

UTAH OIL AND GAS CONSERVATION COMMISSION

REMARKS: WELL LOG ELECTRIC LOGS FILE **X** WATER SANDS LOCATION INSPECTED SUB. REPORT/abd.

* Amended footages

DATE FILED **2-19-91**
 LAND: FEE & PATENTED STATE LEASE NO. PUBLIC LEASE NO. **UTU-01193** INDIAN

DRILLING APPROVED: **2-25-91**
 SPUDDED IN:

COMPLETED: **6-25-92 LA** PUT TO PRODUCING:
 INITIAL PRODUCTION:

GRAVITY A.P.I.
 GOR:

PRODUCING ZONES:
 TOTAL DEPTH:

WELL ELEVATION:
 DATE ABANDONED: **LA'D Per oper eff 6-25-92**

FIELD: **NATURAL BUTTES**
 UNIT: **NATURAL BUTTES**

COUNTY: **UINTAH**
 WELL NO. **CIGE 111D-13-9-21** API NO. **43-047-31954**

LOCATION **393' FSL** FT. FROM (N) (S) LINE, **1939' FWL** FT. FROM (E) (W) LINE. **SE SW** 1/4 - 1/4 SEC. **13**
354 **1933**

| TWP. | RGE. | SEC. | OPERATOR | TWP. | RGE. | SEC. | OPERATOR |
|------|------|------|----------|-----------|------------|-----------|------------------------------|
| | | | | 9S | 21E | 13 | COASTAL OIL & GAS |

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED
SUBMITTER'S INSTRUCTIONS
(Other instructions on reverse side)

Form approved.
Budget Bureau No. 1004-0136
Expires August 31, 1985

FEB 19 1991

LEASE DESIGNATION AND SERIAL NO.

UTU-01193

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK
 DRILL DEEPEN OIL GAS & MINING PLUG BACK

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

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

Not Applicable

7. UNIT AGREEMENT NAME

Not Applicable

8. FARM OR LEASE NAME

CIGE

9. WELL NO.

111D-13-9-21

10. FIELD AND POOL, OR WILDCAT

Natural Buttes b30

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

Section 13, T9S, R21E

12. COUNTY OR PARISH 13. STATE

Uintah Utah

2. NAME OF OPERATOR
Coastal Oil & Gas Corporation

3. ADDRESS OF OPERATOR
P. O. Box 749, Denver, Colorado 80201-0749

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*
 At surface
 393' FSL, 1939' FWL (SE 1/4 SW 1/4) 13-9S-21E
 At proposed prod. zone
 Same As Above

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
 Approximately Eleven (11) Miles Southeast of Ouray, Utah

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any) 393'

16. NO. OF ACRES IN LEASE
1920

17. NO. OF ACRES ASSIGNED TO THIS WELL
80

18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 2300'±

19. PROPOSED DEPTH
6275' WSTC

20. ROTARY OR CABLE TOOLS
Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)
4834' GR

22. APPROX. DATE WORK WILL START*
June 1, 1991

23. (ALL NEW) PROPOSED CASING AND CEMENTING PROGRAM

| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT |
|--------------|----------------|-----------------|---------------|---------------------------|
| 12-1/4" | 8-5/8" K-55 | 24.0# | 0- 250' | 180 sx Circ. to Surface * |
| 7-7/8" | 5-1/2" K-55 | 17.0# | 0-6275' | 545 sx Circ. to Surface * |

* Cement volumes may change due to hole size.
Calculate from Caliper log.

EIGHT-POINT RESOURCE PROTECTION PLAN ATTACHED.

I hereby certify that Coastal Oil & Gas Corporation is authorized by the proper Lease Interest Owners to conduct lease operations associated with this Application for Permit to Drill the CIGE #111D-13-9-21, Federal Lease # UTU-01193. Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by Coastal Oil & Gas Corporation, Nationwide Bond # CO-0018, who will be responsible for compliance with all the terms and conditions of that portion of the lease associated with this Application.

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

24. SIGNED Charles E. Mowry TITLE District Drilling Manager DATE Feb. 12, 1991
 Charles E. Mowry

(This space for Federal or State office use)
 API PERMIT NO. 43-047-31954

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

APPROVAL DATE

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

DATE: 2-25-91
 BY: JM Matthews
 WELL SPACING: 615-2-3

*See Instructions On Reverse Side

COASTAL OIL & GAS CORP.

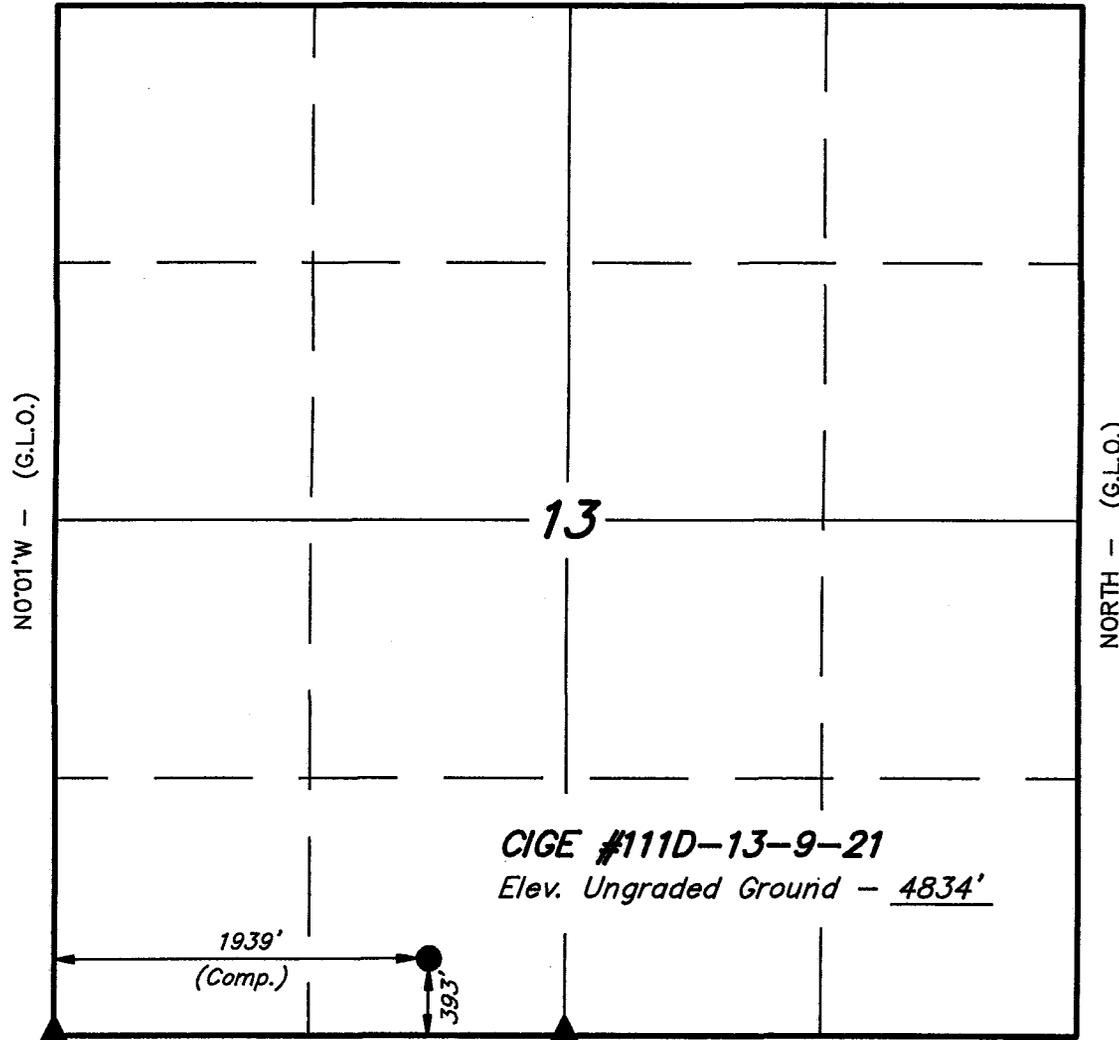
T9S, R21E, S.L.B.&M.

Well location, CIGE 111D-13-9-21, located as shown in the SE 1/4 SW 1/4 of Section 13, T9S, R21E, S.L.B.&M. Uintah County, Utah.

S89°59'W - 79.98 (G.L.O.)

BASIS OF ELEVATION

SPOT ELEVATION AT THE SW CORNER OF SECTION 13, T9S, R21E, S.L.B.&M. TAKEN FROM THE OURAY SE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4825 FEET.



CIGE #111D-13-9-21
Elev. Ungraded Ground - 4834'

1939'
(Comp.)
393'

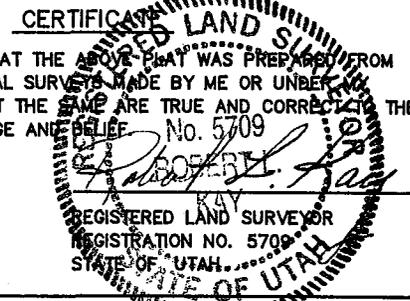
Set Stone S89°58'W - G.L.O. (Basis of Bearings)
5/8" Rebar 2645.91' - (Measured)
Uintah County
Cap

Set Stone S89°58'W - (G.L.O.)
5/8" Rebar
Uintah County
Cap

NOTE:

WELL BEARS N78°29'39"E
1978.18' FROM THE SW
CORNER OF SECTION 13.

▲ = SECTION CORNERS LOCATED.



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.

REVISED: 12-18-90

UINTAH ENGINEERING & LAND SURVEYING
P. O. BOX 1758 - 85 SOUTH - 200 EAST
VERNAL, UTAH - 84078

| | |
|---------------------------|---------------------------------|
| SCALE 1" = 1000' | DATE 9-5-90 |
| PARTY G.S. J.F. T.D.H. | REFERENCES G.L.O. PLAT |
| WEATHER WARM | FILE COASTAL OIL & GAS CORP. |

COASTAL OIL & GAS CORPORATION
Lease #UTU-01193, CIGE #111D-13-9-21
SE $\frac{1}{4}$ SW $\frac{1}{4}$, Section 13, T9S, R21E
Uintah County, Utah

Drilling Prognosis

1. Estimated Tops of Important Geologic Markers:

| | | | |
|-------------|---------|-------------|-------|
| Uinta | Surface | Wasatch | 4955' |
| Green River | 1331' | Total Depth | 6275' |

2. Estimated Depths of Anticipated Water, Oil, Gas or Mineral Formations:

Wasatch 4955' Gas (Primary Objective)

If any shallow water zones are encountered, they will be adequately protected and reported; none anticipated. All potentially productive hydrocarbon zones will be cemented off.

3. Pressure Control Equipment: (Schematic Attached)

A. Type: 11" Double Gate Hydraulic.

The Blow-Out Preventer will be equipped as follows:

1. One (1) blind ram (above).
2. One (1) pipe ram (below).
3. Kill line (2-inch minimum).
4. One (1) kill line valve (2-inch minimum).
5. One (1) choke line valve.
6. Two (2) adjustable chokes.
7. Upper kelly cock valve with handle available.
8. Safety valve & subs to fit all drill strings in use.
9. 2-inch (minimum) choke line.
10. Pressure gauge on choke manifold.

B. Pressure Rating: 2,000 psi

C. Testing Procedure:

At a minimum, the BOP, choke manifold, and related equipment will be pressure tested to the approved working pressure of the BOP stack (if isolated from the surface casing by a test plug) or to 70% of the internal yield strength of the surface casing (if the BOP is not isolated from the casing by a test plug). Pressure will be maintained for a period of at least ten (10) minutes or until the requirements of the test are met, whichever is longer.

3. Pressure Control Equipment:

C. Testing Procedure: Continued

At a minimum, the above pressure test will be performed:

1. When the BOP is initially installed;
2. Whenever any seal subject to test pressure is broken;
3. Following related repairs; and
4. At thirty (30) day intervals.

In addition to the above, the pipe and blind rams will be activated each trip, but not more than once each day.

All BOP drills and tests will be recorded in the IADC driller's log.

D. Choke Manifold Equipment:

All choke lines will be straight lines unless turns use tee blocks or are targeted with running tees, and will be anchored to prevent whip and vibration.

E. Accumulator:

The accumulator will have sufficient capacity to close all BOP's and retain 200 psi above precharge. Nitrogen bottles which meet the manufacturer's specifications will be used as the backup to the required independent power source. The accumulator precharge pressure test will be conducted prior to connecting the closing unit to the BOP stack and at least once every six (6) months thereafter. The accumulator pressure will be corrected if the measured precharge pressure is found to be above or below the maximum or minimum limits specified in Onshore Operating Order #2.

F. Special Drilling Operations:

In addition to the equipment already specified in Items A through E, above, the following equipment will be in place and operational during air/gas drilling:

1. Properly lubricated and maintained rotating head.
2. Spark arresters on engines or water cooled exhaust.
3. Bloopie line discharge 100 feet from well bore and securely anchored.

3. Pressure Control Equipment:

F. Special Drilling Operations: Continued

4. Straight run on blooie line.
5. Deduster equipment (not required for aerated water system).
6. All cuttings and circulating medium(s) shall be directed into a reserve or blooie pit.
7. Float valve above bit.
8. Automatic igniter or continuous pilot light on the blooie line (not required for aerated water system).
9. Compressors located in the opposite direction from the blooie line and at a minimum of 100 feet from the well bore.
10. Mud circulating equipment, water, and mud materials (does not have to be pre-mixed) sufficient to maintain the capacity of the hole and circulating tanks or pits.

G. Miscellaneous Information:

The Blow-Out Preventer and related pressure control equipment will be installed, tested and maintained in compliance with the specifications in and requirements of Onshore Operating Order #2.

The choke manifold and BOP extension rods with hand wheels will be located outside the rig sub-structure. The hydraulic BOP closing unit will be located at least twenty-five (25) feet from the well head but readily accessible to the driller.

Exact locations and configurations of the hydraulic BOP closing unit will depend upon the particular rig contracted to drill this hole.

A flare line will be installed after the choke manifold, extending 100 feet (minimum) from the center of the drill hole to a separate flare pit.

4. The Proposed Casing and Cementing Program: (All New)

A. Casing Program

| <u>Hole Size</u> | <u>Casing Size</u> | <u>Wt./Ft.</u> | <u>Grade</u> | <u>Joint</u> | <u>Depth Set</u> |
|------------------|--------------------|----------------|--------------|--------------|------------------|
| 12-1/4" | 8-5/8" | 24.0# | K-55 | ST&C | 0- 250' |

4. The Proposed Casing and Cementing Program:

A. Casing Program - Continued

| <u>Hole Size</u> | <u>Casing Size</u> | <u>Wt./Ft.</u> | <u>Grade</u> | <u>Joint</u> | <u>Depth Set</u> |
|------------------|--------------------|----------------|--------------|--------------|------------------|
| 7-7/8" | 5-1/2" | 17.0# | K-55 | LT&C | 0-6275' |

Casing string(s) will be pressure tested to 0.22 psi per foot, or 1500 psi (not to exceed 70% of the internal yield strength of the casing), whichever is greater, after cementing and prior to drilling out from under the casing shoe.

B. Cementing Program

Surface Casing : Cement with approximately 180 sx Class "G" cement + additives, circulated to surface with 100% excess.

Production Casing : Lead with approximately 350 sx Halliburton Silica "Lite" cement with 4% Gel, 4% CaCl₂, 0.3 % Halad-413 and 2.0#/sx Granulite TR; tail with approximately 195 sx Class "G" cement + additives. Cement will be circulated back to surface with 30% excess.

Actual cement volumes to be required will be determined from the caliper log.

All waiting on cement (WOC) times will be adequate to achieve a minimum of 500 psi compressive strength at the casing shoe prior to drilling out.

5. Mud Program: (Visual Monitoring)

| <u>Interval</u> | <u>Type</u> | <u>Weight</u> | <u>Viscosity</u> | <u>Fluid Loss</u> |
|-----------------|------------------|---------------|------------------|-------------------|
| 0-6275' | Aerated Water | ----- | ----- | ----- |

Sufficient quantities of mud materials will be maintained or readily accessible for the purpose of assuring well control during the course of drilling operations.

6. Evaluation Program:

Logs : DIL-Caliper : 6275' - Surface
FDC-CNL : 6275' - 1500'

DST's : None anticipated.

Cores : None anticipated.

The proposed evaluation program may change at the discretion of the wellsite geologist, with prior approval from the Authorized Officer, Bureau of Land Management.

Stimulation : No stimulation or frac treatment has been formulated for this test at this time. The drill site, as approved, will be of sufficient size to accommodate all completion activities.

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 Book Cliffs Resource Area Office not later than thirty (30) days after the completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164.

Two (2) 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, fluids, and/or gases) will be submitted when requested by the Authorized Officer, Book Cliffs Resource Area Office, Bureau of Land Management, 170 South 500 East, Vernal, Utah 84078, Phone: (801) 789-1362.

7. Abnormal Conditions:

No abnormal temperatures or pressures are anticipated. No H₂S has been encountered in or known to exist from previous wells drilled to similar depths in the general area. Maximum anticipated bottom hole pressure equals approximately 2,918 psi (calculated at 0.465 psi/foot) and maximum anticipated surface pressure equals approximately 1,537 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. Anticipated Starting Dates and Notification of Operations:

A. Drilling Activity

Anticipated Commencement Date : May 1, 1991
Drilling Days : Approximately 10 Days
Completion Days : Approximately 7 days

B. Notification of Operations

The Book Cliffs Resource Area Office, Bureau of Land Management will be notified at least twenty-four (24) hours PRIOR to the commencement of the following activities:

1. Spudding of the well. This oral report will be followed up with a Sundry Notice (Form 3160-5);
2. initiating pressure tests of the blow-out preventer and related equipment;
3. running casing and cementing of ALL casing strings.

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in suspended status without prior approval of the Authorized Officer. If operations are to be suspended, prior approval of the Authorized Officer will be obtained and notification given before resumption of operations.

In accordance with Onshore Operating Order #1, this well will be reported on MMS Form 3160-6, "Monthly Report of Operations", starting with 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 the Royalty Management Program, Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217.

Immediate Report: spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the provisions of NTL-3A or its current revision.

8. Anticipated Starting Dates and Notification of Operations:

B. Notification of Operations - Continued

If a replacement rig is contemplated for completion operations, a "Sundry Notice" (Form 3160-5) to that effect will be filed for prior approval of the Authorized Officer, and all conditions of this approved plan will be applicable during all operations conducted with the replacement rig.

Should the well be successfully completed for production, the Authorized Officer will be notified when the well is placed in a producing status. Such notification will be sent by telegram or other written communication no later than five (5) business days following the date on which the well is placed on production.

Pursuant to NTL-2B, with the approval of the Authorized Officer, produced water may be temporarily disposed of into the reserve pit for a period of up to ninety (90) days. During this period so authorized, an application for approval of the permanent disposal method, along with the required water analysis and other information, must be submitted to the Authorized Officer.

Pursuant to NTL-4A, lessees and operators are authorized to vent/flare gas during initial well evaluation tests, not exceeding a period of thirty (30) days or the production of fifty (50) MCF of gas, whichever occurs first. An application must be filed with the Authorized Officer, and approval received, for any venting/flaring of gas beyond the initial thirty (30) day or otherwise authorized test period.

A schematic facilities diagram as required by 43 CFR 3162.7-2, 3162.7-3, and 3162.7-4 shall be submitted to the Vernal District Office within thirty (30) days of installation or first production, whichever occurs first. All site security regulations as specified in 43 CFR 3162.7 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-4.

A first production conference will be scheduled within fifteen (15) days after receipt of the first production notice.

8. Anticipated Starting Dates and Notification of Operations:

B. Notification of Operations - Continued

No well abandonment operations will be commenced without the prior approval of the Authorized Officer. In the case of newly-drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the Authorized Officer.

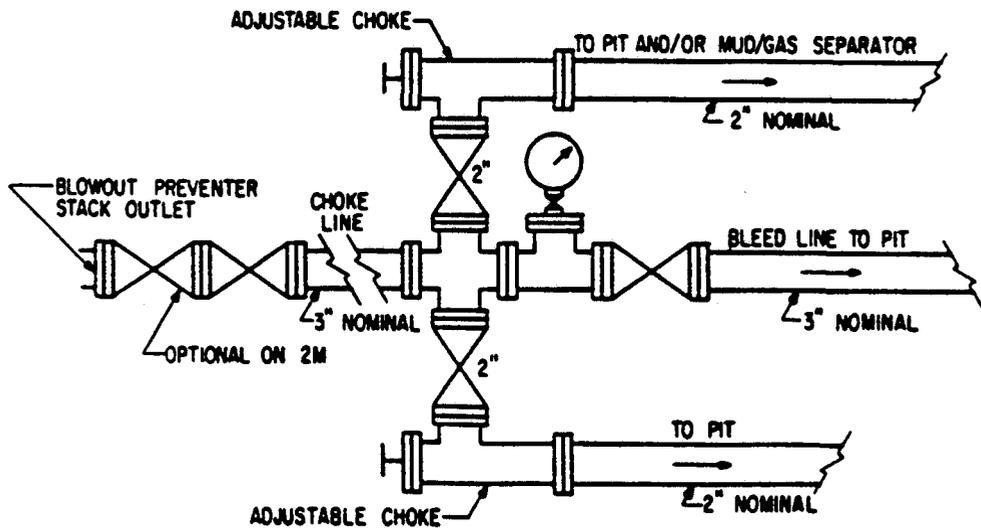
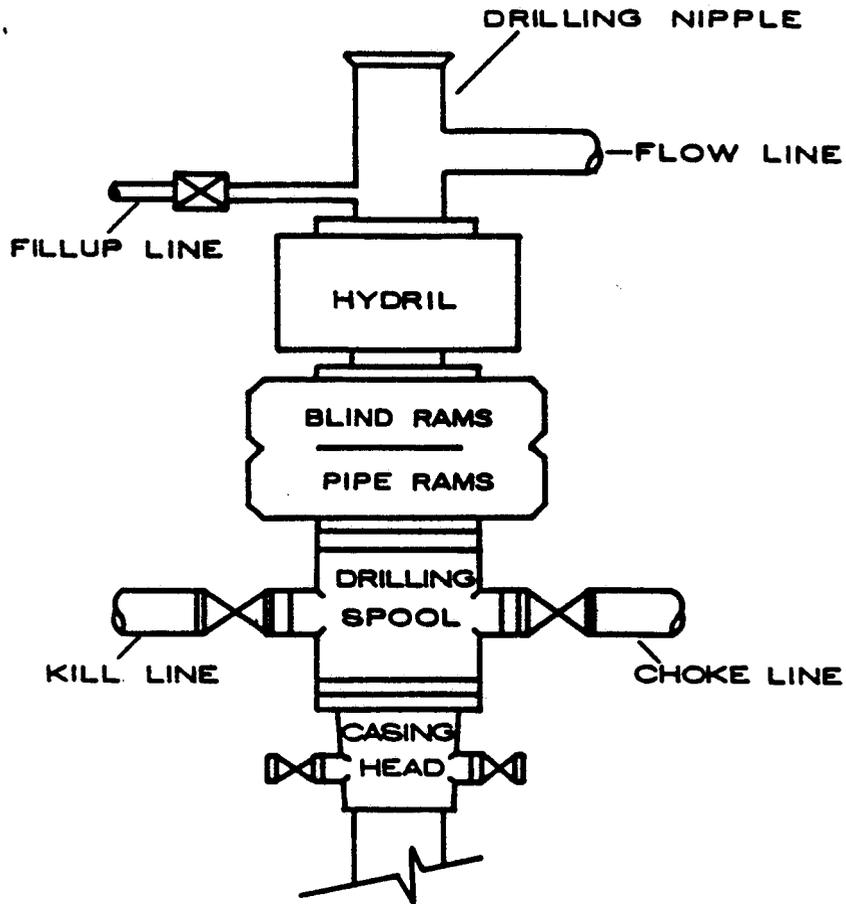
A "Notice of Intention to Abandon" (Form 3160-5) will be filed with the Authorized Officer within fifteen (15) days following the granting of oral approval to plug and abandon.

Upon completion of approved plugging, a regulation marker will be erected in accordance with 43 CFR 3162.6. The following information will be permanently placed on the marker with a plate, cap, or beaded-on with a welding torch: "Fed" or "Ind", as applicable; Company Name, Well Name and Number, Location by Quarter/Quarter, Section, Township, Range, and Federal or Indian Lease Number.

A "Subsequent Report of Abandonment" (Form 3160-5) will be submitted within thirty (30) days following the actual plugging of the well bore. This report will indicate where plugs were placed and the current status of surface restoration operations. If surface restoration has not been completed at that time, a follow-up report on Form 3160-5 will be filed when all surface restoration work has been completed and the location is considered ready for final inspection. Final abandonment will not be approved until the surface reclamation work required by the approved Application for Permit to Drill has been completed to the satisfaction of the Authorized Officer or his representative, or the appropriate Surface Management Agency.

Pursuant to Onshore Operating Order #1, lessees and operators have the responsibility to see that their exploration, development, production, and construction operations are conducted in such a manner which conforms with applicable Federal laws and regulations and with State and local laws and regulations to the extent that such State and local laws are applicable to operations on Federal and Indian lands.

BOP STACK



COASTAL OIL & GAS CORPORATION
Lease #UTU-01193, CIGE #111D-13-9-21
SE $\frac{1}{4}$ SW $\frac{1}{4}$, Section 13, T9S, R21E
Uintah County, Utah

Multi-Point Surface Use and Operations Plan

1. Existing Roads: Refer to Maps "A" & "B" (shown in ORANGE)

- A. The proposed well site is staked and four 200-foot reference stakes are present.
- B. To reach the location from the town of Vernal, Utah; proceed generally southwest approximately 14.0 miles on U.S. Highway 40 (a paved U.S. highway), thence generally south approximately 10.0 miles on Utah Highway 88 (a paved state highway) to the town of Ouray, thence generally south approximately 6.9 miles on the Seep Ridge Road (an existing, upgraded Uintah County road), thence generally east approximately 5.0 miles on an existing, upgraded oilfield road (crowned & ditched with a gravel surface), thence generally northeast approximately 5.5 miles on the Mountain Fuel Pipeline Road (an existing, upgraded oilfield road - crowned & ditched with a gravel surface), thence generally north/northwest approximately 0.4 miles on an existing, upgraded oilfield road (crowned & ditched with a gravel surface), thence generally west approximately 0.5 miles on an existing, bladed oilfield road (partially reclaimed access to a recently abandoned well location), thence generally south/southwest approximately 0.5 miles to the proposed CIGE #111D-13-9-21 well location.
- C. Access roads - refer to Maps "A" and "B".
- D. Access roads within a one-mile radius - refer to Map "B".
- E. The existing gravel roads will be maintained in the same or better condition as existed prior to the commencement of operations and said maintenance will continue until final abandonment and reclamation of the CIGE #111D-13-9-21 well location.

2. Planned Access Roads: Refer to Map "B" (Shown in GREEN)

Approximately 0.5 miles of partially reclaimed access road will require upgrading and approximately 0.5 miles of new road construction will be required for access to the proposed CIGE #111D-13-9-21 well location.

- A. Width - maximum 30-foot overall right-of-way with an 18-foot road running surface, crowned & ditched.

2. Planned Access Roads: Continued

- B. Construction standard - the access road will be constructed in accordance with Bureau of Land Management Rooding Guidelines established for oil and gas exploration and development activities as referenced in the BLM/USFS publication: Surface Operating Standards for Oil and Gas Exploration and Development, Third Edition.

The road will be constructed to meet the standards of the anticipated traffic flow and all-weather requirements. Construction will include ditching, draining, graveling, crowning, and capping the roadbed as necessary to provide a well constructed and safe road.

Prior to construction/upgrading, the roadway shall be cleared of any snow cover and allowed to dry completely.

Traveling off of the thirty (30) foot right-of-way will not be allowed.

Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or the accumulation of debris in the drainage crossing nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at a frequent intervals by means of cutouts.

Upgrading shall not be allowed during muddy conditions.

Should mud holes develop, they shall be filled in and detours around them avoided.

- C. Maximum grade - 7%.
- D. Turnouts - turnouts will be constructed along the access route as necessary or required to allow for the safe passage of traffic. None anticipated at this time.
- E. Drainage design - the access road will be crowned, ditched, and water turnouts installed as necessary to provide for proper drainage along the access road route.
- F. Culverts, cuts and fills - no culverts will be required. There are no major cuts and/or fills on/along the proposed access road route.

2. Planned Access Roads: Continued

- G. Surface materials - any construction materials which may be required for surfacing of the access road will be purchased from a local contractor having a permitted source of materials in the area, if required by the Authorized Officer, Bureau of Indian Affairs. None anticipated at this time.
- H. Gates, cattleguards or fence cuts - none required.
- I. Road maintenance - during both the drilling and production phase of operations, the road surface and shoulders will be kept in a safe and useable condition and will be maintained in accordance with the original construction standards. All drainage ditches and culverts will be kept clear and free-flowing, and will also be maintained in accordance with the original construction standards. The access road right-of-way will be kept free of trash during operations.
- J. The proposed access road has been centerline flagged.

3. Location of Existing Wells Within a One-Mile Radius:

Please Refer to Map "C"

- A. Water wells - none known.
- B. Abandoned wells - NW $\frac{1}{4}$ SE $\frac{1}{4}$, Section 13, T9S, R21E.
SE $\frac{1}{4}$ SE $\frac{1}{4}$, Section 14, T9S, R21E.
- C. Temporarily abandoned wells - none known.
- D. Disposal wells - none known.
- E. Drilling wells - none known.
- F. Producing wells - NW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 13, T9S, R21E.
SE $\frac{1}{4}$ SE $\frac{1}{4}$, Section 23, T9S, R21E.
SW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 24, T9S, R21E.
NW $\frac{1}{4}$ SE $\frac{1}{4}$, Section 24, T9S, R21E.
C SE $\frac{1}{4}$, Section 24, T9S, R21E.
SW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 18, T9S, R22E.
- G. Shut-in wells - none known.
- H. Injection wells - none known.
- I. Monitoring wells - none known.

4. Location of Existing and/or Proposed Facilities Owned by Coastal Oil & Gas Corporation Within a One-Mile Radius:

A. Existing

- 1. Tank batteries - NW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 13, T9S, R21E.
SE $\frac{1}{4}$ SE $\frac{1}{4}$, Section 23, T9S, R21E.
C SE $\frac{1}{4}$, Section 24, T9S, R21E.

4. Location of Existing and/or Proposed Facilities Owned by Coastal Oil & Gas Corporation Within a One-Mile Radius:

A. Existing - Continued

1. Tank batteries - SW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 18, T9S, R22E.
2. Production facilities - same as Item #4A1, above.
3. Oil gathering lines - none.
4. Gas gathering lines - same as Item #4A1, above.

B. New Facilities Contemplated

1. All production facilities will be located on the disturbed portion of the well pad and at a minimum of twenty-five (25) feet from the toe of the back-slope or top of the fill slope.
2. The production facilities (consisting primarily of a christmas tree at the well head, dehydration unit, and emergency pit) will require an area approximately 300' X 135'. A diagram showing the proposed production facility layout will be submitted to the Authorized Officer via "Sundry Notice" (Form 3160-5) for approval of subsequent installation operations.
3. Production facilities will be accommodated on the existing well pad. Construction materials required for installation of the production facilities will be obtained from the site; any additional materials required will be purchased from a local supplier having a permitted (private) source of materials within the area.

A dike will be constructed completely around those production facilities which contain fluids (i.e. production tanks, produced water tanks and/or heater/treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank, and be independent of the back cut.

4. All permanent (on-site for six months or longer) above-the-ground structures constructed or installed including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Five (5) State Rocky Mountain Interagency Committee.

All production facilities will be painted within six (6) months of installation.

4. Location of Existing and/or Proposed Facilities Owned by Coastal Oil & Gas Corporation Within a One-Mile Radius:

B. New Facilities Contemplated - Continued

4. Facilities required to comply with Occupational Health and Safety Act Rules and Regulations will be excluded from this painting requirement.

The required paint color is Carlsbad Canyon, Munsell standard color number 2.5Y 6/2.

- C. The production (emergency) pit will be fenced with woven wire mesh topped with one (1) strand of barbed wire held in place with metal side posts and wooden corner "H" braces in order to protect livestock and wildlife. Please refer to Item #9E (page #'s 8 & 9) for additional information on the fencing specifications.
- D. During drilling and subsequent operations, all equipment and vehicles will be confined to the access road right-of-way and any additional areas as specified in the approved Application for Permit to Drill.
- E. Reclamation of disturbed areas no longer needed for operations will be accomplished by grading, leveling and seeding as recommended by the Bureau of Indian Affairs.

5. Location and Type of Water Supply:

- A. Fresh water for drilling will be obtained from an existing water well and reservoir: Uintah #1, owned by Target Trucking, Inc. and located in the SE $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 16, Township 10 South, Range 21 East, Uintah County, Utah; permit #49-991 (A57530).
- B. Water will be transported over existing roads via tank truck from the point of diversion to the proposed CIGE #111D-13-9-21 well location. No new construction will be required on/along the proposed water haul route.

Access roads which cross off-lease Tribal lands on/along the proposed water haul route will be authorized under a separate Right-of-Way Grant/Special Use Permit to be obtained from the Uintah and Ouray Ute Indian Tribes and/or the Bureau of Indian Affairs prior to commencement of operations, if required.

5. Location and Type of Water Supply: Continued

C. No water well will be drilled on this location.

6. Source of Construction Materials:

- A. Construction materials needed for surfacing of the well pad will be obtained from a local contractor having a permitted (private) source of materials in the area. Refer to Item #2G (page #3) regarding any construction materials which may be required on the access road.
- B. No construction materials will be taken from Federal and/or Indian lands without prior approval from the appropriate Surface Management Agency.
- C. If production is established, any additional construction materials needed for surfacing the access road and installation of production facilities will be purchased from a local supplier having a permitted (private) source of materials in the area.
- D. No new access roads for construction materials will be required.

7. Methods of Handling Waste Materials:

- A. Cuttings - the cuttings will be deposited in the reserve/blooiie pit.
- B. Drilling fluids - including salts and chemicals will be contained in the reserve/blooiie pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be removed and disposed of at an approved waste disposal facility within ninety (90) days after termination of drilling and completion activities.

In the event adverse weather conditions prevent removal of the fluids from the reserve pit within this time period, an extension may be granted by the Authorized Officer upon receipt of a written request from Coastal Oil & Gas Corporation.

The reserve pit will be constructed so as not to leak, break, or allow discharge.

- C. Produced fluids - liquid hydrocarbons produced during completion operations will be placed in test tanks on the location. Produced waste water will be confined to a lined pit (reserve pit) or storage tank for a period not to exceed ninety (90) days after initial production.

7. Methods of Handling Waste Materials: Continued

- C. Produced fluids - during the ninety (90) day period, in accordance with NTL-2B, an application for approval of a permanent disposal method and location, along with the required water analysis, shall be submitted for the Authorized Officer's approval. Failure to file an application within the time frame allowed will be considered an incidence of noncompliance.

Any spills of oil, gas, salt water or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

- D. Sewage - self-contained, chemical toilets will be provided by Rocket Sanitation for human waste disposal. Upon completion of operations, or as needed, the toilet holding tanks will be pumped and the contents thereof disposed of in the nearest, approved, sewage disposal facility.
- E. Garbage and other waste material - garbage, trash and other waste materials will be collected in a portable, self-contained and fully-enclosed trash cage during drilling and completion operations. Upon completion of operations (or as needed) the accumulated trash will be disposed of at an authorized sanitary landfill. No trash will be burned on location or placed in the reserve pit.
- F. Immediately after removal of the drilling rig, all debris and other waste materials not contained in the trash cage will be cleaned up and removed from the well location. No adverse materials will be left on the location. Any open pits will be fenced during the drilling operation and the fencing will be maintained until such time as the pits are backfilled.
- G. The reserve and/or production pit will be constructed on the existing location and will not be located in natural drainages where a flood hazard exists or surface runoff will destroy or damage the pit walls. All pits will be constructed so as not to leak, break, or allow the discharge of liquids therefrom.

8. Ancillary Facilities:

None anticipated.

9. Wellsite Layout:

- A. Figure #1 shows the drill site layout as staked. Cross sections have been drafted to visualize the planned cuts and fills across the location. On the average, a minimum of twelve (12) inches of topsoil will be stripped from the location (including areas of cut, fill, and/or subsoil storage) and stockpiled for future reclamation of the well site. Refer to Figure #1 for the location of the topsoil and subsoil stockpiles.
- B. Figure #1 is a diagram showing the rig layout. No permanent living facilities are planned. There will be one (1) trailer on location during drilling operations for the toolpusher.
- C. A diagram showing the proposed production facility layout will be submitted to the Authorized Officer via Sundry Notice (Form 3160-5) for approval of subsequent operations. Refer to Item #4B2 (page #4) for additional information in this regard.
- D. The reserve pit will be lined with either native clay, commercial bentonite, or plastic sufficient to prevent seepage (12 mil). If a plastic-nylon reinforced liner is used, it will be torn and perforated after the pit dries and before backfilling of the reserve pit.

This requirement may be waived by the Bureau of Indian Affairs upon receipt of additional information from Coastal Oil & Gas Corporation concerning location of fresh water aquifers and potential flow rates, chemical analyses of waters from these aquifers, and information concerning both the mechanics and nature of the air mist drilling system including any additives used therein.

A flare/blooiie pit will be constructed adjacent to the location, southwest of and separate from the reserve pit, and at a minimum of thirty (30) feet from the reserve pit fence and one hundred (100) feet from the rig substructure (Refer to Figure #1 for the location of the flare/blooiie pit).

- E. Prior to the commencement of drilling operations, the reserve pit will be fenced "sheep tight" on three (3) sides according to the following minimum standards:
 1. 30-inch net wire shall be used with at least one (1) strand of barbed wire on top of the net wire.

9. Wellsite Layout: Continued

E. Prior to the commencement of drilling operations, the reserve pit will be fenced "sheep tight" on three (3) sides according to the following minimum standards:

1. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence).
2. The net wire shall be no more than two (2) inches above the ground. The barbed wire shall be three (3) inches above the net wire. Total height of the fence shall be at least 42 inches.
3. Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
4. Standard steel, wood, or pipe posts shall be used between the corner braces. maximum distance between any two (2) posts shall be no greater than sixteen (16) feet.
5. All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.

The fourth side of the reserve pit will be fenced immediately upon removal of the drilling rig and the fencing will be maintained until the pit is backfilled.

F. Any hydrocarbons on the pit will be removed from the pit as soon as possible after drilling operations are completed.

10. Plans for Reclamation of the Surface:

The Ute Tribe will be contacted prior to commencement of any reclamation operations.

A. Production

1. Immediately upon well completion, the well location and surrounding area(s) will be cleared of all debris, materials, trash and junk not required for production.

10. Plans for Reclamation of the Surface:

A. Production - Continued

2. Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with 43 CFR 3162.7-1.
3. If a plastic or nylon reinforced pit liner is used, it shall be torn and perforated before backfilling of the reserve pit.
4. Before any dirt work to restore the location takes place, the reserve pit will be completely dry and all cans, barrels, pipe, etc. will be removed.

Other waste and spoil materials will be disposed of immediately upon completion of drilling and workover activities.

5. The reserve pit and that portion of the location and access road not needed for production facilities/operations will be reclaimed within ninety (90) days from the date of well completion, weather permitting.
6. For production, the fill slopes will be reduced from a 1.5:1 slope to a 4:1 slope and the cut slopes will be reduced from a 1.5:1 slope to a 4:1 slope by pushing the fill material back up into the cut.
7. Upon completion of backfilling, leveling and re-contouring, the stockpiled topsoil will be evenly spread over the reclaimed area(s). Prior to re-seeding, all disturbed surfaces (including the access road and location) will be scarified and left with a rough surface. No depressions will be left that would trap water and form ponds. All disturbed surfaces (including the access road and well pad areas) will be reseeded with a seed mixture to be recommended by the Bureau of Indian Affairs.

Seed will be drilled on the contour to an approximate depth of one-half (1/2) inch. All seeding will be conducted after September 15 and prior to ground frost. If the seeding is unsuccessful, Coastal Oil & Gas Corporation may be required to make subsequent seedings.

10. Plans for Reclamation of the Surface: Continued

B. Dry Hole/Abandoned Location

1. On lands administered by the Bureau of Indian Affairs, abandoned well sites, roads, or other disturbed areas will be restored to near their original condition. This procedure will include:
 - (a) re-establishing irrigation systems where applicable,
 - (b) re-establishing soil conditions in irrigated fields in such a way as to ensure cultivation and harvesting of crops and,
 - (c) ensuring revegetation of the disturbed areas to the specifications of the Uintah & Ouray Indian Tribes or the Bureau of Indian Affairs at the time of abandonment.
2. All disturbed surfaces will be recontoured to the approximate natural contours with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. Reseeding operations will be performed in the fall following completion of reclamation operations. Please refer to Item #10A7 (page #10) for additional information regarding the reseeding operation.

11. Surface Ownership:

The well site and proposed access road are situated on surface lands owned by the Uintah and Ouray Ute Indian Tribes and administered in trust by:

Bureau of Indian Affairs
Uintah & Ouray Agency
P.O. Box 130
Fort Duchesne, Utah 84026
Phone: (801) 722-2406

12. Other Information:

- A. General Description of the Project Area: The proposed drill site is located within the Natural Buttes Unit in an area of northeastern Utah.

12. Other Information:

A. General Description of the Project Area: Continued

More specifically, the proposed drillsite is situated in an area of moderately eroded uplands located between the White River to the east, the Green River to the northwest, Sand Wash to the southwest, and both Cottonwood Wash and Willow Creek to the west.

This area is classified as a "High Plains Steppe" (Cold Desert) and is characterized by gently to moderately undulated uplands dissected by numerous dendritically-patterned, ephemeral drainages of both the Green and White Rivers. Generally, local flora consists of native grasses such as salt grass, galleta grass, needle-and-thread grass, Indian ricegrass; and woody species such as shadscale, horsebrush, black sagebrush, fringe sagebrush, big sagebrush, rabbitbrush, and greasewood along the dry drainages. Local fauna consists of mule deer, antelope, coyotes, rabbits, raptors, and various smaller vertebrate and invertebrate species.

There are no known threatened or endangered species that will be affected by implementation of operations on the proposed CIGE #111D-13-9-21 well location.

B. Surface Use Activities: The primary surface use is for grazing.

C. Proximity of Water, Occupied Dwellings, Archaeological, Historical or Cultural Sites:

1. The closest source of permanent water is the White River, located approximately 1.5 miles to the northeast.
2. The closest occupied dwellings are located in the town of Ouray, approximately 11.0 miles to northwest.
3. A cultural resource clearance will be conducted before any construction activities begin on the proposed CIGE #111D-13-9-21 well location. If, during operations, any archaeological or historical sites, or any object(s) of antiquity (subject to the Antiquities Act of June 8, 1906) are discovered, all operations which would affect such sites are to be suspended and the discovery reported promptly to the Bureau of Indian Affairs.

12. Other Information:

C. Proximity of Water, Occupied Dwellings, Archaeological, Historical or Cultural Sites: Continued

3. Coastal Oil & Gas Corporation will be 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, Coastal Oil & Gas Corporation will suspend all operations that might further disturb such materials and immediately contact the Authorized Officer.

Within five (5) working days the Authorized Officer will inform Coastal Oil & Gas Corporation as to:

- whether the materials appear eligible for the National Register of Historic Places;
- 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 time frame 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 Coastal Oil & Gas Corporation 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, Coastal Oil & Gas Corporation will be responsible for mitigation costs.

12. Other Information:

C. Proximity of Water, Occupied Dwellings, Archaeological, Historical or Cultural Sites: Continued

3. 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, Coastal Oil & Gas Corporation will then be allowed to resume construction.

D. Additional Stipulations for Operations on Lands Administered by the Bureau of Indian Affairs:

1. If the surface rights are owned by the Ute Indian Tribe and mineral rights are owned by another entity, an approved right-of-way will be obtained from the Bureau of Indian Affairs before the operator begins any construction activities. If the surface is owned by another entity and the mineral rights are owned by the Ute Indian Tribe, rights-of-way will be obtained from the other entity.
2. All roads constructed by oil and gas operators on the Uintah & Ouray Indian Reservation will have appropriate signs. Signs will be neat and of sound construction. They will state:
 - (a) that the land is owned by the Uintah & Ouray Indian tribes,
 - (b) the name of the Operator,
 - (c) that firearms are prohibited by all non-Tribal members,
 - (d) that permits must be obtained from the Bureau of Indian Affairs before cutting firewood or other timber products, and
 - (e) only authorized personnel are permitted to use said road.

12. Other Information:

D. Additional Stipulations for Operations on Lands
Administered by the Bureau of Indian Affairs: Continued

3. All well site locations on the Uintah & Ouray Indian Reservation will have an appropriate sign indicating the name of the Operator, the lease serial number, the well name and number, the survey description of the well (either footages or the quarter-quarter section, section, township, and range).
4. Coastal Oil & Gas Corporation shall contact the Bureau of Land Management and the Bureau of Indian Affairs between 24 and 48 hours prior to commencement of construction activities. BLM: (801) 789-1362; BIA: (801) 722-2406.
5. The BLM and BIA offices shall be notified upon site completion and prior to moving drilling tools onto the location.
6. Coastal Oil & Gas Corporation will control noxious weeds along rights-of-way for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds may be obtained from the Bureau of Indian Affairs, or the Uintah County Extension Office. On lands administered by the Bureau of Indian Affairs, it is required that a "Pesticide Use Proposal" shall be submitted, and approval obtained, prior to the application of herbicides or other pesticides or possible hazardous chemicals for the control of noxious weeds.

13. Lessee's or Operator's Representative and Certification:

Representative

Coastal Oil & Gas Corporation
Randy L. Bartley, Operations Manager
P.O. Box 749
Denver, Colorado 80201-0749
Phone: (303) 572-1121

13. Lessee's or Operator's Representative and Certification:

Representative - Continued

Heitzman Drill-Site Services*
Dale Heitzman and/or Robert M. Anderson
P.O. Drawer 3579
Casper, Wyoming 82602
Phone: (307) 266-4840

* Contact for any additional information which may be required for approval of this Application for Permit to Drill.

Certification:

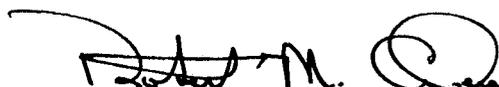
All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil & Gas Orders, the approved plan of operations, and any applicable Notice to Lessees.

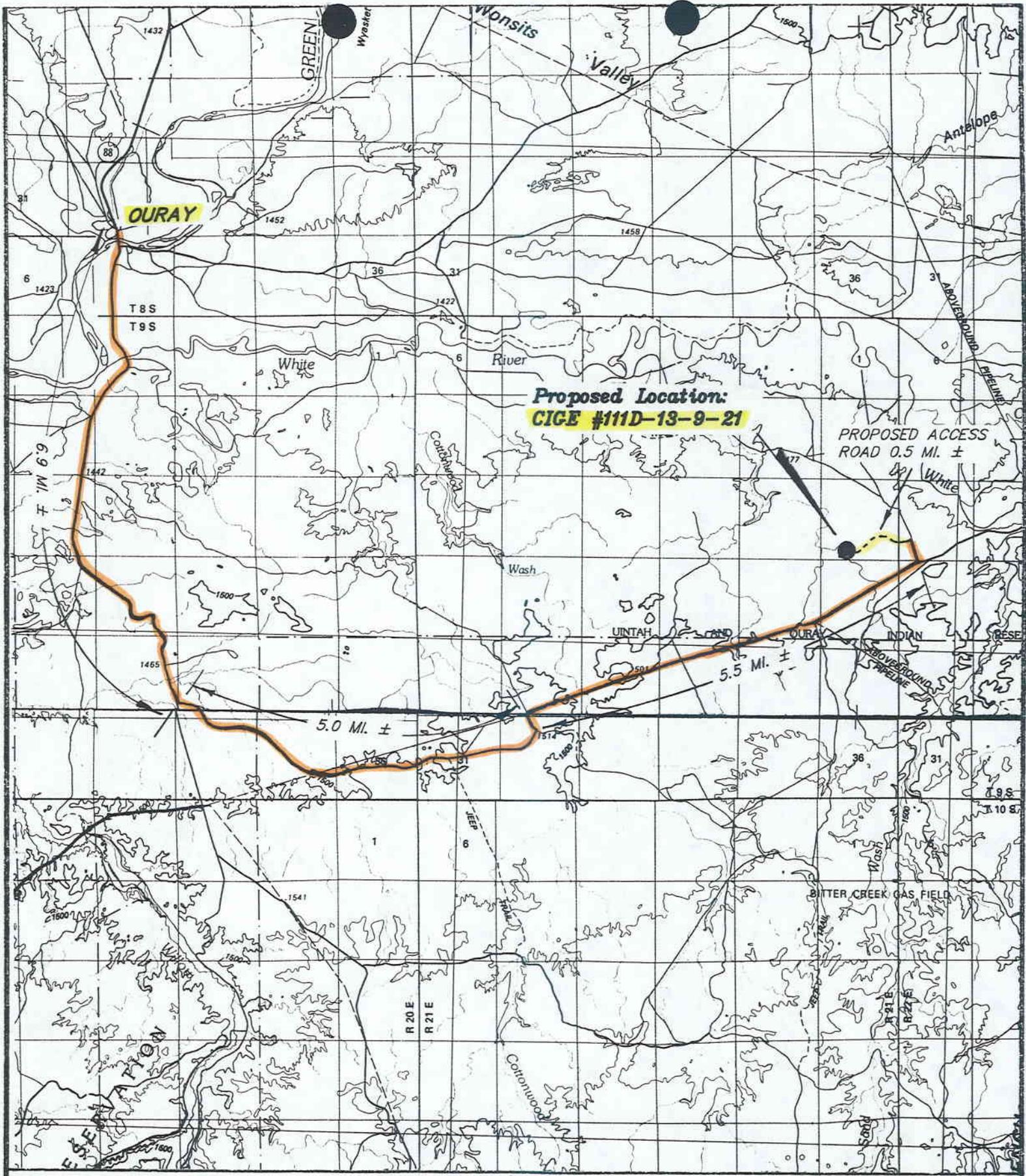
Coastal Oil & Gas Corporation will be fully responsible for the actions of their subcontractors.

A complete copy of the approved Application for Permit to Drill will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

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

4 February 1991
Date


Robert M. Anderson/Authorized Agent



TOPOGRAPHIC
MAP "A"

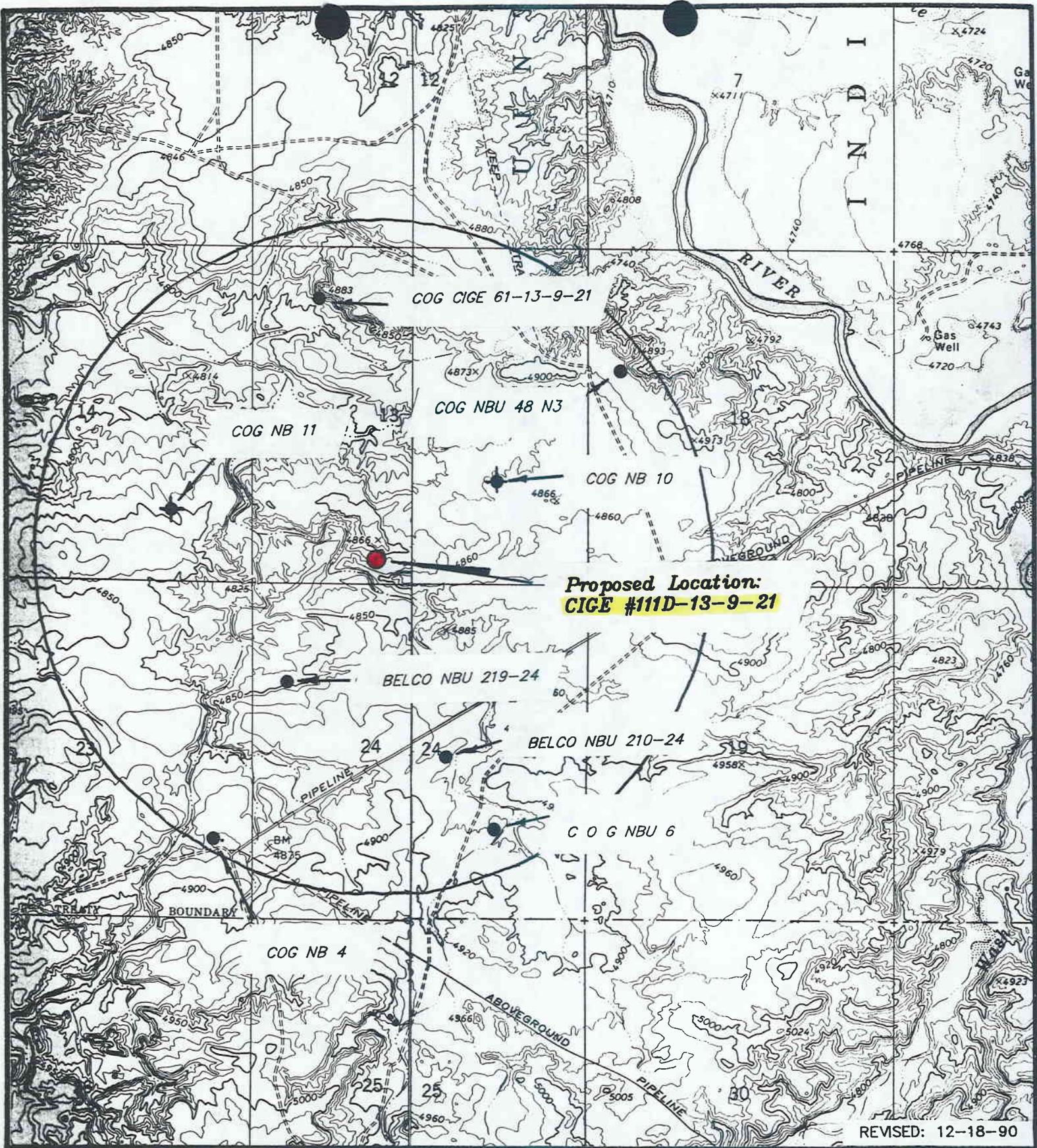
DATE 9-5-90



COASTAL OIL & GAS CORP.

CIGE #111D-13-9-21
SECTION 13, T9S, R21E, S.L.B.&M.

REVISED: 12-18-90



**Proposed Location:
CIGE #111D-13-9-21**

REVISED: 12-18-90

LEGEND:

- ⊙ = Water Wells
- ◆ = Abandoned Wells
- = Temporarily Abandoned Wells
- ⊘ = Disposal Wells
- = Drilling Wells
- = Producing Wells
- ◆ = Shut-in Wells



COASTAL OIL & GAS CORP.

CIGE #111D-13-9-21
SECTION 13, T9S, R21E, S.L.B.&M.

T O P O M A P " C "

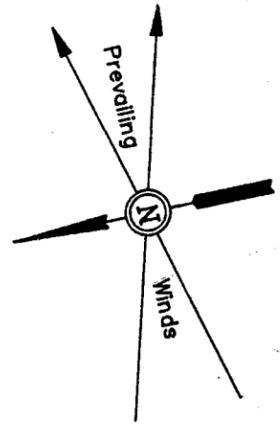
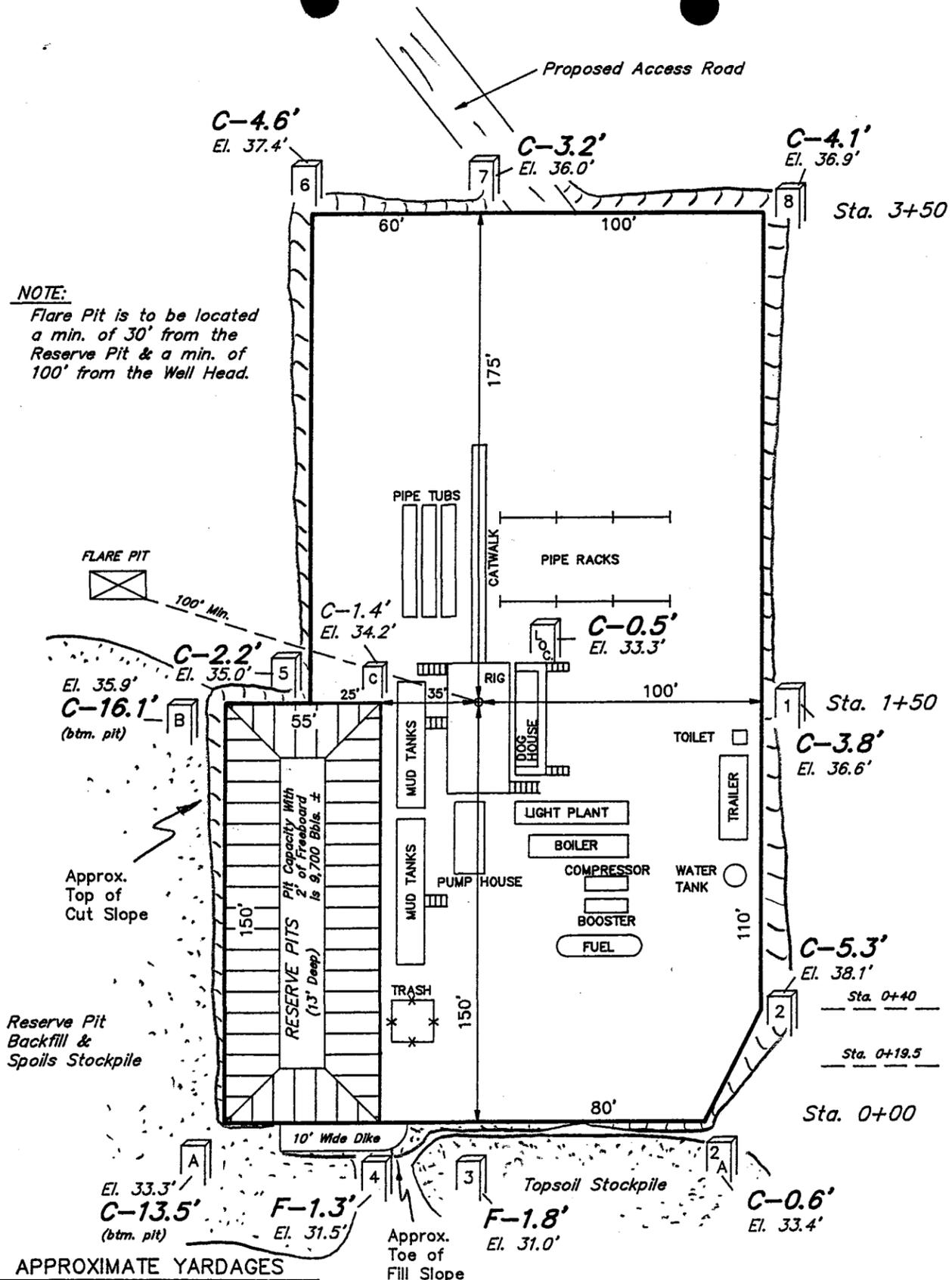
DATE: 9-25-90

COASTAL OIL & GAS CORP.

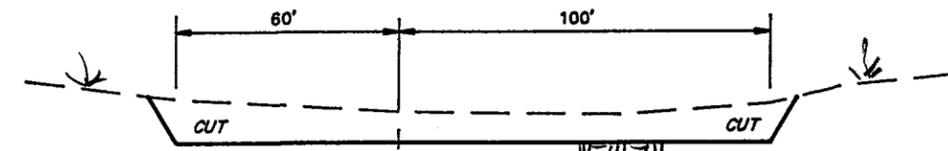
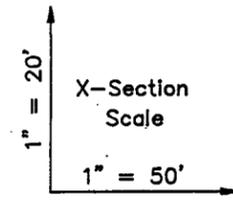
LOCATION LAYOUT FOR
CIGE #111D-13-9-21
SECTION 13, T9S, R21E, S.L.B.&M.

NOTE:

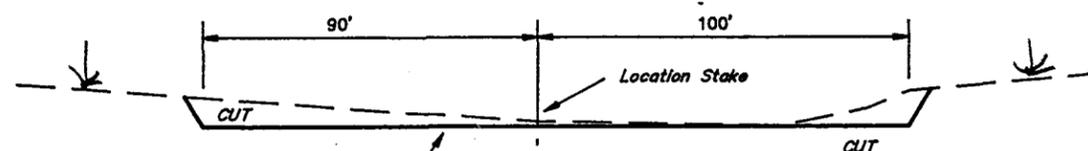
Flare Pit is to be located a min. of 30' from the Reserve Pit & a min. of 100' from the Well Head.



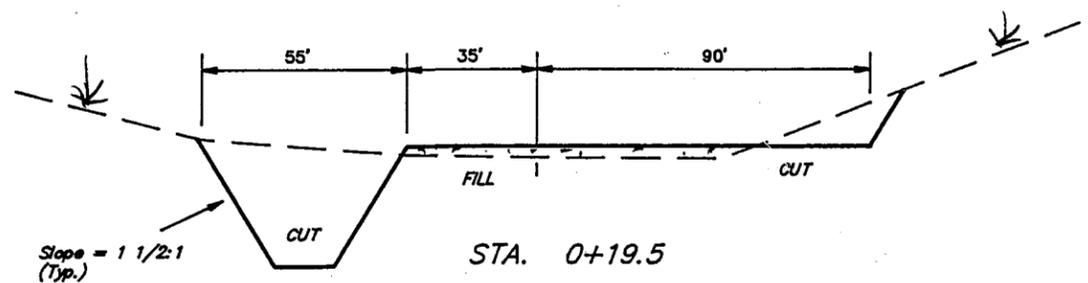
SCALE: 1" = 50'
DATE: 12-18-90
Drawn By: T.D.H.
Revised: 2-15-91



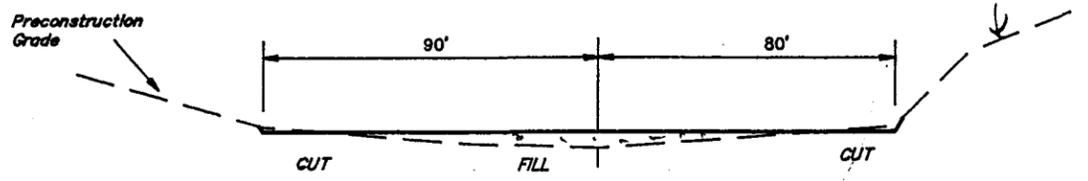
STA. 3+25



STA. 1+50



STA. 0+19.5



STA. 0+00

TYP. LOCATION LAYOUT
TYP. CROSS SECTIONS

APPROXIMATE YARDAGES

| | | | |
|-----------------------------|------------------------|---|------------------|
| CUT (12") Topsoil Stripping | = 2,090 Cu. Yds. | EXCESS MATERIAL AFTER 5% COMPACTION | = 5,540 Cu. Yds. |
| Remaining Location | = 4,370 Cu. Yds. | Topsoil & Pit Backfill (1/2 Pit Vol.) | = 3,290 Cu. Yds. |
| TOTAL CUT | = 6,460 CU.YDS. | EXCESS UNBALANCE (After Rehabilitation) | = 2,250 Cu. Yds. |
| FILL | = 870 CU.YDS. | | |

NOTES:

Elev. Ungraded Ground At Loc. Stake = **4833.3'**
FINISHED GRADE ELEV. AT LOC. STAKE = **4832.8'**

FIGURE #1

OPERATOR Coastal Oil & Gas Corp 1-0030 DATE 11-7-91

WELL NAME CTGE 1110-13-9-01

SEC SESW 13 T 9S R 01E COUNTY Utah

43-047-31954
API NUMBER

Natural (1)
TYPE OF LEASE

CHECK OFF:

PLAT.

BOND

NEAREST WELL

LEASE

FIELD SLBM

POTASH OR OIL SHALE

PROCESSING COMMENTS:

Included in 1991 P.O.D. approved 10-20-90.

Water permit 49-991 (A57530) of target ducking
Oil shale area

APPROVAL LETTER:

SPACING:

R615-2-3

Natural Butter
UNIT

R615-3-2

N/A
CAUSE NO. & DATE

R615-3-3

STIPULATIONS:

1- Oil shale stipulation



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Norman H. Bangertter
Governor
Dee C. Hansen
Executive Director
Dianne R. Nielson, Ph.D.
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340

February 25, 1991

Coastal Oil & Gas Corporation
P. O. Box 749
Denver, Colorado 80201-0749

Gentlemen:

Re: CIGE 111D-13-9-21 Well, 393 feet from the South line and 1939 feet from the West line, SE SW, Section 13, Township 9 South, Range 21 East, Uintah County, Utah

Approval to drill the referenced well is hereby granted in accordance with Utah Code Ann. Section 40-6-18, et seq. (1953, as amended), and Utah Admin. R.615-2-3, subject to the following stipulation:

1. Special attention is directed to compliance with Utah Admin. R.615-3-31, which prescribes drilling procedures for designated oil shale areas.

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

1. Spudding notification within 24 hours after drilling operations commence.
2. Submittal of Entity Action Form 6, within five working days following spudding and whenever a change in operations or interests necessitates an entity status change.
3. Submittal of the Report of Water Encountered During Drilling, Form 7.
4. Prompt notification in the event it is necessary to plug and abandon the well. Notify R. J. Firth, Associate Director, (Office) (801) 538-5340, (Home) 571-6068, or J. L. Thompson, Inspector Supervisor, (Home) 298-9318.
5. Compliance with the requirements of Utah Admin. R.615-3-20, Gas Flaring or Venting.

Page 2
Coastal Oil & Gas Corporation
CIGE 111D-13-9-21
February 25, 1991

6. Prior to commencement of the proposed drilling operations, plans for facilities for disposal of sanitary wastes at the drill site shall be submitted to the local health department. These drilling operations and any subsequent well operations must be conducted in accordance with applicable state and local health department regulations. A list of local health departments and copies of applicable regulations are available from the Division of Environmental Health, Bureau of Drinking Water/Sanitation, telephone (801) 538-6159.
7. This approval shall expire one (1) year after date of issuance unless substantial and continuous operation is underway or an application for an extension is made prior to the approval expiration date.

The API number assigned to this well is 43-047-31954.

Sincerely,



R. J. Firth
Associate Director, Oil & Gas

tas
Enclosures
cc: Bureau of Land Management
J. L. Thompson
we14/1-2

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

5. LEASE DESIGNATION AND SERIAL NO.
UTU-01193

6. IF INDIAN, ALLOTTEE OR TRIBE NAME
Not Applicable

7. UNIT AGREEMENT NAME
Natural Buttes

8. FARM OR LEASE NAME
CIGE

9. WELL NO.
111D-13-9-21

10. FIELD AND POOL, OR WILDCAT
Natural Buttes 630

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA
Section 13, T9S, R21E

12. COUNTY OR PARISH
Uintah

13. STATE
Utah

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
Coastal Oil & Gas Corporation

3. ADDRESS OF OPERATOR
P.O. Box 749; Denver, Colorado 80201-0749

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*)
At surface
354' FSL, 1933' FWL (SE 1/4 SW 1/4) 13-9S-21E
At proposed prod. zone
Same as Above

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
Approximately Eleven (11) Miles Southeast of Ouray, Utah

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any)
354'

16. NO. OF ACRES IN LEASE
1,920

17. NO. OF ACRES ASSIGNED TO THIS WELL
80

18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.
2,300' ±

19. PROPOSED DEPTH
6,275' *WSTC*

20. ROTARY OR CABLE TOOLS
Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)
4,833' GR

22. APPROX. DATE WORK WILL START*
June 1, 1991

23. PROPOSED CASING AND CEMENTING PROGRAM (All New)

| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT |
|--------------|----------------|-----------------|---------------|-------------------------------|
| 12-1/4" | 8-5/8" K-55 | 24.0# | 0- 250' | 180 sx Circulated to Surface* |
| 7-7/8" | 5-1/2" K-55 | 17.0# | 0-6,275' | 545 sx Circulated to Surface* |

RECEIVED
MAR 06 1991

* Cement volumes may change due to hole size. Calculate from caliper log.

EIGHT-POINT RESOURCE PROTECTION PLAN ATTACHED.

DIVISION OF
OIL, GAS & MINING

I hereby certify that Coastal Oil & Gas Corporation is authorized by the proper Lease Interest Owners to conduct lease operations associated with this Application for Permit to Drill the CIGE #111D-13-9-21, Federal Lease #UTU-01193. Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by Coastal Oil & Gas Corporation, Nationwide Bond #CO-0018, who will be responsible for compliance with all the terms and conditions of that portion of the lease associated with this Application.

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

24. SIGNED Charles E. Mowley TITLE District Drilling Manager DATE March 1, 1991
Charles E. Mowley

(This space for Federal or State office use)

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

APPROVAL DATE 3-11-91

DATE: 3-11-91

BY: [Signature]

WELL SPACING: 25-2-3

APPROVED BY _____ TITLE _____

CONDITIONS OF APPROVAL, IF ANY:
*Approval was 0-05-91 Amended
APD only API # 43-047-31954*

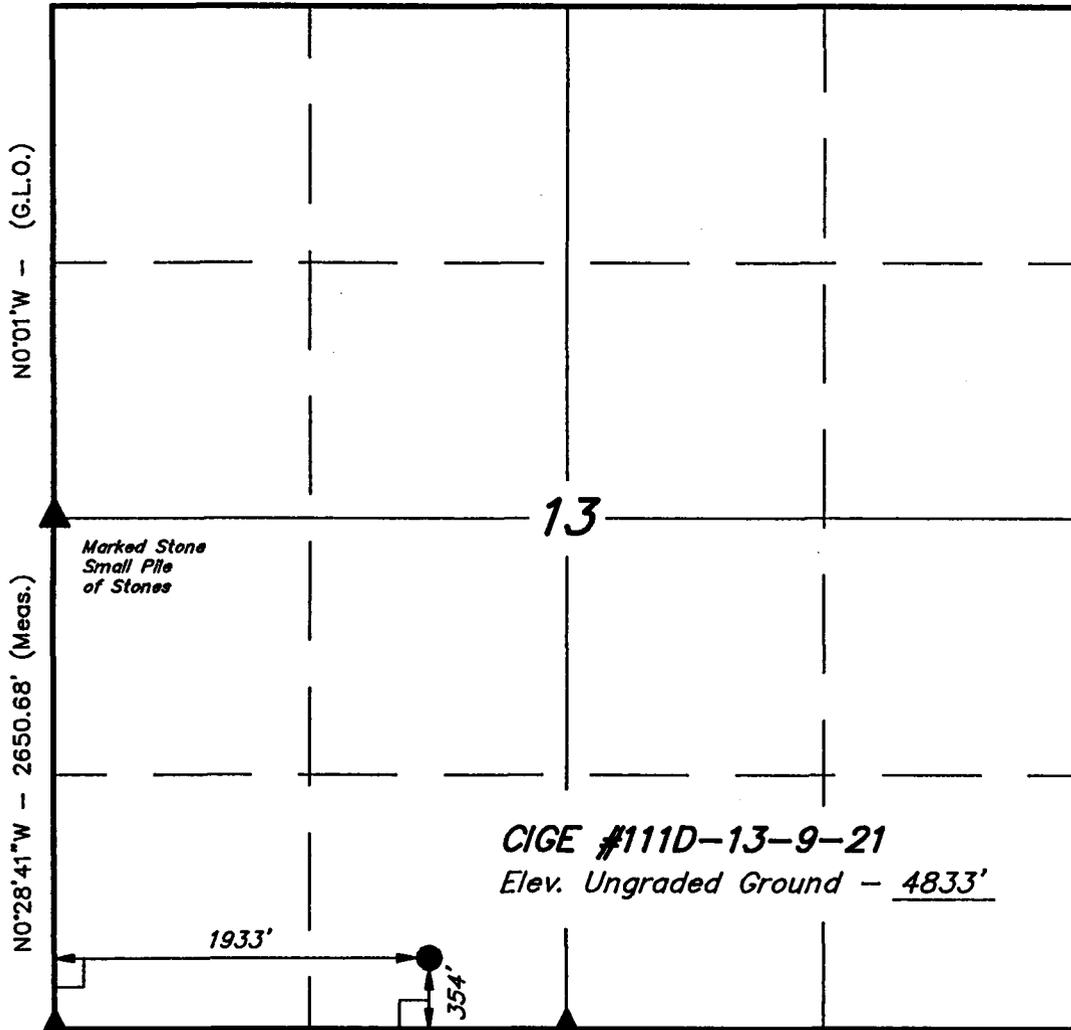
*See Instructions On Reverse Side

COASTAL OIL & GAS CORP.

T9S, R21E, S.L.B.&M.

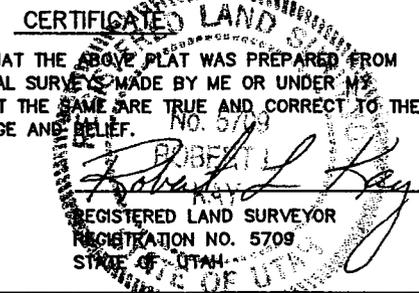
Well location, CIGE 111D-13-9-21, located as shown in the SE 1/4 SW 1/4 of Section 13, T9S, R21E, S.L.B.&M. Uintah County, Utah.

S89°59'W - 79.98 (G.L.O.)



BASIS OF ELEVATION

SPOT ELEVATION AT THE SW CORNER OF SECTION 13, T9S, R21E, S.L.B.&M. TAKEN FROM THE OURAY SE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4825 FEET.



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.

REGISTERED LAND SURVEYOR
REGISTRATION NO. 5709
STATE OF UTAH

REVISED: 2-15-91
REVISED: 12-18-90

UINTAH ENGINEERING & LAND SURVEYING
P. O. BOX 1758 - 85 SOUTH - 200 EAST
VERNAL, UTAH - 84078

| | |
|---------------------------|---------------------------------|
| SCALE 1" = 1000' | DATE 9-5-90 |
| PARTY G.S. J.F. T.D.H. | REFERENCES G.L.O. PLAT |
| WEATHER WARM | FILE COASTAL OIL & GAS CORP. |

Set Stone 5/8" Rebar Uintah County Cap S89°58'W - G.L.O. (Basis of Bearings) 2645.91' - (Measured)

Set Stone 5/8" Rebar Uintah County Cap S89°58'W - (G.L.O.)

▲ = SECTION CORNERS LOCATED.

COASTAL OIL & GAS CORPORATION
Lease #UTU-01193, CIGE #111D-13-9-21
SE $\frac{1}{4}$ SW $\frac{1}{4}$, Section 13, T9S, R21E
Uintah County, Utah

Multi-Point Surface Use and Operations Plan

1. Existing Roads: Refer to Maps "A" & "B" (shown in ORANGE)

- A. The proposed well site is staked and four 200-foot reference stakes are present.
- B. To reach the location from the town of Vernal, Utah; proceed generally southwest approximately 14.0 miles on U.S. Highway 40 (a paved U.S. highway), thence generally south approximately 10.0 miles on Utah Highway 88 (a paved state highway) to the town of Ouray, thence generally south approximately 6.9 miles on the Seep Ridge Road (an existing, upgraded Uintah County road), thence generally east approximately 5.0 miles on an existing, upgraded oilfield road (crowned & ditched with a gravel surface), thence generally northeast approximately 5.5 miles on the Mountain Fuel Pipeline Road (an existing, upgraded oilfield road - crowned & ditched with a gravel surface), thence generally north/northwest approximately 0.4 miles on an existing, upgraded oilfield road (crowned & ditched with a gravel surface), thence generally west approximately 0.5 miles on an existing, bladed oilfield road (partially reclaimed access to a recently abandoned well location), thence generally south/southwest approximately 0.5 miles to the proposed CIGE #111D-13-9-21 well location.
- C. Access roads - refer to Maps "A" and "B".
- D. Access roads within a one-mile radius - refer to Map "B".
- E. The existing gravel roads will be maintained in the same or better condition as existed prior to the commencement of operations and said maintenance will continue until final abandonment and reclamation of the CIGE #111D-13-9-21 well location.

2. Planned Access Roads: Refer to Map "B" (Shown in GREEN)

Approximately 0.5 miles of partially reclaimed access road will require upgrading and approximately 0.5 miles of new road construction will be required for access to the proposed CIGE #111D-13-9-21 well location.

- A. Width - maximum 30-foot overall right-of-way with an 18-foot road running surface, crowned & ditched.

2. Planned Access Roads: Continued

- B. Construction standard - the access road will be constructed in accordance with Bureau of Land Management Rooding Guidelines established for oil and gas exploration and development activities as referenced in the BLM/USFS publication: Surface Operating Standards for Oil and Gas Exploration and Development, Third Edition.

The road will be constructed to meet the standards of the anticipated traffic flow and all-weather requirements. Construction will include ditching, draining, graveling, crowning, and capping the roadbed as necessary to provide a well constructed and safe road.

Prior to construction/upgrading, the roadway shall be cleared of any snow cover and allowed to dry completely.

Traveling off of the thirty (30) foot right-of-way will not be allowed.

Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or the accumulation of debris in the drainage crossing nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at a frequent intervals by means of cutouts.

Upgrading shall not be allowed during muddy conditions.

Should mud holes develop, they shall be filled in and detours around them avoided.

- C. Maximum grade - 7%.
D. Turnouts - turnouts will be constructed along the access route as necessary or required to allow for the safe passage of traffic. None anticipated at this time.
E. Drainage design - the access road will be crowned, ditched, and water turnouts installed as necessary to provide for proper drainage along the access road route.
F. Culverts, cuts and fills - no culverts will be required. There are no major cuts and/or fills on/along the proposed access road route.

2. Planned Access Roads: Continued

- G. Surface materials - any construction materials which may be required for surfacing of the access road will be purchased from a local contractor having a permitted source of materials in the area, if required by the Authorized Officer, Bureau of Indian Affairs. None anticipated at this time.
- H. Gates, cattleguards or fence cuts - one (1) cattleguard will be required in the fence to be erected around the well location.
- I. Road maintenance - during both the drilling and production phase of operations, the road surface and shoulders will be kept in a safe and useable condition and will be maintained in accordance with the original construction standards. All drainage ditches and culverts will be kept clear and free-flowing, and will also be maintained in accordance with the original construction standards. The access road right-of-way will be kept free of trash during operations.
- J. The proposed access road has been centerline flagged.

3. Location of Existing Wells Within a One-Mile Radius:

Please Refer to Map "C"

- A. Water wells - none known.
- B. Abandoned wells - NW $\frac{1}{4}$ SE $\frac{1}{4}$, Section 13, T9S, R21E.
SE $\frac{1}{4}$ SE $\frac{1}{4}$, Section 14, T9S, R21E.
- C. Temporarily abandoned wells - none known.
- D. Disposal wells - none known.
- E. Drilling wells - none known.
- F. Producing wells - NW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 13, T9S, R21E.
SE $\frac{1}{4}$ SE $\frac{1}{4}$, Section 23, T9S, R21E.
SW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 24, T9S, R21E.
NW $\frac{1}{4}$ SE $\frac{1}{4}$, Section 24, T9S, R21E.
C SE $\frac{1}{4}$, Section 24, T9S, R21E.
SW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 18, T9S, R22E.
- G. Shut-in wells - none known.
- H. Injection wells - none known.
- I. Monitoring wells - none known.

4. Location of Existing and/or Proposed Facilities Owned by Coastal Oil & Gas Corporation Within a One-Mile Radius:

A. Existing

- 1. Tank batteries - NW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 13, T9S, R21E.

4. Location of Existing and/or Proposed Facilities Owned by Coastal Oil & Gas Corporation Within a One-Mile Radius:

A. Existing - Continued

1. Tank batteries - SE $\frac{1}{4}$ SE $\frac{1}{2}$, Section 23, T9S, R21E.
C SE $\frac{1}{4}$, Section 24, T9S, R21E.
SW $\frac{1}{4}$ NW $\frac{1}{4}$, Section 18, T9S, R22E.
2. Production facilities - same as Item #4A1, above.
3. Oil gathering lines - none.
4. Gas gathering lines - same as Item #4A1, above.

B. New Facilities Contemplated

1. All production facilities will be located on the disturbed portion of the well pad and at a minimum of twenty-five (25) feet from the toe of the back-slope or top of the fill slope.
2. The production facilities (consisting primarily of a christmas tree at the well head, dehydration unit, and emergency pit) will require an area approximately 300' X 135'. A diagram showing the proposed production facility layout will be submitted to the Authorized Officer via "Sundry Notice" (Form 3160-5) for approval of subsequent installation operations.
3. Production facilities will be accommodated on the existing well pad. Construction materials required for installation of the production facilities will be obtained from the site; any additional materials required will be purchased from a local supplier having a permitted (private) source of materials within the area.

A dike will be constructed completely around those production facilities which contain fluids (i.e. production tanks, produced water tanks and/or heater/treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank, and be independent of the back cut.

4. All permanent (on-site for six months or longer) above-the-ground structures constructed or installed including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Five (5) State Rocky Mountain Interagency Committee.

4. Location of Existing and/or Proposed Facilities Owned by Coastal Oil & Gas Corporation Within a One-Mile Radius:

B. New Facilities Contemplated - Continued

4. All production facilities will be painted within six (6) months of installation. Facilities required to comply with Occupational Health and Safety Act Rules and Regulations will be excluded from this painting requirement.

The required paint color is Carlsbad Canyon, Munsell standard color number 2.5Y 6/2.

- C. The entire location will be fenced with 39" woven wire mesh topped with one (1) strand of barbed wire held in place with metal side posts and wooden corner "H" braces in order to protect livestock and wildlife. Please refer to Item #9E (page #'s 8 & 9) for additional information on the fencing specifications.
- D. During drilling and subsequent operations, all equipment and vehicles will be confined to the access road right-of-way and any additional areas as specified in the approved Application for Permit to Drill.
- E. Reclamation of disturbed areas no longer needed for operations will be accomplished by grading, leveling and seeding as recommended by the Bureau of Indian Affairs.

5. Location and Type of Water Supply:

- A. Fresh water for drilling will be obtained from an existing water well and reservoir: Uintah #1, owned by Target Trucking, Inc. and located in the SE $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 16, Township 10 South, Range 21 East, Uintah County, Utah; permit #49-991 (A57530).
- B. Water will be transported over existing roads via tank truck from the point of diversion to the proposed CIGE #111D-13-9-21 well location. No new construction will be required on/along the proposed water haul route.

Access roads which cross off-lease Tribal lands on/along the proposed water haul route will be authorized under a separate Right-of-Way Grant/Special Use Permit to be obtained from the Uintah and Ouray Ute Indian Tribes and/or the Bureau of Indian Affairs prior to commencement of operations, if required.

5. Location and Type of Water Supply: Continued

C. No water well will be drilled on this location.

6. Source of Construction Materials:

- A. Construction materials needed for surfacing of the well pad will be obtained from a local contractor having a permitted (private) source of materials in the area. Refer to Item #2G (page #3) regarding any construction materials which may be required on the access road.
- B. No construction materials will be taken from Federal and/or Indian lands without prior approval from the appropriate Surface Management Agency.
- C. If production is established, any additional construction materials needed for surfacing the access road and installation of production facilities will be purchased from a local supplier having a permitted (private) source of materials in the area.
- D. No new access roads for construction materials will be required.

7. Methods of Handling Waste Materials:

- A. Cuttings - the cuttings will be deposited in the reserve/bloolie pit.
- B. Drilling fluids - including salts and chemicals will be contained in the reserve/bloolie pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be removed and disposed of at an approved waste disposal facility within ninety (90) days after termination of drilling and completion activities.

In the event adverse weather conditions prevent removal of the fluids from the reserve pit within this time period, an extension may be granted by the Authorized Officer upon receipt of a written request from Coastal Oil & Gas Corporation.

The reserve pit will be constructed so as not to leak, break, or allow discharge.

- C. Produced fluids - liquid hydrocarbons produced during completion operations will be placed in test tanks on the location. Produced waste water will be confined to a lined pit (reserve pit) or storage tank for a period not to exceed ninety (90) days after initial production.

7. Methods of Handling Waste Materials: Continued

- C. Produced fluids - during the ninety (90) day period, in accordance with NTL-2B, an application for approval of a permanent disposal method and location, along with the required water analysis, shall be submitted for the Authorized Officer's approval. Failure to file an application within the time frame allowed will be considered an incidence of noncompliance.

Any spills of oil, gas, salt water or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

- D. Sewage - self-contained, chemical toilets will be provided by Rocket Sanitation for human waste disposal. Upon completion of operations, or as needed, the toilet holding tanks will be pumped and the contents thereof disposed of in the nearest, approved, sewage disposal facility.
- E. Garbage and other waste material - garbage, trash and other waste materials will be collected in a portable, self-contained and fully-enclosed trash cage during drilling and completion operations. Upon completion of operations (or as needed) the accumulated trash will be disposed of at an authorized sanitary landfill. No trash will be burned on location or placed in the reserve pit.
- F. Immediately after removal of the drilling rig, all debris and other waste materials not contained in the trash cage will be cleaned up and removed from the well location. No adverse materials will be left on the location. Any open pits will be fenced during the drilling operation and the fencing will be maintained until such time as the pits are backfilled.
- G. The reserve and/or production pit will be constructed on the existing location and will not be located in natural drainages where a flood hazard exists or surface runoff will destroy or damage the pit walls. All pits will be constructed so as not to leak, break, or allow the discharge of liquids therefrom.

8. Ancillary Facilities:

None anticipated.

9. Wellsite Layout:

- A. Figure #1 shows the drill site layout as staked. Cross sections have been drafted to visualize the planned cuts and fills across the location. On the average, a minimum of twelve (12) inches of topsoil will be stripped from the location (including areas of cut, fill, and/or subsoil storage) and stockpiled for future reclamation of the well site. Refer to Figure #1 for the location of the topsoil and subsoil stockpiles.
- B. Figure #1 is a diagram showing the rig layout. No permanent living facilities are planned. There will be one (1) trailer on location during drilling operations for the toolpusher.
- C. A diagram showing the proposed production facility layout will be submitted to the Authorized Officer via Sundry Notice (Form 3160-5) for approval of subsequent operations. Refer to Item #4B2 (page #4) for additional information in this regard.
- D. The reserve pit will be lined with either native clay, commercial bentonite, or plastic sufficient to prevent seepage (12 mil). If a plastic-nylon reinforced liner is used, it will be torn and perforated after the pit dries and before backfilling of the reserve pit.

A flare/blooiie pit will be constructed adjacent to the location, southwest of and separate from the reserve pit, and at a minimum of thirty (30) feet from the reserve pit fence and one hundred (100) feet from the rig substructure (Refer to Figure #1 for the location of the flare/blooiie pit).

- E. Prior to the commencement of drilling operations, the reserve pit will be fenced "sheep tight" on three (3) sides according to the following minimum standards:
 1. Thirty (30) inch net wire will be used with at least one (1) strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.
 2. The net wire shall be no more than two (2) inches above the ground. The barbed wire shall be three (3) inches above the net wire. Total height of the fence shall be at least 42 inches.

9. Wellsite Layout: Continued

- E. Prior to the commencement of drilling operations, the reserve pit will be fenced "sheep tight" on three (3) sides according to the following minimum standards:
3. Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
 4. Standard steel, wood, or pipe posts shall be used between the corner braces. maximum distance between any two (2) posts shall be no greater than sixteen (16) feet.
 5. All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.

The fourth side of the reserve pit will be fenced immediately upon removal of the drilling rig and the fencing will be maintained until the pit is backfilled.

- F. Any hydrocarbons on the pit will be removed from the pit as soon as possible after drilling operations are completed.

10. Plans for Reclamation of the Surface:

The Ute Tribe will be contacted prior to commencement of any reclamation operations.

A. Production

1. Immediately upon well completion, the well location and surrounding area(s) will be cleared of all debris, materials, trash and junk not required for production.
2. Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with 43 CFR 3162.7-1.
3. If a plastic or nylon reinforced pit liner is used, it shall be torn and perforated before backfilling of the reserve pit.
4. Before any dirt work to restore the location takes place, the reserve pit will be completely dry and all cans, barrels, pipe, etc. will be removed.

10. Plans for Reclamation of the Surface:

A. Production - Continued

4. Other waste and spoil materials will be disposed of immediately upon completion of drilling and workover activities.
5. The reserve pit and that portion of the location and access road not needed for production facilities/ operations will be reclaimed within ninety (90) days from the date of well completion, weather permitting.
6. For production, the fill slopes will be reduced from a 1.5:1 slope to a 4:1 slope and the cut slopes will be reduced from a 1.5:1 slope to a 4:1 slope by pushing the fill material back up into the cut.
7. Upon completion of backfilling, leveling and re-contouring, the stockpiled topsoil will be evenly spread over the reclaimed area(s). Prior to re-seeding, all disturbed surfaces (including the access road and location) will be scarified and left with a rough surface. No depressions will be left that would trap water and form ponds. All disturbed surfaces (including the access road and well pad areas) will be reseeded with a seed mixture to be recommended by the Bureau of Indian Affairs.

Seed will be drilled on the contour to an approximate depth of one-half (1/2) inch. All seeding will be conducted after September 15 and prior to ground frost. If the seeding is unsuccessful, Coastal Oil & Gas Corporation may be required to make subsequent seedings.

B. Dry Hole/Abandoned Location

1. On lands administered by the Bureau of Indian Affairs, abandoned well sites, roads, or other disturbed areas will be restored to near their original condition. This procedure will include:
 - (a) re-establishing irrigation systems where applicable,

10. Plans for Reclamation of the Surface:

B. Dry Hole/Abandoned Location - Continued

1. On lands administered by the Bureau of Indian Affairs, abandoned well sites, roads, or other disturbed areas will be restored to near their original condition. This procedure will include:
 - (b) re-establishing soil conditions in irrigated fields in such a way as to ensure cultivation and harvesting of crops and,
 - (c) ensuring revegetation of the disturbed areas to the specifications of the Uintah & Ouray Indian Tribes or the Bureau of Indian Affairs at the time of abandonment.
2. All disturbed surfaces will be recontoured to the approximate natural contours with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. Reseeding operations will be performed in the fall following completion of reclamation operations. Please refer to Item #10A7 (page #10) for additional information regarding the reseeding operation.

11. Surface Ownership:

The well site and proposed access road are situated on surface lands owned by the Uintah and Ouray Ute Indian Tribes and administered in trust by:

Bureau of Indian Affairs
Uintah & Ouray Agency
P.O. Box 130
Fort Duchesne, Utah 84026
Phone: (801) 722-2406

12. Other Information:

- A. General Description of the Project Area: The proposed drill site is located within the Natural Buttes Unit in an area of northeastern Utah and specifically within an area of moderately eroded uplands located between the White River to the east, the Green River to the northwest, Sand Wash to the southwest, and both Cottonwood Wash and Willow Creek to the west.

12. Other Information:

A. General Description of the Project Area: Continued

This area is classified as a "High Plains Steppe" (Cold Desert) and is characterized by gently to moderately undulated uplands dissected by numerous dendritically-patterned, ephemeral drainages of both the Green and White Rivers. Generally, local flora consists of native grasses such as salt grass, galleta grass, needle-and-thread grass, Indian ricegrass; and woody species such as shadscale, horsebrush, black sagebrush, fringe sagebrush, big sagebrush, rabbitbrush, and greasewood along the dry drainages. Local fauna consists of mule deer, antelope, coyotes, rabbits, raptors, and various smaller vertebrate and invertebrate species.

There are no known threatened or endangered species that will be affected by implementation of operations on the proposed CIGE #111D-13-9-21 well location.

B. Surface Use Activities: The primary surface use is for grazing.

C. Proximity of Water, Occupied Dwellings, Archaeological, Historical or Cultural Sites:

1. The closest source of permanent water is the White River, located approximately 1.5 miles to the north-east.
2. The closest occupied dwellings are located in the town of Ouray, approximately 11.0 miles to north-west.
3. A cultural resource clearance will be conducted before any construction activities begin on the proposed CIGE #111D-13-9-21 well location. If, during operations, any archaeological or historical sites, or any object(s) of antiquity (subject to the Antiquities Act of June 8, 1906) are discovered, all operations which would affect such sites are to be suspended and the discovery reported promptly to the Bureau of Indian Affairs.

12. Other Information:

C. Proximity of Water, Occupied Dwellings, Archaeological, Historical or Cultural Sites: Continued

3. Coastal Oil & Gas Corporation will be 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, Coastal Oil & Gas Corporation will suspend all operations that might further disturb such materials and immediately contact the Authorized Officer.

Within five (5) working days the Authorized Officer will inform Coastal Oil & Gas Corporation as to:

- whether the materials appear eligible for the National Register of Historic Places;
- 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 time frame 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 Coastal Oil & Gas Corporation 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, Coastal Oil & Gas Corporation will be responsible for mitigation costs.

12. Other Information:

C. Proximity of Water, Occupied Dwellings, Archaeological, Historical or Cultural Sites: Continued

3. 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, Coastal Oil & Gas Corporation will then be allowed to resume construction.

D. Additional Stipulations for Operations on Lands Administered by the Bureau of Indian Affairs:

1. An archaeologist, approved by the Uintah & Ouray Ute Indian Tribes, will monitor construction of the access road and drill pad on the proposed CIGE #111D-13-9-21 well location.
2. If the surface rights are owned by the Ute Indian Tribe and mineral rights are owned by another entity, an approved right-of-way will be obtained from the Bureau of Indian Affairs before the operator begins any construction activities. If the surface is owned by another entity and the mineral rights are owned by the Ute Indian Tribe, rights-of-way will be obtained from the other entity.
3. All roads constructed by oil and gas operators on the Uintah & Ouray Indian Reservation will have appropriate signs. Signs will be neat and of sound construction. They will state:
 - (a) that the land is owned by the Uintah & Ouray Indian tribes,
 - (b) the name of the Operator,
 - (c) that firearms are prohibited by all non-Tribal members,
 - (d) that permits must be obtained from the Bureau of Indian Affairs before cutting firewood or other timber products, and
 - (e) only authorized personnel are permitted to use said road.

12. Other Information:

D. Additional Stipulations for Operations on Lands
Administered by the Bureau of Indian Affairs: Continued

4. All well site locations on the Uintah & Ouray Indian Reservation will have an appropriate sign indicating the name of the Operator, the lease serial number, the well name and number, the survey description of the well (either footages or the quarter-quarter section, section, township, and range).
5. Coastal Oil & Gas Corporation shall contact the Bureau of Land Management and the Bureau of Indian Affairs between 24 and 48 hours prior to commencement of construction activities. BLM: (801) 789-1362; BIA: (801) 722-2406.
6. The BLM and BIA offices shall be notified upon site completion and prior to moving drilling tools onto the location.
7. Coastal Oil & Gas Corporation will control noxious weeds along rights-of-way for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds may be obtained from the Bureau of Indian Affairs, or the Uintah County Extension Office. On lands administered by the Bureau of Indian Affairs, it is required that a "Pesticide Use Proposal" shall be submitted, and approval obtained, prior to the application of herbicides or other pesticides or possible hazardous chemicals for the control of noxious weeds.

13. Lessee's or Operator's Representative and Certification:

Representative

Coastal Oil & Gas Corporation
Randy L. Bartley, Operations Manager
P.O. Box 749
Denver, Colorado 80201-0749
Phone: (303) 572-1121

13. Lessee's or Operator's Representative and Certification:

Representative - Continued

Heitzman Drill-Site Services*
Dale Heitzman and/or Robert M. Anderson
P.O. Drawer 3579
Casper, Wyoming 82602
Phone: (307) 266-4840

* Contact for any additional information which may be required for approval of this Application for Permit to Drill.

Certification:

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil & Gas Orders, the approved plan of operations, and any applicable Notice to Lessees.

Coastal Oil & Gas Corporation will be fully responsible for the actions of their subcontractors.

A complete copy of the approved Application for Permit to Drill will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

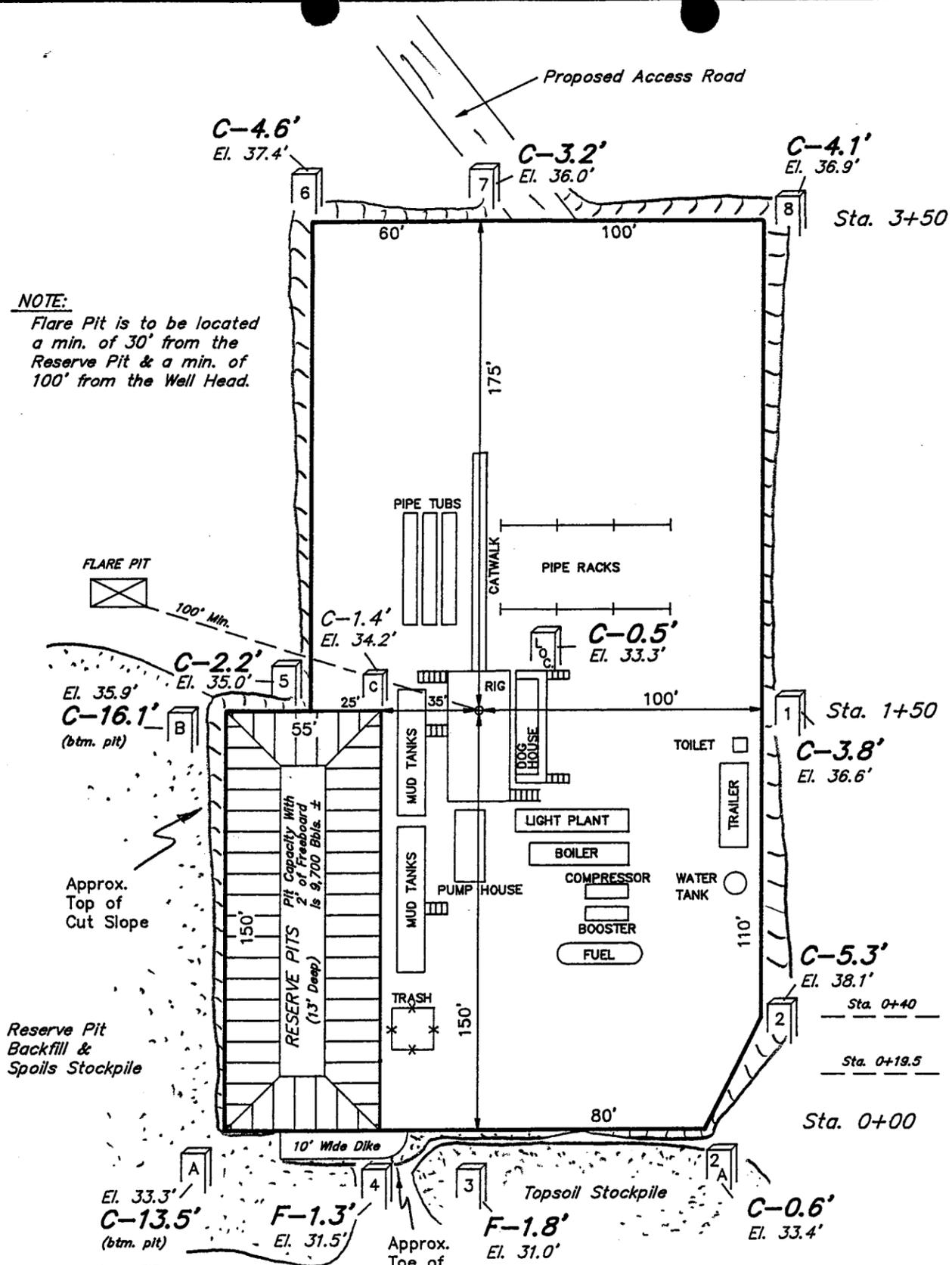
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated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

1 Marcy 1991
Date

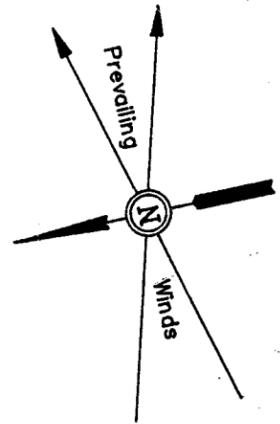

Robert M. Anderson/Authorized Agent

COASTAL OIL & GAS CORP.

LOCATION LAYOUT FOR
CIGE #111D-13-9-21
SECTION 13, T9S, R21E, S.L.B.&M.

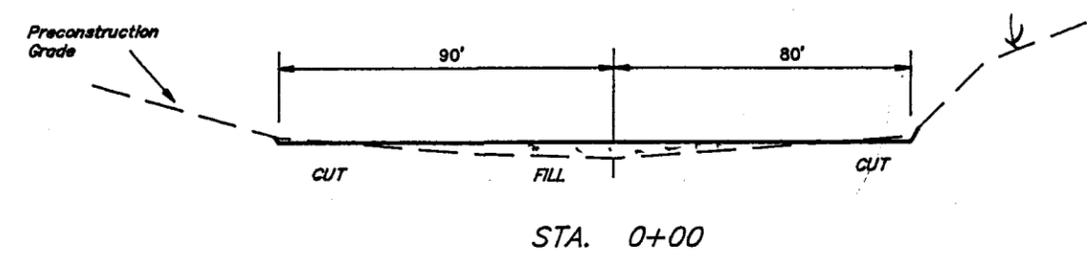
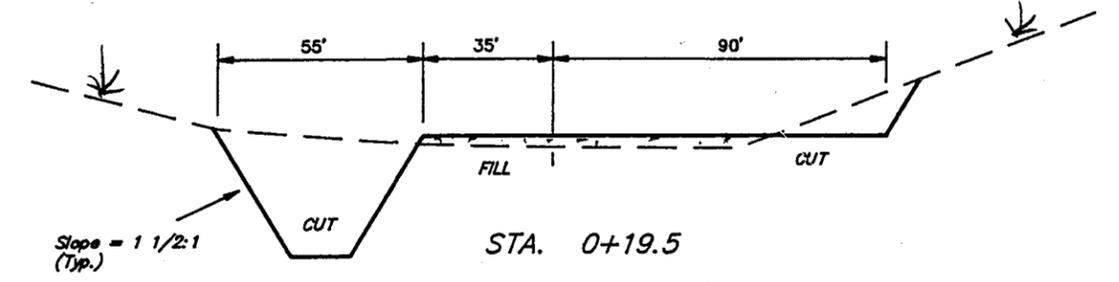
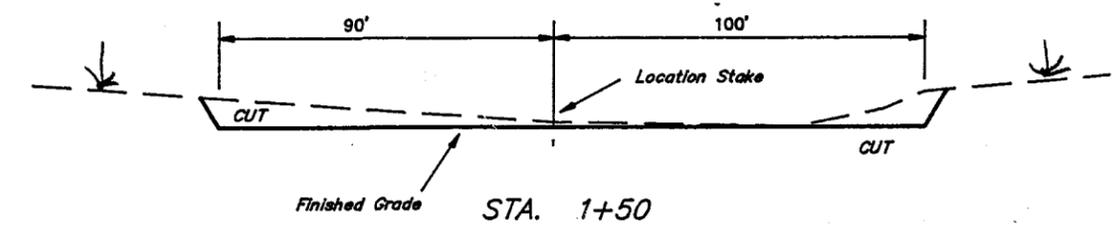
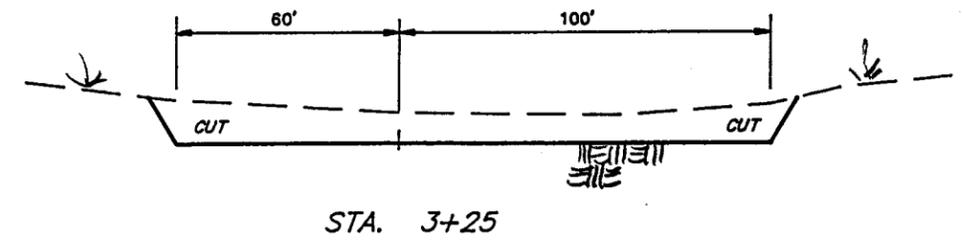


NOTE:
Flare Pit is to be located a min. of 30' from the Reserve Pit & a min. of 100' from the Well Head.



SCALE: 1" = 50'
DATE: 12-18-90
Drawn By: T.D.H.
Revised: 2-15-91

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



TYP. LOCATION LAYOUT TYP. CROSS SECTIONS

APPROXIMATE YARDAGES

| | |
|-----------------------------|------------------------|
| CUT (12") Topsoil Stripping | = 2,090 Cu. Yds. |
| Remaining Location | = 4,370 Cu. Yds. |
| TOTAL CUT | = 6,460 CU.YDS. |
| FILL | = 870 CU.YDS. |

| | |
|---|------------------|
| EXCESS MATERIAL AFTER 5% COMPACTION | = 5,540 Cu. Yds. |
| Topsoil & Pit Backfill (1/2 Pit Vol.) | = 3,290 Cu. Yds. |
| EXCESS UNBALANCE (After Rehabilitation) | = 2,250 Cu. Yds. |

NOTES:
Elev. Ungraded Ground At Loc. Stake = **4833.3'**
FINISHED GRADE ELEV. AT LOC. STAKE = **4832.8'**

FIGURE #1



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Norman H. Bangertter
Governor
Dee C. Hansen
Executive Director
Dianne R. Nielson, Ph.D.
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340

March 11, 1991

Coastal Oil & Gas Corporation
P. O. Box 749
Denver, Colorado 80201-0749

Gentlemen:

Re: CIGE 111D-13-9-21 Well, 354 feet from the South line and 1933 feet from the West line, SE SW, Section 13, Township 9 South, Range 21 East, Uintah County, Utah

Approval to drill the referenced well is hereby granted in accordance with Utah Code Ann. Section 40-6-18, et seq. (1953, as amended), and Utah Admin. R.615-2-3, subject to the following stipulation:

1. Special attention is directed to compliance with Utah Admin. R.615-3-31, which prescribes drilling procedures for designated oil shale areas.

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

1. Spudding notification within 24 hours after drilling operations commence.
2. Submittal of Entity Action Form 6, within five working days following spudding and whenever a change in operations or interests necessitates an entity status change.
3. Submittal of the Report of Water Encountered During Drilling, Form 7.
4. Prompt notification in the event it is necessary to plug and abandon the well. Notify R. J. Firth, Associate Director, (Office) (801) 538-5340, (Home) 571-6068, or J. L. Thompson, Lead Inspector, (Home) 298-9318.
5. Compliance with the requirements of Utah Admin. R.615-3-20, Gas Flaring or Venting.

Page 2
Coastal Oil & Gas Corporation
CIGE 111D-13-9-21
March 11, 1991

6. Prior to commencement of the proposed drilling operations, plans for facilities for disposal of sanitary wastes at the drill site shall be submitted to the local health department. These drilling operations and any subsequent well operations must be conducted in accordance with applicable state and local health department regulations. A list of local health departments and copies of applicable regulations are available from the Division of Environmental Health, Bureau of Drinking Water/Sanitation, telephone (801) 538-6159.
7. This approval shall expire one (1) year after date of issuance unless substantial and continuous operation is underway or an application for an extension is made prior to the approval expiration date.

The API number assigned to this well is 43-047-31970.

Sincerely,



R. J. Firth
Associate Director, Oil & Gas

tas
Enclosures
cc: Bureau of Land Management
J. L. Thompson
we14/1-60

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
 OIL WELL GAS WELL OTHER SINGLE ZONE MULTIPLE ZONE

2. NAME OF OPERATOR
 Coastal Oil & Gas Corporation

3. ADDRESS OF OPERATOR
 P.O. Box 749; Denver, Colorado 80201-0749

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*
 At surface
 354' FSL, 1933' FWL (SE 1/4 SW 1/4) 13-9S-21E
 At proposed prod. zone
 Same as Above *43.047.31954*

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
 Approximately Eleven (11) Miles Southeast of Ouray, Utah

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any)
 354'

16. NO. OF ACRES IN LEASE
 1,920

17. NO. OF ACRES ASSIGNED TO THIS WELL
 80

18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.
 2,300' ±

19. PROPOSED DEPTH
 6,275'

20. ROTARY OR CABLE TOOLS
 Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)
 4,833' GR

22. APPROX. DATE WORK WILL START*
 June 1, 1991

5. LEASE DESIGNATION AND SERIAL NO.
 UTU-01193

6. IF INDIAN, ALLOTTEE OR TRIBE NAME
 Not Applicable

7. UNIT AGREEMENT NAME
 Natural Buttes

8. FARM OR LEASE NAME
 CIGE

9. WELL NO.
 111D-13-9-21

10. FIELD AND POOL, OR WILDCAT
 Natural Buttes

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA
 Section 13, T9S, R21E

12. COUNTY OR PARISH
 Uintah

13. STATE
 Utah

RECEIVED
 MAR 09 1992
 DIVISION OF
 OIL GAS & MINING

PROPOSED CASING AND CEMENTING PROGRAM (All New)

| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT |
|--------------|----------------|-----------------|---------------|-------------------------------|
| 12-1/4" | 8-5/8" K-55 | 24.0# | 0- 250' | 180 sx Circulated to Surface* |
| 7-7/8" | 5-1/2" K-55 | 17.0# | 0-6,275' | 545 sx Circulated to Surface* |

* Cement volumes may change due to hole size.
 Calculate from caliper log.

EIGHT-POINT RESOURCE PROTECTION PLAN ATTACHED.

I hereby certify that Coastal Oil & Gas Corporation is authorized by the proper Lease Interest Owners to conduct lease operations associated with this Application for Permit to Drill the CIGE #111D-13-9-21, Federal Lease #UTU-01193. Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by Coastal Oil & Gas Corporation, Nationwide Bond #CO-0018, who will be responsible for compliance with all the terms and conditions of that portion of the lease associated with this Application.

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

24. SIGNED Charles E. Mowry TITLE District Drilling Manager DATE March 1, 1991
 Charles E. Mowry
 (This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____
 APPROVED Thomas R. Leavitt TITLE ASSISTANT DISTRICT MANAGER MINERALS DATE MAR 5 1992
 CONDITIONS OF APPROVAL, IF ANY: _____

NOTICE OF APPROVAL

See Instructions On Reverse Side

CONDITIONS OF APPROVAL ATTACHED TO OPERATING PERMIT

CONDITIONS OF APPROVAL FOR THE
APPLICATION FOR PERMIT TO DRILL

Company/Operator Coastal Oil and Gas Corporation

Well Name & Number 111D-13-9-21

Lease Number UTU-01193

Location SESW Sec. 13 T. 9 S. R. 21 E.

Surface Ownership Indian

NOTIFICATION REQUIREMENTS

- Location Construction - at least forty-eight (48) hours prior to construction of location and access roads.
- Location Completion - prior to moving on the drilling rig.
- Spud Notice - at least twenty-four (24) hours prior to spudding the well.
- Casing String and Cementing - at least twenty-four (24) hours prior to running casing and cementing all casing strings.
- BOP and Related Equipment Tests - at least twenty-four (24) hours prior to initiating pressure tests.
- First Production Notice - within five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Company Coastal Oil and Gas Corporation Well No. CIGE 111D-13-9-21

Location SESW, Section 13, T9S, R21E Lease No. U - 01193

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 aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

A. DRILLING PROGRAM

1. Estimated Depth at Which Oil, Gas, Water, or Other Mineral Bearing Zones are Expected to be Encountered

Report ALL water shows and water-bearing sands to Tim Ingwell of this office. Copies of State of Utah form OGC-8-X are acceptable. If noticeable water flows are detected, submit samples to this office along with any water analyses conducted.

All usable water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

2. Pressure Control Equipment

Chart recorders shall be used for all pressure tests.

Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to a BLM representative upon request.

3. Casing Program and Auxiliary Equipment

Surface casing shall have centralizers on the bottom three joints, with a minimum of one centralizer per joint.

As a minimum, the usable water and oil shale resources shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the top of the Mahogany oil shale, identified at 2390 ft. If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

4. Mud Program and Circulating Medium

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

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

5. Coring, Logging and Testing Program

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

All Drill Stem tests (DST) shall be accomplished during daylight hours, unless specific approval to start during other hours is obtained from the AO. However, DSTs may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e., lighting which is adequate for visibility and vapor-proof for safe operations). Packers can be released, but tripping should not begin before daylight unless prior approval is obtained from the AO.

A cement bond log (CBL) shall be utilized to determine the top of cement (TOC) and bond quality for the production casing.

6. Notification of Operations

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which gas is first measured through permanent metering facilities, whichever first occurs.

Gas produced from this well may not be vented or flared beyond an initial authorized test period of 30 days or 50 MMCF following its completion, whichever occurs first, without the prior written approval of the Authorized Officer. Should gas be vented or flared without approval beyond the authorized test period, the operator may be directed to shut-in the well until the gas can be captured or approval to continue venting or flaring as uneconomic is granted and the operator shall be required to compensate the lessor for that portion of the gas vented or flared without approval which is determined to have been avoidably lost.

All site security regulations as specified in Onshore Oil & Gas Order No. 2 shall be adhered to.

7. Other Information

All loading lines will be placed inside the berm surrounding the tank battery.

All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the AO.

Gas meter runs for each well will be located within 500 feet of the wellhead. The gas flowline will be buried or anchored down from the wellhead to the meter and 500 feet downstream of the meter run or any production facilities. Meter runs will be housed and or fenced.

The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries. Tests for meter accuracy will be conducted monthly for the first three months on new meter installations and at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the Vernal District Office. All meter measurement facilities will conform with Onshore Oil & Gas Order No. 4 for liquid hydrocarbons and Onshore Oil & Gas Order No. 5 for natural gas measurement.

The use of materials under BLM jurisdiction will conform to 43 CFR 31610.2-3.

There will be no deviation from the proposed drilling and or recovery program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned will be identified in accordance with 43 CFR 3162.

"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.

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

APD approval is valid for a period of one (1) year from the signature date. An extension period may be granted, if requested, prior to the expiration of the original approval period.

In the event after-hours approvals are necessary, please contact one of the following individuals:

Gerald E. Kenczka (801) 781-1190
Petroleum Engineer

Ed Forsman (801) 789-7077
Petroleum Engineer

BLM FAX Machine (801) 789-2634

EPA'S LIST OF NONEXEMPT EXPLORATION AND PRODUCTION WASTES

While the following wastes are nonexempt, they are not necessarily hazardous.

Unused fracturing fluids or acids

Gas plant cooling tower cleaning wastes

Painting wastes

Oil and gas service company wastes, such as empty drums, drum rinsate, vacuum truck rinsate, sandblast media, painting wastes, spend solvents, spilled chemicals, and waste acids

Vacuum truck and drum rinsate from trucks and drums, transporting or containing nonexempt waste

Refinery wastes

Liquid and solid wastes generated by crude oil and tank bottom reclaimers

Used equipment lubrication oils

Waste compressor oil, filters, and blowdown

Used hydraulic fluids

Waste solvents

Waste in transportation pipeline-related pits

Caustic or acid cleaners

Boiler cleaning wastes

Boiler refractory bricks

Incinerator ash

Laboratory wastes

Sanitary wastes

Pesticide wastes

Radioactive tracer wastes

Drums, insulation and miscellaneous solids.

SURFACE STIPULATIONS

A. VEGETATION/LANDSCAPE

1. Landscape disturbance cannot be effectively mitigated at this time. However, before the site is abandoned, the company will be required to restore the well pad, access roads, and pipeline rights-of-way to near their original state. The disturbed area will be reseeded with desirable perennial vegetation and the seed will be covered with a weed free organic mulch.
2. Noxious weeds will be controlled on all well sites and rights-of-way. If noxious weeds spread from the well sites or rights-of-way, the company will also be responsible for their control.
3. The well site will be moved south 39 feet and 6 feet west. See plat revised 2/15/91.
4. The width of the reserve pit will be reduced from the present 75 feet to 55 feet. The length of the reserve pit will be extended from the present 125 feet to 170 feet.
5. The southwest corner of the well site will be rounded.
6. The technician from UTEM will be on the well location at the beginning of construction. The technician will instruct the contractor on appropriate measures for the protection of the archaeological site.

B. SOILS/RANGE/WATERSHEDS

1. Soil erosion will be mitigated by reseeded all disturbed areas and by installing the following practices:
 - a. Diversion ditches Yes No 250 feet
 - b. Dikes Yes No feet
 - c. Desilting ponds Yes No feet
 - d. Drop structure Yes No feet
 - e. Gully plugs Yes No feet
 - f. High water crossings Yes No feet
 - g. Culverts Yes No feet
 - h. Water bars Yes No feet
 - i. Fencing Yes No 17 rods
 - j. Cattleguards Yes No feet
 - k. Other, describe N/A
2. Salt and pollution loading of the soil and geological formations will be mitigated by requiring the oil company to:
 - a. Line reserve pits with impervious synthetic liners Yes No
 - b. Use a closed drilling system Yes No
 1. Reason(s):
 - c. Use a closed production system Yes No
 1. Reason(s): A closed production system will be used to protect soil and geological pollution from salts and hydrocarbons.
 - d. Use an unlined emergency pit Yes No
 1. Use a synthetic liner Yes No
 2. Use a man-made container Yes No
 3. Reason(s): Pit liners or man-made containers will be used to protect soils and geological from pollution from salts and hydrocarbons.

- e. Production water, oil, and other by-products will not be applied to roads or well pads for the control of dust or weeds. Indiscriminate dumping of oil field by-products on tribal lands will not be allowed.
- 3. When the well is plugged and/or abandoned, the gravel and road base hauled in to construct the well pad and access roads will be:
 - a. Hauled off Yes No
 - b. Incorporated into the soil Yes No
- 4. Soil compaction of the well pads and roads will be mitigated by ripping (minimum depth 24").

C. WILDLIFE/VEGETATION/THREATENED & ENDANGERED SPECIES

- 1. Upon identification of Threatened & Endangered species, the following measures will be applied: N/A
- 2. Modifications to surface use will be implemented to protect the specific wildlife species encountered.

D. CULTURAL RESOURCES

All well sites, access roads, and pipeline rights-of-way will be cleared by a qualified archaeologist/paleontologist so that cultural sites will be avoided or salvaged.

memorandum

DATE:

FEB 27 1992

REPLY TO
ATTN OF:

ccy
Superintendent, Uintah & Ouray Agency

SUBJECT:

Concurrence Letter for Coastal Oil & Gas Corporation
H62-91-46, CIGE#111D SESW Section 13, T9S R21E., SLB&M.

TO:

Bureau of Land Management, Vernal District Office
Attn: Paul Andrews, Area Manager

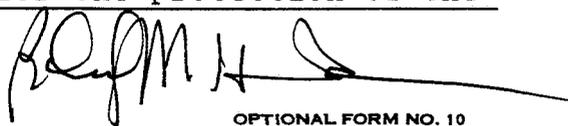
Based on available information on February 27, 1992 we have cleared the proposed locations in the following areas of environmental impact.

- | | | |
|-----------------|----------------|--|
| YES <u>XX</u> | NO <u> </u> | Listed Threatened or Endangered Species |
| YES <u>XX</u> | NO <u> </u> | Critical Wildlife Habitat |
| YES <u>XX</u> | NO <u> </u> | Archeological or Cultural Resources |
| YES <u> </u> | NO <u> </u> | Air Quality Aspects (to be used only if project is in or adjacent to a Class 1 Area of Attainment) |
| YES <u> </u> | NO <u> </u> | Other (If necessary) |

REMARKS: The necessary surface protection and rehabilitation requirements are as per approved APD.

Per Environmental Analysis Report (copy attached) #6 Mitigation Stipulations: A. VEGETATION/LANDSCAPE

1. Landscape disturbance cannot be effectively mitigated at this time. However, before the site is abandoned the company will be required to restore the well pad, access roads, and pipeline rights-of-way to near their original state. The disturbed area will be reseeded with desirable perennial vegetation and the seed will be covered with a weed free organic mulch.
2. Noxious weeds will be controlled on all well sites and rights-of-way. If noxious weeds spread from the well sites or rights-of-way, the company will also be responsible for their control.
3. The well site will be moved south 39 feet.
4. The width of the reserve pit will be reduced from the present 75 feet to 55 feet. The length of the reserve pit will be extended from the present 125 feet to 170 feet.
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6. A technician from UTEM will be on the well location at the beginning of construction. The technician will instruct the contractor on appropriate measures for the protection of the archaeological site.



111D-13-9-21
Lease UTU-01193
3/2

Serial No. H62-91-46

GRANT OF EASEMENT FOR RIGHT-OF-WAY

KNOW ALL MEN BY THESE PRESENTS:

That the **UNITED STATES OF AMERICA**, as trustee for the **UTE INDIAN TRIBE** acting by and through the Superintendent of the Uintah and Ouray Agency, as "Grantor", under authority contained in 209 DM 8 (39 F.R. 32166), 10 BIAM 3 (34 F.R. 637), 230 DM 3 (20 F.R. 992), and Sec. 2.11 (34 F.R. 11109), pursuant and subject to the provisions of the Act of February 5, 1948 Stat. 17, (25 U.S.C. 323-328), and Part 169, Title 25, Code of Federal Regulations, in consideration of: Four Thousand Nine Hundred Fifteen Dollars and Seventy-Five cents \$4,915.75, (20) year lump sum fee, the receipt of which is acknowledged does hereby grant to: Coastal Oil & Gas Corporation., 600-17th Street, 800-S., Denver, Colo. 80202 its successors and assigns, hereinafter referred to as Grantee", an easement for right-of-way :2398.14' length, 30' width located in SESW Section 13, T 9S., R. 21E., SLB&M., for the following purposes namely: The construction, maintenance, repair, inspection, protection, operation and removal of an Access road and Drillsite to CIGE# 111D location together with the necessary appurtenances thereto, on, over and across the land embraced within the right-of-way located in Uintah County, Utah.

TO HAVE AND TO HOLD said easement and right-of-way unto the Grantee and unto its "successors" and assigns, together with the right of ingress and egress for the purpose described above for which said easement is granted. This easement is subject to any prior existing right or adverse claim and is for a 20 year period beginning October 14, 1991, so long as said easement shall actually be used for the purposes above specified. Rentals may be increased at five (5) year intervals if necessary to reflect then existing market prices. This right-of-way shall be terminable in whole or in part by the grantor for any of the following causes upon 30 days' written notice and failure of the Grantee within said notice period to correct the basis of termination. (25 CFR 169:20)

A. Failure to comply with any term or condition of the grant or the applicable regulations.

B. A nonuse of the right-of-way for a consecutive two-year period for the purpose for which it was granted.

The conditions of this easement shall extend to and be binding upon and shall inure to the benefit of the successors and assigns of the Grantee. It has been determined that approval of this document is not such a major federal action significantly affecting the quality of the human environment as to require the preparation of an environmental impact statement under Section 102 (2) (c) of the National Environmental Policy Act of 1969 (42 U.S.C. ¶4332) (2) (c).

IN WITNESS WHEREOF, Grantor has executed this Grant of Easement this 2nd day of March 1992.

UNITED STATES OF AMERICA

By: Violet M. Shields
Superintendent
U.S. Department of the Interior
Uintah and Ouray Agency
Fort Duchesne, UT 84026

dl



United States Department of the Interior

BUREAU OF INDIAN AFFAIRS
UINTAH AND OURAY AGENCY
FORT DUCHESNE, UTAH 84026
(801) 722-2406

IN REPLY REFER TO:

Real Estate Services
Ten. & Mgmt.

Coastal Oil & Gas Corporation
600-17th Street
800-S
Denver, CO 80202

FEB 27 1992

Dear Sirs:

This is your authority to proceed with construction of the following right-of-way.

Access road and Drillsite SE1/4SW1/4 Section 13.
CIGE #111D-13-9-21 T9S., R.21E., S.L.B. & M..

Please be advised that per the Environmental Analysis Report #6 Mitigation Stipulations: A. VEGETATION/LANDSCAPE

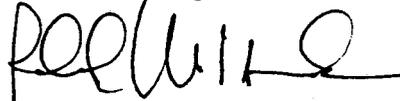
1. Landscape disturbance cannot be effectively mitigated at this time. However, before the site is abandoned the company will be required to restore the well pad, access roads and pipeline rights-of-way to near their original state. The disturbed area will be reseeded with desirable perennial vegetation and the seed will be covered with a weed free organic mulch.
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5. The southwest corner of the well site will be rounded.
6. A technician from UTEM will be on the well location at the beginning of construction. The technician will instruct the contractor on appropriate measures for the protection of the archaeological site.

page 2- CIGE 111D-Authority to Proceed

Also enclosed is a Grant of Easement for this right-of-way please submit an Affidavit of Completion with accompanying Certification upon completion. so that we may record the information at our Southwest Title Plant in Albuquerque. New Mexico.

If you have any questions. you may contact Roland McCook. Realty Officer or Norman Cambridge. Realty Specialist at (801) 722-2406 Ext. 48/46.

Sincerely,


cedy Superintendent

111D-13-9-21

Lesser UTU-01193

3/2

Serial No. H62-91-46

GRANT OF EASEMENT FOR RIGHT-OF-WAY

KNOW ALL MEN BY THESE PRESENTS:

That the UNITED STATES OF AMERICA, as trustee for the UTE INDIAN TRIBE acting by and through the Superintendent of the Uintah and Ouray Agency, as "Grantor", under authority contained in 209 DM 8 (39 F.R. 32166), 10 BIAM 3 (34 F.R. 637), 230 DM 3 (20 F.R. 992), and Sec. 2.11 (34 F.R. 11109), pursuant and subject to the provisions of the Act of February 5, 1948 Stat. 17, (25 U.S.C. 323-328), and Part 169, Title 25, Code of Federal Regulations, in consideration of: Four Thousand Nine Hundred Fifteen Dollars and Seventy-Five cents \$4,915.75, (20) year lump sum fee, the receipt of which is acknowledged does hereby grant to: Coastal Oil & Gas Corporation., 600-17th Street, 800-S., Denver, Colo. 80202 its successors and assigns, hereinafter referred to as Grantee", an easement for right-of-way :2398.14' length, 30' width located in SESW Section 13, T 9S., R. 21E., SLB&M., for the following purposes namely: The construction, maintenance, repair, inspection, protection, operation and removal of an Access road and Drillsite to CIGE# 111D location together with the necessary appurtenances thereto, on, over and across the land embraced within the right-of-way located in Uintah County, Utah.

TO HAVE AND TO HOLD said easement and right-of-way unto the Grantee and unto its "successors" and assigns, together with the right of ingress and egress for the purpose described above for which said easement is granted. This easement is subject to any prior existing right or adverse claim and is for a 20 year period beginning October 14, 1991, so long as said easement shall actually be used for the purposes above specified. Rentals may be increased at five (5) year intervals if necessary to reflect then existing market prices. This right-of-way shall be terminable in whole or in part by the grantor for any of the following causes upon 30 days' written notice and failure of the Grantee within said notice period to correct the basis of termination. (25 CFR 169:20)

A. Failure to comply with any term or condition of the grant or the applicable regulations.

B. A nonuse of the right-of-way for a consecutive two-year period for the purpose for which it was granted.

The conditions of this easement shall extend to and be binding upon and shall inure to the benefit of the successors and assigns of the Grantee. It has been determined that approval of this document is not such a major federal action significantly affecting the quality of the human environment as to require the preparation of an environmental impact statement under Section 102 (2) (c) of the National Environmental Policy Act of 1969 (42 U.S.C. §4332) (2) (c).

IN WITNESS WHEREOF, Grantor has executed this Grant of Easement this 2nd day of March 1992.

UNITED STATES OF AMERICA
By: Violet M. Shields
Superintendent
U.S. Department of the Interior
Uintah and Ouray Agency
Fort Duchesne, UT 84026

dlb



United States Department of the Interior

BUREAU OF INDIAN AFFAIRS
UINTAH AND OURAY AGENCY
FORT DUCHESNE, UTAH 84026
(801) 722-2406

IN REPLY REFER TO:

Real Estate Services
Ten. & Mgmt.

Coastal Oil & Gas Corporation
600-17th Street
800-S
Denver, CO 80202

FEB 27 1992

Dear Sirs:

This is your authority to proceed with construction of the following right-of-way.

Access road and Drillsite SE1/4SW1/4 Section 13.
CIGE #111D-13-9-21 T9S., R.21E., S.L.B. & M.,

Please be advised that per the Environmental Analysis Report #6 Mitigation Stipulations: A. VEGETATION/LANDSCAPE

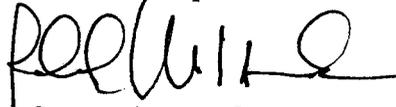
1. Landscape disturbance cannot be effectively mitigated at this time. However, before the site is abandoned the company will be required to restore the well pad, access roads and pipeline rights-of-way to near their original state. The disturbed area will be reseeded with desirable perennial vegetation and the seed will be covered with a weed free organic mulch.
2. Noxious weeds will be controlled on all well sites and rights-of-way. If noxious weeds spread from the well sites or rights-of-way, the company will also be responsible for their control.
3. The well site will be moved south 39 feet.
4. The width of the reserve pit will be reduced from the present 75 feet to 55 feet. The length of the reserve pit will be extended from the present 125 feet to 170 feet.
5. The southwest corner of the well site will be rounded.
6. A technician from UTEM will be on the well location at the beginning of construction. The technician will instruct the contractor on appropriate measures for the protection of the archaeological site.

page 2- CIGE 111D-Authority to Proceed

Also enclosed is a Grant of Easement for this right-of-way please submit an Affidavit of Completion with accompanying Certification upon completion. so that we may record the information at our Southwest Title Plant in Albuquerque, New Mexico.

If you have any questions, you may contact Roland McCook, Realty Officer or Norman Cambridge, Realty Specialist at (801) 722-2406 Ext. 48/46.

Sincerely,


cedy Superintendent

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

SUBMIT IN TRIPLICATE

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
 Coastal Oil & Gas Corporation

3. Address and Telephone No.
 P. O. Box 749 Denver, CO 80201-0749 (303) 573-4476

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
 354' FSL & 1933' FWL (SE $\frac{1}{4}$ SW $\frac{1}{4}$)
 Section 13, T9S-R21E

5. Lease Designation and Serial No.
 UTU-01193

6. If Indian, Allottee or Tribe Name
 Ute Tribe

7. If Unit or CA, Agreement Designation
 Natural Buttes Unit

8. Well Name and No.
 CIGE #111D-13-9-21

9. API Well No.
 43-047-31954

10. Field and Pool, or Exploratory Area
 Natural Buttes

11. County or Parish, State
 Uintah County, Utah

12. CHECK APPROPRIATE BOX(S) 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"/> 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>Install Gas Flowline</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 or 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.)

Application for Grant of Right-of-Way has been filed with the Bureau of Indian Affairs to install a four inch (4") surface pipeline as shown on the attached map.

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

DATE: 4-1-92
 BY: [Signature]

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

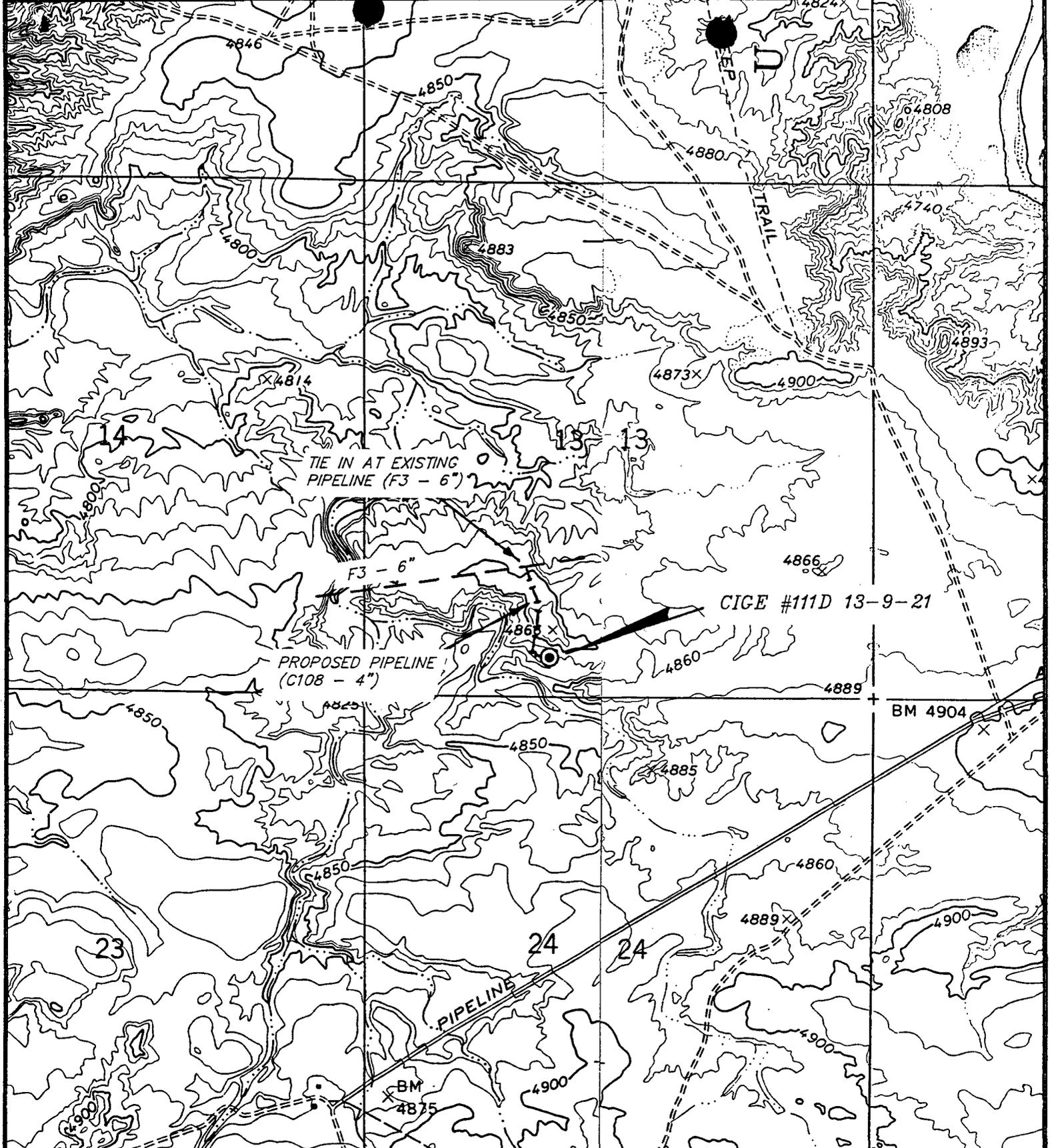
Signed [Signature] Title Vice President Date 3/13/92 WJH

(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.



TOTAL PIPELINE SLOPE DISTANCE = 945'

TOPOGRAPHIC MAP "D"

LEGEND

- EXISTING PIPELINE
- - - - - Proposed Pipeline

COASTAL OIL & GAS CORP.

PROPOSED PIPELINE RIGHT-OF-WAY FOR
 CIGE #111D 13-9-21
 SECTION 13, T9S, R21E, S.L.B.&M.

DATE: 3-11-92

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

APR 17 1992

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

SUNDRY NOTICES AND REPORTS ON WELLS OIL GAS & MINING

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
 Coastal Oil & Gas Corporation

3. Address and Telephone No.
 P. O. Box 749 Denver, CO 80201-0749 (303) 573-4476

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

5. Lease Designation and Serial No.
 See Attached List

6. If Indian, Allottee or Tribe Name
 See Attached List

7. If Unit or CA, Agreement Designation
 Natural Buttes Unit

8. Well Name and No.
 See Attached List

9. API Well No.
 See Attached List

10. Field and Pool, or Expiatory Area
 Natural Buttes

11. County or Parsn. State
 Uintah County, Utah

12. CHECK APPROPRIATE BOX(S) 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"/> 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 NTL 2B; IV |
| | <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 |

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.)

Coastal Oil & Gas Corporation hereby requests permission to dispose of produced water in unlined pits per NTL-2B, IV, for the subject wells.

- These wells are completed in the Wasatch formation and produce less than 5 barrels of water per day on a monthly basis.
- Two unlined pits per location will be used due to the size and layout of the locations: 40' x 40' x 8' and 6' x 6' x 6' deep with berms surrounding them. Each pit will be fenced and will have cement corner posts per BLM specifications. (See the attached typical facilities diagram.)
- The average evaporation rate for the area compensated for annual rainfall is 70" per year.
- The estimated percolation rate based on the soil characteristics under and adjacent to the pits is 2-6" per hour.
- The depth of usable water aquifers in this area is approximately 1500'.

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

Signed [Signature]
 (This space for Federal or State office use)

Title Regulatory Analyst

Date 4/14/92

Approved by _____
 Conditions of approval, if any: _____

Title _____

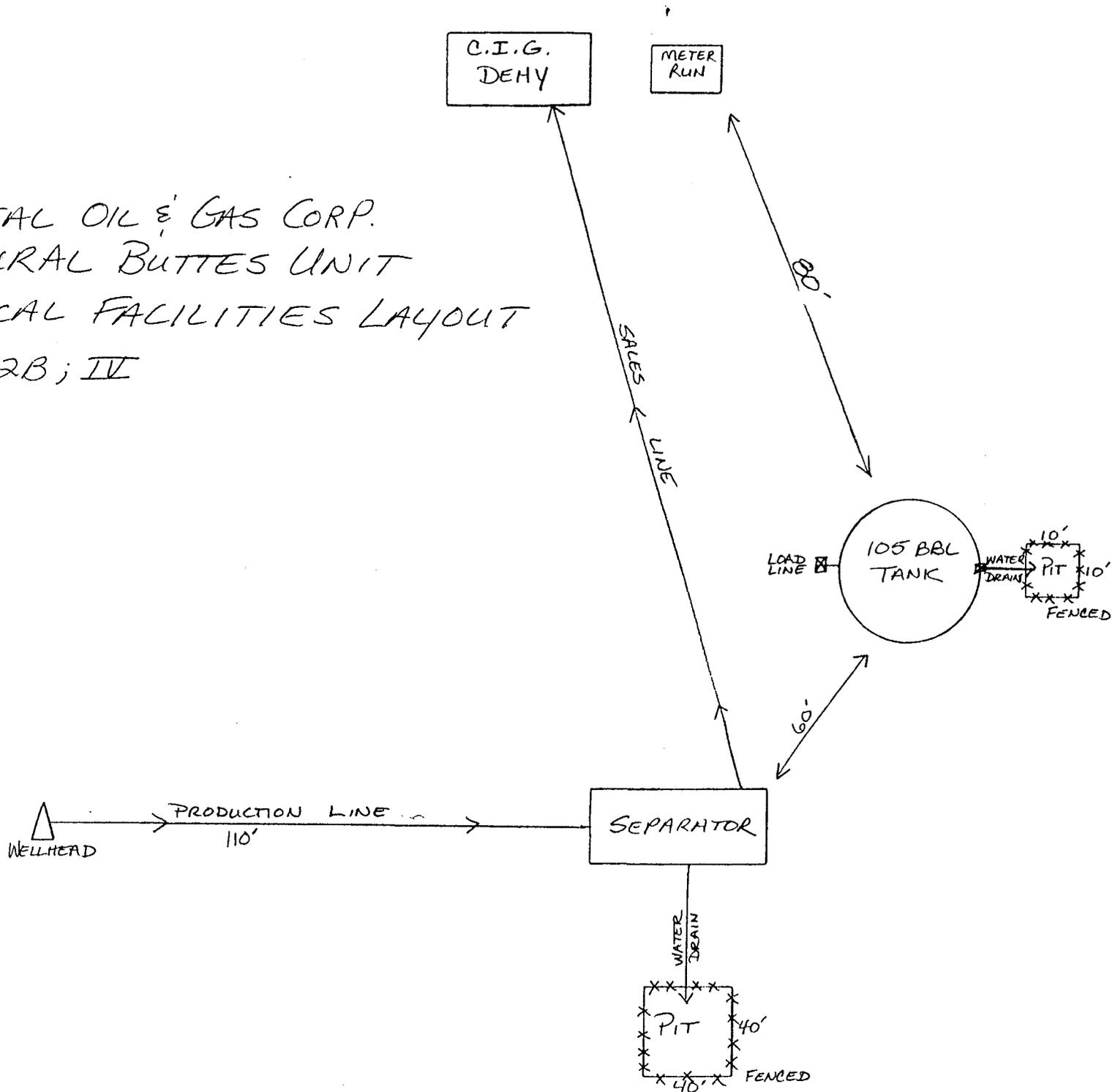
Accepted by the State
 of Utah Division of
 Oil, Gas and Mining

Date: 4-29-92

By: [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.

COASTAL OIL & GAS CORP.
NATURAL BUTTES UNIT
TYPICAL FACILITIES LAYOUT
NTL-2B; IV



13-Apr-92

NATURAL BUTTES

JINTAH COUNTY, UTAH

| WELL # | LOCATION | | | | STATE OR BLM | | API NUMBER |
|-----------|----------|-----|-----|-----|---------------|---------|--------------|
| | QUAD | SEC | TWP | RGE | LEASE # | SURFACE | |
| NBU #103 | SENE | 10 | 9 | 21 | U-0141315 | UTE | 43-047-31956 |
| NBU #104 | SENE | 16 | 9 | 21 | ST ML-3282 | UTE | 43-047-31957 |
| NBU #105 | SWSW | 17 | 9 | 21 | U-0575 | UTE | 43-047-31955 |
| NBU #106 | NESW | 21 | 9 | 21 | U-0576 | UTE | 43-047-31946 |
| NBU #107 | SENE | 26 | 9 | 21 | ST ML-01194 | STATE | 43-047-31916 |
| NBU #108 | SESE | 19 | 9 | 22 | U-0284 | UTE | 43-047-31958 |
| NBU #109 | SENE | 27 | 9 | 21 | ST U-01194-A | STATE | 43-047-31917 |
| NBU #110 | NENE | 28 | 9 | 21 | U-0576 | FED. | 43-047-31924 |
| NBU #111 | SWNW | 25 | 9 | 21 | ST U-01194 | STATE | 43-047-31920 |
| NBU #112 | SESE | 33 | 9 | 22 | U-01191 | FED. | 43-047-31930 |
| NBU #113 | SESE | 34 | 9 | 22 | U-0149077 | FED. | 43-047-31931 |
| NBU #114 | SWSW | 5 | 10 | 21 | U-01393-D | FED. | 43-047-31923 |
| NBU #115 | NENW | 10 | 10 | 21 | U-0149079 | FED. | 43-047-31929 |
| NBU #116 | NWNW | 6 | 10 | 22 | U-464 | FED. | 43-047-31925 |
| NBU #117 | NENE | 10 | 10 | 22 | ST UT-01197-A | STATE | 43-047-31914 |
| NBU #118 | SENE | 22 | 9 | 20 | U-0577-B | UTE | 43-047-31969 |
| NBU #119 | SENE | 22 | 9 | 20 | U-0577-B | UTE | 43-047-31973 |
| NBU #120 | NWNW | 10 | 9 | 21 | U-0141315 | UTE | 43-047-31972 |
| NBU #121 | NWNE | 13 | 9 | 21 | U-01193 | UTE | 43-047- |
| NBU #122 | SWSE | 13 | 9 | 21 | U-01193 | UTE | 43-047-32085 |
| NBU #123 | NWNW | 15 | 9 | 21 | U-01188 | UTE | 43-047-31974 |
| NBU #124 | NWNE | 16 | 9 | 21 | ST ML-3282 | UTE | 43-047-31971 |
| NBU #125 | NESE | 17 | 9 | 21 | U-0575 | UTE | 43-047-32090 |
| NBU #126 | NENW | 21 | 9 | 21 | U-0576 | UTE | 43-047-31962 |
| NBU #127 | SWNW | 21 | 9 | 21 | U-0576 | UTE | 43-047-31963 |
| NBU #128 | SWSW | 21 | 9 | 21 | U-0576 | UTE | 43-047-31964 |
| NBU #129 | SENE | 22 | 9 | 21 | U-010950-A | UTE | 43-047-31965 |
| NBU #130 | SWNW | 22 | 9 | 21 | U-0147566 | UTE | 43-047-31967 |
| NBU #131 | NWSW | 23 | 9 | 21 | U-0149075 | UTE | 43-047-31966 |
| NBU #132 | NWNW | 26 | 9 | 21 | ST U-01194 | STATE | 43-047-31938 |
| NBU #133 | SWNE | 28 | 9 | 21 | U-0576 | FED. | 43-047-31950 |
| NBU #134 | SWSW | 28 | 9 | 21 | U-0576 | FED. | 43-047-32011 |
| NBU #135 | NESE | 18 | 9 | 22 | U-461 | UTE | 43-047-32089 |
| NBU #136 | SWSE | 19 | 9 | 22 | U-0284 | UTE | 43-047-31968 |
| NBU #137 | SESE | 30 | 9 | 22 | ST ML-22935 | STATE | 43-047-31939 |
| NBU #138A | SENE | 33 | 9 | 22 | U-01191-A | FED. | 43-047-32151 |
| NBU #139 | SWNE | 14 | 10 | 21 | U-465 | FED. | 43-047-31948 |
| NBU #140 | NWNE | 5 | 10 | 22 | U-01191A | FED. | 43-047-31947 |
| NBU #141 | SENE | 6 | 10 | 22 | U-464 | FED. | 43-047-32017 |
| NBU #142 | NESE | 10 | 10 | 22 | U-025187 | FED. | 43-047-32013 |
| NBU #143 | NWNE | 10 | 9 | 21 | U-0141315 | UTE | 43-047-32088 |
| NBU #144 | NWNW | 23 | 9 | 21 | U-0149075 | UTE | 43-047-32044 |
| NBU #145 | NWNE | 27 | 9 | 21 | ST U-01194-A | STATE | 43-047-31976 |
| NBU #146 | SWNW | 14 | 10 | 21 | U-465 | FED. | 43-047-31985 |
| NBU #147 | NWSW | 4 | 10 | 22 | U-01191 | FED. | 43-047-31984 |
| NBU #148 | SESW | 4 | 10 | 22 | U-01191 | FED. | 43-047-31983 |
| NBU #149 | NESE | 5 | 10 | 22 | U-01191 | FED. | 43-047-31982 |
| NBU #150 | SENE | 9 | 10 | 22 | U-01196-B | FED. | 43-047-31992 |
| NBU #151 | NWNW | 9 | 10 | 22 | U-01196-B | FED. | 43-047-31991 |
| NBU #152 | SESE | 9 | 10 | 22 | U-01196-D | FED. | 43-047-31990 |
| NBU #153 | SWNW | 11 | 10 | 22 | ST U-01197-A | STATE | 43-047-31975 |
| NBU #154 | NWSE | 26 | 9 | 21 | ST ML-22934 | STATE | 43-047-32003 |
| NBU #155 | SENE | 31 | 9 | 22 | ST ML-23607 | STATE | 43-047-32004 |
| NBU #156 | SWNW | 35 | 9 | 21 | ST U-01194 | STATE | 43-047-32005 |
| NBU #157 | SESW | 32 | 9 | 22 | ST ML-22649 | STATE | 43-047-32007 |
| NBU #158 | NWSE | 27 | 9 | 21 | ST U-01194-A | STATE | 43-047-31997 |
| NBU #159 | NESW | 35 | 9 | 21 | ST U-01194 | STATE | 43-047-31996 |
| NBU #160 | SESW | 31 | 9 | 22 | ST ML-22935-A | STATE | 43-047-32006 |
| NBU #161 | SESE | 32 | 9 | 22 | ST ML-22649 | STATE | 43-047-32023 |
| NBU #162 | SENE | 12 | 10 | 20 | U-4478 | FED. | 43-047-32066 |
| NBU #163 | NENW | 14 | 10 | 21 | U-465 | FED. | 43-047-32069 |
| NBU #164 | NWSE | 3 | 10 | 22 | U-01191-A | FED. | 43-047-32055 |
| NBU #165 | NENW | 3 | 10 | 22 | U-01191 | FED. | 43-047-32057 |
| NBU #166 | SWSE | 28 | 9 | 21 | U-0576 | FED. | 43-047-32065 |
| NBU #167 | SESW | 25 | 9 | 21 | ST U-01194 | STATE | 43-047-32054 |
| NBU #168 | NWSW | 12 | 10 | 20 | U-4478 | FED. | 43-047-32117 |
| NBU #169 | SESW | 12 | 10 | 20 | U-4478 | FED. | 43-047-32118 |

13-Apr-92

NATURAL BUTTES

UINTAH COUNTY, UTAH

| WELL # | LOCATION | | | RGE | STATE OR BLM | | API NUMBER |
|-------------------|----------|-----|-----|-----|---------------|---------|--------------|
| | QUAD | SEC | TWP | | LEASE # | SURFACE | |
| NBU #170 | NWNW | 4 | 10 | 22 | U-01191-A | FED. | 43-047-32169 |
| NBU #171 | SENE | 5 | 10 | 22 | U-01191-A | FED. | 43-047-32115 |
| NBU #172 | NENE | 19 | 9 | 22 | U-0284 | UTE | 43-047-32194 |
| NBU #173 | NWNE | 33 | 9 | 22 | U-01191-A | FED. | 43-047-32116 |
| NBU #174 | NWNW | 11 | 9 | 21 | U-0141315 | UTE | 43-047-32193 |
| NBU #175 | NENW | 28 | 9 | 21 | U-0576 | FED. | 43-047-32143 |
| NBU #176 | SWNW | 28 | 9 | 21 | U-0576 | FED. | 43-047-32144 |
| NBU #177 | NESE | 29 | 9 | 21 | U-0581 | FED. | 43-047-32112 |
| NBU #178 | NWNE | 30 | 9 | 21 | U-0581 | FED. | 43-047-32121 |
| NBU #179 | SWSW | 10 | 10 | 21 | U-01416-A | FED. | 43-047-32145 |
| NBU #180 | SWSE | 10 | 10 | 22 | U-025187 | FED. | 43-047-32113 |
| NBU #181 | SESW | 9 | 9 | 21 | U-0576 | UTE | 43-047-32161 |
| NBU #182 | SESW | 11 | 9 | 21 | U-0141315 | UTE | 43-047-32162 |
| NBU #183 ✓ | SWNW | 27 | 9 | 21 | ST U-01194-A | STATE | 43-047-32122 |
| NBU #184 | SESW | 30 | 9 | 22 | U-463 | FED. | 43-047-32170 |
| NBU #185 | SWNE | 3 | 10 | 22 | U-01191-A | FED. | 43-047-32171 |
| NBU #186 | SENE | 30 | 9 | 22 | U-463 | FED. | 43-047- |
| NBU #187 | SESW | 34 | 9 | 22 | U-0149077 | FED. | 43-047- |
| NBU #188 | SWSW | 10 | 10 | 22 | U-01196-C | FED. | 43-047- |
| NBU #189 | SESW | 23 | 9 | 21 | U-0149075 | UTE | 43-047- |
| NBU #190 ✓ | NWNE | 26 | 9 | 21 | ST U-01194 | STATE | 43-047- |
| CIGE 110-7-9-21 | SWSE | 7 | 9 | 21 | U-0575-B | UTE | 43-047-31959 |
| CIGE 111-13-9-21 | SESW | 13 | 9 | 21 | U-01193 | UTE | 43-047-31954 |
| CIGE 112-19-9-21 | SESE | 19 | 9 | 21 | U-0581 | UTE | 43-047-31945 |
| CIGE 113-21-9-21 | SWNE | 21 | 9 | 21 | U-0576 | UTE | 43-047-31944 |
| CIGE 114-34-9-21 | NESE | 34 | 9 | 21 | ST U-01194-A | STATE | 43-047-31915 |
| CIGE 115-35-9-21 | NWNE | 35 | 9 | 21 | ST ML-22582 | STATE | 43-047-31918 |
| CIGE 116-29-9-22 | NWSW | 29 | 9 | 22 | ST ML-22935 | STATE | 43-047-31919 |
| CIGE 117-34-9-22 | SWNW | 34 | 9 | 22 | U-0149077 | FED. | 43-047-31928 |
| CIGE 118-35-9-22 | NESE | 35 | 9 | 22 | U-010954A | FED. | 43-047-32025 |
| CIGE 119-15-10-21 | NENE | 15 | 10 | 21 | U-01416-A | FED. | 43-047-31927 |
| CIGE 120-15-9-20 | SENE | 15 | 9 | 20 | U-0144868 | UTE | 43-047-32032 |
| CIGE 121-15-9-20 | NWNE | 15 | 9 | 20 | U-0144868 | UTE | 43-047-32031 |
| CIGE 122-7-9-21 | NENE | 7 | 9 | 21 | U-0149767 | UTE | 43-047-32098 |
| CIGE 123-7-9-21 | SWNE | 7 | 9 | 21 | U-0575-B | UTE | 43-047-32047 |
| CIGE 124-9-9-21 | NWSE | 9 | 9 | 21 | U-01188 | UTE | 43-047-32045 |
| CIGE 125-13-9-21 | NWNW | 13 | 9 | 21 | U-01193 | UTE | 43-047-32084 |
| CIGE 126-13-9-21 | NWSW | 13 | 9 | 21 | U-01193 | UTE | 43-047-32087 |
| CIGE 127-16-9-21 | NESW | 16 | 9 | 21 | ST ML-3141 | UTE | 43-047-32036 |
| CIGE 128-18-9-21 | NENE | 18 | 9 | 21 | U-0575 | UTE | 43-047-32046 |
| CIGE 129-18-9-21 | NENW | 18 | 9 | 21 | U-0581 | UTE | 43-047-32043 |
| CIGE 130-19-9-21 | NENE | 19 | 9 | 21 | U-0581 | UTE | 43-047-32030 |
| CIGE 131-19-9-21 | SWNE | 19 | 9 | 21 | U-0581 | UTE | 43-047-32029 |
| CIGE 132-20-9-21 | NWSW | 20 | 9 | 21 | U-0575 | UTE | 43-047-32028 |
| CIGE 133-35-9-21 | SWSE | 35 | 9 | 21 | ST ML-22582 | STATE | 43-047-31978 |
| CIGE 134-1-10-20 | SWSW | 1 | 10 | 20 | U-02270-A | FED. | 43-047-31989 |
| CIGE 135-3-10-21 | SWSW | 3 | 10 | 21 | U-0149078 | FED. | 43-047-32001 |
| CIGE 136-4-10-21 | SWNE | 4 | 10 | 21 | ST ML-22940 | STATE | 43-047-31979 |
| CIGE 137-6-10-21 | SENE | 6 | 10 | 21 | U-01791 | FED. | 43-047-31988 |
| CIGE 138A-6-10-21 | SENE | 6 | 10 | 21 | U-01791 | FED. | 43-047-31987 |
| CIGE 139-10-10-21 | SWNE | 10 | 10 | 21 | U-0149079 | FED. | 43-047-31986 |
| CIGE 140-16-10-21 | NENE | 16 | 10 | 21 | ST ML-10755 | STATE | 43-047-31977 |
| CIGE 141-7-10-22 | NWNE | 7 | 10 | 22 | ST ML-23609 | STATE | 43-047-31970 |
| CIGE 142-25-9-21 | SENE | 25 | 9 | 21 | ST U-01189 | STATE | 43-047-31994 |
| CIGE 143-34-9-21 | SWNE | 34 | 9 | 21 | ST U-01194-A | STATE | 43-047-31995 |
| CIGE 144-2-10-22 | SWNE | 2 | 10 | 22 | ST ML-22651 | STATE | 43-047-32022 |
| CIGE 145-29-9-22 | SENE | 29 | 9 | 22 | ST ML-22935 | STATE | 43-047-31993 |
| CIGE 146-16-10-21 | NWNE | 16 | 10 | 21 | ST ML-10755 | STATE | 43-047-32021 |
| CIGE 147-36-9-22 | SESW | 36 | 9 | 22 | ST ML-22650 | STATE | 43-047-32020 |
| CIGE 148-31-9-22 | NWNE | 31 | 9 | 22 | ST ML-22935-A | STATE | 43-047-32024 |
| CIGE 149-8-10-21 | NWNE | 8 | 10 | 21 | U-01791 | FED. | 43-047-32056 |
| CIGE 150-9-10-21 | SWNE | 9 | 10 | 21 | U-01416 | FED. | 43-047-32058 |
| CIGE 151-10-10-21 | SWSE | 10 | 10 | 21 | U-0149079 | FED. | 43-047-32059 |
| CIGE 152-33-9-22 | SESW | 33 | 9 | 22 | U-01191-A | FED. | 43-047-32068 |
| CIGE 153-35-9-22 | SESW | 35 | 9 | 22 | U-010954-A | FED. | 43-047-32067 |
| CIGE 154-13-10-20 | NWNW | 13 | 10 | 20 | U-4485 | STATE | 43-047-32119 |
| CIGE 155-9-9-21 | SENE | 9 | 9 | 21 | U-01188-B | UTE | 43-047-32157 |

13-Apr-92

NATURAL BUTTES

UINTAH COUNTY, UTAH

| WELL # | LOCATION | | | RGE | STATE OR BLM | | API NUMBER |
|-------------------|----------|-----|-----|-----|--------------|---------|---------------|
| | QUAD | SEC | TWP | | LEASE # | SURFACE | |
| CIGE 156-16-9-21 | NESE | 16 | 9 | 21 | ST ML-3282 | UTE | 43-047-32195 |
| CIGE 157-16-9-21 | SWNW | 16 | 9 | 21 | U-38409 | UTE | 43-047-32160 |
| CIGE 158-21-9-21 | NESE | 21 | 9 | 21 | U-0576 | UTE | 43-047-32158 |
| CIGE 159-6-10-21 | NWNE | 6 | 10 | 21 | U-01791 | FED. | 43-047-32120 |
| CIGE 160-14-10-21 | SWSE | 14 | 10 | 21 | U-01393-C | FED. | 43-047-32124 |
| CIGE 161-2-10-22 | SESE | 2 | 10 | 22 | ST ML-22651 | STATE | 43-047-32168 |
| CIGE 162-36-9-22 | SESE | 36 | 9 | 22 | ST ML-22650 | STATE | 43-047-32164 |
| CIGE 163-15-9-21 | SENE | 15 | 9 | 21 | U-01193 | UTE | 43-047-32192 |
| CIGE 164-34-9-22 | NWNE | 34 | 9 | 22 | U-0149077 | FED. | 43-047-32141 |
| CIGE 165-1-10-20 | SWNW | 1 | 10 | 20 | U-02270-A | FED. | 43-047-32114 |
| CIGE 166-3-10-21 | NENW | 3 | 10 | 21 | U-0149078 | FED. | 43-047-32172 |
| CIGE 167-7-10-21 | NENE | 7 | 10 | 21 | U-01791 | FED. | 43-047-32142 |
| CIGE 168-16-10-21 | NWSE | 16 | 10 | 21 | ST ML-10755 | STATE | 43-047-32123 |
| CIGE 169-2-10-21 | SENW | 2 | 10 | 21 | ST ML-22652 | STATE | 43-047- |



Coastal
The Energy People

RECEIVED

JUN 18 1992

June 16, 1992

DIVISION OF
OIL GAS & MINING

Utah Division of Oil, Gas & Mining
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
Attn: Tami Searing

Re: CIGE #111D-13-9-21
354' FSL & 1933' FWL
SE/SW Section 13, T9S-R21E
Uintah County, Utah
Lease #UTU-01193
API #43-047-31954

NBU #143
317' FNL & 1545' FEL
NW/NE Section 10, T9S-R21E
Uintah County, Utah
Lease #UTU-0141315
API #43-047-32088

NBU #122
121' FSL & 1798' FEL
SW/SE Section 13, T9S-R21E
Uintah County, Utah
Lease #UTU-01193
API #43-047-32085

NBU #105
1079' FSL & 232' FWL
SW/SW Section 17, T9S-R21E
Uintah County, Utah
Lease #UTU-0575
API #43-047-31955

Dear Tami:

Coastal Oil and Gas Corporation will not drill the referenced four (4) proposed wells at the permitted locations as shown above.

These locations had to be moved and were re-surveyed due to archeological and or contractual obligations. New APD's have been submitted to you office for apporval.

If you have any questions or need further information please contact me at (303) 573-4476. Thank you for your attention to this matter.

Sincerely,

Eileen Danni Dey
Regulatory Analyst

xc: R. L. Bartley/R. E. Cox/well file

Coastal Oil & Gas Corporation

A SUBSIDIARY OF THE COASTAL CORPORATION
600 17TH ST • STE 800 S • P O BOX 749 • DENVER CO 80201-0749 • 303/572-1121

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.

UTU-01193

6. If Indian, Ailotee or Tribe Name

Ute Tribal

7. If Unit or CA, Agreement Designation

Natural Buttes Unit

8. Well Name and No.

CIGE #111D-13-9-21

9. API Well No.

43-047-31954

10. Field and Pool, or Exploratory Area

Natural Buttes

11. County or Parish, State

Uintah County, Utah

SUBMIT IN TRIPLICATE

1. Type of Well

Oil Well Gas Well Other

2. Name of Operator

Coastal Oil & Gas Corporation

3. Address and Telephone No.

P.O. Box 749 Denver, CO 80201-0749 (303) 573-4476

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

354' FSL and 1933' FWL SE/SW
Section 13, T9S, R21E

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 Rescind APD
- 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.)*

Please rescind the approved Application for Permit to Drill for the above-referenced location. The location had to be moved and was re-surveyed due to contractual obligations.

New APD's have been submitted to your office for approval.

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

Signed *Daniel Denny Day* Title Regulatory Analyst

Date 6/17/92

(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 Instruction on Reverse Side

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-01193

6. If Indian, Allottee or Tribe Name
N/A

SUBMIT IN TRIPLICATE

7. If Unit or CA, Agreement Designation
Natural Buttes Unit

1. Type of Well
 Oil Well Gas Well Other

8. Well Name and No.
CIGE #111D-13-9-21

2. Name of Operator
Coastal Oil & Gas Corporation

9. API Well No.
43-047-31957

3. Address and Telephone No.
P.O. Box 749 Denver, CO 80201-0749 (303) 573-4476

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1041' FSL and 2265' FWL
Section 13, T9S, R21E

10. Field and Pool, or Exploratory Area
Natural Buttes

11. Country or Parish, State
Uintah County, Utah

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

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.)*

Coastal Oil & Gas Corporation requests a variance to the existing rules and regulations which require the blooie line to be not less than 100' from the borehole.

The above-referenced well will be drilled with air mist which will inject water at the rate of 15-20 gpm until the lost circulation zone is reached. Then the rig pumps will be utilized using aerated water at the rate of 190 gpm to total depth.

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

DATE: 6-24-92
BY: [Signature]

14. I hereby certify that the foregoing is true and correct
Signed [Signature] Title Regulatory Analyst Date 6/17/92
(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.



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Norman H. Bangarter
Governor

Dee C. Hansen
Executive Director

Dianne R. Nielson, Ph.D.
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340

June 25, 1992

Ms. Eileen Danni Dey
Coastal Oil and Gas Corporation
P.O. Box 749
Denver, Colorado 80201-0749

Dear Ms. Dey:

Re: CIGE #111D-13-9-21, Sec. 13, T. 9S, R. 21E, Uintah County, Utah,
API No. 43-047-31954

Per your request, approval to drill the above referenced well is hereby rescinded. Your new APD has been received and is being reviewed for approval.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division of Oil, Gas and Mining immediately.

Sincerely,

Don Staley
Administrative Manager
Oil and Gas

DME/lcd

cc: R.J. Firth
Bureau of Land Management - Vernal
Well file

WOI139

JUN 30 1992

3160
UT08438

Coastal Oil & Gas Corp.
Attn: Eileen Danni Dey
P.O. Box 749
Denver, CO 80201-0749

Re: Rescind Application for Permit to Drill
Well No. CIGE 111D-13-9-21 43-047-31951
Section 13, T9S, R21E
Lease No. U-01193

Dear Ms Dey:

As per your request, we are rescinding the Application for Permit to Drill, approved March 5, 1992, for the referenced well located 354' FSL, 1933' FWL of Section 13, T9S, R21E. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

The new Application for Permit to Drill Well No. CIGE 111D-13-9-21 is presently being processed.

If you have any questions concerning APD processing, please contact Margie Herrmann of this office at (801) 789-1362.

Sincerely,



Howard B. Cleavinger II
Assistant District Manager for Minerals

MHerrmann:plp:June 30, 1992

bcc: State Div. OG&M
Central file
Reading file
Well file
RA

RECEIVED

JUL 08 1992

DIVISION OF
OIL GAS & MINING