE 350
SALT LAKE CITY, UTAH 84180-1203

ATTN: MR. FRANK MATTHEWS
PETROLEUM ENGINEER

APRIL 28, 1993

RE: RE-SUBMITTAL APD's
WELL Nos 26-2, 26-5, 26-6
SECTION 26, T20S, R21E
GRAND COUNTY, UTAH

GENTLEMEN:

IN CONFORMANCE WITH A REQUEST FROM THE MAOB DISTRICT OFFICE, AND COMPLETION OF A RIGHT OF WAY FOR ACCESS, WE HAVE RE-SUBMITTED THESE APPLICATIONS.

PREVIOUS APPROVAL WAS ONLY AWAITING THE COMPLETION OF AN ACCESS RIGHT OF WAY.

THANK YOU FOR YOUR PROMPT ATTENTION TO THESE APPLICATIONS, SINCE ALL OF THE ON SITE WORK, ETC., HAS BEEN COMPLETED, THE ONLY NECESSARY CHANGES TO THE APPLICATIONS WERE ACCOMPLISHED WITH THE INCLUSION OF THE RIGHT OF WAY AND NEW 3160-3 FORMS (APPLICATION TO DRILL OR DEEPEN).

SINCERELY,

A handwritten signature in black ink, appearing to read "Dean H. Christensen".

DEAN H. CHRISTENSEN

FILE: C:\ANSHCUTZ\STATE.APD

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a TYPE OF WORK
 DRILL DEEPEN PLUG BACK

b TYPE OF WELL
 OH WELL CAS WELL OTHER _____ SINGLE ZONE MULTIPLE ZONE

2 NAME OF OPERATOR
 PETRO-X CORPORATION

3 ADDRESS OF OPERATOR
 1709 SO W TEMPLE, SLC, UT 84115

4 LOCATION OF WELL (Report location clearly and in accordance with any State requirements *
 At surface
 At proposed prod 3300' FNL, 500' FEL
 SAME

14 DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR TOWN OFFICE*
 16 MILES CISCO, UT 84515

15 DISTANCE FROM PROPOSED*
 LOCATION TO NEAREST
 PROPERTY OR LEASE LINE, FT
 (Also to nearest drilg unit line, if any)
 500'

16 NO OF ACRES IN LEASE
 440 TH

17 NO OF ACRES ASSIGNED
 TO THIS WELL
 4000 ACRES

18 DISTANCE FROM PROPOSED LOCATION*
 TO NEAREST WELL DRILLING COMPLETED
 OR APPLIED FOR, ON THIS LEASE, FT
 2650'

20 ROTARY DATE WORK WILL START*
 ROTARY JAN 92

21 ELEVATION (Show whether DF, RT, GR, 5079 FT GR)
 PROPOSED CASING AND CEMENTING PROGRAM

5 LEASE DESIGNATION AND SERIAL NO
 U-16759

6 IF INDIAN ALLOTTEE OR TRIBE NAME

7 UNIT AGREEMENT N. E.

8 FIRM OR LEASE NAME

9 WELL NO
 CCCo 26-6

10 FIELD AND POOL, OR WILDCAT
 CISCO DOME

11 SEC T, R, M, OR BLK
 AND SURVEY OR AREA
 26, T20S, R21E

12 COUNTY OR PARISH 13 STATE
 GRAND UTAH

SIZE OF HOH	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12 5/8"	7 5/8	24#	160'	CEMENTED BACK TO SUR. CEMENTED 400' ABOVE HIGHEST WATER OR PROD ZONE ENCOUNTERED.
6 3/4"	4 1/2	9.5	T.D.	

IN THE EVENT THAT COMMERCIAL QUANTITIES OF GAS ARE
 ENCOUNTERED, THE OPERATOR INTENDS TO INSTALL A WELDED 3 1/2"
 GATHERING LINE, ON LEASE DIRECTLY TO AN EXISTING GATHERING
 LINE THAT IS ~~240~~ DUE NORTH. A CONNECTION VALVE IS PRESENT
 ON THE GATHERING SYSTEM TO RECEIVE GAS FROM THIS WELL. A
 SEPERATE PURCHASE METER WILL BE INSTALLED TO MEASURE ALL SALES
 FROM THIS LOCATION.

APR 29 1993

DIVISION OF

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 Grand Chief TITLE Secretary DATE 16 Aug 92

(This space for Federal or State office use)

APPROVED BY THE STATE
 OF UTAH DIVISION OF
 OIL, GAS, AND MINING

PERMIT NO. _____ APPROVAL DATE _____

APPROVED BY _____ TITLE _____ DATE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY

BY _____
 WELL SPACING _____

*See Instructions On Reverse Side

D R I L L I N G A P P L I C A T I O N
CCCo 26-6

1. GEOLOGICAL NAME AND FORMATION:

MANCOS SHALE

2. & 3. GEOLOGICAL TOPS AND FORMATION DEPTHS:

MANCOS SHALE: SURFACE TO 1920'

CRETACEOUS DAKOTA: 1920' TO 2240'

JURASSIC MORRISON: 2240' TO 2350'

JURASSIC SALT WASH: 2350' TO 2610'

JURASSIC ENTRADA: 2610' TO 2650'

4. CASING PROGRAM:

7 5/8" SURFACE CASING 160', CEMENTED BACK TO THE SURFACE. J-55 CASING OR HIGHER GRADE TO BE UTILIZED. THE PRODUCTION CASING WILL BE 9.5 LBS 4 1/2" SET TO TOTAL DEPTH. THE PRODUCTION CASING WILL BE CEMENTED TO A MINIMUM OF 400 FT ABOVE THE HIGHEST WATER OR HYDROCARBON ZONE ENCOUNTERED.

5. PRESSURE CONTROL EQUIPMENT:

OPERATOR INTENDS TO UTILIZE AN EIGHT INCH BORE HYDRIL BOP, OR ITS EQUIVALENT, CAPABLE OF WITHSTANDING 3000 PSI. NO WELL IN THIS AREA HAS EXPERIENCED PRESSURE IN EXCESS OF 800 PSI.

6. DRILLING AND CIRCULATING MEDIUM:

OPERATOR INTENDS TO DRILL WITH COMPRESSED AIR TO A POINT DESIGNATED AS THE "A" ZONE MARKER, OR JUST ABOVE THE ANTICIPATED DAKOTA FORMATION. AT THAT LEVEL, THE WELL BORE WILL BE DRILLED UTILIZING A SALT BASED POLYMER MUD. THE MUD WILL BE WEIGHTED AS NECESSARY TO MAINTAIN WELL CONTROL. ANY DRILLING FLUIDS UTILIZED WILL BE REMOVED FROM THE SITE FOR DISPOSAL.

WHILE HE INITIAL AIR DRILLING IS TAKING PLACE, THE OPERATOR WILL BE MISTING TO ELIMINATE THE DUST.

7. AUXILIARY EQUIPMENT:

A. KELLY COCK -- DEMLO. B. FLOATS AT THE BIT -- YES, AND ON THE DRILL STRING. C. NO MONITORING EQUIPMENT WILL BE USED ON ANY MUD UTILIZED. THE DRILLER ON TOWER WILL BE RESPONSIBLE TO MONITOR THE MUD BY CHECKING THE VISCOSITY AND WEIGHT DURING HIS TOWER UNDER THE SUPERVISION OF THE SITE SUPERVISOR. D. A SUB WITH A FULL OPENING VALVE WILL BE AVAILABLE ON THE FLOOR. FILL AND KILL LINES

7. AUXILIARY EQUIPMENT: (CONTINUED)

D. WILL BE INSTALLED ON TOP OF THE SURFACE CASING, JUST BELOW THE BOP. A VALVE WILL BE PLACED ON EACH OF THE FILL AND KILL LINES. E. A MANIFOLD CHOKE WILL BE INSTALLED ON ONE OF THE FILL AND KILL LINES.

8. TESTING, LOGGING AND CORING:

THE WELL WILL BE LOGGED UPON REACHING TOTAL DEPTH. AN IES LOG WILL BE RUN. THE OPERATOR DOES NOT INTEND TO CORE THE WELL. IN THE EVENT THE WELL IS CASED AS A POTENTIAL PRODUCER, A BOND LOG WILL BE RUN PRIOR TO PERFORATION. SAMPLES WILL BE COLLECTED EVERY TEN (10') COMMENCING APPROXIMATELY 100' ABOVE THE FIRST ANTICIPATED HYDROCARBON ZONE.

9. BOTTOM HOLE PRESSURES:

THE MAXIMUM BOTTOM HOLE PRESSURE IS ANTICIPATED TO BE LESS THAN 800 PSI. THE OPERATOR IS PREPARED TO CONTROL IN EXCESS OF 3,000 PSI.

10. STARTING DATE:

THE OPERATOR INTENDS TO COMMENCE DRILLING APPROXIMATELY 1-15 NOVEMBER. IT IS ANTICIPATED THAT A TOTAL OF FIVE DAYS TO MOBILIZE AND TO COMPLETE DRILLING. AN ADDITIONAL TWO DAYS IS ANTICIPATED FOR COMPLETION OF THIS WELL, OR SUBSEQUENT PLUGGING AND ABANDONMENT.

DATED THIS THE 16TH DAY OF AUGUST, 1992

CCCo

BY:

DEAN H. CHRISTENSEN
MANAGER

MULTIPOINT[™] AND SURFACE USE PLAN
CCCo 26-6

1. EXISTING ROADS AND PLANNED ACCESS:

A ROAD CURRENTLY EXISTS TO THE NP 25-2 OIL WELL, LOCATED IN THE SW/4SW/4, SECTION 25, T20S, R21 EAST. THE OPERATOR IS HEREWITH MAKING APPLICATION TO UTILIZE THIS EXISTING ROAD AND THEN CONSTRUCTING APPROXIMATELY 900 FEET OF NEW ACCESS ROAD THAT WILL USE AN OLD SIEMIC ROAD ALREADY PRESENT AND THEN FOLLOW THE SURFACE HIGH POINT FOR APPROXIMATELY 150'. THIS WILL MITIGATE SURFACE USE AND DAMAGE IN THE IMMEDIATE AREA.

2. LOCATION OF EXISTING WELLS:

1320' DUE NORTH OF THIS LOCATION IS THE PENDING CCCo 26-5 LOCATION. THE ADAK 26-1A WELL IS LOCATED APPROXIMATELY 2640' No. ANOTHER WELL IS LOCATED IN THE NE/4NW/4, SECTION 25, THE SE/4 NE/4 SECTION 25, THE SW/4 SW/4 SECTION 25. TWO ADDITIONAL WELLS ARE LOCATED IN SECTION 26, ONE IN THE NE/4NW/4, AND ONE IN THE NW/4NE/4 OF SECTION 26. AN ABANDONED WELL IS LOCATED IN THE SW/4NW/4 OF SECTION 25 (CABEEN WELL). NO INFRINGEMENT ON ANY OF THESE LOCATIONS WILL RESULT, AS THIS LOCATION MEETS ALL CRITERIA OF THE 106-2B SPACING ORDER FOR THIS AREA.

3. LOCATION OF EXISTING OR PROPOSED FACILITIES:

IN THE EVENT THAT THIS IS COMPLETED AS A GAS WELL, A NATURAL GAS GATHERING LINE IS LOCATED APPROXIMATELY 2640 TO THE NORTH. THIS FACILITY IS ON LEASE. THE OPERATOR WILL SUBMIT A SUNDRY NOTICE FOR APPROVAL OF THIS EXTENSION OF THE GATHERING LINE.

IF AN OIL COMPLETION IS SUCCESSFUL, THE TANK BATTERIES AND EQUIPMENT WILL ALL BE ON LEASE. A SUNDRY NOTICE WILL BE SUBMITTED AS NECESSARY.

4. LOCATION AND TYPE OF WATER SUPPLY:

A TEMPORARY USE PERMIT FOR WATER FROM THE COLORADO RIVER HAS BEEN SECURED FROM THE STATE OF UTAH. THE WATER WILL BE HAULED FROM FISH FORD.

5. SOURCE OF CONSTRUCTION MATERIALS:

SOURCE MATERIALS WILL BE TAKEN FROM THE SITE. ANY GRAVEL NECESSARY TO USE AS BASE MATERIAL FOR TANKS, ETC. WILL BE PURCHASED FROM COMMERCIAL SOURCES AND TRUCKED TO THE SITE.

6. METHODS OF HANDLING WASTE DISPOSAL:

A. CUTTINGS: BURIED IN THE RESERVE PIT

B. DRILLING FLUIDS: BURIED IN THE RESERVE PIT OR HAULED TO THE COUNTY DISPOSAL POND, WEST OF CISCO.

PAGE 2
MULTIPOINT AND SURFACE USE PLAN
CCCO 26-6

C. PRODUCED FLUIDS: ANY OIL WILL BE SOLD IS SALVAGED, OR BURNED IN THE PIT AND COVERED IF NOT SALEABLE. ANY WATER THAT DOES NOT EVAPORATE WILL BE HAULED FROM THE SITE TO THE COUNTY DISPOSAL POND, WEST OF CISCO.

D. SEWAGE: A PORTA POTTY WILL BE PLACED ON THE SITE.

E. GARBAGE: BURNED AND BURIED IN THE RESERVE PIT. PAPERS AND SACK WILL BE COLLECTED AND BURNED.

F. UPON THE COMPLETION OF THE PROPOSED WELL AS EITHER A DRY HOLE OR AS A COMMERCIAL WELL, THE ENTIRE SITE WILL BE CLEANED UP, SOIL WILL CONTOURED, SEEDS DRILLED INTO THE SITE AS DIRECTED. THE WELL HEAD WILL BE FENCED IF A COMMERCIAL WELL, OR A DRY HOLE MARKER WILL BE FABRICATED AND ERECTED TO MARK THE LOCATION.

7. AUXILIARY EQUIPMENT/FACILITIES:

DEPENDENT UPON THE DRILLING RESULTS, A SEPARATE APPLICATION FOR AN ON LEASE GATHERING SYSTEM, STORAGE TANKS, ETC., WILL BE COMPLETED VIA A SUNDRY NOTICE.

8. WELL LAYOUT AND DIAGRAM:

SEE ATTACHED SITE PLAN.

9. PLANS FOR RESTORATION OF THE SURFACE:

THE SURFACE IMPACT WILL BE MITIGATED AS MUCH AS POSSIBLE BY THE OPERATOR. THE TOPSOIL WILL BE STACKED ON THE EDGE OF THE PAD TO BE REDISTRIBUTED AS SOON AS THE WORK IS COMPLETED AND ALL NECESSARY CONSTRUCTION IS FINISHED. THE SOIL WILL BE GROOVED, ETC., AT THE DIRECTION OF THE GRAND RESOURCE AREA, AND THE DIRECTED SEED MIX WILL BE PLANTED. THE SEEDS WILL BE PLANTED IN THE LATE FALL OR EARLY SPRING TO INSURE THE BEST CHANCE FOR GERMINATION AND GROWTH.

10. N/A

11. LESSEE'S OR OPERATORS REPRESENTATIVE:

DONALD WIEGAND
CISCO, UTAH 84515
801-564-3543

DEAN H. CHRISTENSEN
1709 SO WEST TEMPLE
SALT LAKE CITY, UTAH 84115
801-467-7171 (O), 467-7193 (FAX)
801-278-3118 (H)

MULTIPOINT AND SURFACE USE PLAN
PAGE 3
CCCO 26-6

12. CERTIFICATION:

I HEREBY VERIFY THAT I, OR PERSONS UNDER MY DIRECT SUPERVISION AND CONTROL HAVE INSPECTED THE PROPOSED DRILL SITE AND ACCESS ROUTES. THAT STATEMENTS MADE IN THIS USE PLAN ARE, TO THE BEST OF MY KNOWLEDGE, ARE CORRECT. THAT THE WORK WILL BE PERFORMED BY THE CONTRACTOR AND HIS SUBCONTRACTORS IN FULL CONFORMITY WITH THIS PLAN AND THE TERMS AND CONDITIONS UNDER WHICH IT IS APPROVED.

DATE: AUGUST 16, 1992

PETRO-X CORPORATION

BY:

DEAN H. CHRISTENSEN, SECRETARY

7-POINT COMPLETION PROGRAM

1. CASING:

THE SURFACE CASING WILL BE 7 5/8", 24#. THIS CASING WILL BE SET TO A DEPTH OF 160', CEMENTED BACK TO THE SURFACE. IN THE EVENT THAT COMMERCIAL GAS OR OIL IS DEVELOPED, THE OPERATOR WILL SET 4 1/2", 9.5#, TESTED TO 2000 PSI, TO TOTAL DEPTH. THIS CASING STRING WILL BE CEMENTED TO A MINIMUM OF 400 FT ABOVE THE HIGHEST HYDROCARBON OR WATER ZONE DETERMINED FROM THE LOG DATA.

2. CASING HEAD AND FLANGES:

A HINDERLITER OR EQUIVALENT HEAD WILL BE UTILIZED ON TOP OF THE 7 5/8" CASING. THE SURFACE CASING WILL BE WELDED INTO THE PRODUCTION CASING.

3. INTERMEDIATE CASING:

NOT APPLICABLE

4. BLOWOUT PREVENTER:

EITHER A DOUBLE RAM BOP WILL BE UTILIZED, OR A HYDRIL BOP. SEE ATTACHED SCHEMATIC FOR SET UP. FILL AND KILL LINES WITH VALVES WILL BE INSTALLED BELOW THE BOP TO ALLOW THE OPERATOR TO PUMP FLUIDS INTO THE WELL BORE BELOW THE BOP. THE BOP WILL BE TESTED TO A PRESSURE OF 800 PSI PRIOR TO DRILLING OUT BELOW THE SURFACE CASING CEMENT PLUG.

5. AUXILIARY EQUIPMENT:

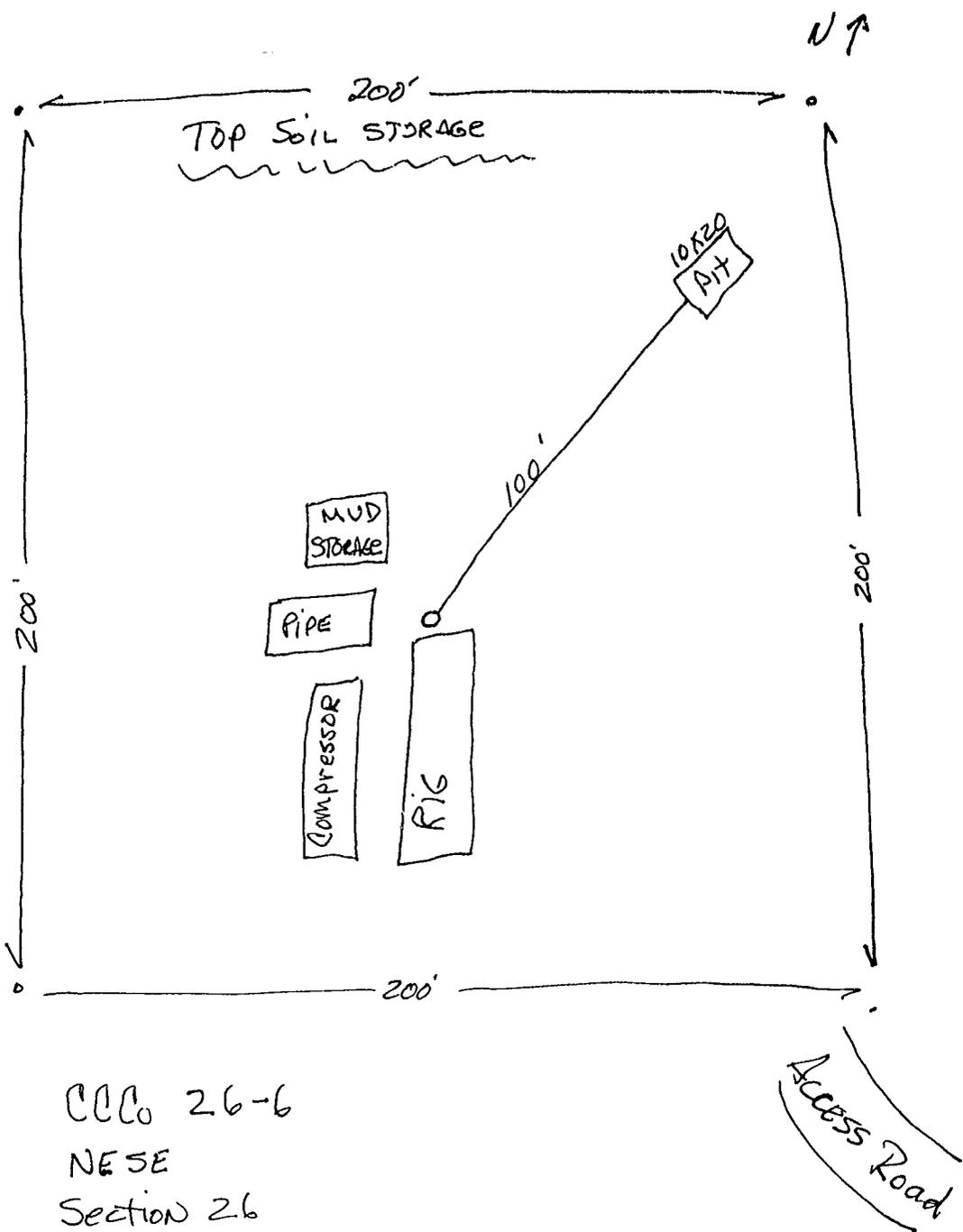
A STORAGE TANK WILL BE ON THE SITE TO RECEIVE AND HOLD DRILLING FLUIDS AS NECESSARY/D

6. BOTTOM HOLE PRESSURE:

NO PRESSURES IN EXCESS OF 800 PSI ARE ANTICIPATED OR HAVE OCCURRED IN THE IMMEDIATE AREA OF THIS LOCATION. THE BLOWOUT PREVENTER WILL HANDLE PRESSURES IN EXCESS OF 3000 PSI.

7. DRILLING FLUID:

THE OPERATOR WILL DRILL OUT THE MANCOS SHALE WITH COMPRESSED AIR MIST. AT AN APPROXIMATE DEPTH DETERMINED TO BE 100 FT ABOVE THE DAKOTA FORMATION, THE DRILLING WILL BE COMPLETED WITH A SALT BASED DRILLING FLUID. THIS DRILLING FLUID WILL BE STORED IN THE TANK ON SITE. UPON THE COMPLETION OF DRILLING THE DRILLING FLUIDS WILL BE REMOVED TO THE NEXT SITE, OR TRANSPORTED TO THE NEAREST APPROVED HAZARDOUS FLUID DISPOSAL SITE.



CCC 26-6
 NESE
 Section 26
 T20S R21E

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a TYPE OF WORK
 DRILL DEEPEN

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

2 NAME OF OPERATOR
 PETRO-X CORPORATION

3 ADDRESS AND TELEPHONE NO
 P. O. BOX 520205, SLC, UT 84152-0205

4 LOCATION OF WELL (Report location clearly and in accordance with any State requirements*)
 At surface: 3400' FNL, 500' FEL NE 1/4 SE 1/4
 At proposed prod zone: SAME

14 DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
 16 MILES CISCO, UT 84515

15 DISTANCE FROM PROPOSED LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT (Also to nearest drilg unit line if any): 500'

16 NO OF ACRES IN LEASE: 440

17 NO OF ACRES ASSIGNED TO THIS WELL: 40.0 ACRES

18 DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL DRILLING, COMPLETED OR APPLIED FOR, ON THIS LEASE, FT: 1320'

19 PROPOSED DEPTH: 2650'

20 ROTARY OR CABLE TOOLS: ROTARY

21 ELEVATIONS (Show whether DF, RT, GR, etc): 5079 FT GR

22 APPROX DATE WORK WILL START*: AUG 1993

5 LEASE DESIGNATION AND SERIAL NO
 U-16759

6 IF INDIAN, AI LOTTER OR TRIBE NAME

7 UNIT AGREEMENT NAME

8 FARM OR LEASE NAME, WELL NO
 C-00-26-6

10 FIELD AND POOL, OR WILDCAT
 GREATER CISCO BOMB

11 SEC, T, R, N, OR BLK AND ELEVATION OR AREA
 26, T20S, R21E

12 COUNTY OR PARISH: GRAND

13 STATE: UT

22 APPROX DATE WORK WILL START*: AUG 1993

23 PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12-5/8"	7-5/8	24#	160'	CEMENTED BACK TO SUR.
6-3/4"	4-1/2	9.5	T.D.	CEMENTED 400' ABOVE HIGHEST WATER OR PROD ZONE ENCOUNTERED.

IN THE EVENT THAT COMMERCIAL QUANTITIES OF GAS ARE ENCOUNTERED, THE OPERATOR INTENDS TO INSTALL A WELDED 3 1/2" GATHERING LINE, ON LEASE DIRECTLY TO AN EXISTING GATHERING LINE THAT IS 120' DUE NORTH. A CONNECTION VALVE IS PRESENT ON THE GATHERING SYSTEM TO RECEIVE GAS FROM THIS WELL. A SEPERATE PURCHASE METER WILL BE INSTALLED TO MEASURE ALL SALES FROM THIS LOCATION.

[Handwritten signature]
APR 20 1993

DIRECTOR OF

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

24

APPROVED BY: *[Signature]* PRESIDENT DATE: 27 APR 93

PERMIT NO: 13 019 31338 APPROVAL DATE: DATE: 7/16/93 BY: *[Signature]* WELL SPACING: 102-16B

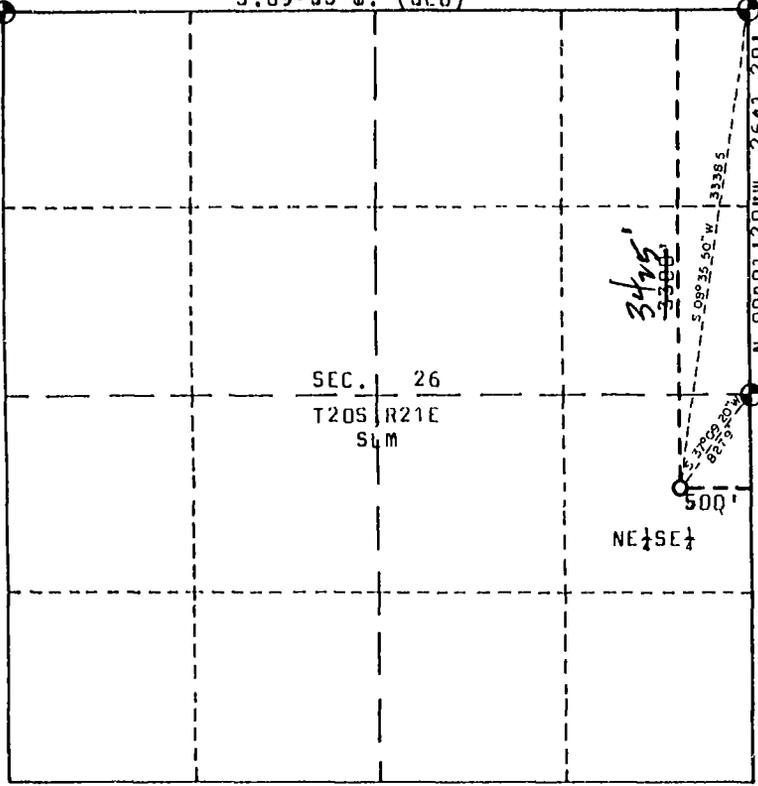
APPROVED BY: TITLE: DATE:

*See Instructions On Reverse Side

GLG BC
(1919)

S. 89° 53' W. (GLO)

GLG BC
(1919)



SEC. 26
T20S, R21E
SLM

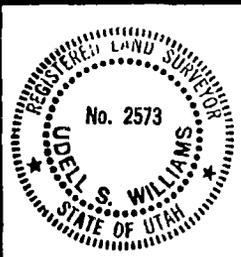
3425
~~3300~~

NE 1/4 SE 1/4



CCC 26-6

3425
Located ~~3300~~ feet from the North line and 500 feet from the East line of Section 26, T20S, R21E, SLM.
Elev. 5079
Grand County, Utah



SURVEYOR'S CERTIFICATE

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

DeWell S. Williams
Utah RLS No. 2573



DEWELL S. WILLIAMS
Professional Land Surveyor
751 Root Avenue (303) 243 4594
Grand Junction Colorado 81501

PLAT OF
PROPOSED LOCATION
CCC 26-6
NE 1/4 SE 1/4 SECTION 26
T20S, R21E, SLM

SURVEYED BY USW DATE: 8/31/90
DRAWN BY USW DATE: 9/01/90

APPLICATION FOR PERMIT TO DRILL

DATE RECEIVED: 04/29/93

OPERATOR: PETRO-X CORPORATION
WELL NAME: CCCO 26-6

OPERATOR ACCT NO: N- 0715

API NO. ASSIGNED: 43-019-31338

LEASE TYPE: FED LEASE NO: 1-16759
LOCATION: NESE 26 - T20S - R21E GRAND COUNTY
FIELD: GREATER CISCO FIELD CODE: 105

RECEIVED AND/OR REVIEWED:

- Plat
- Bond
(Number Federal)
- Potash (Y/N)
- Oil shale (Y/N)
- Water permit
(Number no permit #)
- RDCC Review (Y/N)
(Date: _____)

LOCATION AND SITING:

- R649-2-3. Unit: _____
- R649-3-2. General.
- R649-3-3. Exception.
- Drilling Unit.
Board Cause no: 100 110
Date: 11 15 79

COMMENTS:

falls within cause no guidelines
BPM approval number 7-14 93

STIPULATIONS:

1- water permit
cc Grand division

Moab District
P. O. Box 970
Moab, Utah 84532

3162 (UT-065)
U-16759

MAR 26 1993

RECEIVED

MAR 31 1993

DIVISION OF
OIL GAS & MINING

Petro-X Corporation
1709 South West Temple
Salt Lake City, Utah 84115

Re: Applications for Permit to Drill
Well Nos. 26-2, 26-5 and 26-6
Sec. 26, T. 20 S., R. 21 E.
Lease U-16759

Gentlemen:

The above referenced Applications for Permit to Drill (APDs) were received September 3, 1992. In a letter dated September 14, 1992, you were asked to submit the required deficiencies necessary to approve your APDs. Since this date, we have not received the required information.

Petro-X Corporation was notified that a road right-of-way (ROW) would be required to access these wells during the onsite inspection of October 8, 1992. Petro-X Corporation filed an application for a road ROW. A Category Determination for Reimbursable Costs for processing ROW UTU-70088 was mailed to Petro-X Corporation on November 10, 1992. The return receipt card for certified mail indicates that Petro-X Corporation received the Category Determination on November 12, 1992.

Petro-X Corporation did not submit payment of the processing fees within the 30 days specified in the Category Determination. The Grand Resource Area requested the ROW processing fees during telephone conversations with Petro-X Corporation in January and February. Since that time, we have not received the requested information and the required ROW payment. Therefore, we are returning your applications unapproved.

Should you intend to drill these locations at a future date, new APDs must be submitted. If you have any questions, please contact Marie Ramstetter of my staff at (801) 259-6111.

Sincerely,

/S/ WILLIAM C. STRINGER

Assistant District Manager
Mineral Resources

3 Enclosures
Applications for Permit to Drill

cc: UT-068, Grand Resource Area (wo/Enclosures)

MRamstetter:mr 3/25/93



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

Michael O. Leavitt
Governor
Ted Stewart
Executive Director
James W. Carter
Division Director

355 West North Temple
3 Trilad Center, Suite 350
Salt Lake City, Utah 84180 1203
801 538 5340
801 359 3940 (Fax)
801-538 5319 (TDD)

July 16, 1993

Petro-X Corporation
P.O. Box 520205
Salt Lake City, Utah 84152-0205

Gentlemen.

Re: CCC0 26-6 Well, 3425' FNL, 500' FEL, NE SE, Sec 26, T 20 S., R 21 E., Grand County, Utah

Pursuant to Utah Code Ann § 40-6-6, (1953, as amended) and the order issued by the Board of Oil, Gas and Mining in Cause No. 102-16B dated November 15, 1979, approval to drill the referenced well is hereby granted.

In addition, the following specific actions are necessary to fully comply with this approval.

- 1 Submittal to the division of evidence providing assurance of an adequate and approved supply of water as required by Utah Code Ann § 73-3, Appropriations, prior to commencing drilling operations.
- 2 Compliance with the requirements of Utah Admin R 649-1 et seq., Oil and Gas Conservation General Rules
3. Notification within 24 hours after drilling operations commence
- 4 Submittal of Entity Action Form, Form 6, within five working days following commencement of drilling operations and whenever a change in operations or interests necessitates an entity status change
- 5 Submittal of the Report of Water Encountered During Drilling, Form 7
- 6 Prompt notification prior to commencing operations, if necessary, to plug and abandon the well Notify Frank R Matthews, Petroleum Engineer, (Office) (801)538-5340, (Home) (801)476-8613, or R J Firth, Associate Director, (Home) (801)571-6068



Page 2
Petro-X Corporation
CCCo 26-6 Well
July 16, 1993

- 7 Compliance with the requirements of Utah Admin. R. 649-3-20, Gas Flaring or Venting, if the well is completed for production.

Trash and sanitary waste should be properly contained and transported to approved disposal locations, not retained in or disposed of in pits on location or downhole. Prior to the commencement of drilling operations, the operator should consult the local/county sanitarian and/or the Department of Environmental Quality, Division of Drinking Water/Sanitation, regarding appropriate disposal of sanitary waste.

This approval shall expire one year after date of issuance unless substantial and continuous operation is underway or a request for an extension is made prior to the approval expiration date. The API number assigned to this well is 43-019-31338.

Sincerely,



R.J. Firth

Associate Director, Oil and Gas

ldc

Enclosures

cc: Bureau of Land Management
Grand County Assessor
J.L. Thompson

WOH

RECEIVED
MOAB DISTRICT OFFICE
UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a TYPE OF WORK **DRILL** **DEEPEN**

b TYPE OF WELL OIL WELL GAS WELL OTHER

2 NAME OF OPERATOR **PETRO-X CORPORATION**

3 ADDRESS AND TELEPHONE NO **P. O. BOX 520205, SLC, UT 84152-0205**

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements *)
At surface **3425' FNL, 500' FEL**
At proposed prod zone **SAME**

14 DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
16 MILES CISCO, UT 84515

16 NO OF ACRES IN LEASE **440**

17 NO OF ACRES ASSIGNED TO THIS WELL **40.0 ACRES**

18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED OR APPLIED FOR, ON THIS LEASE, FT **1320'**

10 IMPOSED DEPTH **2650'**

20 ROTARY OR CABIC TOOLS **ROTARY**

21 ELEVATIONS (Show whether DF, RT, GR, etc) **5079 FT GR**

22 AT PROX DATE WORK WILL START* **AUG 1993**

5 LEASE DESIGNATION AND SERIAL NO
U-16759

6 IF INDIAN, ALLOTTED OR TRIBE NAME

7 UNIT AGREEMENT NAME

8 FARM OR LEASE NAME, WELL NO
NRM 1641

8 A WELL NO
CCCC 26-6

10 FIELD AND POOL, OR WILDCAT
CISCO DOME

11 SEC, T, R, M, OR BLK AND SURVEY OR AREA
26, T20S, R21E

12 COUNTY OR PARISH 13 STATE
GRAND UT

22 AT PROX DATE WORK WILL START*
AUG 1993

RECEIVED

JUL 17 1993

DIVISION OF
OIL GAS & MINING

FLARING OR VENTING OF
GAS IS SUBJECT TO NTL 4-A
Dated 1/1/80

CONDITIONS OF APPROVAL ATTACHED

23 *William C. Stringer* PRESIDENT DATE **14 MAY 93**

(This space for Federal or State office use)

PERMIT NO **43 019-31338** APPROVAL DATE

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

/S/ WILLIAM C. STRINGER

Associate District Manager

DATE **11 9 1993**

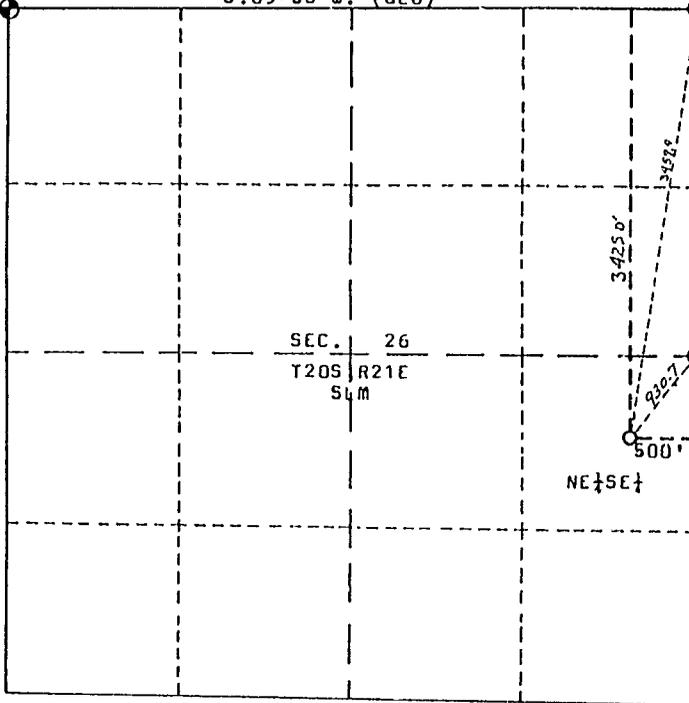
APPROVED BY _____ TITLE _____ DATE _____

*See Instructions On Reverse Side

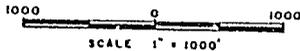
GLO BC
(1919)

S. 89° 53' W. (GLO)

GLO BC
(1919)



GLO BC
(1919)



CCC 26-6

Located 3425 feet from the North line and 500 feet from the East line of Section 26, T20S, R21E, SLM.

Elev. 5085

Grand County, Utah

JUN 1992
Received
RLS
10th District



SURVEYOR'S CERTIFICATE

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

Udell S. Williams
Utah RLS No. 2573



UDELL S. WILLIAMS
Professional Land Surveyor
751 Road Avenue (303) 743 4594
Grand Junction Colorado 81501

PLAT OF
PROPOSED LOCATION

CCC 26-6
NE 1/4 SE 1/4 SECTION 26
T20S, R21E, SLM

SURVEYED BY: USW DATE 8/31/90

DRAWN BY: DHC DATE 10/31/92

Petro-X Corporation
CCCO 26-6
Lease U-16759
NESE Section 26, T.20S , R.21E.
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 Petro-X Corporation 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 UT 0823 (Principal - Petro-X Corporation) 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.

This permit will be valid for a period of one year from the date of approval. After permit termination, a new application must be filed for approval.

All lease operations will be conducted in full compliance with applicable regulations (43 CFR 3100), Onshore Oil and Gas Orders, lease terms, notices to lessees, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions and the approved plan will be made available to field representatives to insure compliance

A. DRILLING PROGRAM

1. There will be no deviation from the proposed drilling and/or workover program without prior approval from the Assistant District Manager. "Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2. Safe drilling and operating practices must be observed.
2. Daily drilling and completion progress reports shall be submitted to the District office on a weekly basis.
3. All fresh water and prospectively valuable minerals encountered during drilling will be recorded by depth and will be cased and cemented. All oil and gas shows will be tested to determine commercial potential.
4. The BOP system shall be rated, at a minimum, 2M and shall be tested accordingly. The BOP system will be consistent with API RP 53 and Onshore Oil and Gas Order No. 2. Pressure tests of the surface casing and all BOP equipment potentially subject to pressure will be conducted before drilling the surface casing shoe. Blowout preventer controls will be installed prior to drilling the surface casing shoe and will remain in use until the well is completed or abandoned. Ram preventers shall be inspected and operated each trip (no more than once a day is necessary), and annular preventers shall be inspected and operated weekly to ensure good mechanical working order. These inspections shall be recorded in the drilling log and in the daily drilling report.
5. Due to potential for contamination of usable quality water aquifers, chromates are banned from Federal leases.
6. Centralizers shall be placed, at a minimum, on the bottom three joints of each casing string.
7. At the time the drilling proposal was submitted, the grade and weight of casing was not certain. Prior to setting casing, the grade and weight of each string shall be submitted to the BLM, Moab District Office for approval.
8. At the time the drilling proposal was submitted, the drilling contractor had not been selected, thus the specific BOP configuration was not known. If the BOP system to be used differs significantly from the one approved, a new BOP description and schematics must be submitted for approval.

B. SURFACE USE PLAN

1. No construction or drilling operations will be authorized between February 1 and July 15, unless additional raptor surveys are completed prior to conducting operations to identify and avoid raptor nesting sites within 1/2 mile of the proposed action. Any peregrine falcon nesting areas identified within the project area will be avoided by 1 mile. These limitations does not apply to maintenance and operation of existing wells.
2. The operator is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator is to immediately stop work that might further disturb such materials, and contact the authorized officer. Within five working days the authorized officer will inform the operator as to:

- whether the materials appear eligible for the National Register of Historic Places;
- the mitigation measures the operator will likely have to undertake before the site can be used (assuming in situ preservation is not necessary); and,
- a timeframe for the authorized officer to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the authorized officer are correct and that mitigation is appropriate.

If the operator wishes, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the authorized officer will assume responsibility for whatever recordation and stabilization of the exposed materials may be required. Otherwise, the operator will be responsible for mitigation costs. The authorized officer will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the authorized officer that the required mitigation has been completed, the operator will then be allowed to resume construction.

3. All wells, whether drilling, producing, suspended, or abandoned, will be identified in accordance with 43 CFR 3162.6. When the well is abandoned, the abandonment marker must be at least four feet above restored ground level and must be inscribed with the following: operator name, lease number, well name and surveyed description (township, range, section and either quarter-quarter or footages).
4. New roads will be constructed with a surface disturbance of 20 feet wide or less to provide a maximum travel surface of 12 feet wide. Drainage control (waterbars, ditches, crowning) will be provided and maintained to prevent erosion of the travel surface.

5. Surface disturbance and vehicular travel will be limited to the approved location and access route. Any additional area needed will be approved in advance.
6. The pipeline crossing along the access road will be covered with soil and maintained to ensure there is adequate soil covering the pipeline for protection from vehicular traffic.
7. The access road will be rehabilitated or brought to Resource (Class III) Road Standards within sixty (60) days of dismantling the drilling rig. If upgraded, the road must be maintained at these standards until the well is properly abandoned. If this time frame cannot be met, the Area Manager will be notified so that temporary drainage control can be installed along the access road.
8. If a tank battery is constructed on this lease, it will be surrounded by a dike of sufficient capacity to contain 150% of the storage capacity of the largest tank in the battery. All loading lines and valves will be placed inside the berm surrounding the tank battery.
9. All permanent (on-site for six (6) months or longer) structures constructed or installed (including oil well pumping units) shall be painted a flat, nonreflective, earth tone color to blend with the local environment, as determined by the Rocky Mountain Five-State Interagency Committee. All facilities shall be painted within six (6) months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) may be excluded. Colors shall be specified by the authorized officer at the time of installation.
10. In the event the well pad or road is graveled or surfaced, the material will be removed prior to recontouring the surface for rehabilitation.

C. REQUIRED APPROVALS, REPORTS AND NOTIFICATIONS

Required verbal notifications are summarized in Table 1, attached.

Building Location- Contact the Resource Area, Natural Resource Protection Specialist at least 48 hours prior to commencing construction of location.

Spud- The spud date will be reported to the Resource Area Office 24 hours prior to spudding. Written notification in the form of a Sundry Notice (Form 3160-5) will be submitted to the District Office within 24 hours after spudding, regardless of whether spud was made with a dry hole digger or big rig.

Daily Drilling Reports- Daily drilling reports shall detail the progress and status of the well and shall be submitted to the District Office on a weekly basis.

Monthly Reports of Operations- In accordance with Onshore Oil and Gas Order No. 1, this well shall be reported on Minerals Management Service (MMS) Form 3160, "Monthly Report of Operations," starting the month in which operations commence and continuing each month until the well is physically plugged and abandoned. This report will be filed directly with MMS.

Sundry Notices- There will be no deviation from the proposed drilling and/or workover program without prior approval from the Assistant District Manager. "Sundry Notices and Reports on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2. Safe drilling and operating practices must be observed.

Drilling Suspensions- Operations authorized by this permit shall not be suspended for more than 30 days without prior approval of the Authorized Officer. All conditions of this approval shall be applicable during any operations conducted with a replacement rig.

Undesirable Events- Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be immediately reported to the Resource Area in accordance with requirements of NTL-3A.

Cultural Resources- If cultural resources are discovered during construction, work that might disturb the resources is to stop, and the Area Manager is to be notified.

First Production- Should the well be successfully completed for production, the Assistant District Manager, Minerals Division will be notified when the well is placed in producing status. Such notification may be made by phone, but must be followed by a sundry notice or letter not later than five (5) business days following the date on which the well is placed on production.

A first production conference will be scheduled as soon as production testing begins and hydrocarbons reach the surface. This conference should be coordinated through the Resource Area Office.

Well Completion Report- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted to the District Office not later than thirty (30) days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs, core descriptions, core analyses, well test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings and /or samples) will be submitted when requested by the Assistant District Manager.

Venting/Flaring of Gas- NTL-4A allows venting/flaring of gas during the initial well evaluation period not to exceed 30 days or 50 MMcf. Venting/flaring beyond the initial test period threshold must be approved by the District Office.

Produced Water- Produced waste water may be confined to an unlined pit for a period not to exceed 90 days after initial production. During the 90 day period, an application for approval of a permanent disposal method and location, along with the required water analysis, will be submitted to the Assistant District Manager for approval pursuant to NTL-2B.

Off-Lease Measurement, Storage, Commingling- Prior approval must be obtained from the Assistant District Manager for off-lease measurement, off-lease storage or commingling (either down-hole or at the surface).

Plugging and Abandonment- If the well is completed as a dry hole, plugging instructions must be obtained from the BLM, Moab District Office prior to initiating plugging operations. Table 1 of this document provides the after-hours phone numbers of personnel who are authorized to give plugging instructions.

A "Subsequent Report of Abandonment" (Form 3160-5) will be filed with the Assistant District Manager, Minerals Division within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Upon completion of approved plugging, a regulation marker will be erected in accordance with 43 CFR 3162.6. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the Area Manager or his representative, or the appropriate surface managing agency.

TABLE 1

NOTIFICATIONS

Notify Jack Johnson, Rich McClure or Elmer Duncan of the Grand Resource Area in Moab, Utah, at (801) 259-8193 for the following:

2 days prior to commencement of dirt work, construction and reclamation;

1 day prior to spudding;

50 feet prior to reaching surface and intermediate casing depths;

3 hours prior to testing BOPE;

If the person at the above number cannot be reached, notify the Moab District Office at (801) 259-6111. If unsuccessful, notify one of the people listed below.

Well abandonment operations require 24 hour advance notice and prior approval. In the case of newly drilled dry holes, verbal approval can be obtained by calling the Moab District Office, Branch of Fluid Minerals at (801) 259-6111. If approval is needed after work hours, you may contact the following:

Eric Jones, Petroleum Engineer	Office (801) 259-6111
	Home: (801) 259-2214

If unable to reach the above individual, please call:

Lynn Jackson, Chief, Branch of Fluid Minerals	Office: (801) 259-6111
	Home: (801) 259-7990

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

5 Lease Designation and Serial No
U-16759

6 If Indian, Allottee or Tribe Name

7 If Unit or CA Agreement Designation
NRM 1641

8 Well Name and No
CCCo 26-6

9 API Well No
43-019-31338

10 Field and Pool or Exploratory Area
GR. CISCO

11 County or Parish, State
GRAND, UT

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

SUBMIT IN TRIPLICATE

1 Type of Well
 Oil Well Gas Well Other

2 Name of Operator
PETRO-X CORPORATION

3 Address and Telephone No.
P. O. BOX 520205, SLC, UT 84152-0205

4 Location of Well (Footage Sec T R M, or Survey Description)
**SECTION 26 T20S, R21E
3425' FNL, 500' FEL**

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other ADD TO APD
	<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: Reports 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.)*

- NOTE: (1) THE SURFACE CASING HAS BEEN CHANGED TO 24.6# 8 5/8", SETTING 150'. CASING LENGTHS 30' EACH.
- (2) THE PRODUCTION CASING WILL BE 10.5 LBS 4 1/2"
- (3) CHANGE OF ADDRESS AS SHOWN ABOVE.

RECEIVED

JUL 11 1993

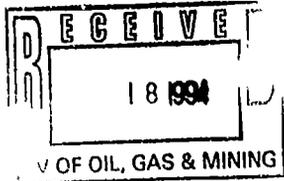
DIVISION OF
GAS & MINING

14 I hereby certify that the foregoing is true and correct

Signed *Dean Christ* Title **PRESIDENT** Date **9 JUL 93**

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____
Conditions of approval if any



Moab District
P. O. Box 970
Moab, Utah 84532

11/21/94
cc. RJ
Jare
my file

3162
(U-16759)
(UT-065)

Petro-X Corporation
3994 South 300 West, Suite 51
Salt Lake City, Utah 84107

NOV 16 1994

DOGm
LA date
11/23/94

Re: Rescinding Application for Permit to Drill
Well No. CCCo 26-6
NESE Sec. 26, T. 20 S., R. 21 E.
Grand County, Utah
Lease U-16759

43-019-3133 8

Gentlemen:

The Application for Permit to Drill the referenced well was approved on July 9, 1993.

Applications for permit to drill are effective for a period of one year. In view of the foregoing, this office is rescinding the approval of the referenced application.

Should you intend to drill at this location at a future date, a new application for permit to drill must be submitted.

If you have any questions, please contact Verlene Butts, Branch of Fluid Minerals at (801) 259-6111.

Sincerely,

/S/ WILLIAM C. STRINGER

Associate District Manager

Enclosure

Application for Permit to Drill (19pp)

cc: UT-068, Grand Resource Area (wo/Enclosure)
State of Utah
Division of Oil, Gas, and Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203 (wo/Enclosure) ✓

VButts:vb:11/9/94