

**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  
 2368' FNL, 2182' FWL (SE $\frac{1}{4}$ NW $\frac{1}{4}$ ) 22-9S-20E  
 At proposed prod. zone  
 Same As Above

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*  
 Approximately Five (5) Miles Southeast of Ouray, Utah

10. DISTANCE FROM PROPOSED\* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any)                      2182'

16. NO. OF ACRES IN LEASE                      440

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.                      2700'±

19. PROPOSED DEPTH                      6525' *WSTC*

20. ROTARY OR CABLE TOOLS                      Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)                      4926' GR

22. APPROX. DATE WORK WILL START\*                      September 1, 1991

5. LEASE DESIGNATION AND SERIAL NO.  
 UTU-0577B

6. IF INDIAN, ALLOTTEE OR TRIBE NAME  
 Not Applicable

7. UNIT AGREEMENT NAME  
 Natural Buttes

8. FARM OR LEASE NAME  
 NBU

9. WELL NO.  
 119

10. FIELD AND POOL, OR WILDCAT  
 Natural Buttes *630*

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
 Section 22, T9S, R20E

12. COUNTY OR PARISH                      Uintah                      18. STATE                      Utah

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#	0-6525'	545 sx Circ. to Surface *

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

**RECEIVED**  
MAR 06 1991

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 NBU #119, Federal Lease # UTU-0577B. 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.

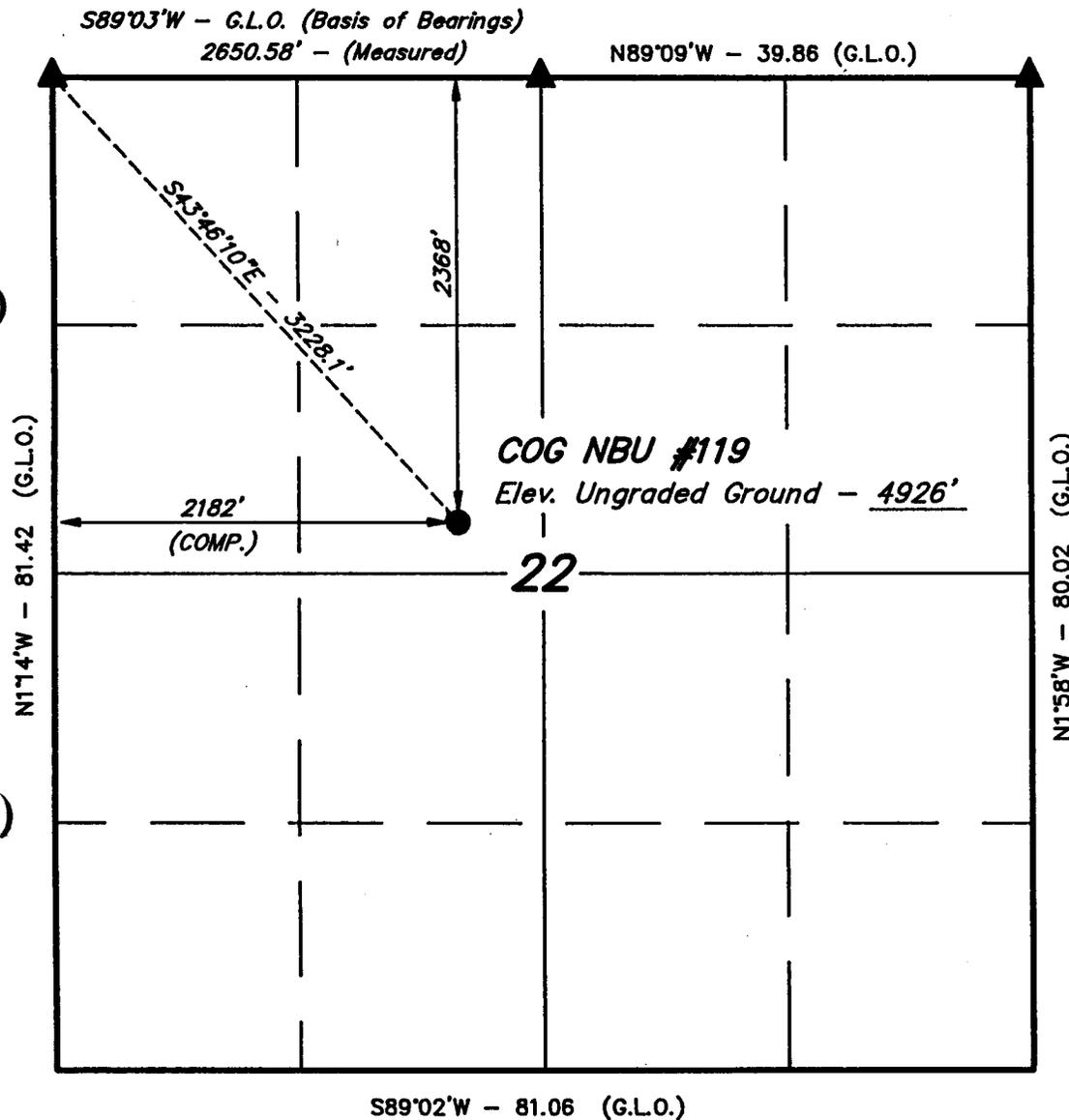
24. SIGNED Charles E. Mowry TITLE District Drilling Manager DATE 02/26/91  
 (This space for Federal or State office use)  
 API PERMIT NO. 43-047-31973 APPROVAL DATE \_\_\_\_\_  
 APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE: 3-11-91  
 CONDITIONS OF APPROVAL, IF ANY: \_\_\_\_\_ BY: J. Matthews  
 WELL SPACING: 615-2-3

\*See Instructions On Reverse Side

# T9S, R20E, S.L.B.&M.

## COASTAL OIL & GAS CORP.

Well location, COG NBU #119, located as shown in the SE 1/4 NW 1/4 of Section 22, T9S, R20E, S.L.B.&M. Uintah County, Utah.



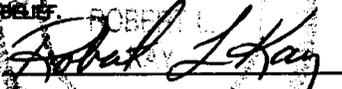
### BASIS OF ELEVATION

SPOT ELEVATION AT THE NE CORNER OF SECTION 22, T9S, R20E, S.L.B.&M. TAKEN FROM THE OURAY 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 4843 FEET.



### CERTIFICATE

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

  
 REGISTERED LAND SURVEYOR  
 REGISTRATION NO. 5709  
 STATE OF UTAH

▲ = SECTION CORNERS LOCATED. (Bross Caps)

### UINTAH ENGINEERING & LAND SURVEYING

P. O. BOX 1758 - 85 SOUTH - 200 EAST

VERNAL, UTAH - 84078

SCALE 1" = 1000'	DATE 1-18-91
PARTY G.S. B.C. R.E..H.	REFERENCES G.L.O. PLAT
WEATHER COLD	FILE COASTAL OIL & GAS CORP.

COASTAL OIL & GAS CORPORATION  
Lease #UTU-0577B, NBU #119  
SE $\frac{1}{4}$ NW $\frac{1}{4}$ , Section 22, T9S, R20E  
Uintah County, Utah

Drilling Prognosis

1. Estimated Tops of Important Geologic Markers:

Uinta	Surface	Wasatch	5245'
Green River	1471'	Total Depth	6525'

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

Wasatch                      5245'                      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. Blooie 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	0-6525'

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% CaCl<sub>2</sub>, 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>
0-6525'	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 : 6525' - Surface  
FDC-CNL : 6525' - 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 H<sub>2</sub>S 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 3,034 psi (calculated at 0.465 psi/foot) and maximum anticipated surface pressure equals approximately 1,599 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 : September 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) MMCF 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.

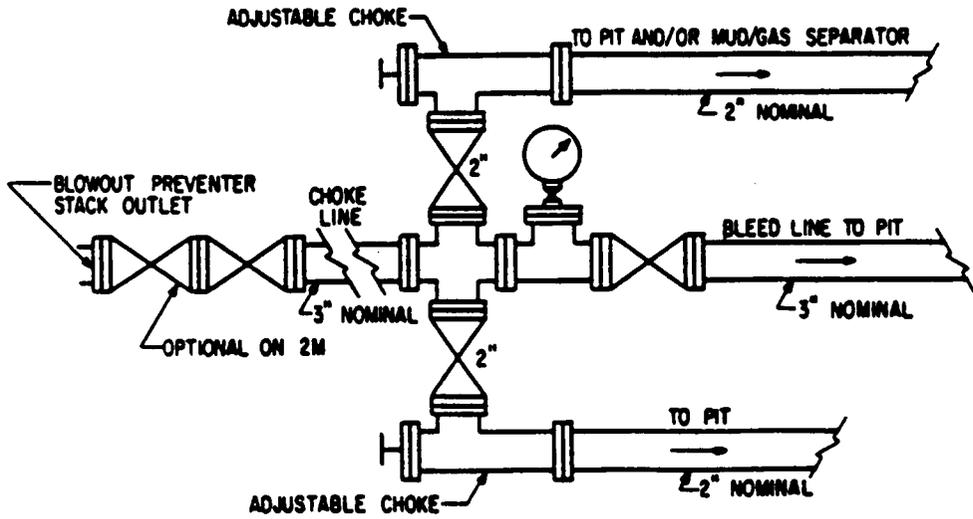
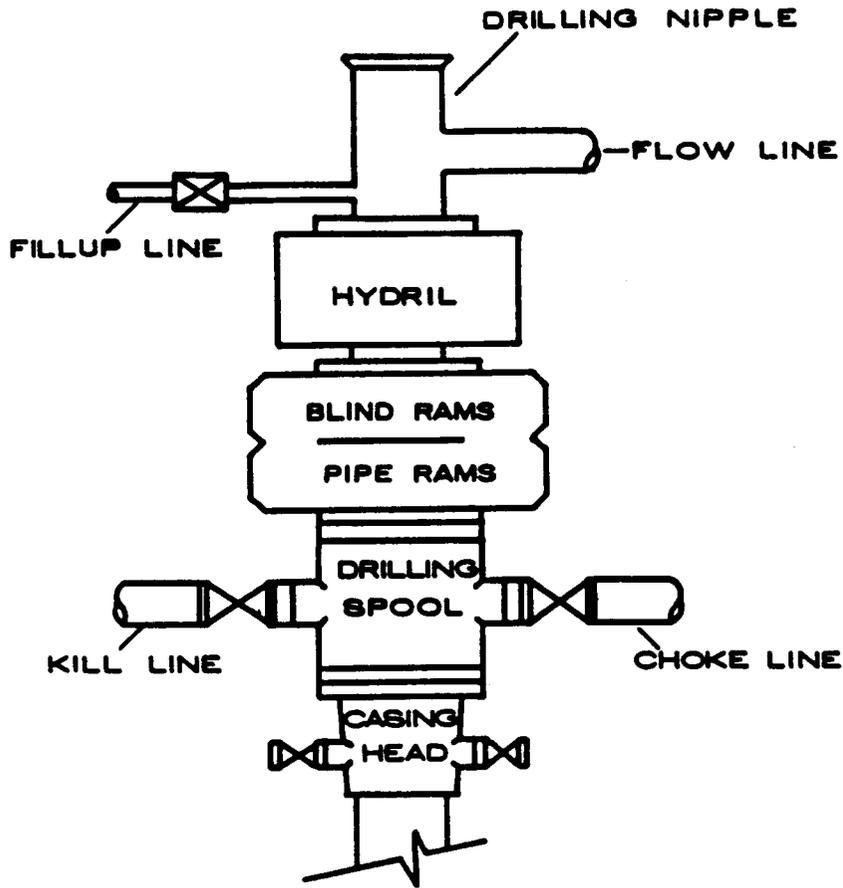
A "Notice of Intention to Abandon" (Form 3160-5) will be filed with the Authorized Officer within fifteen (15) days following the granting of oral approval to plug and abandon.

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-0577B, NBU #119  
SE $\frac{1}{4}$ NW $\frac{1}{4}$ , Section 22, T9S, R20E  
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 17.0 miles on Utah Highway 88 (a paved state highway) to the town of Ouray, thence south approximately 3.6 miles on the Seep Ridge Road (an existing, upgraded Uintah County road), thence generally southeast approximately 2.3 miles on an existing, up-graded oilfield road (crowned & ditched with a gravel surface), thence generally southwest approximately 0.5 mile on an existing, upgraded oilfield road (crowned & ditched with a gravel surface), thence generally south approximately 0.2 miles to the proposed NBU #119 well location.
  - C. Access roads - refer to Maps "A" and "B".
  - D. Access roads within a one (1) 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 NBU #119 well location.
  
2. Planned Access Roads: Refer to Map "B" (Shown in GREEN)

Approximately 0.2 miles of new road construction will be required for access to the proposed NBU #119 well location.

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

2. Planned Access Roads: Continued

- B. Construction standard - the proposed access 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 - 5%.
- 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.
- 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.

2. Planned Access Roads: Continued

- 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 $\frac{1}{4}$ NE $\frac{1}{4}$ , Section 22, T9S, R20E.  
SW $\frac{1}{4}$ SW $\frac{1}{4}$ , Section 22, T9S, R20E.
- C. Temp. abandoned wells - SW $\frac{1}{4}$ SE $\frac{1}{4}$ , Section 14, T9S, R20E.  
SW $\frac{1}{4}$ SW $\frac{1}{4}$ , Section 15, T9S, R20E.  
NW $\frac{1}{4}$ NE $\frac{1}{4}$ , Section 22, T9S, R20E.
- D. Disposal wells - none known.
- E. Drilling wells - none known.
- F. Producing wells - SW $\frac{1}{4}$ NW $\frac{1}{4}$ , Section 14, T9S, R20E.  
NW $\frac{1}{4}$ SE $\frac{1}{4}$ , Section 15, T9S, R20E.  
SW $\frac{1}{4}$ NE $\frac{1}{4}$ , Section 15, T9S, R20E.  
NE $\frac{1}{4}$ SW $\frac{1}{4}$ , Section 15, T9S, R20E.  
SE $\frac{1}{4}$ SW $\frac{1}{4}$ , Section 15, T9S, R20E.  
NW $\frac{1}{4}$ SW $\frac{1}{4}$ , Section 15, T9S, R20E.  
SE $\frac{1}{4}$ NE $\frac{1}{4}$ , Section 21, T9S, R20E.  
NE $\frac{1}{4}$ NW $\frac{1}{4}$ , Section 22, T9S, R20E.  
SE $\frac{1}{4}$ SE $\frac{1}{4}$ , Section 22, T9S, R20E.  
SW $\frac{1}{4}$ NW $\frac{1}{4}$ , Section 23, T9S, R20E.
- G. Shut-in wells - NW $\frac{1}{4}$ NW $\frac{1}{4}$ , Section 22, T9S, R20E.
- 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 - SW $\frac{1}{4}$ NW $\frac{1}{4}$ , Section 14, T9S, R20E.  
NW $\frac{1}{4}$ SE $\frac{1}{4}$ , Section 15, T9S, R20E.  
SE $\frac{1}{4}$ NE $\frac{1}{4}$ , Section 21, T9S, R20E.  
NE $\frac{1}{4}$ NW $\frac{1}{4}$ , Section 22, T9S, R20E.

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 23, T9S, R20E.
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 NBU #119 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.

- 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 previously permitted (private) source of materials in the area. Refer to Item #2G (page #2) 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.

A flare/blooiie pit will be constructed adjacent to the location, northeast 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.

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 3:1 slope and the cut slopes will be reduced from a 1.5:1 slope to a 3:1 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 reseeded 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 more specifically in an area of moderately eroded uplands located between the White River to the north, Willow Creek and the Green River to the west, Molly's Nipple to the northeast, and Cottonwood Wash to the east/southeast.

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 NBU #119 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 3.0 miles to the north.
2. The closest occupied dwellings are located in the town of Ouray, approximately five (5) miles to northwest.
3. A cultural resource clearance will be conducted before any construction activities begin on the proposed NBU #119 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.

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.

12. Other Information:

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

3. 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.

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.

12. Other Information: Continued

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 NBU #119 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.
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).

12. Other Information:

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

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

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.

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

Certification: Continued

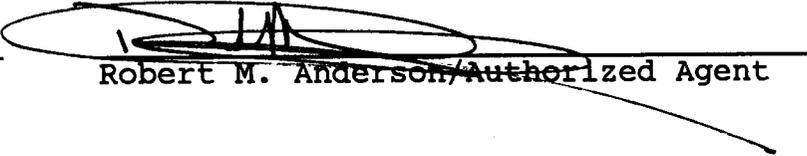
All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil & Gas Orders, the approved plan of operations, and any applicable Notice to Lessees.

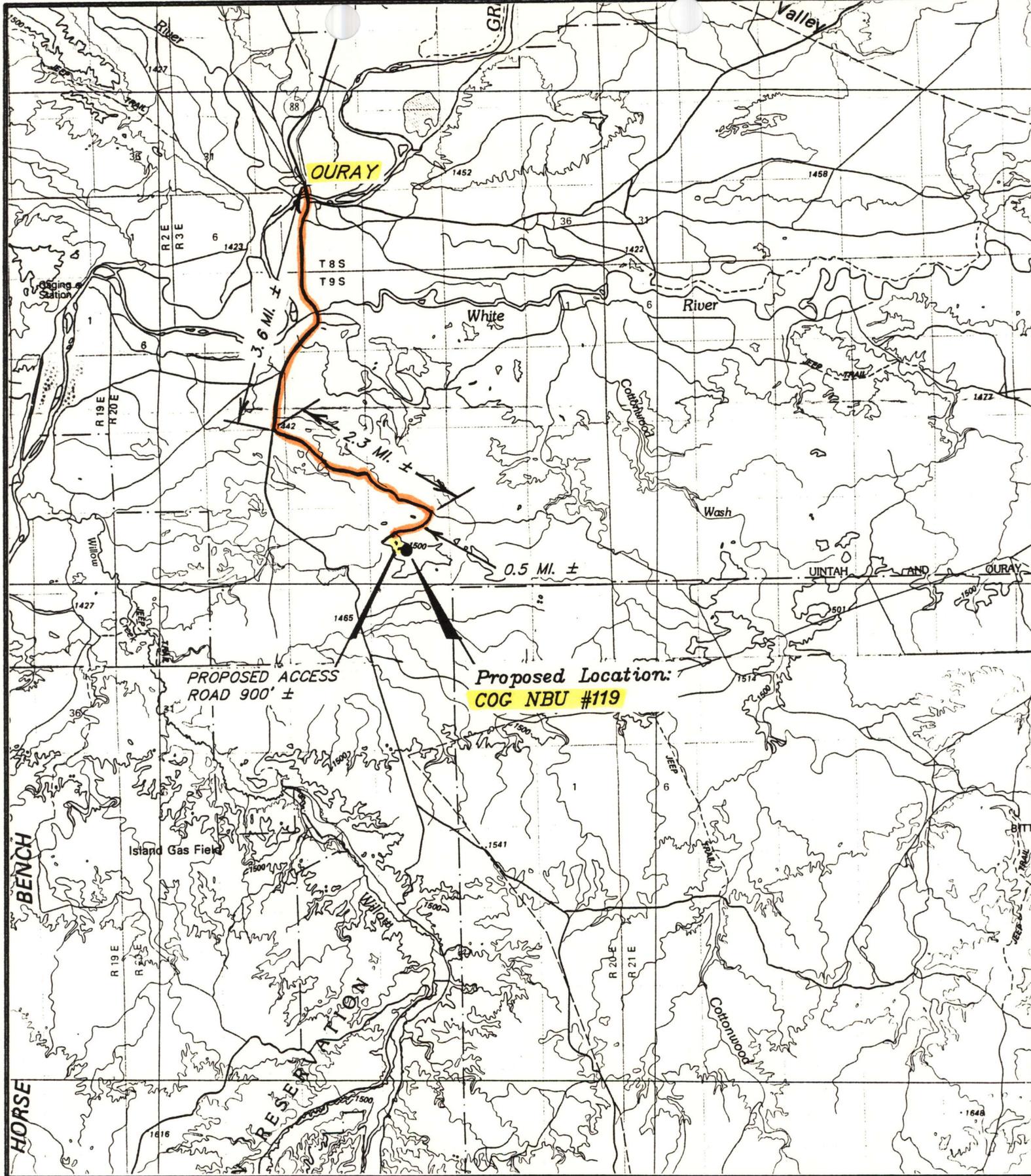
Coastal Oil & Gas Corporation will be fully responsible for the actions of their subcontractors.

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 March 1991  
Date

  
Robert M. Anderson/Authorized Agent



**OURAY**

Proposed Location:  
**COG NBU #119**

PROPOSED ACCESS  
ROAD 900' ±

T8S  
T9S

3.6 Mi. ±

2.3 Mi. ±

0.5 Mi. ±

TOPOGRAPHIC  
MAP "A"

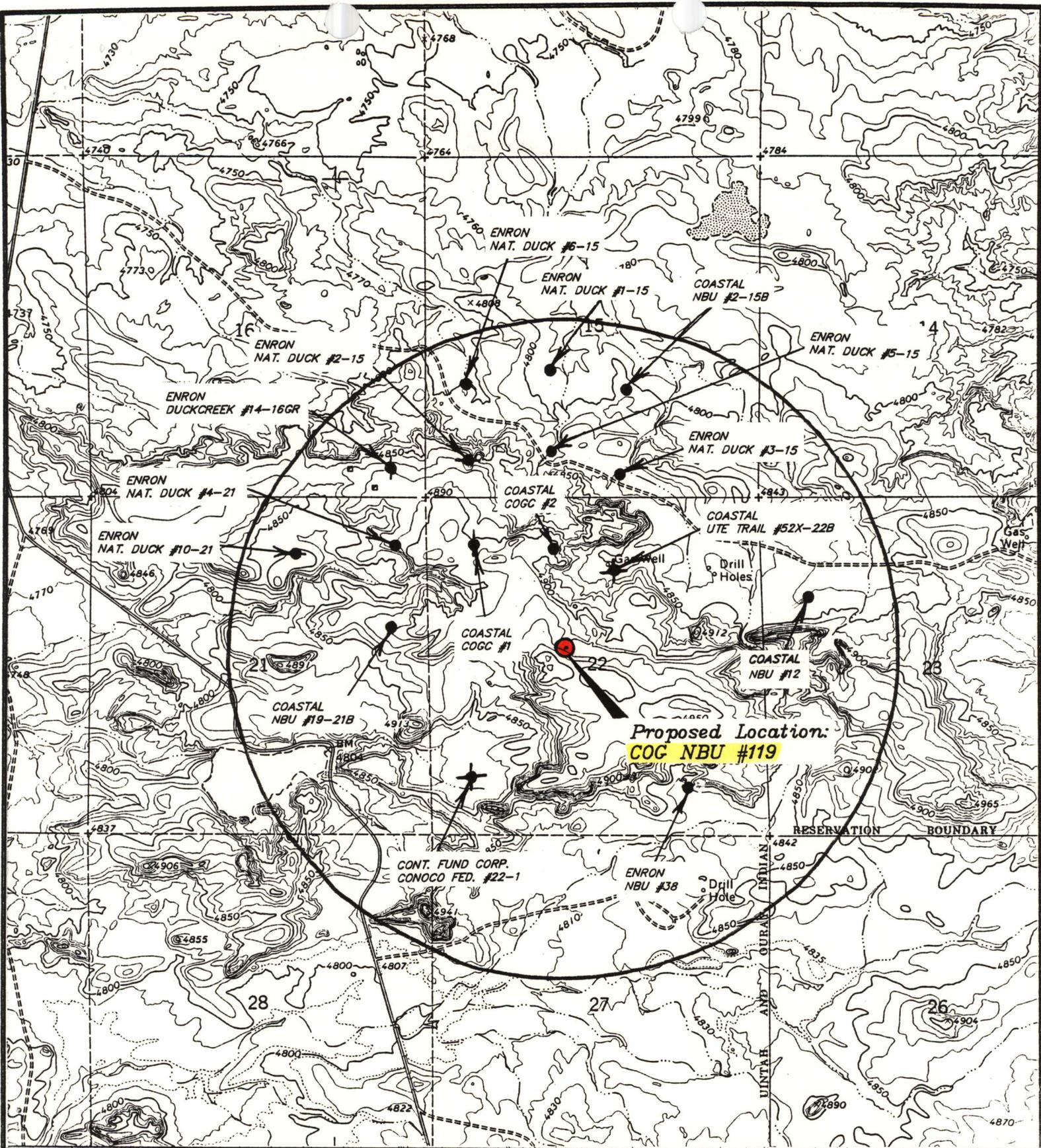
DATE 2-6-91



**COASTAL OIL & GAS CORP.**

COG NBU #119  
SECTION 22, T9S, R20E, S.L.B.&M.





**LEGEND:**

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



**COASTAL OIL & GAS CORP.**

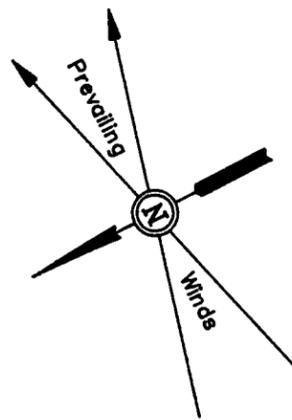
COG NBU #119  
SECTION 22, T9S, R20E, S.L.B.&M.

TOP O MAP "C"

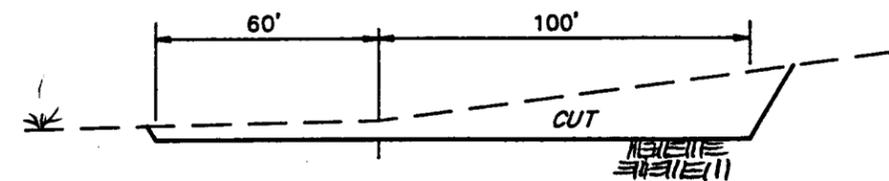
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COASTAL OIL & GAS CORP.

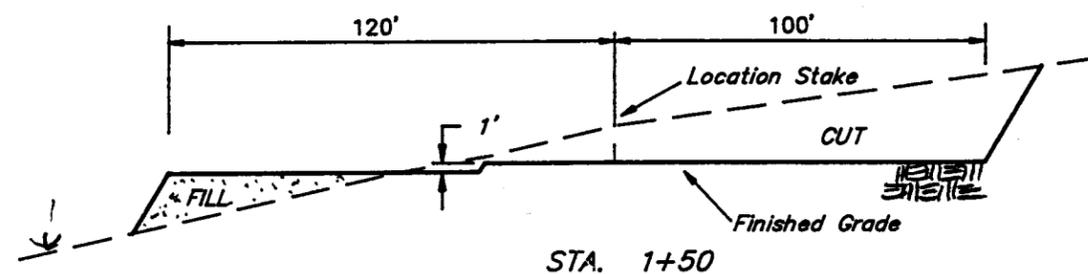
LOCATION LAYOUT FOR  
NBU #119  
SECTION 22, T9S, R20E, S.L.B.&M.



SCALE: 1" = 50'  
DATE: 1-30-91  
Drawn By: J.R.S.

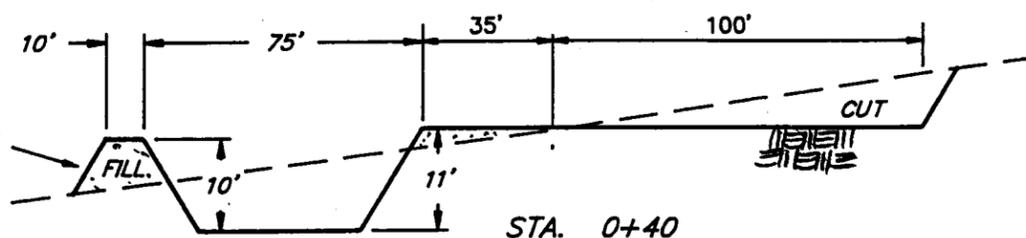


STA. 3+25

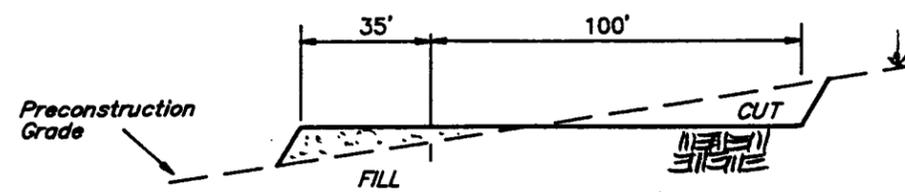


STA. 1+50

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



STA. 0+40

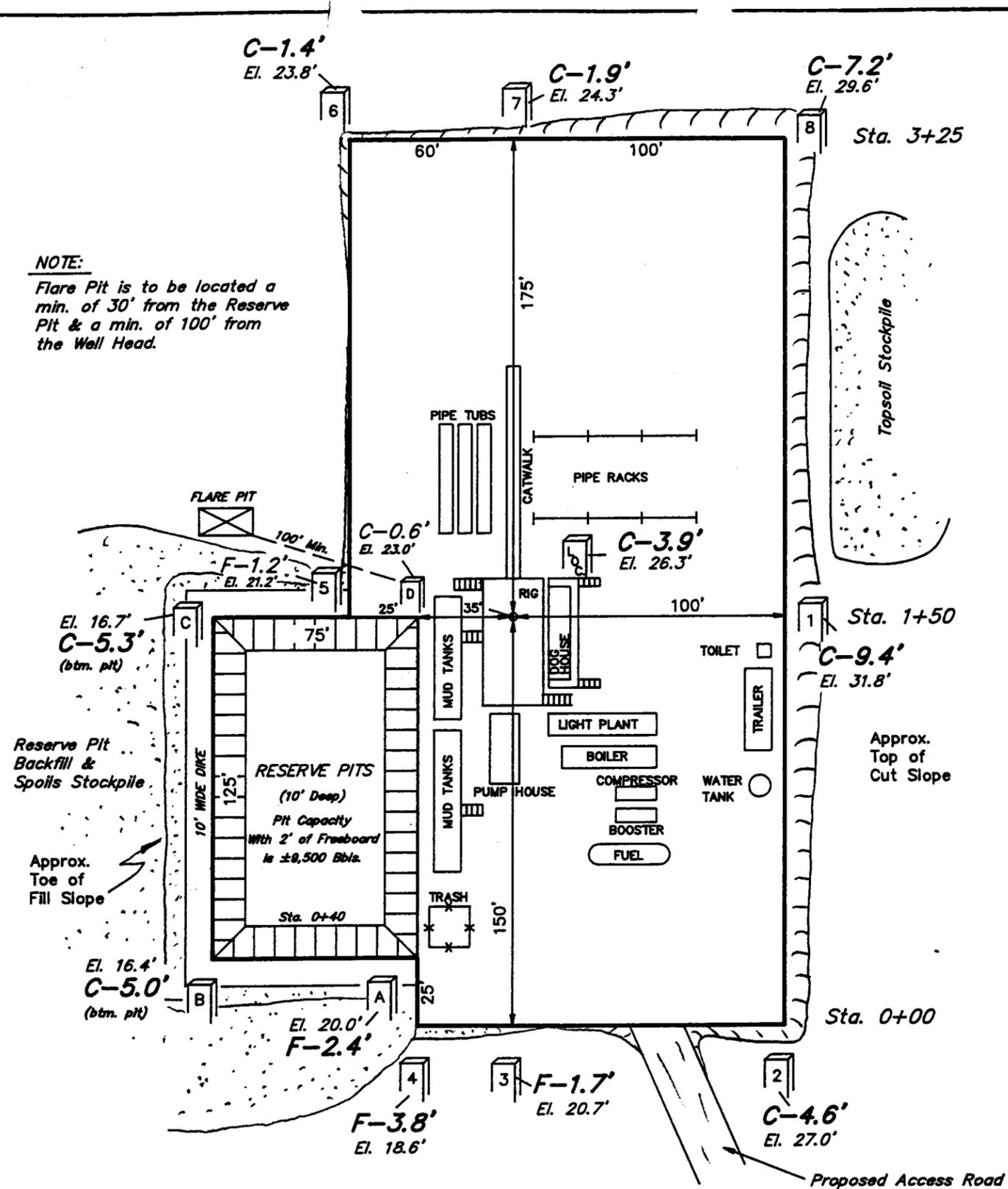


STA. 0+00

TYP. LOCATION LAYOUT  
TYP. CROSS SECTIONS

NOTE:

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



APPROXIMATE YARDAGES

CUT	
(12") Topsoil Stripping	= 2,130 Cu. Yds.
Remaining Location	= 7,200 Cu. Yds.
<b>TOTAL CUT</b>	<b>= 9,330 CU.YDS.</b>
<b>FILL</b>	<b>= 1,720 CU.YDS.</b>

EXCESS MATERIAL AFTER 5% COMPACTION	= 7,520 Cu. Yds.
Topsoil & Pit Backfill (1/2 Pit Vol.)	= 3,350 Cu. Yds.
<b>EXCESS UNBALANCE (After Rehabilitation)</b>	<b>= 4,170 Cu. Yds.</b>

NOTES:

Elev. Ungraded Ground At Loc. Stake = 4926.3'  
FINISHED GRADE ELEV. AT LOC. STAKE = 4922.4'

OPERATOR Coastal Oil Gas Corp 1-9-30 DATE 3-8-91

WELL NAME NB.V 119

SEC SE 1/4 02 T 9S R 02E COUNTY Mitch

43-047-31973  
API NUMBER

Federal (1)  
TYPE OF LEASE

CHECK OFF:

PLAT.

BOND

NEAREST WELL

LEASE

FIELD SLOM

POTASH OR OIL SHALE

PROCESSING COMMENTS:

Included in 1991 P.O.D. approved 12-20-90  
Water Permit 19-491 (57530) target ducking  
Oil shale area

APPROVAL LETTER:

SPACING:

R615-2-3

Natural Buttes  
UNIT

R515-3-2

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

March 11, 1991

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

Gentlemen:

Re: NBU 119 Well, 2368 feet from the North line and 2182 feet from the West line, SE NW, Section 22, Township 9 South, Range 20 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  
NBU 119  
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 43-047-31973.

Sincerely,



R. J. Firth  
Associate Director, Oil & Gas

tas  
Enclosures  
cc: Bureau of Land Management  
J. L. Thompson  
we14/1-64

**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  
 2368' FNL, 2182' FWL (SE $\frac{1}{4}$ NW $\frac{1}{4}$ ) 22-9S-20E  
 At proposed prod. zone  
 Same As Above 43-047-31973

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*  
 Approximately Five (5) 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)      2182'

16. NO. OF ACRES IN LEASE      440

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.      2700'±

19. PROPOSED DEPTH      6525'

20. ROTARY OR CABLE TOOLS      Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)  
 4926' GR

22. APPROX. DATE WORK WILL START\*  
 September 1, 1991

5. LEASE DESIGNATION AND SERIAL NO.  
 UTU-0577B

6. IF INDIAN, ALLOTTEE OR TRIBE NAME  
 Not Applicable

7. UNIT AGREEMENT NAME  
 Natural Buttes

8. FARM OR LEASE NAME  
 NBU

9. WELL NO.  
 119

10. FIELD AND POOL, OR WILDCAT  
 Natural Buttes

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
 Section 22, T9S, R20E

12. COUNTY OR PARISH      18. STATE  
 Uintah      Utah

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 cu. Circ. to Surface *
7-7/8"	5-1/2" K-55	17.0#	0-6525'	180 cu. Circ. to Surface *

**RECEIVED**

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

JAN 22 1992

DIVISION OF  
OIL GAS & MINING

MAR 1991  
RECEIVED

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 NBU #119, Federal Lease # UTU-0577B. 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 02/26/91  
 Charles E. Mowry  
 (This space for Federal or State office use)

PERMIT NO. \_\_\_\_\_ APPROVAL DATE \_\_\_\_\_  
 APPROVED BY [Signature] TITLE ASSISTANT DISTRICT MANAGER MINERALS DATE JAN 9 1992  
 CONDITIONS OF APPROVAL, IF ANY:

**NOTICE OF APPROVAL**      CONDITIONS OF APPROVAL ATTACHED TO OPERATOR'S COPY

\*See Instructions On Reverse Side

## memorandum

DATE: December 31, 1991

REPLY TO  
ATTN OF: Superintendent, Uintah & Ouray Agency

SUBJECT: Concurrence Letter for Coastal Oil & Gas Company ROW-91-73,  
NBU #119, SE1/4NW1/4. Section 22, T. 9 S., R. 20 E., S.L.B. & M.

TO: Bureau of Land Management, Vernal District Office  
Attention: Mr. Paul Andrews, Area Manager

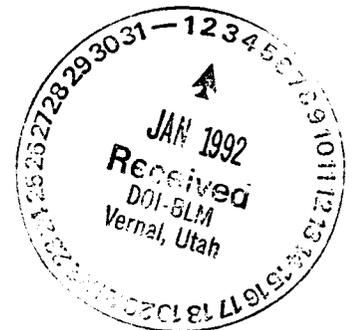
We recommend approval of the Application for Permit to Drill on the subject well.

Based on available information received on December 11, 1991, we have cleared the proposed location in the following area of environmental impact.

YES  NO  Listed threatened or endangered species  
 YES  NO  Critical wildlife habitat  
 YES  NO  Archeological or cultural resources  
 YES  NO  Air quality aspects (to be used only if project  
 is in or adjacent to a Class I area of  
 attainment  
 YES  NO  Other (if necessary)

## REMARKS: Environmental Analysis-6. MITIGATION STIPULATIONS

1. An archeologist approved by the Bureau of Indian Affairs will be onsite during the construction of the road and well site. The reserve pit will be lined. All fluid will be removed from the reserve pit and hauled to an approved disposal area as soon as possible after the well is drilled. The remaining contents of the reserve pit will be dried out and the pit liner will be folded over the contents of the pit. Then the pit will be backfilled.

## **CONDITION OF APPROVAL**

The Interior Board of Land Appeals (IBLA) has ruled that the decision to approve an APD may be appealed under 43 CFR Part 4.21(a), by adversely affected parties. These appeal rights are further modified by 43 CFR Part 3165.3(b) which makes the decision, if contested, first subject to a State Director Review.

A Plan Conformance/NEPA Compliance Record has been completed on this Application for Permit to Drill (APD).

If the decision to approve the APD is contested under 43 CFR Part 3165.3(b), the operator will be immediately notified that no further action can be taken (unless otherwise directed by the authorized officer for protection of surface and subsurface resources) and cannot be resumed until the State Director has issued a decision on the Review. If the State Director rules favorably, the operator may be authorized to resume activities, but must recognize there is still the risk under 43 CFR Part 4.21(a) of an appeal to IBLA.

Any adversely affected party who contests a decision of the Authorized Officer may request an administrative review before the State Director. Such requests, including all supporting documentation, shall be filed with the appropriate State Director within twenty (20) business days from the date such decision was considered received. Upon request and showing good cause, an extension for submitting supporting data may be granted by the State Director. Requests for administrative review should be sent to: State Director, Bureau of Land Management, Utah State Office, P.O. Box 45155, Salt Lake City, Utah 84145-0155.

CONDITIONS OF APPROVAL FOR THE  
APPLICATION FOR PERMIT TO DRILL

Company/Operator Coastal Oil and Gas Corporation

Well Name & Number NBU#119

Lease Number U-0577B

Location 2.368' FNL; 2.182' FWL Sec. 22 T.9 S. R.20 E.

Surface Ownership Tribal Lands administered by the BIA

**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 - at least twenty-four (24) hours prior to running Cementing casing and cementing all casing strings.
- BOP and Related - at least twenty-four (24) hours prior to initiating Equipment Tests pressure tests.
- First Production - within five (5) business days after new well begins Notice 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.

**Additional Surface Stipulations**

**REMARKS: Environmental Analysis-6 from BIA's MITIGATION STIPULATIONS**

1. An archeologist approved by the Bureau of Indian Affairs will be onsite during the construction of the road and well site. The reserve pit will be lined. All fluid will be removed from the reserve pit and hauled to an approved disposal area as soon as possible after the well is drilled. The remaining contents of the reserve pit will be dried out and the pit liner will be folded over the contents of the pit. Then the pit will be backfilled.

RECEIVED

JAN 22 1992

DIVISION OF  
OIL GAS & MINING

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Company Coastal Oil and Gas Corporation Well No. NBU 119

Location SENW, Section 22, T9S, R20E Lease No. U - 0577 - B

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 base of the usable water zone, identified at  $\pm$  1330 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. 3 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 3610.2-3.

There will be no deviation from the proposed drilling and/or workover 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) 789-3634

## 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.

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

DIVISION OF  
**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 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 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

(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.)

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

- 1) These wells are completed in the Wasatch formation and produce less than 5 barrels of water per day on a monthly basis.
- 2) 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.)
- 3) The average evaporation rate for the area compensated for annual rainfall is 70" per year.
- 4) The estimated percolation rate based on the soil characteristics under and adjacent to the pits is 2-6" per hour.
- 5) The depth of usable water aquifers in this area is approximately 1500'.

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

Signed *Elleen Danni Day* Title Regulatory Analyst Date 4/14/92

(This space for Federal or State office use)

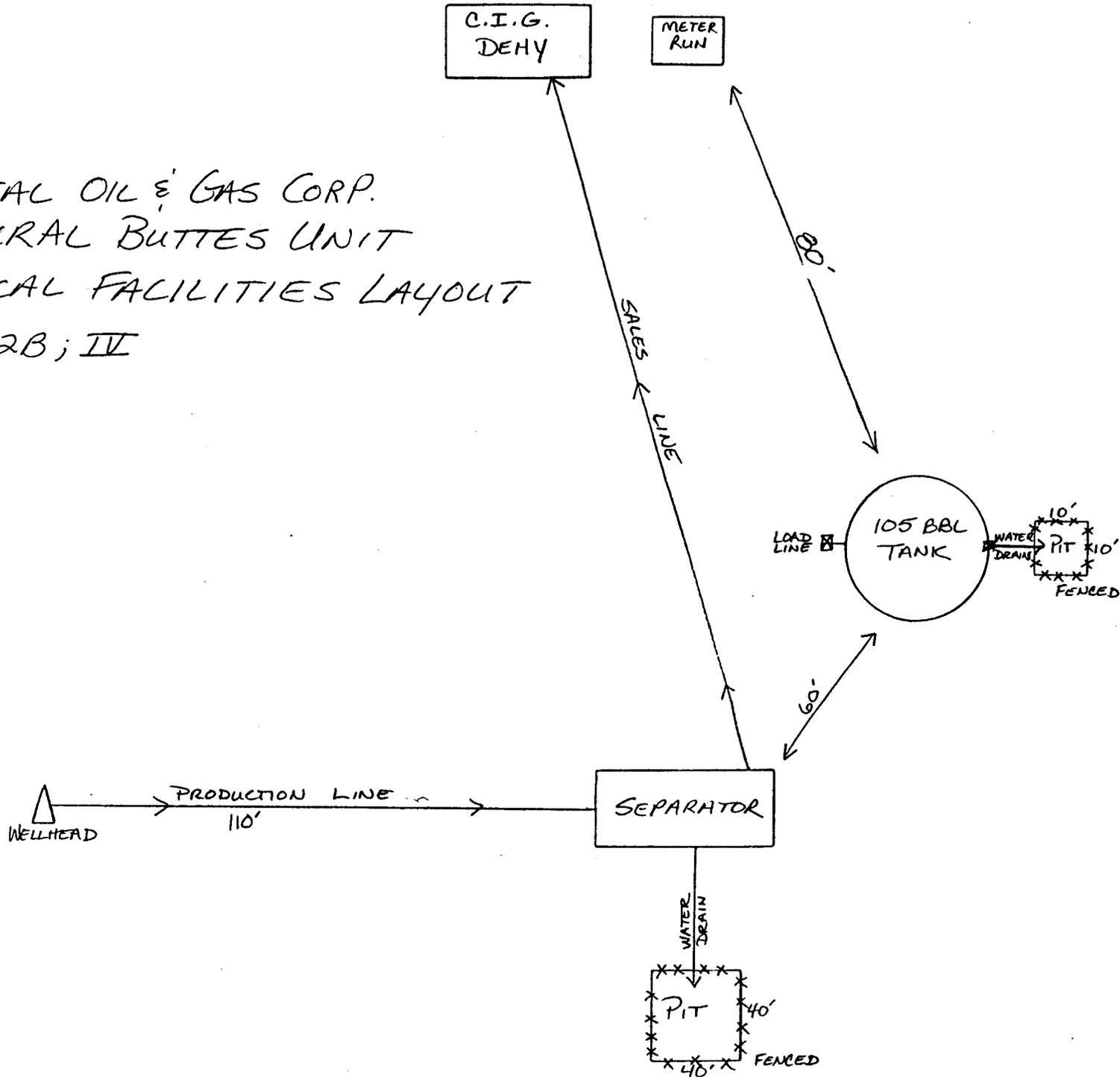
Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any: \_\_\_\_\_

**Accepted by the State  
of Utah Division of  
Oil, Gas and Mining**  
Date: 4-29-92

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

UINTAH COUNTY, UTAH

WELL #	LOCATION				STATE OR BLM		API
	QUAD	SEC	TWP	RGE	LEASE #	SURFACE	NUMBER
NBU #103	SENW	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	SENW	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	SENW	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	SENW	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	SENW	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	SENW	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	SENW	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				STATE OR BLM		API
	QUAD	SEC	TWP	RGE	LEASE #	SURFACE	NUMBER
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	SENW	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	SENW	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 ✓	SENW	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-

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-0577B

6. If Indian, Allottee or Tribe Name

Ute Tribal

7. If Unit or CA, Agreement Designation

Natural Buttes Unit

8. Well Name and No.

NBU #119

9. API Well No.

43-047- 31973

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, Colorado 80201-0749 (303)572-1121

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

2368' FNL & 2182' FWL  
Section 22, T9S-R20E

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

TYPE OF SUBMISSION

TYPE OF ACTION

- Notice of Intent
- Subsequent Report
- Final Abandonment Notice

- Abandonment
- Recompletion
- Plugging Back
- Casing Repair
- Altering Casing
- Other Install Gas Flowline

- 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.)

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: 4-21-92

BY: [Signature]

RECEIVED

APR 21 1992

DIVISION OF  
OIL GAS & MINING

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

Signed [Signature]

Title Vice President

Date 15 April 1992 <sup>mmH</sup>

(This space for Federal or State office use)

Approved by \_\_\_\_\_

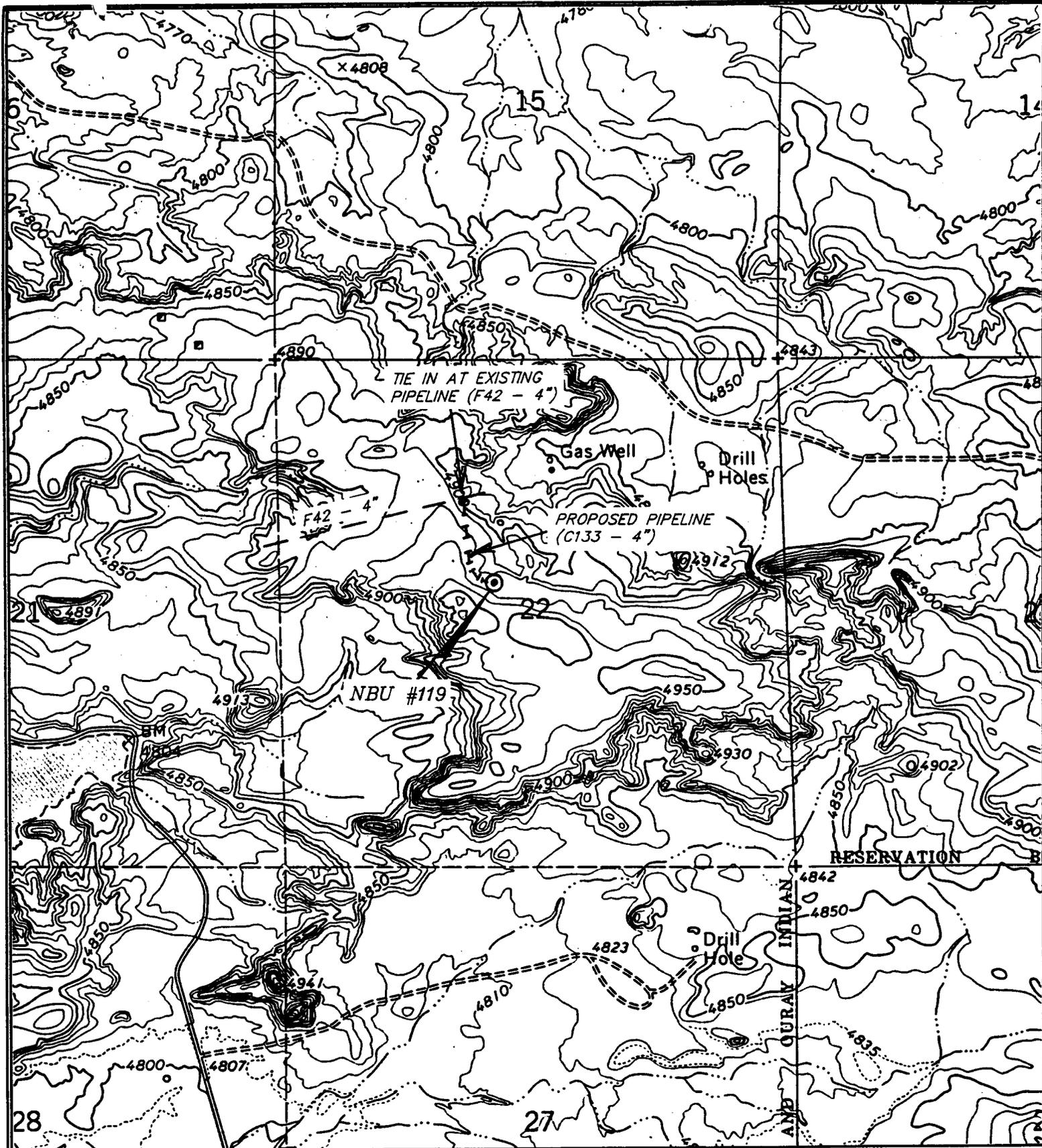
Title \_\_\_\_\_

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



TOTAL PIPELINE SLOPE DISTANCE = 864'

TOPOGRAPHIC  
MAP "D"

LEGEND

- EXISTING PIPELINE
- · - · - · - · Proposed Pipeline



**COASTAL OIL & GAS CORP.**

PROPOSED PIPELINE RIGHT-OF-WAY FOR  
NBU #119  
SECTION 22, T9S, R20E, S.L.B.&M.

DATE: 3-26-92

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

NAME OF COMPANY: COASTAL 43-047-31973

WELL NAME: NBU 119

Section 22 Township 9S Range 20E County UINTAH

Drilling Contractor CHANDLER

Rig # 1

SPUDED: Date 6-3-92

Time 10:00 AM

How DRY HOLE

Drilling will commence \_\_\_\_\_

Reported by DOUG W/LEON ROSS

Telephone # 1-722-4469

Date 6-3-92 SIGNED CAK

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-0577B

6. If Indian, Allottee or Tribe Name

Ute Tribal

7. If Unit or CA, Agreement Designation

Natural Buttes Unit

8. Well Name and No.

NBU #119

9. API Well No.

43-047-31973

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)

2368' FNL and 2132' FWL  
Section 22, T9S, R20E

**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 Report of Spud  
 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.)\*

MIRU Leon Ross Drlg. Spud surface hole @ 10:00 AM, 6/3/92. Drld 12-1/4" hole to 259' GL. Ran 6 jts 8-5/8" 24# K55 ST&C csg & set @ 268' KB. Cmtd w/150 sx Class "G" + add cement.

**RECEIVED**

JUN 18 1992

**DIVISION OF  
OIL GAS & MINING**

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

Signed *William D. Derry* Title Regulatory Analyst

Date 6/15/92

(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.  
UTU-0577B

6. If Indian, Ailotee or Tribe Name  
Ute Tribal

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

8. Well Name and No.  
NBU #119

9. API Well No.  
43-047-31973

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)  
 2368' FNL and 2182' FWL  
 Section 22, T9S, R20E

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

**TYPE OF SUBMISSION**

**TYPE OF ACTION**

- Notice of Intent
- Subsequent Report
- Final Abandonment Notice

- Abandonment
- Recompletion
- Plugging Back
- Casing Repair
- Altering Casing
- Other Report of Operations

- 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 see the attached chronological history for the drilling operations performed on the above-referenced well.

**RECEIVED**

JUL 07 1992

DIVISION OF  
OIL GAS & MINING

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

Signed William Donald Hey Title Regulatory Analyst Date 7/2/92  
 (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

COASTAL OIL & GAS CORPORATION  
CHRONOLOGICAL HISTORY

NBU #119

NATURAL BUTTES UNIT

UINTAH COUNTY, UTAH

CHANDLER #1

WI: 100% COGC AFE: 13555

ATD: 6575' (WASATCH) SD: 6/20/92

CSG: 8-5/8" @ 268' KB

DHC(M\$): 168.0

- 6/5/92 268' WORT. Spud well at 10:00 a.m. 6/3/92. Drill 12-1/4" hole to 259' GL and run 6 jts 8-5/8" 24# K-55 ST&C csg (tally 257.41'). Set at 268' KB. Cmt w/Halliburton by pmpg 150 sx C1 G cmt w/2% CaCl<sub>2</sub> and 1/4#/sx Flocele. Displace w/14.5 BFW and circ 8 bbls cmt to surf. CC: \$23,793.
- 6/20/92 430' Drlg 160'/2.5 hrs. MI Chandler #1. RU, NU BOP. Test BOP to 2000 spi, hydril to 1500 psi. Work on chk lines. PU BHA. Tag cmt at 240'. Install rot hd. Test csg and hydril. Drl cmt and shoe. Drlg, svy: 1 deg @ 311'. Spud well at 3:00 a.m., 6/20/92. Air 1000 CFM at 250 PSI, wtr 18-20 GPM. CC: \$34,421.
- 6/21/92 1850' Drlg 1420'/22.5 hrs. Drlg, RS, svys: 1 deg @ 822'; 1 deg @ 1381'. Drlg w/air mist, air 1200 CFM, wtr 20-22 GPM at 250 PSI. CC: \$50,835.
- 6/22/92 3070' Drlg 1220'/21.5 hrs. Drlg, WLS and trip for float. Drlg, WLS and trip for float. Svys: 1-1/2 deg @ 1829'; 1-1/2 deg @ 2331'; 1 deg @ 2844'. Air mist, AIR 1200 CFM, wtr 22 GPM at 350 psi. CC: \$65,298.
- 6/23/92 3950' Drlg 880'/16.5 hrs. Drlg, svy and RS. Drlg, XO to aerated wtr at 3528'. POOH for plugged bit. Unplug BHDC. PU 5 DC's. TIH, W&R 60' to btm. Drlg, svys: 1-1/4 deg @ 3345'; 1 deg @ 3880'. Aerated wtr, 600 CFM. CC: \$78,315.
- 6/24/92 4955' Drlg 1005'/22.5 hrs. Drlg, RS, drlg. Svys: 1-1/4 deg @ 4372'; 1-1/4 deg @ 4870'. Aerated DAP wtr, air 600 CFM. CC: \$91,356.
- 6/25/92 5645' Drlg 690'/23 hrs. Drlg, RS, drlg. Svy: 1-1/4 deg @ 5278'. DAP wtr. MW 8.4, VIS 28. CC: \$100,682.
- 6/26/92 6205' Drlg 560'/23 hrs. Drlg, RS, drlg, svy: 2 deg @ 5880'. Drlg brks from 5951-5958' & 5974-5996'. Aerated DAP wtr, air 600 CFM. CC: \$110,585.
- 6/27/92 6580' Drlg 375'/15.5 hrs. Drlg, RS. T^O for press loss and chg bit. TIH, drlg. Drlg brks from 6217-6233', 6411-6419', 6546-6563'. Drlg w/DAP wtr, MW 8.4, VIS 28. CC: \$119,945.
- 6/28/92 6717' TIH to LD DP. 137'/7.5 hrs. Drlg, RS. Circ for short trip. Short trip to 4878'. Displ hole w/400 bbls 10# brine. TOH, SLM, 6717.42'. WO Howco WL. Run open hole logs: DLL from 6718-260'; GR 6718-150'; C Den/DS Neut 6718' to 2600'. Cal 6718' to 264'. Log Depth 6718'. Drlg brk from 6613-6647'. 10# brine, MW 10.0, VIS 28. CC: \$140,937.
- 6/29/92 6717' RDRT. TIH. Load hole w/10# brine at 3000', 5000' and 6000'. LD DP and DC's. Loaded hole at 5000', 2000' and @ top of DC's. RU and run shoe, FC and 158 jts 5-1/2", J-55, 17#, 8rd csg, 6725'. FC @ 6672'. Marker jt at 4496'. Clean csg w/rig pump. Cmt w/Howco, 390 sx HiFill, 1#/sx Capseal, .3% HR-7, 705 sx 50/50 Poz w/2% gel, 10% salt, .6% Hal 24, .2% CFR3, 1#/sx Capseal, 1/4#/sx Flocele. Displ w/154 bbls FW. Bumped plug to 2300#. Float equip held, circ 20 bbls cmt to surf. Set csg slips w/105,000# tension. ND BOP's and cmt csg. Clean pits. Rig released at 5:30 a.m., 6/29/92. CC: \$224,672.



# State of Utah

DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

Norman H. Bangerter  
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

September 10, 1992

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

Dear Ms. Dey:

Re: Request for Completed Entity Action Form  
NBU 119 - SENW Sec. 22, T. 9S, R. 20E - Uintah County, Utah

This is written to remind you that all well operators are responsible for sending an Entity Action Form to the Division of Oil, Gas and Mining within five working days of spudding a new well. This office was notified that your company spudded the NBU 119, API Number **43-047-31973**, on June 3, 1992. At this time, we have not received an Entity Action Form for this well.

Please review the instructions on the back of the enclosed form. Make sure you choose the proper Action Code to show whether the well will be a single well with its own sales facilities (Code A), a well being added to an existing group of wells having the same tank battery and common division of royalty interest (Code B - show existing Entity Number to which well should be added), or a well being drilled in the participating area of a properly designated unit (Code B). Complete the form and return it to us by September 21, 1992.

Your attention to this matter is appreciated. If we can be of assistance to you, please feel free to call Lisha Romero at the above number.

Sincerely,

Don Staley  
Administrative Supervisor

lcr  
Enclosure  
cc: R. J. Firth  
File

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN DUPLICATE

(See other instructions on reverse side)

Form approved.  
Budget Bureau No. 1004-0137  
Expires August 31, 1985

WELL COMPLETION OR RECOMPLETION REPORT



1a. TYPE OF WELL: OIL WELL  GAS WELL  DRY  Other \_\_\_\_\_

1b. TYPE OF COMPLETION: NEW WELL  WORK OVER  DEEP-EN  PIPE BACK  DIFF. REVR.  Other \_\_\_\_\_

2. NAME OF OPERATOR  
Coastal Oil & Gas Corporation

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

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)\*  
At surface 2368' FNL & 2182' FWL

At top prod. interval reported below Same as above.

At total depth Same as above.

14. PERMIT NO. 43-047-31973  
DATE ISSUED 3/11/91

DIVISION OF  
OIL GAS & MINING

5. LEASE DESIGNATION AND SERIAL NO.  
UTU-0577B

6. IF INDIAN ALLOTTEE OR TRIBE NAME  
Ute Tribal Surface

7. UNIT AGREEMENT NAME  
Natural Buttes Unit

8. FARM OR LEASE NAME  
NBU

9. WELL NO.  
119

10. FIELD AND POOL OR WILDCAT  
Natural Buttes

11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA  
Section 22, T9S, R20E

12. COUNTY OR PARISH Uintah  
13. STATE Utah

15. DATE SPUDDED 6/3/92  
16. DATE T.D. REACHED 6/27/92  
17. DATE COMPL. (Ready to prod.) 9/13/92  
18. ELEVATIONS (DP, RKB, RT, GB, ETC.)\* 4926' GR  
19. ELEV. CASINGHEAD

20. TOTAL DEPTH, MD & TVD 6717'  
21. PLUG BACK T.D., MD & TVD 6671'  
22. IF MULTIPLE COMPL., HOW MANY\*  
23. INTERVALS DRILLED BY  
ROTARY TOOLS SFC-TD  
CABLE TOOLS

24. PRODUCING INTERVAL(S), OF THIS COMPLETION—TOP, BOTTOM, NAME (MD AND TVD)\*  
5293-6646' Wasatch  
25. WAS DIRECTIONAL SURVEY MADE  
No

26. TYPE ELECTRIC AND OTHER LOGS RUN  
DLL/GR/CDEN/DS Neut/Cal; CBL/CCL/GR  
27. WAS WELL CORRED  
No

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

CASING SIZE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
8-5/8"	24#	268'	12-1/4"	150 sx C1 G cement	None
5-1/2"	17#	6717'	7-7/8"	1095 sx HiFill & 50/50 Poz	None

29. LINER RECORD

SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT*	SCREEN (MD)

30. TUBING RECORD

SIZE	DEPTH SET (MD)	PACKER SET (MD)
2-3/8"	5243'	

31. PERFORATION RECORD (Interval, size and number) Perfed w/4" csg gun 1 JSPF @ following depths:

DEPTH	INTERVAL	SIZE
5293'	6416'	6618'
5955'	6547'	6627'
5979'	6553'	6634'
5994'	6560'	6646'

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

DEPTH INTERVAL (MD)	AMOUNT AND KIND OF MATERIAL USED
5293-6646'	24 bbls 15% HCL & 34 R S 's
5293-6646'	55,820 gals gel w/30% CO <sub>2</sub> & 225,400# 20/40 sand

33. PRODUCTION

DATE FIRST PRODUCTION	PRODUCTION METHOD (Flowing, gas lift, pumping—size and type of pump)	WELL STATUS (Producing or shut-in)
9/3/92	Flowing	SI

DATE OF TEST	HOURS TESTED	CHOKED SIZE	PROD'N. FOR TEST PERIOD	OIL—BSL.	GAS—MCF.	WATER—BSL.	GAS-OIL RATIO
9/13/92	24	18/64"		0	2400	0	N/A

FLOW. TUBING PRESS.	CASING PRESSURE	CALCULATED 24-HOUR RATE	OIL—BSL.	GAS—MCF.	WATER—BSL.	OIL GRAVITY-API (CORR.)
1150	925		0	2400	0	N/A

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)  
SIWOPLC.  
TEST WITNESSED BY  
B. Rawlings

35. LIST OF ATTACHMENTS  
Chronological history.

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

SIGNED Eileen Danni Dey TITLE Regulatory Analyst DATE 10/20/92

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

THE COASTAL CORPORATION  
PRODUCTION REPORT

CHRONOLOGICAL HISTORY

NBU #119  
SECTION 22, T9S-R20E  
NATURAL BUTTES UNIT  
UINTAH COUNTY, UTAH  
WI: 100% COGC AFE: 13555  
TD: 6717' (WASATCH) SD: 6/20/92  
CSG: 5 1/2" @ 6717'  
PERFS: 5293'-6646' (WASATCH)  
CWC(M\$): 371.2

PAGE 2

6/30/92 WOCU. Drop from report until further activity.  
TC: \$224,672

9/1/92 POH w/tbg & mill. Prep to run CBL. MIRU Western OWS rig #22. NU BOP, PU & RIH w/4-3/4" mill & 2-3/8" tbg. Tag PBD @ 6671'. RU power swivel. DO cmt to FC @ 6690'. Circ hole w/160 bbls 3% KCl wtr. Start POH w/tbg & mill. SDFN.  
DC: \$22,250 TC: \$246,922

9/2/92 Prep to acidize perfs. Finish POH w/tbg & mill. RU Cutters WLS. Ran CBL-CCL-GR log from 6672' to surf w/1000 psi on csg. Good bond. TOC @ 80'. PT csg to 5000 psi, OK. Perf 12 holes 5293'-6646' w/4" csg gun. RIH w/tbg to 6653'. SDFN.  
DC: \$7,120 TC: \$254,042

9/3/92 Flwg back after acid breakdown. RU Smith Energy. Spot 34 bbls 15% HCl across perfs. PU tbg to 5243'. Breakdown perfs w/24 bbls 15% HCl + 34 BS's. Broke down @ 3800 psi, treat @ 7.3 BPM @ 4850 psi. Ball action to 5000 psi, did not ball off. ISIP 2270 psi, 15 min 2040 psi. Flwd to pit 2 hrs, rec 50 BW, well kicked off. Flwd overnight on 20/64" chk. Tbg - 160 jts landed @ 5243' w/notched collar on btm, SN 1-jt above & 10' blast jt on top. 257 BLTBR.  
DC: \$23,280 TC: \$277,322

9/3/92 Flwg 500 MCFD, FTP 425 psi, CP 220 psi, 20/64" chk, 20 BWPD.

9/4/92 SI, WO frac. RDMO Western OWS rig #22. Flwd 200 MCFD, FTP 275 psi, CP 450 psi, 20/64" chk, dry gas. SI @ 12:00 noon, 9/3/92. Drop from report until further activity.  
DC: \$200 TC: \$277,522

9/10/92 Flow back after frac. SITP 2920 psi. MIRU Howco. Frac well w/55,820 gals gel w/30% CO<sub>2</sub> w/225,400# 20/40 sand, 25,200 gals w/30% CO<sub>2</sub>, 14,000 gals w/30% CO<sub>2</sub> 1 ppg, 14,000 gals w/30% CO<sub>2</sub> 2 ppg, 14,000 gals w/30% CO<sub>2</sub> 3 ppg, 7000 gals w/30% CO<sub>2</sub> 4 ppg, 7000 gals w/30% CO<sub>2</sub> 5 ppg, 3456 gals w/30% CO<sub>2</sub> flush. ISIP 2370 psi, 5 min 2370 psi, 10 min 2340 psi, 15 min 2340 psi.  
DC: \$72,177 TC: \$349,699

9/10/92 Flwg 1.5 MMCFD CO<sub>2</sub>, FTP 1000 psi, CP 1000 psi, 18/64" chk, 5 BWPH.

9/11/92 Flwg 3.0 MMCFD CO<sub>2</sub>, FTP 1700 psi, CP 1200 psi, 18/64" chk, 15 BWPD.

9/12/92 Flwg 1.3 MMCFD CO<sub>2</sub>, FTP 850 psi, CP 950 psi, 18/64" chk, 5 BWPD.

9/13/92 Flwg 2.4 MMCFD CO<sub>2</sub> & gas, FTP 1250 psi, CP 950 psi, 18/64" chk, 10 BWPD.

9/14/92 SI, WOPLC. Flwd 2.4 MMCFD dry gas, FTP 1150 psi, CP 925 psi, 18/64" chk. SI @ 1:30 p.m., 9/13/92. Drop from report.

COASTAL OIL & GAS CORPORATION  
CHRONOLOGICAL HISTORY

NBU #119  
NATURAL BUTTES UNIT  
UINTAH COUNTY, UTAH  
CHANDLER #1  
WI: 100% COGC AFE: 13555  
ATD: 6575' (WASATCH) SD: 6/20/92  
CSG: 8-5/8" @ 268' KB  
DHC(MS): 168.0

- 6/5/92 268' WORT. Spud well at 10:00 a.m. 6/3/92. Drill 12-1/4" hole to 259' GL and run 6 jts 8-5/8" 24# K-55 ST&C csg (tally 257.41'). Set at 268' KB. Cmt w/Halliburton by pmpg 150 sx C1 G cmt w/2% CaCl<sub>2</sub> and 1/4#/sx Flocele. Displace w/14.5 BFW and circ 8 bbls cmt to surf. CC: \$23,793.
- 6/20/92 430' Drlg 160'/2.5 hrs. MI Chandler #1. RU, NU BOP. Test BOP to 2000 spi, hydril to 1500 psi. Work on chk lines. PU BHA. Tag cmt at 240'. Install rot hd. Test csg and hydril. Drl cmt and shoe. Drlg, svy: 1 deg @ 311'. Spud well at 3:00 a.m., 6/20/92. Air 1000 CFM at 250 PSI, wtr 18-20 GPM. CC: \$34,421.
- 6/21/92 1850' Drlg 1420'/22.5 hrs. Drlg, RS, svys: 1 deg @ 822'; 1 deg @ 1381'. Drlg w/air mist, air 1200 CFM, wtr 20-22 GPM at 250 PSI. CC: \$50,835.
- 6/22/92 3070' Drlg 1220'/21.5 hrs. Drlg, WLS and trip for float. Drlg, WLS and trip for float. Svys: 1-1/2 deg @ 1829'; 1-1/2 deg @ 2331'; 1 deg @ 2844'. Air mist, AIR 1200 CFM, wtr 22 GPM at 350 psi. CC: \$65,298.
- 6/23/92 3950' Drlg 880'/16.5 hrs. Drlg, svy and RS. Drlg, XO to aerated wtr at 3528'. POOH for plugged bit. Unplug BHDC. PU 5 DC's. TIH, W&R 60' to btm. Drlg, svys: 1-1/4 deg @ 3345'; 1 deg @ 3880'. Aerated wtr, 600 CFM. CC: \$78,315.
- 6/24/92 4955' Drlg 1005'/22.5 hrs. Drlg, RS, drlg. Svys: 1-1/4 deg @ 4372'; 1-1/4 deg @ 4870'. Aerated DAP wtr, air 600 CFM. CC: \$91,356.
- 6/25/92 5645' Drlg 690'/23 hrs. Drlg, RS, drlg. Svy: 1-1/4 deg @ 5278'. DAP wtr. MW 8.4, VIS 28. CC: \$100,682.
- 6/26/92 6205' Drlg 560'/23 hrs. Drlg, RS, drlg, svy: 2 deg @ 5880'. Drlg brks from 5951-5958' & 5974-5996'. Aerated DAP wtr, air 600 CFM. CC: \$110,585.
- 6/27/92 6580' Drlg 375'/15.5 hrs. Drlg, RS. T^O for press loss and chg bit. TIH, drlg. Drlg brks from 6217-6233', 6411-6419', 6546-6563'. Drlg w/DAP wtr, MW 8.4, VIS 28. CC: \$119,945.
- 6/28/92 6717' TIH to LD DP. 137'/7.5 hrs. Drlg, RS. Circ for short trip. Short trip to 4878'. Displ hole w/400 bbls 10# brine. TOH, SLM, 6717.42'. WO Howco WL. Run open hole logs: DLL from 6718-260'; GR 6718-150'; C Den/DS Neut 6718' to 2600'. Cal 6718' to 264'. Log Depth 6718'. Drlg brk from 6613-6647'. 10# brine, MW 10.0, VIS 28. CC: \$140,937.
- 6/29/92 6717' RDRT. TIH. Load hole w/10# brine at 3000', 5000' and 6000'. LD DP and DC's. Loaded hole at 5000', 2000' and @ top of DC's. RU and run shoe, FC and 158 jts 5-1/2", J-55, 17#, 8rd csg, 6725'. FC @ 6672'. Marker jt at 4496'. Clean csg w/rig pump. Cmt w/Howco, 390 sx HiFill, 1#/sx Capseal, .3% HR-7, 705 sx 50/50 Poz w/2% gel, 10% salt, .6% Hal 24, .2% CFR3, 1#/sx Capseal, 1/4#/sx Flocele. Displ w/154 bbls FW. Bumped plug to 2300#. Float equip held, circ 20 bbls cmt to surf. Set csg slips w/105,000# tension. ND BOP's and cmt csg. Clean pits. Rig released at 5:30 a.m., 6/29/92. CC: \$224,672.



**Coastal**  
The Energy People

November 12, 1992

State of Utah  
Department of Natural Resources  
Division of Oil, Gas & Mining  
3 Triad Center, Suite 350  
Salt Lake City, UT 84180-1203

Attention: Vicky Carney

Re: Your Letters of November 3, 1992  
Request for Logs

Dear Vicky:

As you requested, enclosed please find logs for the designated well requests:

1. Bleazard #2-28B4 - CBL ✓
2. NBU 119 - CBL/CCL/GR 95 20E 22
3. NBU 128 - DIL-GR; CBL-CCL-GR
4. NBU 176 - CBL-CCL-GR
5. NBU 185 - CBL/CCL/GR; PDK 100
6. NBU 187 - CBL-CCL-GR
7. NBU 188 - CBL/CCL/GR
8. NBU 312-2E - CBL/CCL/GR

If further information is needed, please contact me at (303) 573-4476.

Sincerely,

Eileen Danni Dey  
Regulatory Analyst

EDD:mem

Enclosures

cc: Well Files

**RECEIVED**

NOV 16 1992

DIVISION OF  
OIL GAS & MINING

**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-0577B

6. If Indian, Allottee or Tribe Name

N/A

7. If Unit or CA, Agreement Designation

Natural Buttes Unit

8. Well Name and No.

NBU 119

9. API Well No.

43-047-31973

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)

2368' FNL & 2182' FWL  
Section 22, T9S-R20E

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

TYPE OF SUBMISSION

Notice of Intent  
 Subsequent Report  
 Final Abandonment Notice

TYPE OF ACTION

Abandonment  
 Recompletion  
 Plugging Back  
 Casing Repair  
 Altering Casing  
 Other First Sales  
 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.)\*

The above referenced well was connected to CIG's gas salesline and first sales occurred at 3:p.m., 12/10/92 w/ a rate of 1816 MCFPD, 0 BOPD, 0 BWPD, FTP 2100, SICP 2194, & 10/64" choke.

**RECEIVED**

JAN 11 1993

DIVISION OF  
OIL, GAS & MINING

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

Signed

*[Signature]*

Title

Regulatory Analyst

Date

1-8-93

(This space for Federal or State office use)

Approved by

Title

Date

Conditions of approval, if any:

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-0577B

6. If Indian, Allottee or Tribe Name

Ute Tribal Surface

7. If Unit or CA. Agreement Designation

Natural Buttes Unit

8. Well Name and No.

NBU #119

9. API Well No.

43-047-31973

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)  
 2368' FNL & 2182' FWL  
 Section 22, T9S-R20E

**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 Cleanout Sand

Change of Plans

New Construction

Non-Routine Fracturing

Water Shut-Off

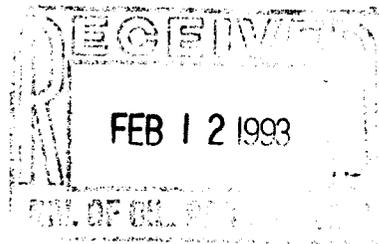
Conversion to Injection

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 see the attached chronological history for the sand cleanout procedure performed on the above referenced well.



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

Signed [Signature]

Title Regulatory Analyst

Date 2/9/93

(This space for Federal or State office use)

Approved by \_\_\_\_\_  
Conditions of approval, if any:

Title \_\_\_\_\_

Date \_\_\_\_\_

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

THE COASTAL CORPORATION  
PRODUCTION REPORT

CHRONOLOGICAL HISTORY

NBU #119  
SECTION 22, T9S-R20E  
NATURAL BUTTES UNIT  
UINTAH COUNTY, UTAH  
WI: 100% COGC     AFE: 13555

PAGE 3

- 12/30/92     Cleanout sand.     MIRU.     ND WH, NU BOP's.     Wait on wtr.     SDFN.  
                 DC: \$2,656                     TC: \$358,005
- 12/31/92     Flow test well.     PU 44 jts tbg.     TIH, tag PBTD @ 6653', 8' below BP  
                 @ 6646'.     POOH and LD 44 jts tbg.     ND BOP's, NU WH.     EOT @ 5243'.  
                 Flow to pit on 18/64" chk.     Tbg 525#, csg 550#.     SDFN.     Rls'd WOWS  
                 rig #12.  
                 DC: \$4,766                     TC: \$362,771
- 12/31/92     Flwg 1.0 MMCFD, FTP 500 psi, CP 550 psi, 20/64" chk, 5 BWPD.
- 1/1/93         SI, WOPLC.     Flwd 1.2 MMCFD, FTP 500 psi, CP 600 psi, 20/64" chk.     SI  
                 @ 1:30 p.m., 12/31/92.     Drop from report.

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 purposes.

SUBMIT IN TRIPLICATE

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JUL 02 1993

DIVISION OF  
OIL GAS & MINING

5 Lease Designation and Serial No.  
UTU-0577B  
6 Indian, Allottee or Tribe Name  
Ute Tribal Surface  
7 If Unit or CA Agreement Designation  
Natural Buttes Unit  
8. Well Name and No.  
NBU #119  
9 API Well No.  
43-047-31973  
10. Field and Pool, or Exploratory Area  
Natural Buttes  
11. County or Parish, State  
Uintah County, Utah

Type of Well  
 Oil Well  Gas Well  Other  
Name of Operator  
Coastal Oil & Gas Corporation  
Address and Telephone No.  
P. O. Box 749 Denver, CO 80201-0749 (303) 573-4476  
Location of Well (Footage, Sec., T., R., M., or Survey Description)  
2368' FNL & 2182' FWL  
Sec. 22, T9S-R20E

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

TYPE OF SUBMISSION

TYPE OF ACTION

- Notice of Intent
- Subsequent Report
- Final Abandonment Notice

- Abandonment
- Recompletion
- Plugging Back
- Casing Repair
- Altering Casing
- Other NTL 2B; IV

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

(Note: Report return or monitor completion on Well Completion or Recompletion Report and Log form.)

3. 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 well:

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

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

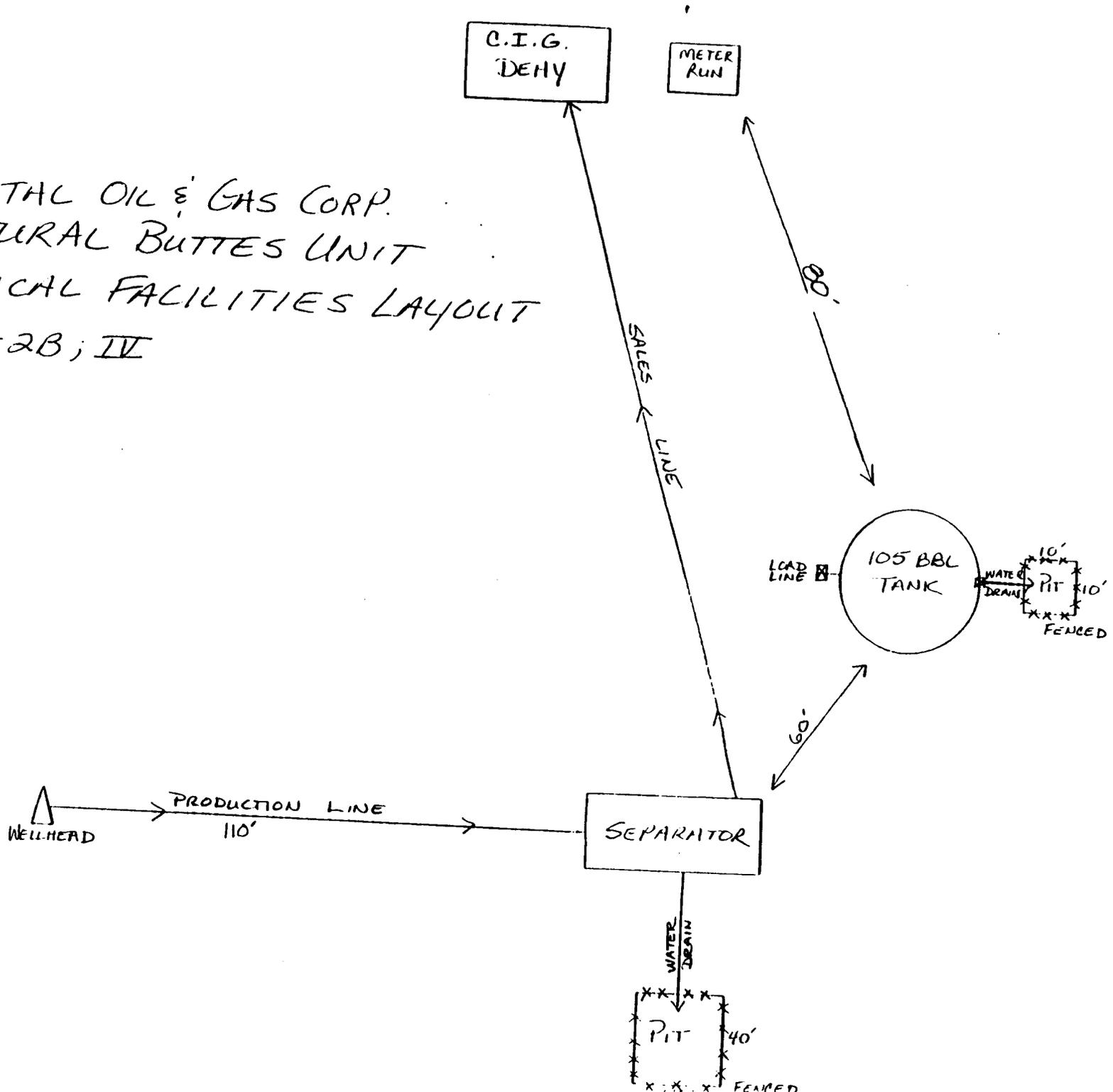
Date: 7-8-93  
Federal Approval of this  
Action is Necessary  
Date: 8/28/93

4. I hereby certify that the foregoing is true and correct.  
Signed: *[Signature]* Title: Regulatory Analyst  
By: *[Signature]* Date: 8/28/93

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.

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



SUNDRY NOTICES AND REPORTS ON WELLS

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

5. LEASE DESIGNATION AND SERIAL NUMBER:  
6. IF INDIAN ALLOTTEE OR TRIBE NAME:  
7. UNIT or CA AGREEMENT NAME:  
8. WELL NAME and NUMBER: Exhibit "A"  
9. API NUMBER:  
1. TYPE OF WELL OIL WELL  GAS WELL  OTHER \_\_\_\_\_  
2. NAME OF OPERATOR: El Paso Production Oil & Gas Company  
3. ADDRESS OF OPERATOR: 8 South 1200 East CITY Vernal STATE Utah ZIP 84078 PHONE NUMBER: 435-789-4433  
4. LOCATION OF WELL

FOOTAGES AT SURFACE: COUNTY:  
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: STATE: UTAH

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

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

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  
As a result of the merger between The Coastal Corporation and a wholly owned subsidiary of El Paso Energy Corporation, the name of Coastal Oil & Gas Corporation has been changed to El Paso Production Oil & Gas Company effective March 9, 2001.  
See Exhibit "A"

Bond # 400JU0708

Coastal Oil & Gas Corporation  
NAME (PLEASE PRINT) John T. Elzner TITLE Vice President  
SIGNATURE [Signature] DATE 06-15-01

El Paso Production Oil & Gas Company  
NAME (PLEASE PRINT) John T. Elzner TITLE Vice President  
SIGNATURE [Signature] DATE 06-15-01

This space for State use only

**RECEIVED**  
JUN 19 2001  
DIVISION OF OIL, GAS AND MINING

5/2000 (See Instructions on Reverse Side)

State of Delaware  
Office of the Secretary of State

---

PAGE 1

I, HARRIET SMITH WINDSOR, SECRETARY OF STATE OF THE STATE OF DELAWARE, DO HEREBY CERTIFY THE ATTACHED IS A TRUE AND CORRECT COPY OF THE CERTIFICATE OF AMENDMENT OF "COASTAL OIL & GAS CORPORATION", CHANGING ITS NAME FROM "COASTAL OIL & GAS CORPORATION" TO "EL PASO PRODUCTION OIL & GAS COMPANY", FILED IN THIS OFFICE ON THE NINTH DAY OF MARCH, A.D. 2001, AT 11 O'CLOCK A.M.

RECEIVED

MAR 9 2001

DIVISION OF  
OIL, GAS AND MINING



*Harriet Smith Windsor*  
Harriet Smith Windsor, Secretary of State

0610204 8100

AUTHENTICATION: 1061007

010162788

DATE: 04-03-01

CERTIFICATE OF AMENDMENT

OF

CERTIFICATE OF INCORPORATION

COASTAL OIL & GAS CORPORATION (the "Company"), a corporation organized and existing under and by virtue of the General Corporation Law of the State of Delaware, DOES HEREBY CERTIFY:

FIRST: That the Board of Directors of the Company, by the unanimous written consent of its members, filed with the minutes of the Board, adopted a resolution proposing and declaring advisable the following amendment to the Certificate of Incorporation of the Company:

RESOLVED that it is deemed advisable that the Certificate of Incorporation of this Company be amended, and that said Certificate of Incorporation be so amended, by changing the Article thereof numbered "FIRST." so that, as amended, said Article shall be and read as follows:

"FIRST. The name of the corporation is El Paso Production Oil & Gas Company."

SECOND: That in lieu of a meeting and vote of stockholders, the stockholders entitled to vote have given unanimous written consent to said amendment in accordance with the provisions of Section 228 of the General Corporation Law of the State of Delaware.

THIRD: That the aforesaid amendment was duly adopted in accordance with the applicable provisions of Sections 242 and 228 of the General Corporation Law of the State of Delaware.

IN WITNESS WHEREOF, said COASTAL OIL & GAS CORPORATION has caused this certificate to be signed on its behalf by a Vice President and attested by an Assistant Secretary, this 9th day of March 2001.

COASTAL OIL & GAS CORPORATION

David L. Siddall
Vice President

Attest:

Margaret E. Roark, Assistant Secretary

RECEIVED

STATE OF DELAWARE
SECRETARY OF STATE
DIVISION OF CORPORATIONS
FILED 11:00 AM 03/09/2001
010118394 - 0610204

JUN 19 2001

DIVISION OF OIL, GAS AND MINING



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

Utah State Office  
P.O. Box 45155  
Salt Lake City, UT 84145-0155

# RECEIVED

JUL 12 2001

DIVISION OF  
OIL, GAS AND MINING

In Reply Refer To:  
3106  
UTSL-065841  
(UT-924)

JUL 10 2001

### NOTICE

El Paso Production Oil & Gas Company : Oil and Gas  
Nine Greenway Plaza :  
Houston TX 77046-0095 :

#### Name Change Recognized

Acceptable evidence has been received in this office concerning the name change of Coastal Oil & Gas Corporation into El Paso Production Oil & Gas Company with El Paso Production Oil & Gas Company being the surviving entity.

For our purposes, the name change is recognized effective March 9, 2001.

The oil and gas lease files identified on the enclosed exhibit have been noted as to the name change. The exhibit was compiled from a list of leases obtained from our computer program. We have not abstracted the lease files to determine if the entities affected by this name change hold an interest in the leases identified nor have we attempted to identify leases where the entities are the operator on the ground maintaining no vested recorded title or operating rights interests. We will be notifying the Minerals Management Service and all applicable Bureau of Land Management offices of the change by a copy of this notice. If additional documentation for changes of operator are required by our Field Offices, you will be contacted by them.

If you identify additional leases in which the entities maintain an interest, please contact this office and we will appropriately document those files with a copy of this Notice.

Due to the name change, the name of the principal/obligor on the bond is required to be changed from Coastal Oil & Gas Corporation to El Paso Production Oil & Gas Company. You may accomplish this either by consent of surety rider on the original bond or a rider to the original bond. The bonds are held in Wyoming and Colorado.



Opolonia L. Abeyta  
Acting Chief, Branch of  
Minerals Adjudication

Enclosure

1. Exhibit of Leases (1 pp)

cc: Moab Field Office  
Vernal Field Office  
MMS, Reference Data Branch, MS3130, PO Box 5860, Denver CO 80217  
~~State of Utah, DOGM~~, Attn: Jim Thompson (Ste. 1210), Box 145801, SLC UT 84114  
Teresa Thompson (UT-922)  
Joe Incardine (UT-921)

## Exhibit of Leases

UTUSL-065841A	UTU-47172	UTU-74415	UTU-53860
UTU-28652	UTU-50687	UTU-74416	UTU-66401
UTU-37943	UTU-52298	UTU-75091	UTU-67868
UTU-44089	UTU-0109054	UTU-75096	UTU-65389
UTU-44090A	UTU-0143511	UTU-75097	UTU-77084
UTU-61263	UTU-0143512	UTU-75673	UTU-61430
UTU-00343	UTU-38401	UTU-76259	UTU-72633
UTU-02651	UTU-38411	UTU-76260	UTU-72650
UTU-02651B	UTU-38418	UTU-76261	UTU-49692
UTU-0142175	UTU-38419	UTU-76493	UTU-57894
UTU-70235	UTU-38420	UTU-76495	UTU-76829
UTU-70406	UTU-38421	UTU-76503	UTU-76830
UTU-74954	UTU-38423	UTU-78228	UTU-76831
UTU-75132	UTU-38424	UTU-78714	
UTU-75699	UTU-38425	UTU-78727	
UTU-76242	UTU-38426	UTU-78734	
UTU-78032	UTU-38427	UTU-79012	
UTU-4377	UTU-38428	UTU-79011	
UTU-4378	UTU-53861	UTU-71694	
UTU-7386	UTU-58097	UTU-00576	
UTU-8344A	UTU-64376	UTU-00647	
UTU-8345	UTU-65222	UTU-01470D	
UTU-8347	UTU-65223	UTU-0136484	
UTU-8621	UTU-66746	UTU-8344	
UTU-14646	UTU-67178	UTU-8346	
UTU-15855	UTU-67549	UTU-8648	
UTU-25880	UTU-72028	UTU-28212	
UTU-28213	UTU-72632	UTU-30289	
UTU-29535	UTU-73009	UTU-31260	
UTU-29797	UTU-73010	UTU-33433	
UTU-31736	UTU-73013	UTU-34711	
UTU-34350	UTU-73175	UTU-46699	
UTU-34705	UTU-73434	UTU-78852	
UTU-37116	UTU-73435	UTU-78853	
UTU-37355	UTU-73444	UTU-78854	
UTU-37573	UTU-73450	UTU-075939	
UTU-38261	UTU-73900	UTU-0149767	
UTU-39223	UTU-74409	UTU-2078	
UTU-40729	UTU-74410	UTU-44426	
UTU-40736	UTU-74413	UTU-49530	
UTU-42469	UTU-74414	UTU-51026	



5. If NO, the operator was contacted contacted on: N/A
6. **Federal and Indian Lease Wells:** The BLM and or the BIA has approved the (merger, name change, or operator change for all wells listed on Federal or Indian leases on: 07/10/2001
7. **Federal and Indian Units:** The BLM or BIA has approved the successor of unit operator for wells listed on: 07/10/2001
8. **Federal and Indian Communization Agreements ("CA"):** The BLM or the BIA has approved the operator change for all wells listed involved in a CA on: 07/10/2001
9. **Underground Injection Control ("UIC")** The Division has approved UIC Form 5, **Transfer of Authority to Inject**, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on: N/A

---

**DATA ENTRY:**

1. Changes entered in the **Oil and Gas Database** on: 07/25/2001
2. Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 07/25/2001
3. Bond information entered in RBDMS on: N/A
4. Fee wells attached to bond in RBDMS on: N/A

---

**STATE BOND VERIFICATION:**

1. State well(s) covered by Bond No.: N/A

---

**FEDERAL BOND VERIFICATION:**

1. Federal well(s) covered by Bond No.: WY 2793

---

**FEE WELLS - BOND VERIFICATION/LEASE INTEREST OWNER NOTIFICATION:**

1. (R649-3-1) The **NEW** operator of any fee well(s) listed covered by Bond No: N/A
2. The **FORMER** operator has requested a release of liability from their bond on: N/A  
The Division sent response by letter on: N/A
3. (R649-2-10) The **FORMER** operator of the Fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on: \_\_\_\_\_

---

**FILMING:**

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

---

**FILING:**

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

---

**COMMENTS: Master list of all wells involved in operator change from Coastal Oil & Gas Corporation to El Paso Production Oil and Gas Company shall be retained in the "Operator Change File".**

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JAN. 17. 2003 3:34PM

WESTPORT

NO. 173 P. 2

**WESTPORT OIL AND GAS COMPANY, L.P.**

410 Seventeenth Street #2300 Denver Colorado 80202-4436  
Telephone: 303 573 5404 Fax: 303 573 5609

**February 1, 2002**

**Department of the Interior  
Bureau of Land Management  
2850 Youngfield Street  
Lakewood, CO 80215-7093  
Attention: Ms. Martha Maxwell**

**RE: BLM Bond CO-1203  
BLM Nationwide Bond 158626364  
Surety - Continental Casualty Company  
Belco Energy Corporation merger into Westport Oil and Gas Company, Inc.  
Conversion of Westport Oil and Gas Company, Inc., into Westport Oil and Gas Company, L.P.  
Assumption Rider - Westport Oil and Gas Company, L.P.**

**Dear Ms. Maxwell:**

**Pursuant to our recent conversations, please find the following list of enclosures for the BLM's consideration and approval:**

**Two (2) Assumption Riders, fully executed originals.  
Copies of Belco Energy Corporation merger into Westport Oil and Gas Company, Inc.  
Copies of Westport Oil and Gas Company, Inc., conversion into Westport Oil and Gas Company, L.P.  
List of all Federal/BIA/State Leases - Belco/Westport's leases - in all states.**

**Please inform us of any additional information needed to complete the change to Westport Oil and Gas Company, L.P., as operator of record.**

**I thank you for your assistance and cooperation in this matter. Please do not hesitate contacting the undersigned, should a question arise.**

**Sincerely,  
Westport Oil and Gas Company, L.P.**

*Debby J. Black*

**Debby J. Black  
Engineer Technician**

**Encl:**



United States Department of the Interior **RECEIVED**

BUREAU OF LAND MANAGEMENT

Utah State Office  
P.O. Box 45155  
Salt Lake City, UT 84145-0155

FEB 22 2002

DIVISION OF  
OIL, GAS AND MINING

In Reply Refer To:  
3106  
UTU-25566 et al  
(UT-924)

FEB 21 2002

NOTICE

Westport Oil and Gas Company L.P. : Oil and Gas  
410 Seventeenth Street, #2300 :  
Denver Colorado 80215-7093 :

Name Change Recognized

Acceptable evidence has been received in this office concerning the name change of Westport Oil and Gas Company, Inc. into Westport Oil and Gas Company, L.P. with Westport Oil and Gas Company, L.P. being the surviving entity.

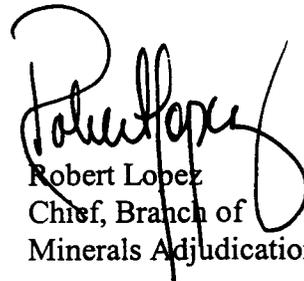
For our purposes, the name change is recognized effective December 31, 2001.

The oil and gas lease files identified have been noted as to the name change. The exhibit was compiled from a list of leases obtained from our computer program. We have not abstracted the lease files to determine if the entities affected by this name change hold an interest in the leases identified nor have we attempted to identify leases where the entities are the operator on the ground maintaining no vested recorded title or operating rights interests. We will be notifying the Minerals Management Service and all applicable Bureau of Land Management offices of the change by a copy of this notice. If additional documentation for changes of operator are required by our Field Offices, you will be contacted by them.

If you identify additional leases in which the entities maintain an interest, please contact this office and we will appropriately document those files with a copy of this Notice.

Due to the name change, the name of the principal/obligor on the bond is required to be changed from Westport Oil and Gas Company, Inc. to Westport Oil and Gas Company, L.P.. You may accomplish this either by consent of surety rider on the original bond or a rider to the original bond. The bonds are held in Colorado.

UTU-03405  
UTU-20895  
UTU-25566  
UTU-43156  
UTU-49518  
UTU-49519  
UTU-49522  
UTU-49523



Robert Lopez  
Chief, Branch of  
Minerals Adjudication

cc: Moab Field Office  
Vernal Field Office  
MMS, Reference Data Branch, MS3130, PO Box 5860, Denver CO 80217  
State of Utah, DOGM, Attn: Jim Thompson (Ste. 1210), Box 145801, SLC UT 84114  
Teresa Thompson (UT-922)  
Joe Incardine (UT-921)

# memorandum

Branch of Real Estate Services  
Uintah & Ouray Agency

Date: 5 December, 2002

Reply to  
Attn of: Supervisory Petroleum Engineer

Subject: Modification of Utah Division of Oil, Gas and Mining Regulations

To: Director, Utah Division of Oil, Gas and Mining Division: John Baza

We have been advised of changes occurring with the operation of your database for Change of Operator. You will be modifying your records to reflect Change of Operator once you have received all necessary documentation from the companies involved, and perhaps in advance of our Notice of Concurrence/Approval of Change of Operator where Indian leases are involved.

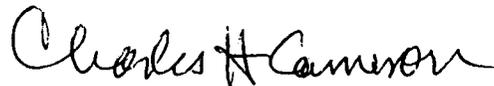
We have no objection.

With further comment to Rulemaking, I wish to comment concerning the provision of Exhibits for upcoming Hearings. I would like to see the Uintah & Ouray Agency, BIA, and the Ute Indian Tribe, Energy & Mineral Resources Department added to the list of those parties that receive advance Exhibits so as to allow us to have research time prior to Hearing dates. We will be able to provide a more informed recommendation to the Oil, Gas and Mining Board. It would be best if we would receive only those Exhibits that concern Indian lands, specifically on or adjacent to Indian lands. This may be a difficult situation to attain, as it is not always clear where 'on or adjacent' occurs.

I am aware that you have gone to extra effort to correct this matter already, and I fully appreciate it. My request is intended only to allow the addition of Uintah & Ouray Agency and Ute Indian Tribe to the official listing.

We appreciate your concern, and hope that these comments are timely enough for consideration in the revision process.

CC: Minerals & Mining Section of RES  
Ute Energy & Mineral Resources Department: Executive Director  
chronos





# United States Department of the Interior

**BUREAU OF INDIAN AFFAIRS**

Washington, D.C. 20240

FEB 10 2003

IN REPLY REFER TO:  
Real Estate Services

Carroll A. Wilson  
Principal Landman  
Westport Oil and Gas Company, L.P.  
1368 South 1200 East  
Vernal, Utah 84078

Dear Mr. Wilson:

This is in response to your request for approval of RLI Insurance Company's Nationwide Oil and Gas Lease Bond No. RLB0005239 executed effective December 17, 2002, (\$150,000 coverage) with Westport Oil and Gas Company, L. P., as principal.

This bond is hereby approved as of the date of this correspondence and will be retained in the Bureau of Indian Affairs' Division of Real Estate Services, 1849 C Street, NW, MS-4512-MIB, Washington, D.C. 20240. All Bureau oil and gas regional offices and the surety are being informed of this action.

In cases where you have existing individual and/or collective bonds on file with one or more of our regional offices, you may now request those offices, directly, to terminate in lieu of coverage under this Nationwide Bond.

Enclosed is a copy of the approved bond for your files. If we may be of further assistance in this matter, please advise.

Sincerely,

Director, Office of Trust Responsibilities

**ACTING**

Enclosure



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

Utah State Office  
P.O. Box 45155  
Salt Lake City, UT 84145-0155

IN REPLY REFER TO  
UT-922

February 27, 2003

Westport Oil and Gas Company, L.P.  
Attn: Gary D. Williamson  
1670 Broadway, Suite 2800  
Denver, Colorado 80202

Re: Natural Buttes Unit  
Uintah County, Utah

Gentlemen:

On February 27, 2003, we received an indenture dated December 17, 2002, whereby El Paso Production Oil & Gas Company resigned as Unit Operator and Westport Oil and Gas Company, L.P., was designated as Successor Unit Operator for the Natural Buttes Unit, Uintah County, Utah.

This indenture was executed by all required parties and the signatory parties have complied with Sections 5 and 6 of the unit agreement. The instrument is hereby approved effective February 27, 2003. In approving this designation, the Authorized Officer neither warrants nor certifies that the designated party has obtained all required approval that would entitle it to conduct operations under the Natural Buttes Unit Agreement.

Your nationwide (Colorado) oil and gas bond No. 1203 will be used to cover all operations within the Natural Buttes Unit.

It is requested that you notify all interested parties of the change in unit operator. Copies of the approved instruments are being distributed to the appropriate federal offices, with one copy returned herewith.

Sincerely,

/s/ Robert A. Henricks

Robert A. Henricks  
Chief, Branch of Fluid Minerals

Enclosure

bcc: Field Manager - Vernal (w/enclosure)  
SITLA  
Division of Oil, Gas & Mining  
Minerals Adjudication Group  
File - Natural Buttes Unit (w/enclosure)  
Agr. Sec. Chron  
Fluid Chron

UT922:TAThompson:tt:02/27/2003

RECEIVED

FEB 28 2003

DIV. OF OIL, GAS & MINING

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

FORM 9

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER _____	5. LEASE DESIGNATION AND SERIAL NUMBER:  6. IF INDIAN, ALLOTTEE OR TRIBE NAME:  7. UNIT or CA AGREEMENT NAME:
2. NAME OF OPERATOR: <p align="center"><b>El Paso Production Oil &amp; Gas Company</b></p>	8. WELL NAME and NUMBER: <p align="center"><b>Exhibit "A"</b></p> 9. API NUMBER:
3. ADDRESS OF OPERATOR: <b>9 Greenway Plaza</b> CITY: <b>Houston</b> STATE: <b>TX</b> ZIP: <b>77064-0995</b>	PHONE NUMBER: <b>(832) 676-5933</b>  10. FIELD AND POOL, OR WILDCAT:

4. LOCATION OF WELL

FOOTAGES AT SURFACE: \_\_\_\_\_ COUNTY: \_\_\_\_\_

QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: \_\_\_\_\_ STATE: **UTAH**

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

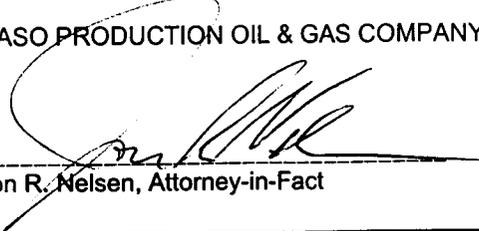
TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> <b>NOTICE OF INTENT</b> (Submit in Duplicate)  Approximate date work will start: _____  <input type="checkbox"/> <b>SUBSEQUENT REPORT</b> (Submit Original Form Only)  Date of work completion: _____	<input type="checkbox"/> ACIDIZE <input type="checkbox"/>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

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

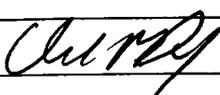
Operator change to Westport Oil and Gas Company, L.P., 1670 Broadway, Suite 2800, Denver, CO. 80202-4800, effective December 17, 2002.

BOND # \_\_\_\_\_  
 State Surety Bond No. RLB0005236  
 Fee Bond No. RLB0005238

EL PASO PRODUCTION OIL & GAS COMPANY

By:   
 Jon R. Nelsen, Attorney-in-Fact

**RECEIVED**  
**FEB 28 2003**  
 DIV. OF OIL, GAS & MINING

NAME (PLEASE PRINT) <b>WESTPORT OIL AND GAS COMPANY, L.P.</b> <b>David R. Dix</b>	TITLE <b>Agent and Attorney-in-Fact</b>
SIGNATURE 	DATE <b>12/17/02</b>

(This space for State use only)

Form 3160-5  
(August 1999)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

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

**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
 WESTPORT OIL & GAS COMPANY, L.P.

3a. Address  
 P.O. BOX 1148 VERNAL, UT 84078

3b. Phone No. (include area code)  
 (435) 781-7023

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
 SEE ATTACHED EXHIBIT "A"

5. Lease Serial No.  
 SEE ATTACHED EXHIBIT "A"

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.  
 SEE ATTACHED EXHIBIT "A"

9. API Well No.  
 SEE ATTACHED EXHIBIT "A"

10. Field and Pool, or Exploratory Area

11. County or Parish, State  
 UTAH COUNTY, UT

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

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

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

WESTPORT OIL & GAS COMPANY, L.P., IS CONSIDERED TO BE THE OPERATOR ON THE ATTACHED DESCRIBED LANDS AND IS RESPONSIBLE UNDER THE TERMS AND CONDITIONS OF THE LEASE FOR THE OPERATIONS CONDUCTED ON THE LEASED LANDS OR PORTIONS THEREOF, BOND COVERAGE FOR THIS WELL IS PROVIDED BY FEDERAL NATIONWIDE BOND NO. 158626364, EFFECTIVE FEBRUARY 1, 2002, AND BIA NATIONWIDE BOND NO. RLB0005239, EFFECTIVE FEBRUARY 10, 2003.

RECEIVED  
MAR 04 2003

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

Name (Printed/Typed) CHERYL CAMERON	Title OPERATIONS
Signature <i>Cheryl Cameron</i>	Date March 4, 2003

THIS SPACE FOR FEDERAL OR STATE USE

Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	

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

(Instructions on reverse)

**OPERATOR CHANGE WORKSHEET**

**ROUTING**

1. GLH
2. CDW <input checked="" type="checkbox"/>
3. FILE

**X Change of Operator (Well Sold)**

Designation of Agent/Operator

Operator Name Change

Merger

The operator of the well(s) listed below has changed, effective: **12-17-02**

<b>FROM: (Old Operator):</b>	<b>TO: (New Operator):</b>
EL PASO PRODUCTION OIL & GAS COMPANY	WESTPORT OIL & GAS COMPANY LP
Address: 9 GREENWAY PLAZA	Address: P O BOX 1148
HOUSTON, TX 77064-0995	VERNAL, UT 84078
Phone: 1-(832)-676-5933	Phone: 1-(435)-781-7023
Account No. N1845	Account No. N2115

CA No. Unit: NATURAL BUTTES

**WELL(S)**

NAME	SEC TWN RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS
ANKERPONT 35-36	35-08S-21E	43-047-31960	2900	FEDERAL	GW	P
NBU 49-12B	12-09S-20E	43-047-30470	2900	FEDERAL	GW	P
NBU 45N	12-09S-20E	43-047-30875	2900	FEDERAL	GW	P
NBU 317-12E	12-09S-20E	43-047-32362	2900	FEDERAL	GW	P
NBU 2-15B	15-09S-20E	43-047-30262	2900	FEDERAL	GW	P
NBU CIGE 22-15-9-20	15-09S-20E	43-047-30497	2900	FEDERAL	GW	P
CIGE 120-15-9-20	15-09S-20E	43-047-32251	2900	FEDERAL	GW	P
CIGE 121-15-9-20	15-09S-20E	43-047-32252	2900	FEDERAL	GW	P
CIGE 265	15-09S-20E	43-047-34781	99999	FEDERAL	GW	APD
NBU 322-15E	15-09S-20E	43-047-33139	2900	FEDERAL	GW	S
NBU CIGE 32A-20-9-20	20-09S-20E	43-047-30496	2900	FEDERAL	GW	PA
NBU 19-21B	21-09S-20E	43-047-30328	2900	FEDERAL	GW	P
NBU 66	21-09S-20E	43-047-31086	99998	FEDERAL	GW	PA
NBU 118	22-09S-20E	43-047-31969	2900	FEDERAL	GW	P
<b>NBU 119</b>	22-09S-20E	43-047-31973	2900	FEDERAL	GW	P
NBU 294	22-09S-20E	43-047-33020	99998	FEDERAL	GW	PA
NBU 294X	22-09S-20E	43-047-33465	2900	FEDERAL	GW	P
NBU 448	22-09S-20E	43-047-34782	99999	FEDERAL	GW	APD
NATURAL BUTTES SWD 4-22	22-09S-20E	43-047-33611	99999	FEDERAL	GW	LA
NBU 7	23-09S-20E	43-047-15379	9244	FEDERAL	GW	PA

**OPERATOR CHANGES DOCUMENTATION**

Enter date after each listed item is completed

- (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 02/28/2003
- (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 03/04/2003
- The new company has been checked through the **Department of Commerce, Division of Corporations Database** on: 03/06/2003
- Is the new operator registered in the State of Utah: YES Business Number: 1355743-0181
- If **NO**, the operator was contacted on: \_\_\_\_\_

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

7. **Federal and Indian Lease Wells:** The BLM and or the BIA has approved the merger, name change, or operator change for all wells listed on Federal or Indian leases on: BLM-12/31/2003 BIA-12/5/02

8. **Federal and Indian Units:**

The BLM or BIA has approved the successor of unit operator for wells listed on: 02/27/2003

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

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

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

**DATA ENTRY:**

1. Changes entered in the **Oil and Gas Database** on: 03/07/2003

2. Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 03/07/2003

3. Bond information entered in RBDMS on: N/A

4. Fee wells attached to bond in RBDMS on: N/A

**STATE WELL(S) BOND VERIFICATION:**

1. State well(s) covered by Bond Number: RLB 0005236

**FEDERAL WELL(S) BOND VERIFICATION:**

1. Federal well(s) covered by Bond Number: 158626364

**INDIAN WELL(S) BOND VERIFICATION:**

1. Indian well(s) covered by Bond Number: RLB 0005239

**FEE WELL(S) BOND VERIFICATION:**

1. (R649-3-1) The **NEW** operator of any fee well(s) listed covered by Bond Number RLB 0005238

2. The **FORMER** operator has requested a release of liability from their bond on: N/A

The Division sent response by letter on: N/A

**LEASE INTEREST OWNER NOTIFICATION:**

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

**COMMENTS:**

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**SUNDRY NOTICES AND REPORTS ON WELLS**

*Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. Multiple Wells - see attached
2. Name of Operator WESTPORT OIL & GAS COMPANY, L.P.		6. If Indian, Allottee or Tribe Name
3a. Address P.O. BOX 1148 VERNAL, UT 84078	3b. Phone No. (include area code) (435) 781-	7. If Unit or CA/Agreement, Name and/or No. 891008900A
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Multiple Wells - see attached		8. Well Name and No. Multiple Wells - see attached
		9. API Well No. Multiple Wells - see attached
		10. Field and Pool, or Exploratory Area Natural Buttes Unit
		11. County or Parish, State Uintah County, UT

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

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

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

Westport Oil & Gas requests a variance to Onshore Order No. 4, Part IIIC.a. requiring each sales tank be equipped with a pressure-vacuum thief hatch and/or vent line valve. The variance is requested as an economic analysis shows the value of the shrunk condensate will not payout the incremental cost of purchasing and maintaining the valve resulting in a loss of value over the producing life of the well.

The volume lost to shrinkage by dropping the tank pressure from 6 ozs. to 0 psig is shown to be 0.3% of the tank volume. This was determined by lab analysis of a representative sample from the field. The sample shrunk from 98.82% of original volume to 98.52% when the pressure was dropped. The average NBU well produces approximately 6 bbls condensate per month. The resulting shrinkage would amount to 0.56 bbls per month lost volume due to shrinkage. The value of the shrunk and lost condensate does not recoup or payout the cost of installing and maintaining the valves and other devices that hold the positive tank pressure. An economic run based on the loss and costs is attached.

Westport Oil & gas requests approval of this variance in order to increase the value of the well to the operator and the mineral royalty owners.

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

Name (Printed/Typed) J.T. Conley	COPY SENT TO OPERATOR Date: 9-16-03 Initials: CHD	Title Operations Manager	SEP 10 2003
Signature <i>J.T. Conley</i>	Date 9-2-2003		DIV. OF OIL, GAS & MINING

THIS SPACE FOR FEDERAL OR STATE USE

Approved by	Title Accepted by the Utah Division of Oil, Gas and Mining	Date 9/16/03	Federal Approval of This Action Is Necessary
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		Office	

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

WELL	LEGALS	STFLEASENO	CANUMBER	APINO
NBU 058N2	27-10-22 NENW	UTU473	891008900A	430473083800S1
NBU 060	26-9-21 NWSW	U01194	891008900A	430473172800S1 ✓
NBU 062N3	16-10-21 SENW	ML10755	891008900A	430473090900S1
NBU 063N3	12-9-21 SWNW	UTU0141317	891008900A	430473109700S1
NBU 064N3	8-9-21 NESE	UTU0575B	891008900A	430473109800S1
NBU 065N3	14-9-21 SESW	UTU01193	891008900A	430473109900S1
NBU 067A	4-10-22 SWNE	UTU01191	891008900A	430473173700S1
NBU 068N2	26-9-21 NESE	ML22934	891008900A	430473108900S1 ✓
NBU 069N2	35-9-21 SWSW	U01194	891008900A	430473109000S1 ✓
NBU 070N3	3-10-22 SWNW	UTU01191	891008900A	430473110000S1
NBU 072N3	12-10-20 NWNW	UTU4478	891008900A	430473108800S1
NBU 074N3	24-10-20 SWNE	ML22790	891008900A	430473108700S1
NBU 075N3	20-10-21 NENE	UTU02278	891008900A	430473110300S1
NBU 078	30-9-22 NWNW	U463	891008900A	430473176200S1
NBU 080V	34-9-22 NWSW	UTU0149077	891008900A	430473124000S1
NBU 081V	35-9-21 SWNW	U01194	891008900A	430473123200S1 ✓
NBU 083J	27-9-21 NESW	U01194A	891008900A	430473123500S1 ✓
NBU 084V	6-10-22 NWNE	UTU01195B	891008900A	430473124500S1
NBU 085J	4-10-22 SWNW	UTU01191A	891008900A	430473124600S1
NBU 086J	3-10-22 NENE	UTU01191A	891008900A	430473125100S1
NBU 087J	3-10-22 NESW	UTU01191	891008900A	430473125000S1
NBU 088V	26-9-21 NENE	U01194	891008900A	430473123300S1 ✓
NBU 093	33-9-22 NESE	UTU01191A	891008900A	430473175300S1
NBU 097	25-9-21 NENW	U01189	891008900A	430473174400S1 ✓
NBU 098V	34-9-21 SWSW	U01194A	891008900A	430473132700S1 ✓
NBU 099	25-9-21 SWSW	U01194	891008900A	430473174500S1 ✓
NBU 101	3-10-21 NWSE	UTU0149078	891008900A	430473175500S1
NBU 102	5-10-21 SESW	UTU01393D	891008900A	430473175700S1
NBU 1021-16G	16-10-21 SWNE	ML10755	891008900A	430473511100S1 ✓
NBU 1021-20	2-10-21 SWSE	ML13826	891008900A	430473511000S1 ✓
NBU 103	10-9-21 SENW	U0141315	891008900A	430473195600S1
NBU 104	16-9-21 SENE	ML3282	891008900A	430473195700S1
NBU 105	17-9-21 SWSW	UTU0575	891008900A	430473230200S1
NBU 106	21-9-21 NESW	UTU0576	891008900A	430473194600S1
NBU 107	26-9-21 SENW	U01194	891008900A	430473191600S1
NBU 108	19-9-22 SESE	UTU0284	891008900A	430473195800S1
NBU 109	27-9-21 SENE	U01194A	891008900A	430473191700S1 ✓
NBU 110	28-9-21 NENE	U05676	891008900A	430473192400S1
NBU 111	25-9-21 SWNW	U01194	891008900A	430473192000S1 ✓
NBU 112	33-9-22 SESE	UTU01191	891008900A	430473193000S1
NBU 113	34-9-22 SESE	UTU0149077	891008900A	430473193100S1
NBU 114	5-10-21 SWSW	UTU01393D	891008900A	430473192300S1
NBU 115	10-10-21 NENW	UTU0149079	891008900A	430473192900S1
NBU 116	6-10-22 NWNW	UTU464	891008900A	430473192500S1
NBU 117	10-10-22 NENE	U01197A	891008900A	430473191400S1
NBU 118	22-9-20 SENE	UTU0577B	891008900A	430473196900S1
NBU 119	22-9-20 SENW	UTU0577B	891008900A	430473197300S1
NBU 120	10-9-21 NWNW	U0141315	891008900A	430473197200S1
NBU 121	13-9-21 NWNE	U01193	891008900A	430473208600S1
NBU 122	13-9-21 SESE	U01193	891008900A	430473230300S1
NBU 123	13-9-21 NWNW	UTU01188	891008900A	430473197400S1
NBU 124	16-9-21 NWNE	ML3282	891008900A	430473197100S1
NBU 125	17-9-21 SESE	UTU0575	891008900A	430473235000S1
NBU 126	21-9-21 SENW	UTU0576	891008900A	430473234900S1
NBU 127	21-9-21 SWNW	UTU0576	891008900A	430473196300S1
NBU 128	21-9-21 SWSW	UTU0576	891008900A	430473196400S1
NBU 129	22-9-21 SENE	UTU010950A	891008900A	430473196500S1
NBU 130	22-9-21 SWNW	UTU0147566	891008900A	430473196700S1
NBU 131	23-9-21 NWSW	UTU0149075	891008900A	430473196600S1
NBU 132	26-9-21 NWNW	U01194	891008900A	430473193800S1 ✓
NBU 133	28-9-21 SWNE	U05676	891008900A	430473195000S1

**Westport Oil & Gas, L.P.**

**Project Economics Worksheet**

Instructions:

Fill in blue areas with before and after project data. The evaluation results are shown below and graphed automatically at the bottom of the page. This sheet is protected to prevent accidental alteration of the formulas. See JTC for changes. OPX entered as annual costs and/or as unit OPX costs for \$/BF and \$/MCF

Project Name:

**Condensate Shrinkage Economics**

Is this job a well pull or production rig job ???  Y  N (Y or N)

	BEFORE \$/Year	AFTER \$/Year	DIFFERENCE \$/Year
Gross Oil Revenue	\$1,088	\$1,099	\$11
Gross Gas Revenue	\$0	\$0	\$0
NGL Revenue	\$0	\$0	\$0
PULING UNIT SERVICE			\$0
WIRELINE SERVICE			\$0
SUBSURF EQUIP REPAIRS			\$0
COMPANY LABOR			\$0
CONTRACT LABOR	\$0	\$200	\$200
CONTR SERVICE			\$0
LEASE FUEL GAS	\$0	\$0	\$0
UTILITIES - ELECTRICITY	\$0	\$0	\$0
CHEMICAL TREATING			\$0
MATERIAL & SUPPLY	\$0	\$150	\$150
WATER & HAULING			\$0
ADMINISTRATIVE COSTS			\$0
GAS PLANT PROCESSING			\$0
<b>Totals</b>	<b>\$0</b>	<b>\$350</b>	<b>\$350</b>

**Increased OPX Per Year**

**Investment Breakdown:**

	Cap/Exp Code	Cost, \$
Capital \$	820/830/840	\$1,200
Expense \$	830/840	\$0
Total \$		\$1,200

Oil Price	\$ 23.00	\$/BO
Gas Price	\$ 3.10	\$/MCF
Electric Cost	\$ -	\$/ HP / day
OPX/BF	\$ 2.00	\$/BF
OPX/MCF	\$ 0.42	\$/MCF

**Production & OPX Detail:**

	Before		After		Difference	
Oil Production	0.192	BOPD	0.194	BOPD	0.002	BOPD
Gas Production	0	MCFPD	0	MCFPD	0	MCFPD
Wtr Production	0	BWPD	0	BWPD	0	BWPD
Horse Power		HP		HP	0	HP
Fuel Gas Burned		MCFPD		MCFPD	0	MCFPD

**Project Life:**

Life =  Years  
(Life no longer than 20 years)

**Internal Rate of Return:**

After Tax IROR =

**AT Cum Cashflow:**

Operating Cashflow =  (Discounted @ 10%)

**Payout Calculation:**

$$\text{Payout} = \frac{\text{Total Investment}}{\text{Sum(OPX + Incremental Revenue)}} = 1$$

Payout occurs when total AT cashflow equals investment  
See graph below, note years when cashflow reaches zero

Payout =  Years or  Days

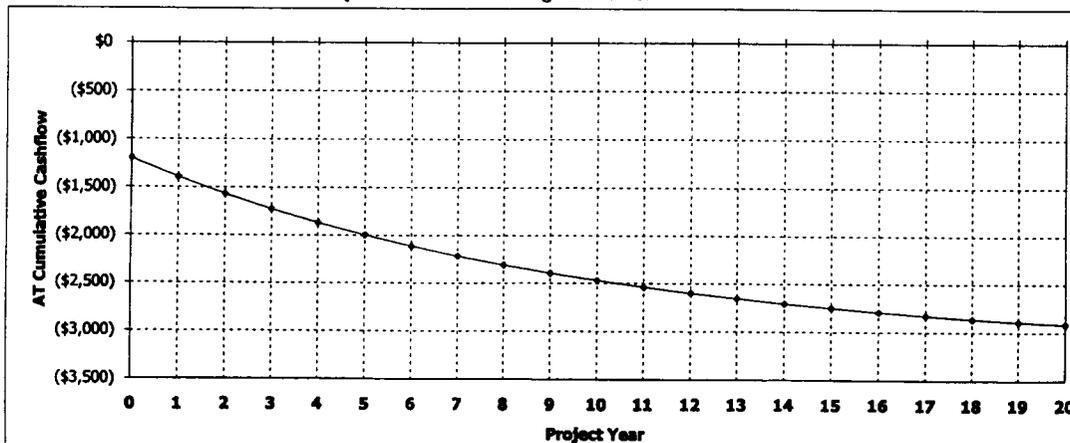
**Gross Reserves:**

Oil Reserves =	6 BO
Gas Reserves =	0 MCF
Gas Equiv Reserves =	38 MCFE

**Notes/Assumptions:**

An average NRU well produces 0.192 Bcpd with no tank pressure. The production is increased to 0.194 Bcpd if 4 ozs of pressure are placed on the tank. The increased production does not payout the valve cost or the estimated annual maintenance costs.

**Project: Condensate Shrinkage Economics**



**Westport Oil and Gas, Inc.**

**NBU/Ouray Field**

RFL 2003-022

**COMPARISON OF FLASH BACK PRESSURES**

Calculated by Characterized Equation-of-State

Flash Conditions		Gas/Oil Ratio (scf/STbbl) (A)	Specific Gravity of Flashed Gas (Air=1.000)	Separator Volume Factor (B)	Separator Volume Percent (C)
psig	*F				

**Calculated at Laboratory Flash Conditions**

80	70			1.019	
0	122	30.4	0.993	1.033	101.37%
0	60	0.0	—	1.000	98.14%

**Calculated Flash with Backpressure using Tuned EOS**

80	70			1.015	
6.0 oz	65	24.6	0.777	1.003	98.82%
0	60	0.0	—	1.000	98.52%
80	70			1.015	
4.0 oz	65	24.7	0.778	1.003	98.82%
0	60	0.0	—	1.000	98.52%
80	70			1.015	
2.0 oz	65	24.7	0.779	1.003	98.82%
0	60	0.0	—	1.000	98.52%
80	70			1.015	
0	65	24.8	0.780	1.003	98.82%
0	60	0.0	—	1.000	98.52%

(A) Cubic Feet of gas at 14.696 psia and 60 °F per Barrel of Stock Tank Oil at 60 °F.

(B) Barrels of oil at indicated pressure and temperature per Barrel of Stock Tank Oil at 60 °F.

(C) Oil volume at indicated pressure and temperature as a percentage of original saturated oil volume.

Note: Bubblepoint of sample in original sample container was 80 psig at 70° F with 1 cc water

Division of Oil, Gas and Mining  
**OPERATOR CHANGE WORKSHEET**

**ROUTING**

1. DJJ

2. CDW

**X Change of Operator (Well Sold)**

Operator Name Change/Merger

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

**1/6/2006**

<b>FROM: (Old Operator):</b> N2115-Westport Oil & Gas Co., LP 1368 South 1200 East Vernal, UT 84078 Phone: 1-(435) 781-7024	<b>TO: ( New Operator):</b> N2995-Kerr-McGee Oil & Gas Onshore, LP 1368 South 1200 East Vernal, UT 84078 Phone: 1-(435) 781-7024
---	--

CA No.		Unit:		NATURAL BUTTES UNIT				
WELL NAME	SEC	TWN	RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS

**OPERATOR CHANGES DOCUMENTATION**

Enter date after each listed item is completed

- (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 5/10/2006
- (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 5/10/2006
- The new company was checked on the **Department of Commerce, Division of Corporations Database** on: 3/7/2006
- Is the new operator registered in the State of Utah: YES Business Number: 1355743-0181
- If **NO**, the operator was contacted on:
- (R649-9-2)Waste Management Plan has been received on: IN PLACE
- Inspections of LA PA state/fee well sites complete on: n/a 3 LA wells & all PA wells transferred
- Reports current for Production/Disposition & Sundries on: ok
- Federal and Indian Lease Wells:** The BLM and or the BIA has approved the merger, name change, or operator change for all wells listed on Federal or Indian leases on: BLM 3/27/2006 BIA not yet
- Federal and Indian Units:**  
The BLM or BIA has approved the successor of unit operator for wells listed on: 3/27/2006
- Federal and Indian Communization Agreements ("CA"):**  
The BLM or BIA has approved the operator for all wells listed within a CA on: n/a
- Underground Injection Control ("UIC")** The Division has approved UIC Form 5, **Transfer of Authority to Inject**, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on:

**DATA ENTRY:**

- Changes entered in the **Oil and Gas Database** on: 5/15/2006
- Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 5/15/2006
- Bond information entered in RBDMS on: 5/15/2006
- Fee/State wells attached to bond in RBDMS on: 5/16/2006
- Injection Projects to new operator in RBDMS on: \_\_\_\_\_
- Receipt of Acceptance of Drilling Procedures for APD/New on: n/a Name Change Only

**BOND VERIFICATION:**

- Federal well(s) covered by Bond Number: CO1203
- Indian well(s) covered by Bond Number: RLB0005239
- (R649-3-1) The **NEW** operator of any fee well(s) listed covered by Bond Number RLB0005236
- The **FORMER** operator has requested a release of liability from their bond on: n/a rider added KMG  
The Division sent response by letter on: \_\_\_\_\_

**LEASE INTEREST OWNER NOTIFICATION:**

- (R649-2-10) The **FORMER** operator of the fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on: 5/16/2006

**COMMENTS:**

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**SUNDRY NOTICES AND REPORTS ON WELLS**

*Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
**KERR-McGEE OIL & GAS ONSHORE LP**

3a. Address  
**1368 SOUTH 1200 EAST VERNAL, UT 84078**

3b. Phone No. (include area code)  
**(435) 781-7024**

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

5. Lease Serial No.  
**MULTIPLE LEASES**

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.  
**MUTIPLE WELLS**

9. API Well No.

10. Field and Pool, or Exploratory Area

11. County or Parish, State  
**UINTAH COUNTY, UTAH**

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

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

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PLEASE BE ADVISED THAT KERR-McGEE OIL & GAS ONSHORE LP, IS CONSIDERED TO BE THE OPERATOR OF THE ATTACHED WELL LOCATIONS. EFFECTIVE JANUARY 6, 2006. KERR-McGEE OIL & GAS ONSHORE LP, IS RESPONSIBLE UNDER TERMS AND CONDITIONS OF THE LEASE(S) FOR THE OPERATIONS CONDUCTED UPON LEASE LANDS. BOND COVERAGE IS PROVIDED BY STATE OF UTAH NATIONWIDE BOND NO. RLB0005237.

**RECEIVED**

**MAY 10 2006**

DIV. OF OIL, GAS & MINING

*BLM BOND = C01203  
BIA BOND = RLB0005239*

**APPROVED 5/16/06**

*Earlene Russell*  
**Division of Oil, Gas and Mining  
Earlene Russell, Engineering Technician**

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

Name (Printed/Typed) <b>RANDY BAYNE</b>	Title <b>DRILLING MANAGER</b>
Signature <i>Randy Bayne</i>	Date <b>May 9, 2006</b>

**THIS SPACE FOR FEDERAL OR STATE USE**

Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	

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

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**SUNDRY NOTICES AND REPORTS ON WELLS**

*Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

5. Lease Serial No.

**MULTIPLE LEASES**

6. If Indian, Allottee or Tribe Name

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

**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

1. Type of Well

Oil Well  Gas Well  Other

2. Name of Operator

**WESTPORT OIL & GAS COMPANY L.P.**

3a. Address

**1368 SOUTH 1200 EAST VERNAL, UT 84078**

3b. Phone No. (include area code)

**(435) 781-7024**

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

**SEE ATTACHED**

8. Well Name and No.

**MUTIPLE WELLS**

9. API Well No.

10. Field and Pool, or Exploratory Area

11. County or Parish, State

**UINTAH COUNTY, UTAH**

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

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<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other CHANGE OF OPERATOR
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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

EFFECTIVE JANUARY 6, 2006, WESTPORT OIL & GAS COMPANY L.P., HAS RELINQUISHED THE OPERATORSHIP OF THE ATTACHED WELL LOCATIONS TO KERR-McGEE OIL & GAS ONSHORE LP.

**APPROVED** 5/16/06  
*Earlene Russell*  
Division of Oil, Gas and Mining  
Earlene Russell, Engineering Technician

**RECEIVED**  
MAY 10 2006

DIV OF OIL, GAS & MINING

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

Name (Printed/Typed)

**BRAD LANEY**

Signature

Title

**ENGINEERING SPECIALIST**

Date

**May 9, 2006**

**THIS SPACE FOR FEDERAL OR STATE USE**

Approved by

*Brad Laney*

Title

Office

Date

**5-9-06**

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

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



## United States Department of the Interior

BUREAU OF LAND MANAGEMENT  
Colorado State Office  
2850 Youngfield Street  
Lakewood, Colorado 80215-7076

IN REPLY REFER TO:

CO922 (MM)  
3106  
COC017387 et. al.

March 23, 2006

### NOTICE

Kerr-McGee Oil & Gas Onshore L.P. :  
1999 Broadway, Suite 3700 : Oil & Gas  
Denver, CO 80202 :

#### Merger/Name Change - Recognized

On February 28, 2006 this office received acceptable evidence of the following mergers and name conversion:

Kerr-McGee Oil & Gas Onshore L.P., a Delaware Limited Partnership, and Kerr-McGee Oil & Gas Onshore LLC, a Delaware Limited Partnership merger with and into Westport Oil and Gas Company L.P., a Delaware Limited Partnership, and subsequent Westport Oil & Gas Company L.P. name conversion to Kerr-McGee Oil & Gas Onshore L.P.

For our purposes the merger and name conversion was effective January 4, 2006, the date the Secretary of State of Delaware authenticated the mergers and name conversion.

Kerr-McGee Oil & Gas Onshore L.P. provided a list of oil and gas leases held by the merging parties with the request that the Bureau of Land Management change all their lease records from the named entities to the new entity, Kerr-McGee Oil & Gas Onshore L.P. In response to this request each state is asked to retrieve their own list of leases in the names of these entities from the Bureau of Land Management's (BLM) automated LR2000 data base.

The oil and gas lease files identified on the list provided by Kerr-McGee Oil & Gas Onshore L.P. have been updated as to the merger and name conversion. We have not abstracted the lease files to determine if the entities affected by the acceptance of these documents holds an interest in the lease, nor have we attempt to identify leases where the entity is the operator on the ground that maintains vested record title or operating rights interests. If additional documentation, for change of operator, is required you will be contacted directly by the appropriate Field Office. The Mineral Management Services (MMS) and other applicable BLM offices were notified of the merger with a copy of this notice

Please contact this office if you identify additional leases where the merging party maintains an interest, under our jurisdiction, and we will document the case files with a copy of this notice. If the leases are under the jurisdiction of another State Office that information will be forwarded to them for their action.

Three riders accompanied the merger/name conversion documents which will add Kerr-McGee Oil and Gas Onshore LLC as a principal to the 3 Kerr-McGee bonds maintained by the Wyoming State Office. These riders will be forward to them for their acceptance.

The Nationwide Oil & Gas Continental Casualty Company Bond #158626364 (BLM Bond #CO1203), maintained by the Colorado State Office, will remain in full force and effect until an assumption rider is accepted by the Wyoming State Office that conditions their Nationwide Safeco bond to accept all outstanding liability on the oil and gas leases attached to the Colorado bond.

If you have questions about this action you may call me at 303.239.3768.

/s/Martha L. Maxwell  
Martha L. Maxwell  
Land Law Examiner  
Fluid Minerals Adjudication

**Attachment:**

List of OG Leases to each of the following offices:

MMS MRM, MS 357B-1

WY, UT, NM/OK/TX, MT/ND, WY State Offices

CO Field Offices

Wyoming State Office

Rider #1 to Bond WY2357

Rider #2 to Bond WY1865

Rider #3 to Bond WY1127



# United States Department of the Interior



BUREAU OF LAND MANAGEMENT  
Utah State Office  
P.O. Box 45155  
Salt Lake City, UT 84145-0155  
<http://www.blm.gov>

IN REPLY REFER TO:  
3106  
(UT-922)

March 27, 2006

## Memorandum

To: Vernal Field Office

From: Chief, Branch of Fluid Minerals

Subject: Merger Approval

Attached is an approved copy of the merger recognized by the Bureau of Land Management, Colorado State Office. We have updated our records to reflect the merger from Westport Oil and Gas Company L.P. into Kerr-McGee Onshore Oil and Gas Company. The merger was approved effective January 4, 2006.

Chief, Branch of  
Fluid Minerals

## Enclosure

Approval letter from BLM COSO (2 pp)

cc: MMS, Reference Data Branch, James Sykes, PO Box 25165, Denver CO 80225  
State of Utah, DOGM, Attn: Earlene Russell, PO Box 145801, SLC UT 84114  
Teresa Thompson  
Joe Incardine  
Connie Seare  
Dave Mascarenas  
Susan Bauman

RECEIVED

MAR 28 2006

BLM OF OIL, GAS & MINERAL

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	<b>FORM 9</b>
<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-0577B	
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>	
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	
<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>	
<b>7. UNIT or CA AGREEMENT NAME:</b> NATURAL BUTTES	
<b>8. WELL NAME and NUMBER:</b> NBU 119	
<b>9. API NUMBER:</b> 43047319730000	
<b>9. FIELD and POOL or WILDCAT:</b> NATURAL BUTTES	
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779 <span style="float: right;"><b>PHONE NUMBER:</b> 720 929-6456</span>	
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 2368 FNL 2182 FWL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: SENW Section: 22 Township: 09.0S Range: 20.0E Meridian: S	
<b>COUNTY:</b> UINTAH	
<b>STATE:</b> UTAH	

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT Approximate date work will start:	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input checked="" type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION OTHER: <input style="width: 100px;" type="text"/>
<input checked="" type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion: 5/12/2016			
<input type="checkbox"/> SPUD REPORT Date of Spud:			
<input type="checkbox"/> DRILLING REPORT Report Date:			

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

The NBU 119 well was returned to production on 5/12/2016. Thank you.

**Accepted by the**  
**Utah Division of**  
**Oil, Gas and Mining**  
**FOR RECORD ONLY**  
 May 24, 2016

<b>NAME (PLEASE PRINT)</b> Jennifer Thomas	<b>PHONE NUMBER</b> 720 929-6808	<b>TITLE</b> Regulatory Specialist
<b>SIGNATURE</b> N/A	<b>DATE</b> 5/19/2016	