

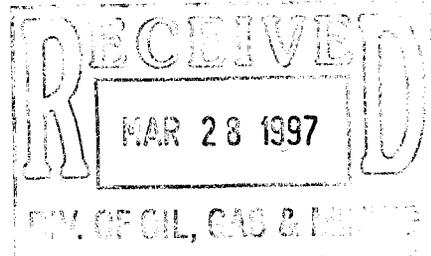


March 27, 1997

Applications for Permit to Drill  
Natural Buttes Field  
Uintah County, Utah

**VIA FEDERAL EXPRESS**

Mr. Brad Hill  
State of Utah  
Division of Oil, Gas & Mining  
1594 West North Temple, Suite 1210  
Salt Lake City, UT 84114-5801



Dear Mr. Hill:

Enclosed are the Applications for Permit to Drill (APD), the Drilling Programs, and the Surface Use and Operations Plans for the following wells:

CIGE #189-29-9-22	NBU #270
CIGE #219-29-9-22	NBU #280
CIGE #221-36-9-22	NBU #281
CIGE #222-36-9-22	NBU #282
CIGE #234-25-9-21 ✓	NBU #301
CIGE #235-25-9-21	NBU #306
CIGE #236-34-9-21	

*Please note that the Surface Use and Operations Plans are subject to change pending completion of the on-sites.* On-site inspections for these wells have been scheduled with Dave Hackford, State of Utah--Roosevelt Office, for Thursday and Friday, April 3 and 4, 1997.

If you have any questions concerning the enclosed documents, please contact me at (303) 573-4455.

Sincerely,

Sheila Bremer  
Environmental & Safety Analyst

Enclosures

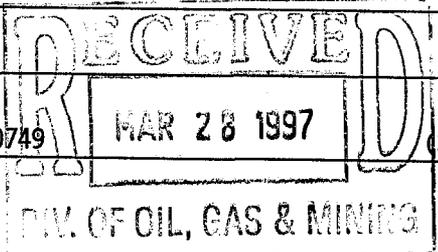
cc: Bureau of Land Management - Vernal District

**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

STATE OF UTAH  
DIVISION OF OIL, GAS AND MINING

<b>APPLICATION FOR PERMIT TO DRILL OR DEEPEN</b>		5. Lease Designation and Serial Number: <b>U-01189-ST</b>
1A. Type of Work <b>DRILL <input checked="" type="checkbox"/></b> <b>DEEPEN <input type="checkbox"/></b>		6. If Indian, Allottee or Tribe Name: <b>N/A</b>
B. Type of Well OIL <input type="checkbox"/> GAS <input checked="" type="checkbox"/> OTHER:      SINGLE ZONE <input checked="" type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/>		7. Unit Agreement Name: <b>Natural Buttes Unit</b>
2. Name of Operator: <b>Coastal Oil &amp; Gas Corporation</b>		8. Farm or Lease Name: <b>CIGE</b>
3. Address and Telephone Number: <b>P.O. Box 749, Denver, CO 80201-0749      (303) 573-4455</b>		9. Well Number: <b>234-25-9-21</b>
4. Location of Well (Footages) At surface: <b>1893' FNL &amp; 2018' FEL</b> At proposed proding zone:		10. Field and Pool, or Wildcat <b>Natural Buttes Field</b>
14. Distance in miles and direction from nearest town or post office: <b>See Topo Map A</b>		11. Qtr/Qtr, Section, Township, Range, Meridian: <b>SWNE Section 25-T9S-R21E</b>
15. Distance to nearest property or lease line (feet): <b>1893'</b>	16. Number of acres in lease: <b>240</b>	12. County: <b>Uintah</b> 13. State: <b>Utah</b>
17. Number of acres assigned to this well: <b>N/A</b>	18. Distance to nearest well, drilling, completed, or applied for, on this lease (feet): <b>See Topo Map C</b>	19. Proposed Depth: <b>7000'</b>
20. Rotary or cable tools: <b>Rotary</b>	21. Elevations (show whether DR, RT, GR, etc.): <b>Ungraded GR - 4920'</b>	22. Approximate date work will start: <b>Upon Approval</b>



23. **PROPOSED CASING AND CEMENTING PROGRAM**

SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
<b>See Attached</b>				
<b>Drilling Program</b>				

DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, 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.

Coastal Oil & Gas Corporation proposes to drill a well to the proposed TD as stated above. If productive, casing will be run and the well completed. If dry, the well will be plugged and abandoned as per State of Utah requirements.

See the attached Drilling Program and Multi-point Surface Use & Operations Plan.

Coastal Oil & Gas Corporation is considered to be the operator of the subject well. It agrees to be responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided for by Coastal's Bond #102103.

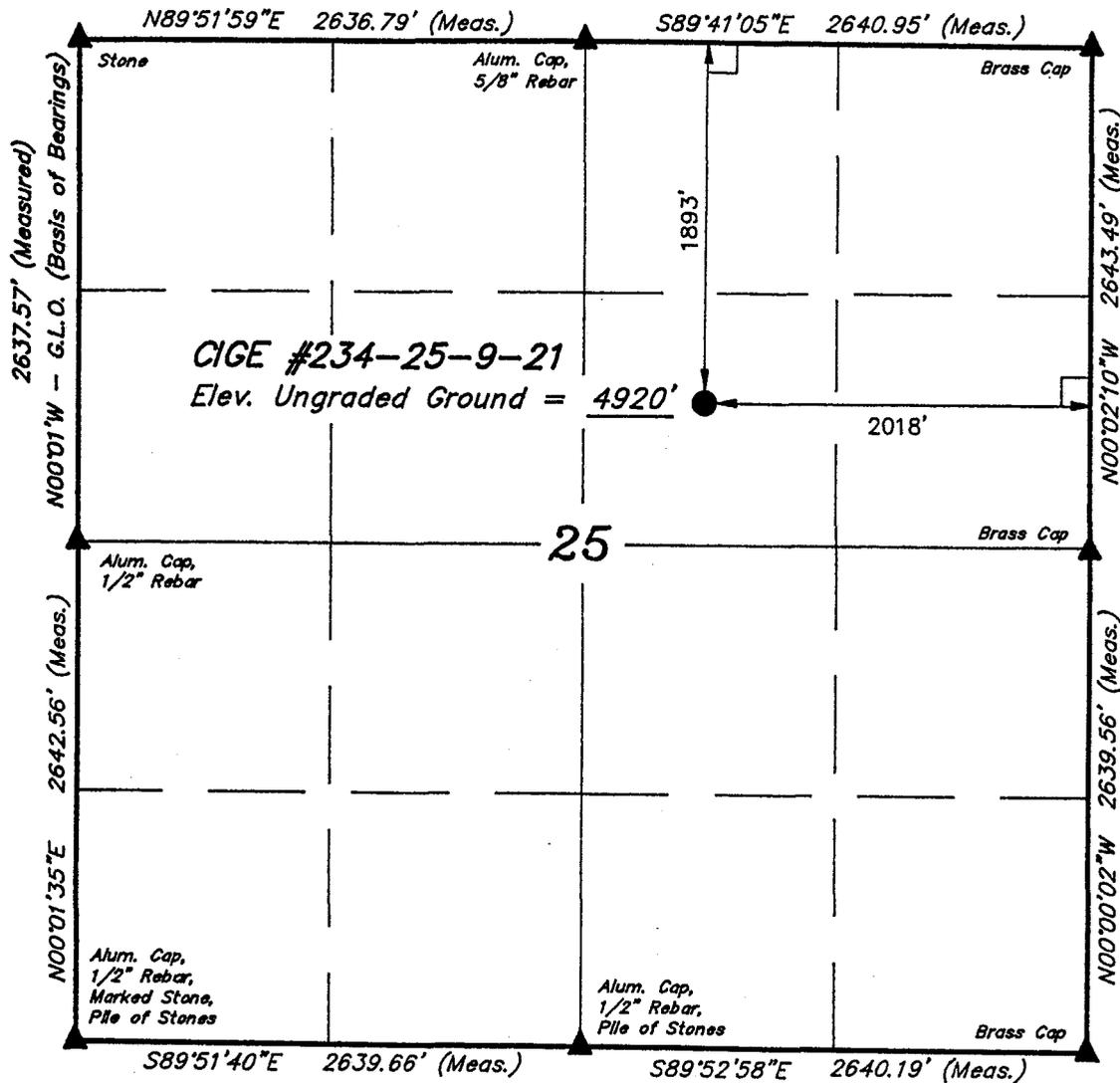
24. Name & Signature: *Sheila Bremer* Title: Environmental & Safety Analyst Date: 3/27/97

(This space for State use only)

API Number Assigned: 43-047-32873

Approval: *John R. Bays* 4/24/97  
Petroleum Engineer

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



### LEGEND:

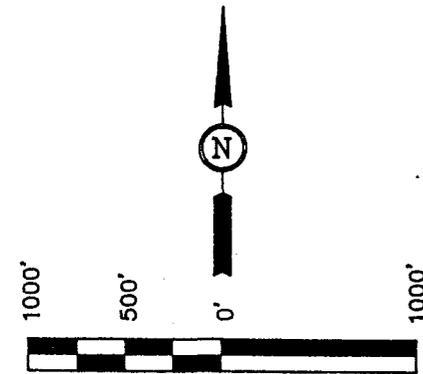
- = 90° SYMBOL
- = PROPOSED WELL HEAD.
- = SECTION CORNERS LOCATED.

## COASTAL OIL & GAS CORP.

Well location, CIGE #234-25-9-21, located as shown in the SW 1/4 NE 1/4 of Section 25, T9S, R21E, S.L.B.&M., Uintah County, Utah.

### BASIS OF ELEVATION

TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE QUADRANGLE, UTAH, UTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FEET.



### SCALE

### 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.

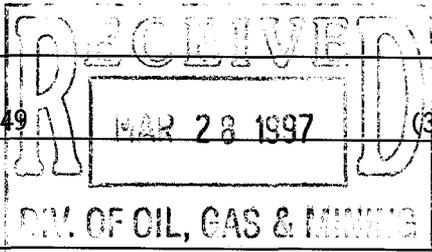
*Robert L. Gray*  
 REGISTERED LAND SURVEYOR  
 REGISTRATION NO. 161319  
 STATE OF UTAH

**UINTAH ENGINEERING & LAND SURVEYING**  
 85 SOUTH 200 EAST - VERNAL, UTAH 84078  
 (801) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 2-18-97	DATE DRAWN: 2-25-97
PARTY D.A. S.S. D.COX	REFERENCES G.L.O. PLAT	
WEATHER COLD	FILE COASTAL OIL & GAS CORP.	

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14. Distance in miles and direction from nearest town or post office: <b>See Topo Map A</b>		11. Qtr/Qtr, Section, Township, Range, Meridian: <b>SWNE Section 25-T9S-R21E</b>
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24. Name & Signature: *Sheila Bremer* Title: Environmental & Safety Analyst Date: 3/27/97

(This space for State use only)

API Number Assigned: 43-047-32873

Approval: *John R. Baya* 4/24/97  
Petroleum Engineer

**COASTAL (N0230)**

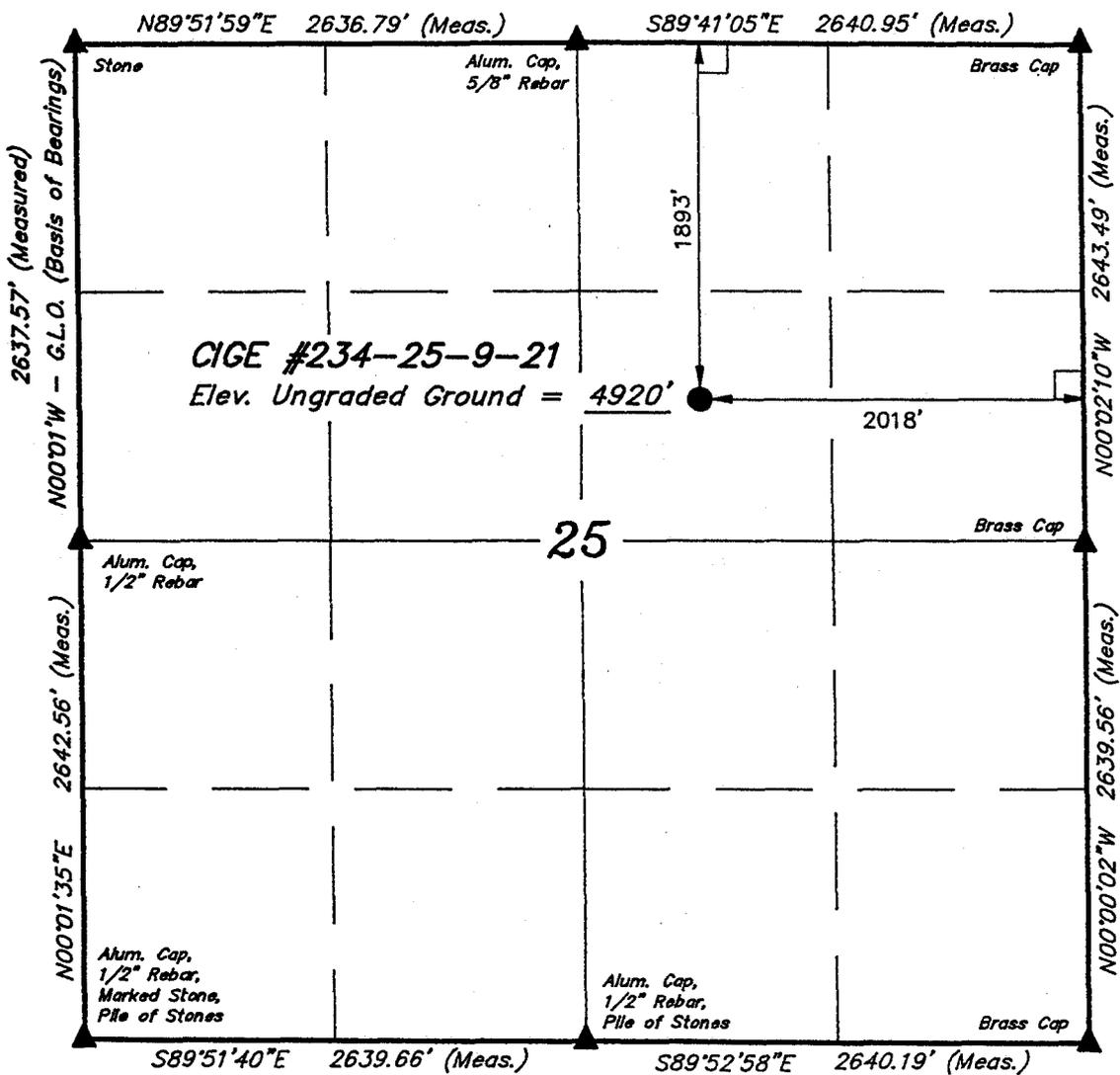
**CIGE 234-25-9-21**

(See Instructions on Reverse Side)

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

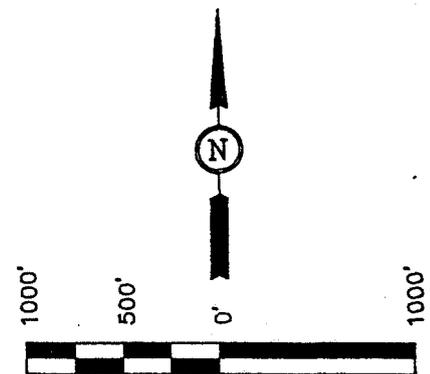
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*Robert L. Gray*  
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 STATE OF UTAH

### LEGEND:

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 85 SOUTH 200 EAST - VERNAL, UTAH 84078  
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PARTY D.A. S.S. D.COX	REFERENCES G.L.O. PLAT	
WEATHER COLD	FILE COASTAL OIL & GAS CORP.	

**CIGE #234-25-9-21  
1893' FNL & 2018' FEL  
SW/NE, SECTION 25-T9S-R21E  
UINTAH COUNTY, UTAH**

**COASTAL OIL & GAS CORPORATION**

***DRILLING PROGRAM***

The proposed wellsite is on **State of Utah surface/State of Utah minerals**.

1. **Estimated Tops of Important Geologic Markers:**

<u>Formation</u>	<u>Depth</u>
Duchesne River/Uinta	Surface
Green River	1,425'
Wasatch	4,715'
Total Depth	7,000'

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

<u>Substance</u>	<u>Formation</u>	<u>Depth</u>
Oil/Gas	Green River	1,425'
Oil	Wasatch	4,715'
Gas	Wasatch	4,715'
Water	N/A	
Other Minerals	N/A	

All fresh water and prospectively valuable minerals encountered during drilling will be recorded by depth and adequately protected. Oil and gas shows will be tested to determine commercial potential.

3. **Pressure Control Equipment:** (Schematic Attached)

- a. The BOP stack will consist of one 11" 3,000 psi annular BOP, one 11" 3,000 psi double ram, and one 11" drilling spool. The lower ram will contain pipe rams, and the upper ram will contain blind rams.
- b. The choke and kill lines and the choke manifold will have a 3,000 psi minimum pressure rating.
- c. Testing: The hydril will be tested to 1,500 psi. The rams, choke manifold, kelly safety valves, drill string safety valves, and inside BOP will be tested to 2,000 psi.

4. **Proposed Casing and Cementing Program:**

- a. The proposed Casing Program will be as follows:

<u>Purpose</u>	<u>Depth</u>	<u>Hole Size</u>	<u>Csg Size</u>	<u>Wt/ft</u>	<u>Grade</u>	<u>Type</u>
Surface	0-250'	11"/12¼"	8 <sup>5</sup> / <sub>8</sub> "	24#	K-55	ST&C
Production	0-TD	7 <sup>7</sup> / <sub>8</sub> "	4½"	11.6#	K-55	LT&C

The surface casing will be tested to 1,500 psi prior to drilling out.

Casing design is subject to revision based on geologic conditions encountered.

- b. The Cement Program will be as follows:

<u>Surface</u>	<u>Fill</u>	<u>Type &amp; Amount</u>
0-250'	250'	Approximately 165 sx Class "G" + 2% CaCl <sub>2</sub> , 15.6 ppg, 1.19 CF/sx.

<u>Production</u>	<u>Type &amp; Amount</u>
500' above productive interval to surface	Lead: Extended, Lite, or Hi-Fill cement + additives, 11 or 12 ppg, 2.69 CF/sx.
TD to 500' above productive interval	Tail: Extended Class "G" or 50:50 Poz + additives, 14 ppg; or RFC, 14.0-14.5 ppg, 1.57 CF/sx

For production casing, actual cement volumes will be determined from the caliper log, plus 15% excess.

For surface casing, waiting on cement time will be adequate to achieve 500 psi compressive strength at the shoe prior to drilling out.

5. **Drilling Fluids Program:**

<u>Interval</u>	<u>Type</u>	<u>Mud Wt.</u>
0-TD'	Air/Air Mist/Aerated Water/Water (As hole conditions warrant.) Displace hole to 10 ppg brine mud prior to logging.	8.4 ppg or less

No chromate additives will be used in the mud system without prior approval to ensure adequate protection of fresh water aquifers.

**6. Evaluation Program:****a. Logging Program:**

DLL/SP/GR:	Base of surface casing to TD
GR/Neutron Density:	2500' to TD
RFT (20 samples):	4715' to TD (Optional)

Drill Stem Tests: None anticipated.

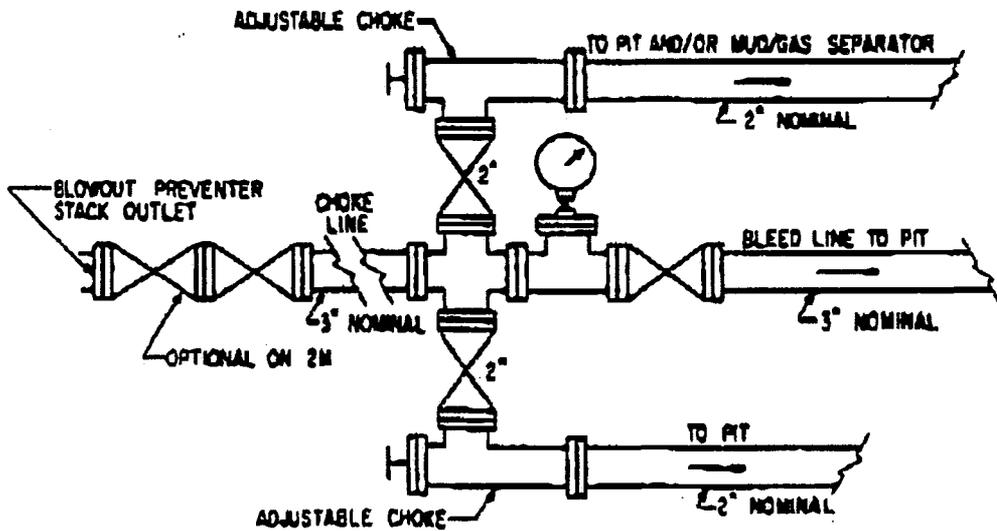
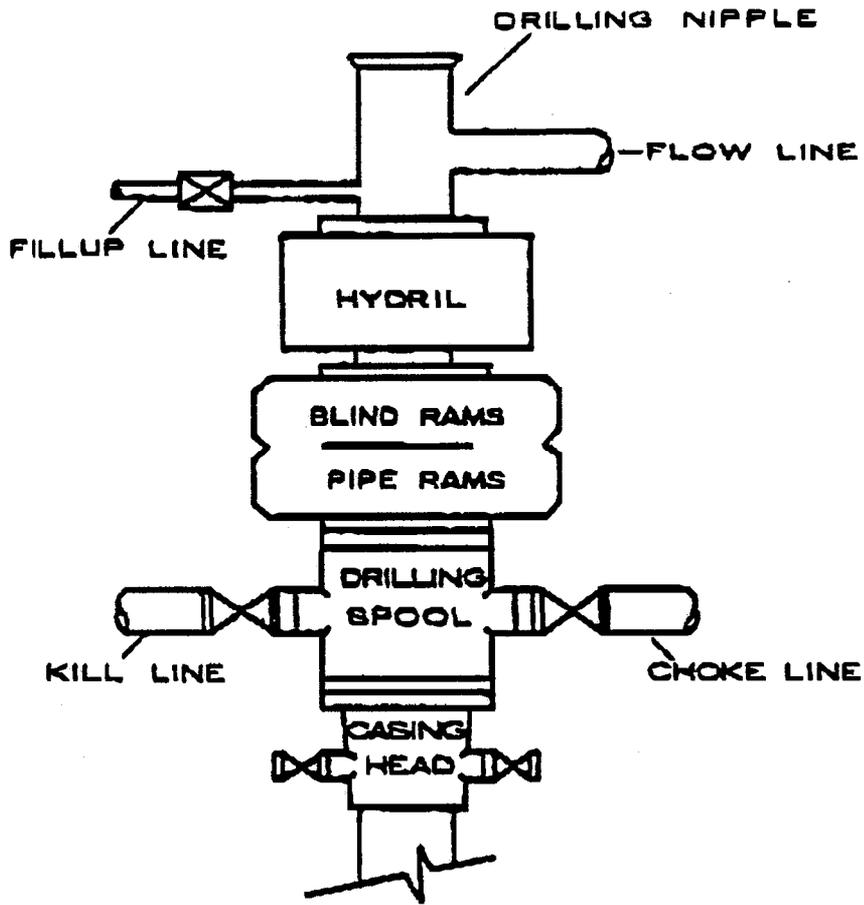
The Evaluation Program may change at the discretion of the well site geologist.

- b. No drill stem tests, stimulation, or frac treatment has been formulated for this well at this time; however, the drill site, as approved, will be of sufficient size to accommodate all completion activities.

**7. Abnormal Conditions:**

No abnormal temperatures or pressures are anticipated. No hydrogen sulfide has been encountered or is known to exist from previous drilling in the area at this depth. Maximum anticipated bottomhole pressure approximately equals 2,800 psi (calculated at 0.4 psi/foot) and maximum anticipated surface pressure equals approximately 1,260 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

3,000 psi  
BOP STACK



**CIGE #234-25-9-21  
1893' FNL & 2018' FEL  
SW/NE, SECTION 25-T9S-R21E  
UINTAH COUNTY, UTAH**

**COASTAL OIL & GAS CORPORATION**

***MULTI-POINT SURFACE USE & OPERATIONS PLAN***

*This Surface Use and Operations Plan is subject to change pending completion of the on-site inspection.*

1. **Existing Roads:**

The proposed well site is southwest of Vernal, Utah. Refer to Topo Maps A and B for location of access roads.

*Improvements to existing access roads shall be determined at the on-site inspection.*

All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.

2. **Planned Access Roads:**

Approximately 0.2 miles of new access will be required. The new access road will be crowned, ditched, and constructed with a running surface of 18 feet and a maximum disturbed width of 30 feet, *unless modified at the on-site inspection*. Appropriate water control will be installed to control erosion.

*Existence of pipelines; maximum grade; turnouts; major cut and fills, culverts, or bridges; gates, cattle guards, fence cuts, or modifications to existing facilities shall be determined at the on-site.*

The access road was centerline flagged during time of staking.

Surfacing material may be necessary, depending upon weather conditions.

Surface disturbance and vehicular traffic will be limited to the approved location and approved access route. Any additional area needed will be approved in advance.

3. **Location of Existing Wells Within a 1-Mile Radius:**

Please refer to Topo Map C for the location of existing wells within a one mile radius of the proposed location.

4. **Location of Existing and Proposed Facilities:**

The following guidelines will apply if the well is productive.

- a. A dike will be constructed completely around those production facilities which contain fluids (i.e., production tanks, produced water tanks). 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.

- b. All permanent (on site 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 state Rocky Mountain Inter-Agency Committee.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The required color is Desert Brown, Munsell standard color number 10 YR 6/3.

- c. Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.
- d. The proposed pipeline will leave the well pad in a westerly direction for an approximate distance of 1100' to tie into an existing pipeline. Please see Topo Map D.

5. **Location and Type of Water Supply:**

Water for drilling purposes will be obtained from Dalbo Inc.'s underground well located in Ouray, Utah, Section 32-T4S-R3E, Water User Claim #43-8496, Application #53617.

Water will be hauled to location over the roads marked on Maps A and B.

6. **Source of Construction Materials:**

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

7. **Methods of Handling Waste Materials:**

- a. Drill cuttings will be contained and buried in the reserve pit.
- b. Drilling fluids, including salts and chemicals, will be contained in the reserve pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be used at the next drill site or will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.
- c. The reserve pit will be constructed on the location and will not be located within natural drainages, where a flood hazard exists or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, break, or allow discharge of liquids. *The need for a reserve pit liner will be determined at the on-site inspection.*

If a synthetic reinforced liner is used, it will be a minimum of 10 mil thick, with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

- d. Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.
- e. A chemical porta-toilet will be furnished with the drilling rig.
- f. Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash will be burned on location.
- g. All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

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

8. **Ancillary Facilities:**

- a. The NBU #98V, SWSW Section 34-T9S-R21E, will be used as a staging area for equipment and supplies in the current drilling program. There will be no land disturbance associated with this facility. This will be a temporary facility used during the current drilling program. An 18" berm will surround the entire location. The following will be kept on location:

- 3 - Cement Silos - 1,033 CF each
- 2 - Sand Bins - 2,500 CF each
- 2 - KCL Tanks - 400 bbls each w/3% KCL
- 2 - Acid Tanks - 5,000 gals each w/15% HCL Acid

On March 21, 1997, Ron Firth approved the NBU #98V staging area sundry.

- b. The NBU #25, SWNE Section 3-T10S-R21E, will be used as a camp by drilling personnel during the current drilling program. Sewer facilities installed during Coastal's 1992 drilling program are still in existence and will be used for the same purpose. Skid mounted rig trailers (4-5) will be set up. A generator and 400 bbl water tank will also be installed. This will be a temporary facility used during the current drilling program. No foundations will be built. This camp has been approved by the Bureau of Land Management.

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

9. **Well Site Layout:** (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s). *This section is subject to modification as a result of the on-site inspection.*

See the attached diagram to describe rig orientation, parking areas, and access roads.

- a. The reserve pit will be located on the south side of the location.
- b. The stockpiled topsoil (first six inches) will be stored on the north side of the location. All brush removed from the well pad during construction will be stockpiled with the topsoil.
- c. The flare pit will be located on the south side of the location, downwind from the prevailing wind direction.
- d. Access will be from the northwest.
- e. All pits will be fenced according to the following minimum standards:

39 inch net wire will be used with at least one 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.

The net wire shall be no more than two inches above the ground. The barbed wire shall be three inches over the net wire. Total height of the fence shall be at least 42 inches.

Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.

Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

All wire shall be stretched using a stretching device before it is attached to corner posts.

- f. The reserve pit fencing will be on two sides during drilling operations, and on four sides when the rig moves off location. Pits will be fenced and maintained until cleanup.

10. **Plans for Reclamation of the Surface:**

- a. Producing Location:

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, materials, trash, and debris not required for production.

Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

If a synthetic, nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 120 days from the date of well completion, weather permitting. This will be completed by backfilling and crowning the pit to prevent water from standing.

b. Dry Hole/Abandoned Location:

Abandoned well sites, roads, and other disturbed areas will be restored as near as practical to their original condition. Where applicable, these conditions may include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions, and the re-establishment of vegetation as specified.

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 after completion of other reclamation operations.

11. **Surface Ownership:**

a. Access Roads - The proposed access road is located on lands owned by:

- State of Utah  
Trust Lands Administration

b. Well Pad - The well is located on land owned by:

- State of Utah  
Trust Lands Administration  
675 East 500 South, Suite 500  
Salt Lake City, Utah 84102-2818

12. **Other Information:**

- a. All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice to Lessees. The Operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.
- b. The Operator will control noxious weeds along right-of-ways for roads, pipelines, well sites, or other applicable facilities.

- c. A Class III archeological survey was conducted by Metcalf Archaeological Consultants, Inc. A copy of this report is being sent directly to Kenneth Wintch, Utah School Trust Lands, and James Dykman, Utah Preservation Office.

13. **Lessee's or Operators's Representative and Certification:**

Sheila Bremer  
Environmental & Safety Analyst  
Coastal Oil & Gas Corporation  
P.O. Box 749  
Denver, CO 80201-0749  
(303) 573-4455

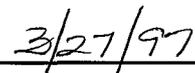
Tom Young  
Drilling Manager  
Coastal Oil & Gas Corporation  
9 Greenway Plaza, Coastal Tower  
Houston, TX 77046  
(713) 877-7044

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its 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 supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the operator, its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

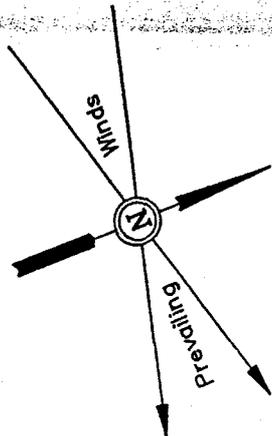
  
\_\_\_\_\_  
Sheila Bremer

  
\_\_\_\_\_  
Date

# COASTAL OIL & GAS CORP.

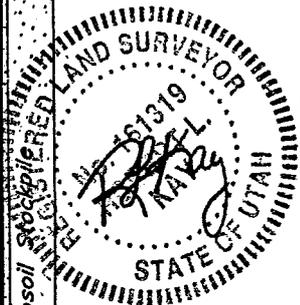
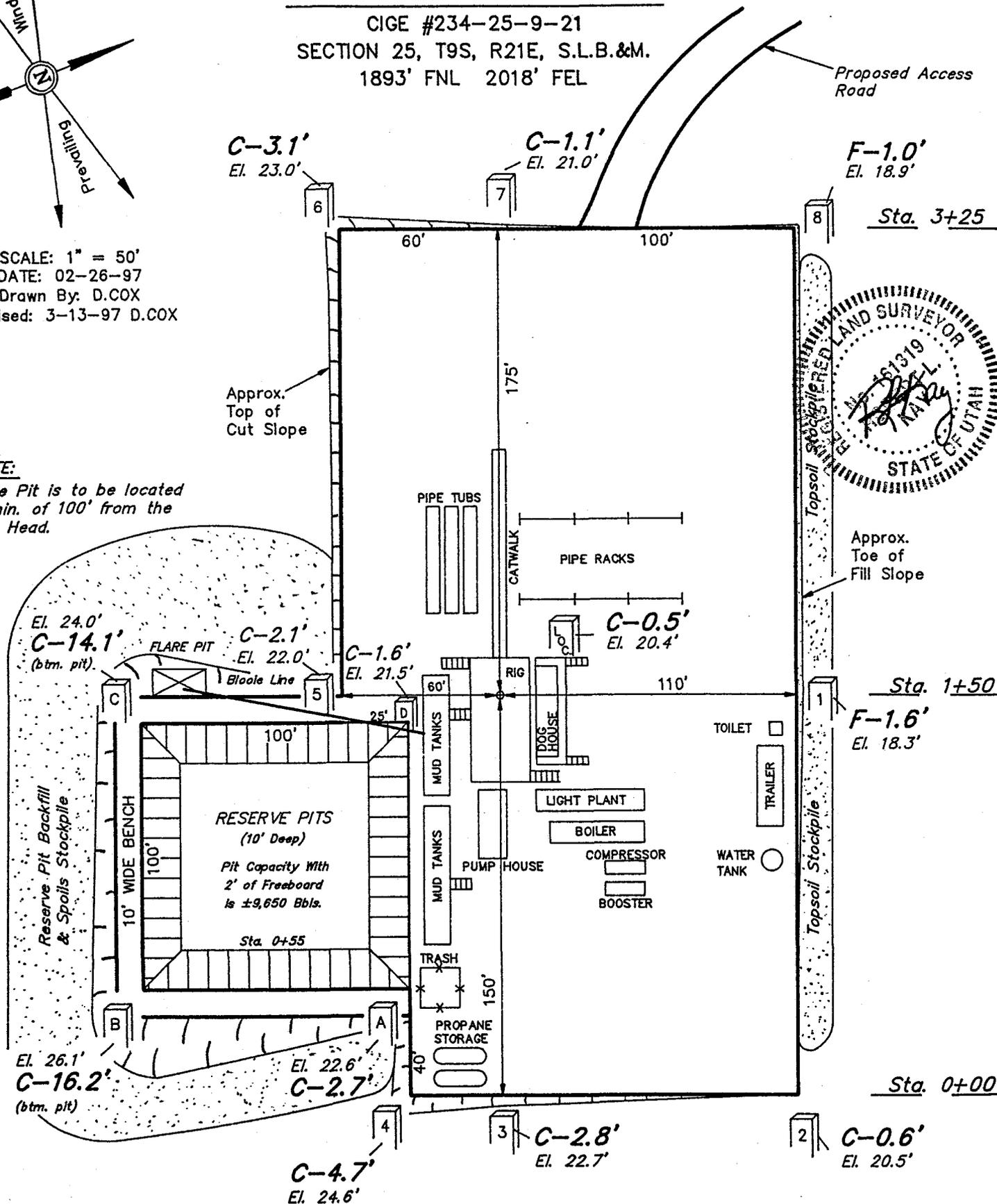
## LOCATION LAYOUT FOR

CIGE #234-25-9-21  
SECTION 25, T9S, R21E, S.L.B.&M.  
1893' FNL 2018' FEL



SCALE: 1" = 50'  
DATE: 02-26-97  
Drawn By: D.COX  
Revised: 3-13-97 D.COX

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



### NOTES:

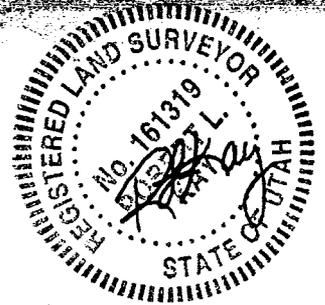
Elev. Ungraded Ground At Loc. Stake = 4920.4'  
FINISHED GRADE ELEV. AT LOC. STAKE = 4919.9'

**FIGURE #1**

COASTAL OIL & GAS CORP.

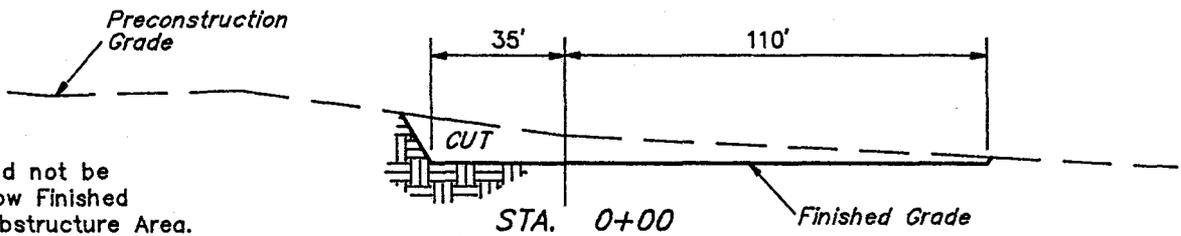
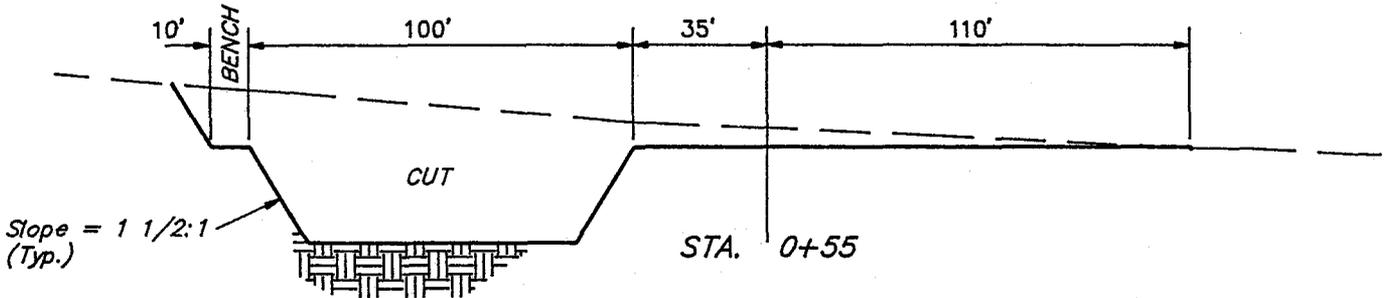
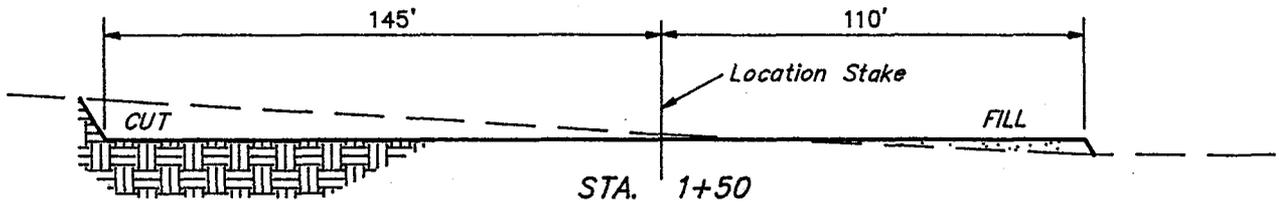
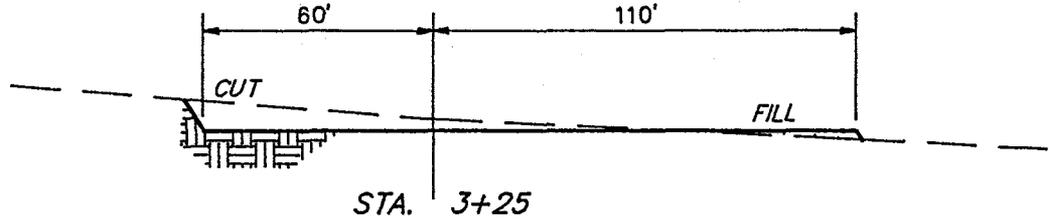
TYPICAL CROSS SECTIONS FOR

CIGE #234-25-9-21  
SECTION 25, T9S, R21E, S.L.B.&M.  
1893' FNL 2018' FEL



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

DATE: 02-26-97  
Drawn By: D.COX  
Revised: 3-13-97 D.COX



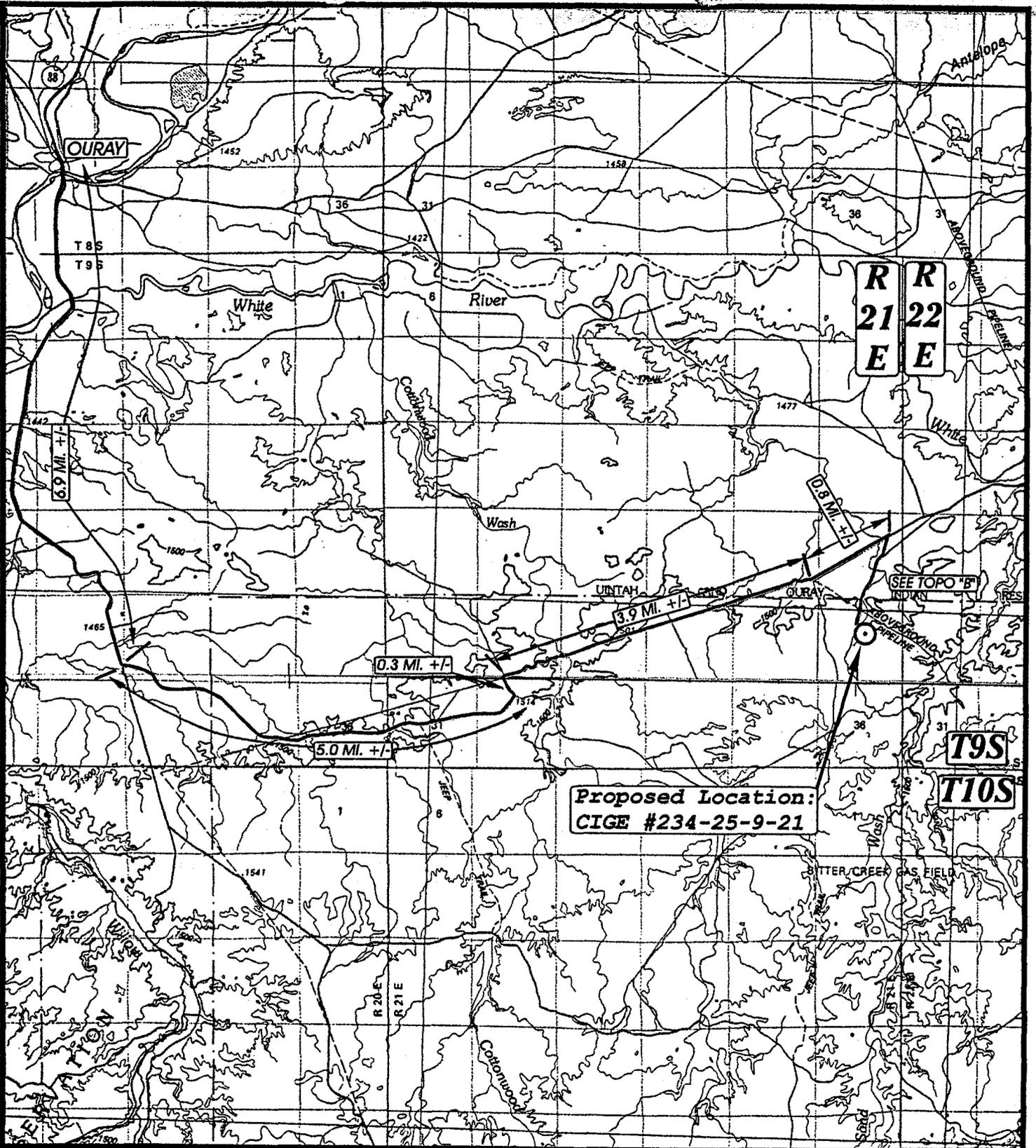
NOTE:  
Topsoil should not be Stripped Below Finished Grade on Substructure Area.

**FIGURE #2**

APPROXIMATE YARDAGES

CUT	
(6") Topsoil Stripping	= 1,140 Cu. Yds.
Remaining Location	= 5,600 Cu. Yds.
<b>TOTAL CUT</b>	<b>= 6,740 CU.YDS.</b>
<b>FILL</b>	<b>= 750 CU.YDS.</b>

EXCESS MATERIAL AFTER 5% COMPACTION	= 5,950 Cu. Yds.
Topsoil & Pit Backfill (1/2 Pit Vol.)	= 2,480 Cu. Yds.
EXCESS UNBALANCE (After Rehabilitation)	= 3,470 Cu. Yds.



**UE**  
**LS**

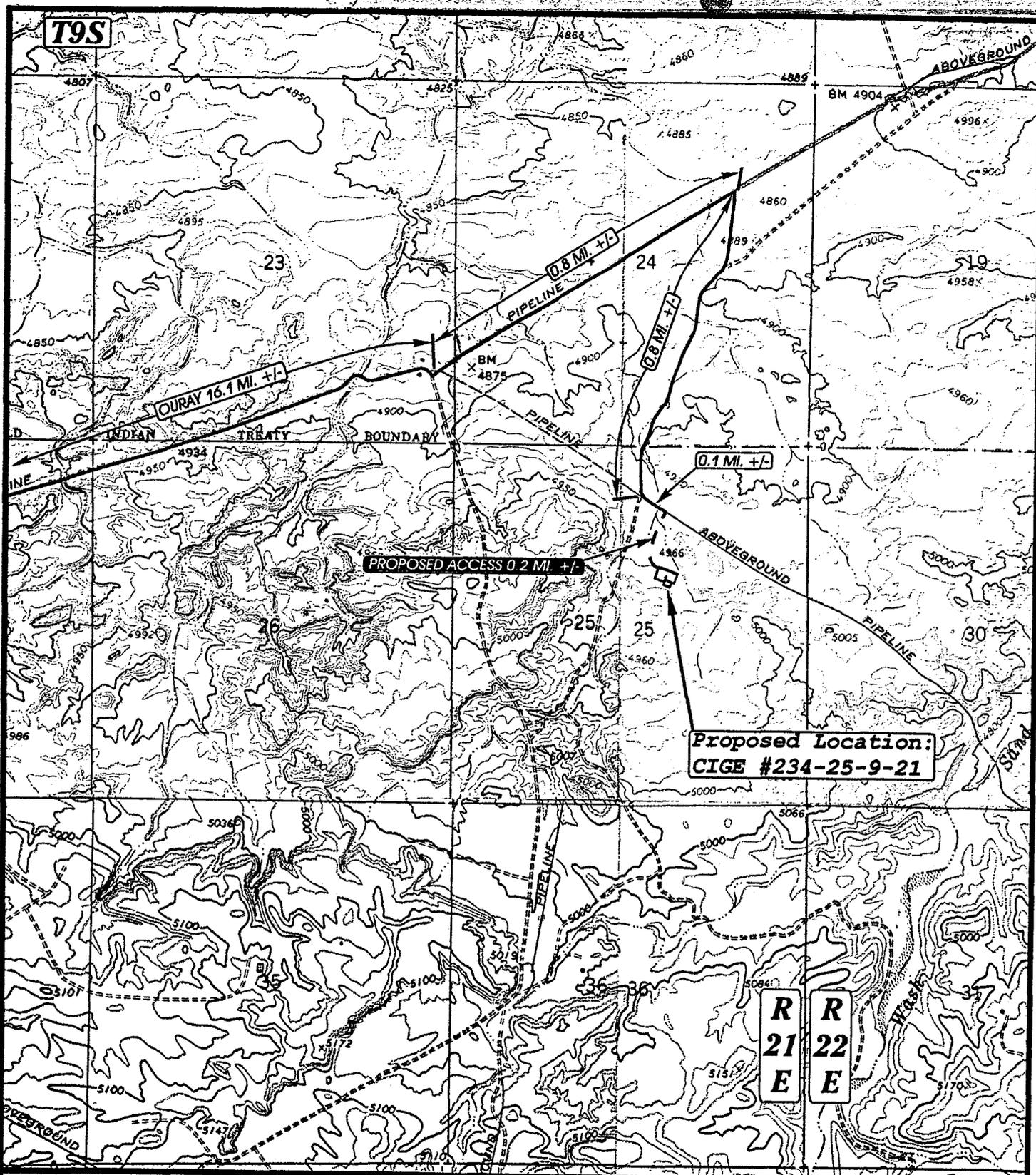
**TOPOGRAPHIC  
MAP "A"**

**DATE: 2-25-97  
Drawn by: D.COX**

**UINTAH ENGINEERING & LAND SURVEYING**  
85 So. 200 East • Vernal, Utah 84078 • (801) 789-1017



**COASTAL OIL & GAS CORP.**  
**CIGE #234-25-9-21**  
**SECTION 25, T9S, R21E, S.L.B.&M.**  
**1893' FNL 2018' FEL**



**UELS**

**TOPOGRAPHIC  
MAP "B"**

DATE: 2-25-97  
Drawn by: D.COX

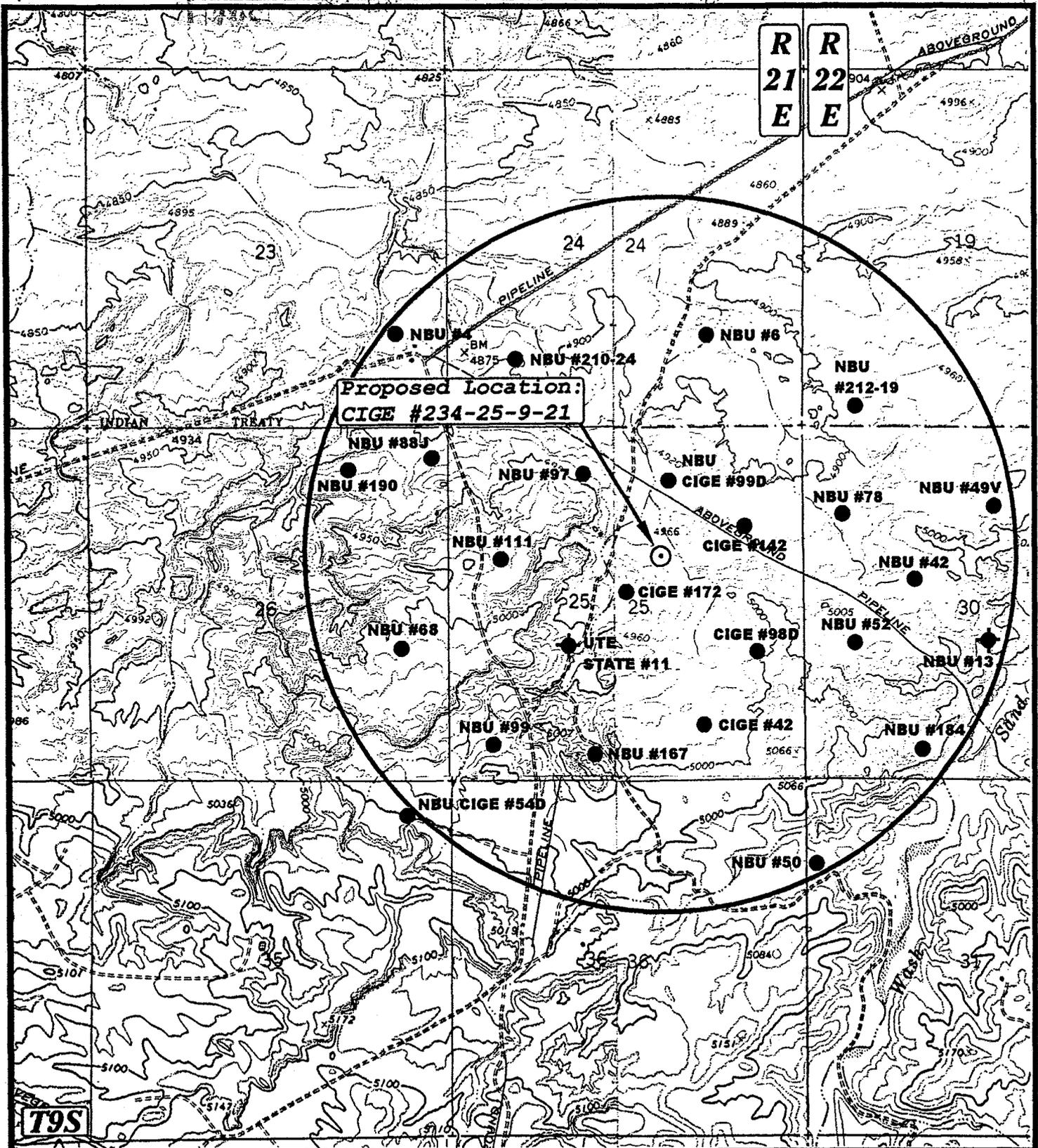
UINTAH ENGINEERING & LAND SURVYING  
85 So. 200 East • Vernal, Utah 84078 • (801) 789-1017



SCALE: 1" = 2000'

**COASTAL OIL & GAS CORP.**

CIGE #234-25-9-21  
SECTION 25, T9S, R21E, S.L.B.&M.  
1893' FNL 2018' FEL



R  
21  
E

R  
22  
E

Proposed Location:  
CIGE #234-25-9-21

**LEGEND:**

- Water Wells
- Abandoned Wells
- Temporarily Abandoned Wells
- Disposal Wells
- Drilling Wells
- Producing Wells
- Shut-in Wells

UEIS

UINTAH ENGINEERING & LAND SURVEYING  
85 So. 200 East • Vernal, Utah 84078 • (801) 789-1017



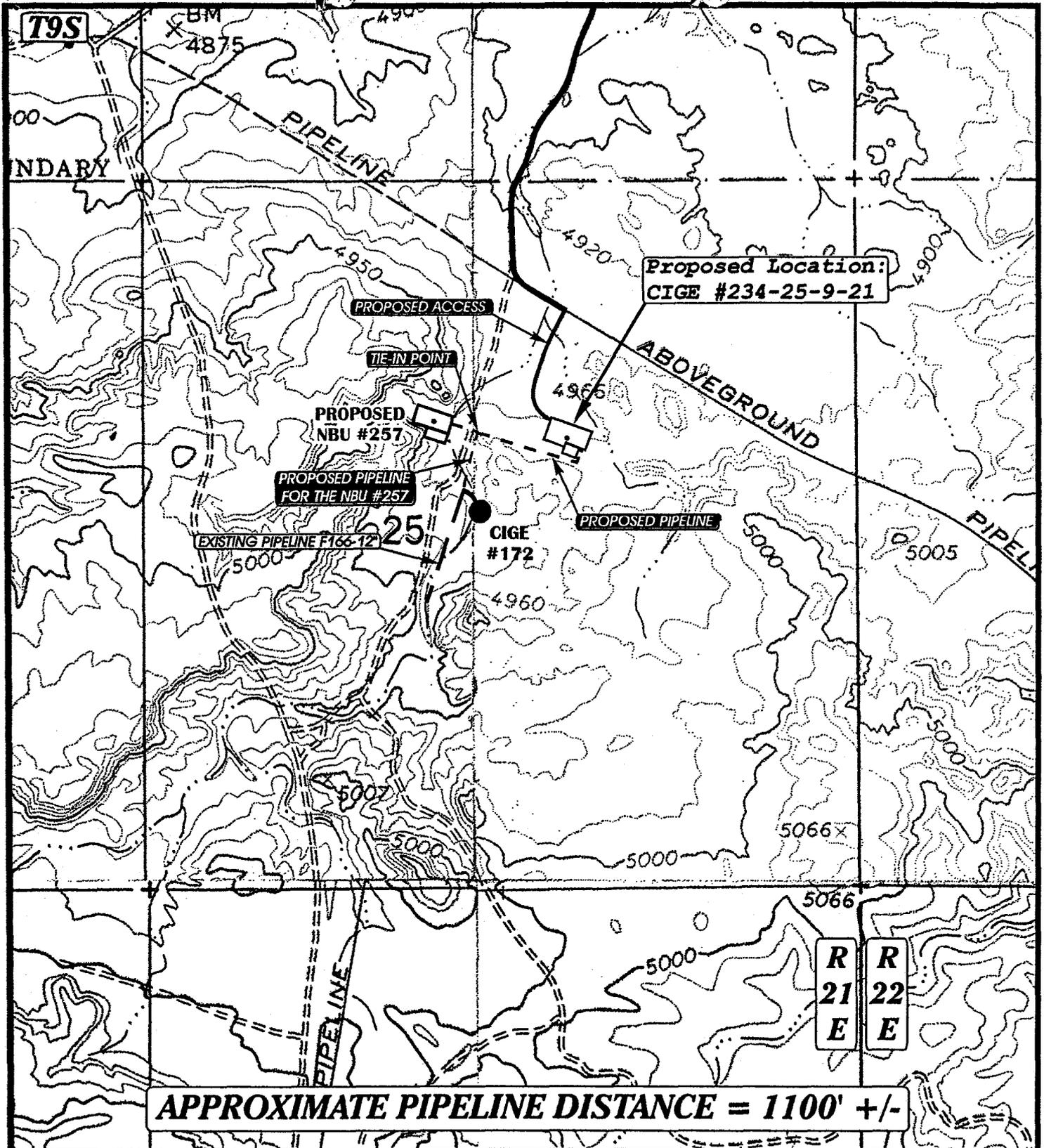
SCALE: 1" = 2000

**COASTAL OIL & GAS CORP.**

CIGE #234-25-9-21  
SECTION 25, T9S, R21E, S.L.B.&M.

**TOPOGRAPHIC  
MAP "C"**

DATE: 2-25-97 Drawn by: D.COX



**UELS**

**TOPOGRAPHIC  
MAP "D"**

--- Existing Pipeline

- - - Proposed Pipeline



**COASTAL OIL & GAS CORP.**

CIGE #234-25-9-21

SECTION 25, T9S, R21E, S.L.B.&M.

DATE: 3-7-97  
 Drawn by: D.COX

UINTAH ENGINEERING & LAND SURVEYING  
 85 So. 200 East • Vernal, Utah 84078 • (801) 789-1017

SCALE: 1" = 1000'

WORKSHEET  
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 03/28/97

API NO. ASSIGNED: 43-047-32873

WELL NAME: CIGE 234-25-9-21  
 OPERATOR: COASTAL OIL & GAS CORP (N0230)

PROPOSED LOCATION:  
 SWNE 25 - T09S - R21E  
 SURFACE: 1893-FNL-2018-FEL  
 BOTTOM: 1893-FNL-2018-FEL  
 UINTAH COUNTY  
 NATURAL BUTTES FIELD (630)

INSPECT LOCATION BY: / /		
TECH REVIEW	Initials	Date
Engineering	<i>SRB</i>	<del>10-6-99</del> 4/24/97
Geology		
Surface		

LEASE TYPE: STA  
 LEASE NUMBER: U - 01189 - ST

PROPOSED PRODUCING FORMATION: WSTC

RECEIVED AND/OR REVIEWED:

- Plat
- Bond: Federal  State  Fee   
 (Number 102103)
- Potash (Y/N)
- Oil shale (Y/N)
- Water permit  
 (Number 43-8496)
- RDCC Review (Y/N)  
 (Date: \_\_\_\_\_)

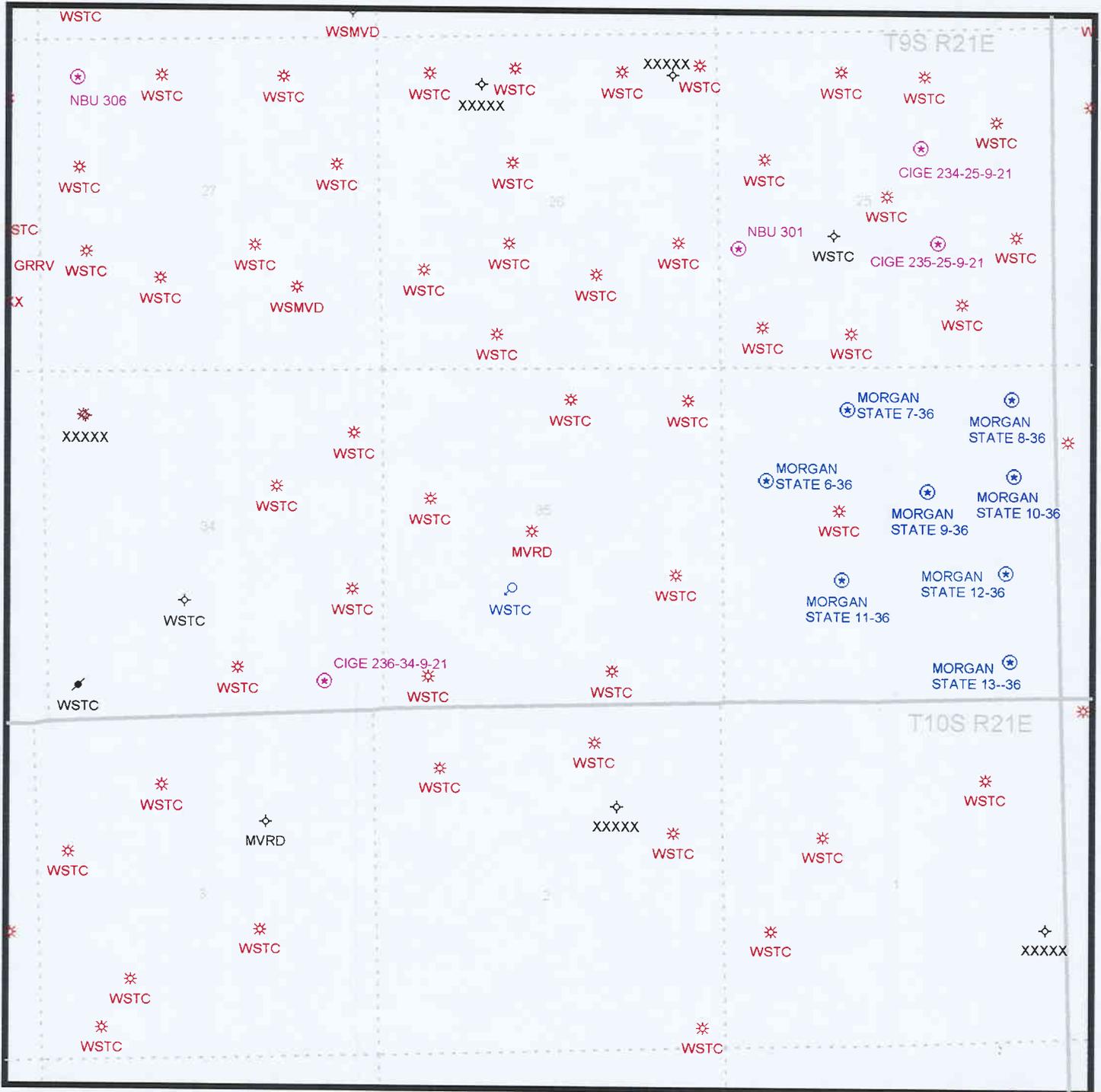
LOCATION AND SITING:

- R649-2-3. Unit: NATURAL BUTTES
- R649-3-2. General.
- R649-3-3. Exception.
- Drilling Unit.  
 Board Cause no: \_\_\_\_\_  
 Date: \_\_\_\_\_

COMMENTS: Casing design OK, Cement program OK.

STIPULATIONS: 1- Statement of Basis

**OPERATOR: COASTAL (N0230)**  
**FIELD: NATURAL BUTTES (630)**  
**SEC, TWP, RNG: 25,27,34, T9S. R21E**  
**COUNTY: UINTAH**  
**UAC: R649-2-3 NATURAL BUTTES**



**PREPARED:**  
**DATE: 1-APR-97**

**DIVISION OF OIL, GAS AND MINING**  
**APPLICATION FOR PERMIT TO DRILL**  
**STATEMENT OF BASIS**

Operator Name: COASTAL OIL & GAS CORP.

Name & Number: CIGE 234-25-9-21

API Number: <sup>873</sup>43-047-32657

Location: 1/4, 1/4 SW/NE Sec. 25 T. 9S R. 21E

**Geology/Ground Water:**

The base of moderately saline water is at a depth of between 2000 feet to 3000 feet. High quality aquifers are generally not present in this area. If water zones are encountered they are discontinuous, yields are low and they are not subject to direct recharge. The proposed casing and cement program will adequately isolate and protect any water zones should they be encountered.

Reviewer: D. Jarvis

Date: 4-18-97

**Surface:**

The pre-site investigation of the surface was performed by field personnel on 4/3/97. All applicable surface management agencies and landowners have been notified and their concerns accommodated where reasonable and possible. This location will have a graded elevation of 4919.9'.

Reviewer: DAVID W. HACKFORD

Date: 4/7/97

**Conditions of Approval/Application for Permit to Drill:**

1. Reserve pit shall be constructed south of the well bore.



ENVIRONMENTAL PARAMETERS

AFFECTED FLOODPLAINS AND/OR WETLANDS: NONE

FLORA/FAUNA: GREASEWOOD, NATIVE GRASSES, SALTBRUSH, PRICKLY PEAR,  
RABBIT, PRONGHORN, RODENTS, COYOTES, BIRDS.

SOIL TYPE AND CHARACTERISTICS: LIGHT BROWN SANDY CLAY WITH GRAVELLY  
SHALE.

SURFACE FORMATION & CHARACTERISTICS: UINTA FORMATION.

EROSION/SEDIMENTATION/STABILITY: MINOR EROSION, MINOR SEDIMENTATION,  
NO STABILITY PROBLEMS ANTICIPATED.

PALEONTOLOGICAL POTENTIAL: NONE OBSERVED.

RESERVE PIT

CHARACTERISTICS: 100' BY 100' AND 10' DEEP.

LINER REQUIREMENTS (Site Ranking Form attached): NO LINER WILL BE  
REQUIRED.

SURFACE RESTORATION/RECLAMATION PLAN

AS PER STATE OF UTAH, TRUST LANDS.

SURFACE AGREEMENT: STATE OF UTAH, TRUST LANDS.

CULTURAL RESOURCES/ARCHAEOLOGY: SITE WAS INSPECTED BY METCALF  
ARCHAEOLOGICAL CONSULTANTS, INC. A REPORT OF THIS INVESTIGATION WILL BE  
PLACED ON FILE.

OTHER OBSERVATIONS/COMMENTS

INVESTIGATION WAS DONE ON A COLD WINDY DAY WITH SLIGHT SNOW COVER.

ATTACHMENTS:

PHOTOS OF PROPOSED SITE WILL BE PLACED ON FILE.

DAVID W. HACKFORD  
DOGM REPRESENTATIVE

4/3/97 10:00 AM  
DATE/TIME

**Evaluation Ranking Criteria and Ranking Score  
For Reserve and Onsite Pit Liner Requirements**

<u>Site-Specific Factors</u>	<u>Ranking</u>	<u>Site Ranking</u>
Distance to Groundwater (feet)		
>200	0	
100 to 200	5	
75 to 100	10	
25 to 75	15	
<25 or recharge area	20	<u>0</u>
Distance to Surf. Water (feet)		
>1000	0	
300 to 1000	2	
200 to 300	10	
100 to 200	15	
< 100	20	<u>0</u>
Distance to Nearest Municipal Well (feet)		
>5280	0	
1320 to 5280	5	
500 to 1320	10	
<500	15	<u>0</u>
Distance to Other Wells (feet)		
>1320	0	
300 to 1320	10	
<300	20	<u>0</u>
Native Soil Type		
Low permeability	0	
Mod. permeability	10	
High permeability	20	<u>10</u>
Fluid Type		
Air/mist	0	
Fresh Water	5	
TDS >5000 and <10000	15	
TDS >10000 or Oil Base	20	
Mud Fluid containing high levels of hazardous constituents		<u>5</u>
Drill Cuttings		
Normal Rock	0	
Salt or detrimental	10	<u>0</u>
Annual Precipitation (inches)		
<10	0	
10 to 20	5	
>20	10	<u>0</u>
Affected Populations		
<10	0	
10 to 30	6	
30 to 50	8	
>50	10	<u>0</u>
Presence of Nearby Utility Conduits		
Not Present	0	
Unknown	10	
Present	15	<u>0</u>
 <b>Final Score (Level II Sensitivity)</b>		 <u>15</u>

STATE OF UTAH  
DIVISION OF OIL, GAS AND MINING

5. Lease Designation and Serial Number  
**U-01189-ST**  
6. Indian, Allottee or Tribe Name:  
**N/A**  
7. Unit Agreement Name:  
**Natural Buttes Unit**  
8. Well Name and Number:  
**CIGE 234-25-9-21**  
9. API Well Number:  
**43-047-32873**  
10. Field and Pool, or Wildcat  
**Natural Buttes Field**

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill new wells, deepen existing wells, or to reenter plugged and abandoned wells.  
Use APPLICATION FOR PERMIT TO DRILL OR DEEPEN form for such purposes

1. Type of Well: OIL  GAS  OTHER:

2. Name of Operator  
**Coastal Oil & Gas Corporation**

3. Address and Telephone Number.  
**P.O. Box 749, Denver, CO 80201-0749 (303) 573-4476**

4. Location of Well  
Footages: **1893' FNL & 2018' FEL**  
QQ,Sec., T., R., M.: **SWNE Section 25-T9S-R21E**

County: **Uintah**  
State: **Utah**

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

**NOTICE OF INTENT**  
(Submit in Duplicate)

**SUBSEQUENT REPORT**  
(Submit Original Form Only)

- Abandon
- Repair Casing
- Change of Plans
- Convert to Injection
- Fracture Treat or Acidize
- Multiple Completion
- Other Extend APD
- New Construction
- Pull or Alter Casing
- Recomplete
- Perforate
- Vent or Flare
- Water Shut-Off

- Abandon\*
- Repair Casing
- Change of Plans
- Convert to Injection
- Fracture Treat or Acidize
- Other \_\_\_\_\_
- New Construction
- Pull or Alter Casing
- Perforate
- Vent or Flare
- Water Shut-Off

Date of work completion \_\_\_\_\_

Approximate date work will start Upon Approval

Report results of **Multiple Completions** and **Recompletions** to different reservoirs on WELL COMPLETION OR RECOMPLETION REPORT AND LOG form.

\* Must be accompanied by a cement verification report.

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

The APD for the referenced well was approved on April 24, 1997. The operator requests that the APD be extended for an additional year such that drilling may be completed.

*Extend to 4/24/99  
BTS*

13. Name & Signature *Bonnie Carson* Title Senior Environmental Analyst Date 4/23/98

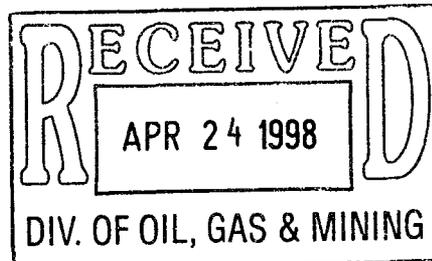
(This space for State use only)

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

DATE: 5/8/98  
BY: *[Signature]*

(5/94)

(See Instructions on Reverse Side)





# State of Utah

DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt  
Governor

Ted Stewart  
Executive Director

James W. Carter  
Division Director

1594 West North Temple, Suite 1210

Box 145801

Salt Lake City, Utah 84114-5801

801-538-5340

801-359-3940 (Fax)

801-538-7223 (TDD)

April 24, 1997

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

Re: CIGE 234-25-9-21 Well, 1893' FNL, 2018' FEL, SW NE, Sec. 25,  
T. 9 S., R. 21 E., Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-32873.

Sincerely,

A handwritten signature in cursive script that reads "Lowell P. Braxton".

Lowell P. Braxton  
Deputy Director

lwp

Enclosures

cc: Uintah County Assessor

Bureau of Land Management, Vernal District Office

Operator: Coastal Oil & Gas Corporation  
Well Name & Number: CIGE 234-25-9-21  
API Number: 43-047-32873  
Lease: U-01189-ST  
Location: SW NE Sec. 25 T. 9 S. R. 21 E.

### Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for Permit to Drill.

2. Notification Requirements

Notify the Division within 24 hours following spudding the well or commencing drilling operations. Contact Jimmie Thompson at (801)538-5336.

Notify the Division prior to commencing operations to plug and abandon the well. Contact John R. Baza (801)538-5334 or Mike Hebertson at (801) 538-5333.

3. Reporting Requirements

All required reports, forms and submittals shall be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis dated April 18, 1997 (copy attached).

APD Evaluation

Natural Buttes Unit # 234-25-9-21  
(and other NBU APD's for March '97.)

I. Casing design

A. Production string

4 1/2", 11.6#, K-55, LTC set @ TD = 7000'

Antic. mud wt. = 8.4 ppg  $\Rightarrow$  BHP =  $(0.052)(8.4)(7000)$   
= 3058 psi

Max. antic. BHP = 2800 psi

Burst str. of casing = 5350 psi

Burst SF =  $\frac{5350}{3058} = 1.75$  ✓

Collapse str. of casing = 4960 psi

Collapse SF =  $\frac{4960}{3058} = 1.62$  ✓

Wt. of casing =  $(7000)(11.6) = 81,200 \#$

T. str. of casing = 180,000 #

Tension SF =  $\frac{180,000}{81,200} = 2.22$  ✓

II. Cement program

A. Lead stage: 2.69 CF/sk., 4215' - surface

Vol. bet. 4 1/2" casing & 7 7/8" hole = 0.2278 CF/ft.

Vol. of cement (100% excess vol.) =  $\frac{(4215)(0.2278)(2)}{2.69}$

= 714 sk

B. Tail stage: 1.57 CF/sk., 7000' - 4215'

Vol. of cement (100% excess vol.) =  $\frac{(7000-4215)(0.2278)(2)}{1.57}$

= 808 sk

50 SHEETS  
100 SHEETS  
200 SHEETS  
22-141  
22-142  
22-144  
ANIPARD

STATE OF UTAH  
DIVISION OF OIL, GAS AND MINING

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1A. Type of Work

DRILL

DEEPEN

B. Type of Well

OIL

GAS

OTHER:

SINGLE ZONE

MULTIPLE ZONE

2. Name of Operator:

Coastal Oil & Gas Corporation

3. Address and Telephone Number:

P.O. Box 749, Denver, CO 80201-0749

(303) 573-4455

4. Location of Well (Footages)

At surface: 1893' FNL & 2018' FEL

At proposed proding zone:

RECEIVED

MAR 28 1997

14. Distance in miles and direction from nearest town or post office:

See Topo Map A

15. Distance to nearest property or lease line (feet):

1893'

16. Number of acres in lease:

240

17. Number of acres assigned to this well:

N/A

18. Distance to nearest well, drilling, completed, or applied for, on this lease (feet):

See Topo Map C

19. Proposed Depth:

7000'

20. Rotary or cable tools:

Rotary

21. Elevations (show whether DR, RT, GR, etc.):

Ungraded GR - 4920'

22. Approximate date work will start:

Upon Approval

23.

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
See Attached				
Drilling Program				

DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, 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.

Coastal Oil & Gas Corporation proposes to drill a well to the proposed TD as stated above. If productive, casing will be run and the well completed. If dry, the well will be plugged and abandoned as per State of Utah requirements.

See the attached Drilling Program and Multi-point Surface Use & Operations Plan.

Coastal Oil & Gas Corporation is considered to be the operator of the subject well. It agrees to be responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided for by Coastal's Bond #102103.

24.

Name & Signature

*Sheila Bremer*

Title:

Sheila Bremer

Environmental & Safety Analyst

Date:

3/27/97

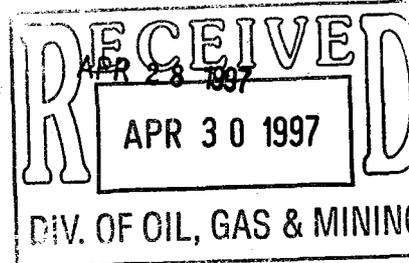
(This space for State use only)

API Number Assigned:

43-047-32873

Approval:

ACCEPTED BY BLM FOR  
UNIT PURPOSES ONLY



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires July 31, 1996

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

5. Lease Serial No.  
**U- 01189-ST**

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

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

8. Well Name and No.  
**Cige #234**

9. API Well No.  
**43-047-32873**

10. Field and Pool, or Exploratory Area  
**Natural Buttes Field**

11. County or Parish, State  
**Uintah UT**

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

1. Type of Well  
 Oil Well     Gas Well     Other

2. Name of Operator  
**Coastal Oil & Gas Corporation**

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)  
**SW/NE Sec.25, T9S, R21E  
1893' FNL & 2018' FEL**

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

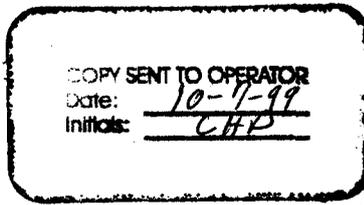
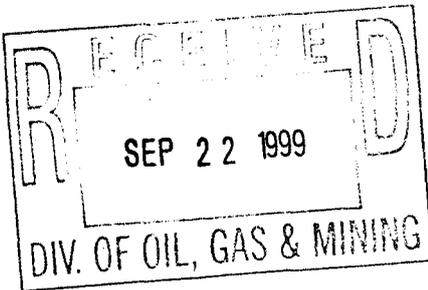
TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/>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

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

Coastal Oil & Gas Corporation proposes to change the TD to 8140', in order to drill to the Mesaverde formation.

*(from 7000' / wstc)*

Please refer to the attached Drilling Program.



Approved by the  
Utah Division of  
Oil, Gas and Mining  
Date: 10/7/99  
By: *[Signature]*

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

Name (Printed/Typed) **Katy Dow** Title **Environmental Secretary**

*[Signature]* Date **9/17/99**

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

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

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

Title 18 U.S.C. Section 1001, 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 Corporation**  
**Cige #234**  
**SW/NE Sec25, T9S, R21E**  
**Uintah County, UT**

**GEOLOGIC SURFACE FORMATION:**

SW/NE Sec.25, T9S, R21E - 1893' FNL & 2018' FEL

**ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:**

<u>Formation</u>	<u>Estimated Top</u>
KB	4936'
Green River	1500'
Wasatch	4730'
Mesaverde	7340'

**PROPOSED CASING PROGRAM**

See Attached

**DRILLING FLUIDS PROGRAM**

See Attached

**TESTING, LOGGING AND CORING:**

See Attached

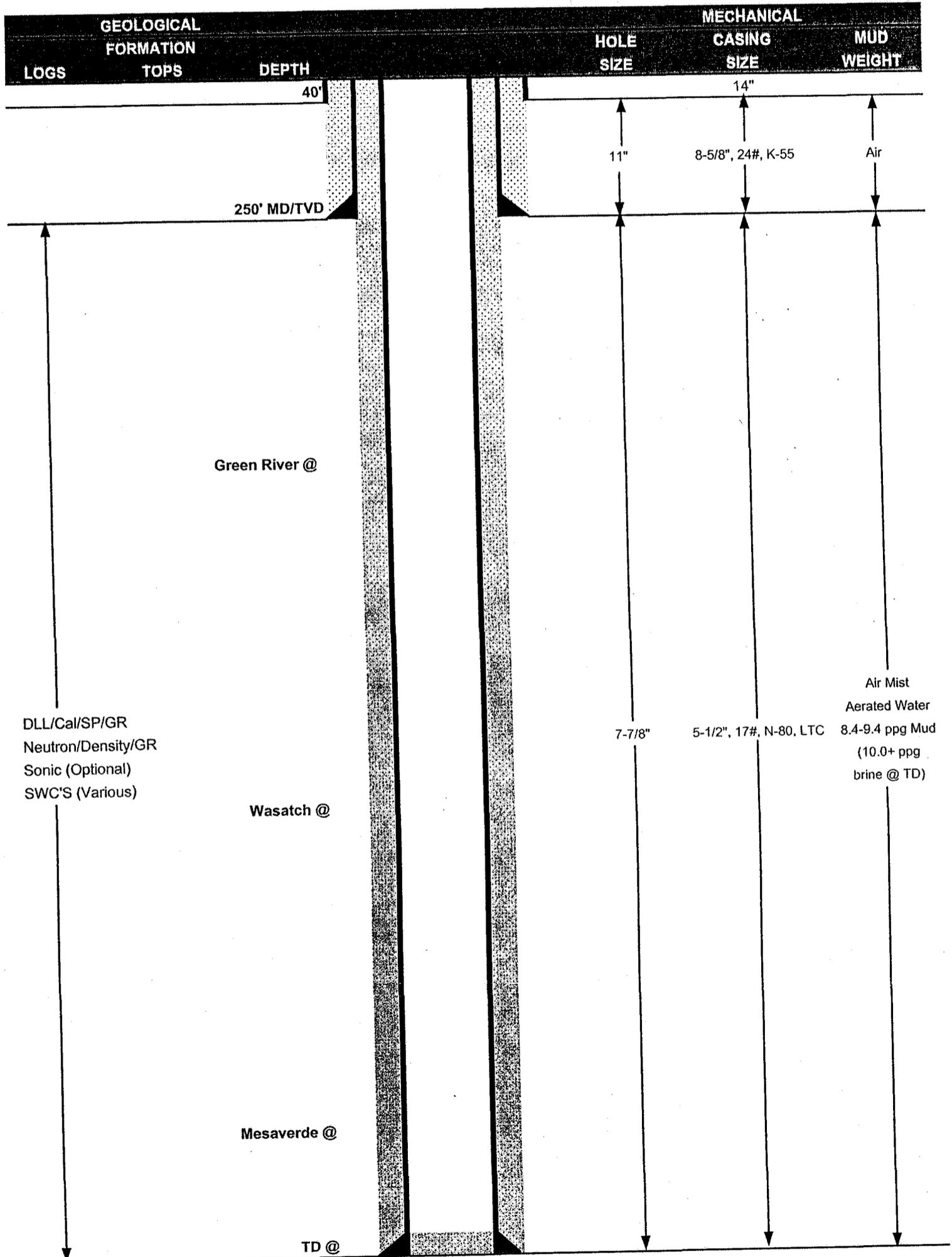
**CEMENTING PROGRAM:**

See Attached

# COASTAL OIL & GAS CORPORATION

## DRILLING PROGRAM

COMPANY NAME Coastal Oil & Gas Corporation DATE 9/15/99  
 WELL NAME Generic Natural Buttes Well TD \_\_\_\_\_  
 FIELD Ouray COUNTY Uintah STATE Utah ELEVATION \_\_\_\_\_  
 SURFACE LOCATION \_\_\_\_\_ BHL Straight Hole  
 OBJECTIVE ZONE(S) Lower Green River, Wasatch, Mesaverde  
 ADDITIONAL INFO. \_\_\_\_\_



**CASING PROGRAM**

	SIZE	INTERVAL	WT.	GR.	CPLG.	DESIGN FACTORS		
						BURST	COLLAPSE	TENSION
CONDUCTOR	14"	0-40'						
SURFACE	8-5/8"	0-250'	24#	K-55	STC	>10	>10	>10
PRODUCTION	5-1/2"	0-TD	17#	N-80	LTC	SPECIFIED BY PROD DEPT		
TUBING								

**CEMENT PROGRAM**

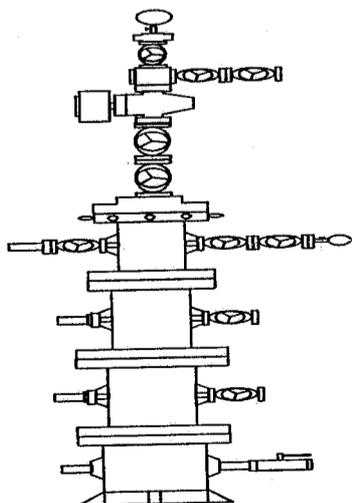
	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE	250' MD/TVD	Neat + 2% CaCl <sub>2</sub>	95	25%	15.60	1.19
PRODUCTION	LEAD 500' Above Prod Int-Surf	Hifill + 0.6% EX-1 + 0.25 lb/sk Flocele + 0.2% FWCA + 10 lb/sk Gilsonite + 16% Gel + 1% HR-7 + 3% Salt		*TBD	11.60	3.12
	TAIL TD-500' Above Productive Int.	50/50 POZ + 0.25 lb/sk Flocele + 0.4% Halad-322 + 2% Gel + 0.1% HR-5 + 2% Microbond M +5% Salt		*TBD	14.4	1.24

\* 15% over caliper log

**FLOAT EQUIPMENT & CENTRALIZERS**

SURFACE	Guide shoe, 1 jt, float collar. Centralize 5' above shoe & every other collar to surface.
PRODUCTION	Specified by Production Department (every other joint across pay zones).

**WELLHEAD EQUIPMENT**



TREE	2-1/16" 5M
TUBING HEAD	11" 3M X 7-1/16" 5M
CASING SPOOL	
CASING SPOOL	
CASING HEAD	8-5/8" SOW X 11" 3M

**BIT PROGRAM**

INTERVAL	HC	BIT MFG & MODEL	GPM	SERIAL	JZLS	COMMENTS
Surface Hole	11"	Various				
SC - Top of Wasatch	7-7/8"	Various				
Wasatch	7-7/8"	Various (PDC)				
Mesaverde	7-7/8"	Various				

**GEOLOGICAL DATA**

**LOGGING:**

Depth	Log Type
SC - TD	DLL/Cal/SP/GR
SC - TD	Neutron/Density/GR
Optional	Sonic
Various	SWC's

**MUD LOGGER:**

As per Geology

**SAMPLES:**

As per Geology

**CORING:**

As per Geology

**DST:**

As per Geology

**MUD PROGRAM**

DEPTH	TYPE	MUD WT	WATER LOSS	VISCOSITY	TREATMENT
0-Trona	Air Mist	NA	NA		
Trona-TD	Aerated Water Water/Mud	NA 8.4-9.4	NC 15cc	NA 30-40	KCL, Gel, LCM, Polymer
At TD	Brine	10-12 ppg	NC	NC	

**ADDITIONAL INFORMATION**

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 3M with one annular and 2 rams. Test to 3,000 psi (annular to 1,500 psi) prior to drilling out. Record on chart recorder & tour sheet. Function test rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper & lower kelly valves.

Run Totco survey every 500' from surface casing shoe to TD. Maximum allowable hole angle is 5 degrees.

**PROJECT ENGINEER:**

Blaine Yeary

DATE: \_\_\_\_\_

**PROJECT MANAGER:**

Tom Young

DATE: \_\_\_\_\_

Well name:	<b>1099 Coastal CIGE #234</b>		
Operator:	<b>Coastal</b>	Project ID:	43-047-32873
String type:	Surface		
Location:	Uintah County		

**Design parameters:**

**Collapse**  
 Mud weight: 10.000 ppg  
 Design is based on evacuated pipe.

**Minimum design factors:**

**Collapse:**  
 Design factor 1.125

**Burst:**  
 Design factor 1.00

**Environment:**

H2S considered? No  
 Surface temperature: 75 °F  
 Bottom hole temperature: 78 °F  
 Temperature gradient: 1.40 °F/100ft  
 Minimum section length: 250 ft

Cement top: 8 ft

**Burst**

Max anticipated surface pressure: 0 psi  
 Internal gradient: 0.519 psi/ft  
 Calculated BHP 130 psi

No backup mud specified.

**Tension:**  
 8 Round STC: 1.80 (J)  
 8 Round LTC: 1.80 (J)  
 Buttress: 1.60 (J)  
 Premium: 1.50 (J)  
 Body yield: 1.50 (B)

Tension is based on buoyed weight.  
 Neutral point: 212 ft

Non-directional string.

**Re subsequent strings:**

Next setting depth: 7,500 ft  
 Next mud weight: 9.000 ppg  
 Next setting BHP: 3,506 psi  
 Fracture mud wt: 19.250 ppg  
 Fracture depth: 7,500 ft  
 Injection pressure 7,500 psi

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Est. Cost ( )
1	250	8.625	24.00	K-55	ST&C	250	250	7.972	2096
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	130	1370	10.55	130	2950	22.72	5	263	51.57 J

Prepared RJK  
 by: Utah Dept. of Natural Resources

Date: October 6, 1999  
 Salt Lake City, Utah

ENGINEERING STIPULATIONS: 1) Surface casing shall be cemented to surface.  
 Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.  
 Collapse is based on a vertical depth of 250 ft, a mud weight of 10 ppg. The casing is considered to be evacuated for collapse purposes.  
 In addition, burst strength is biaxially adjusted for tension.

Engineering responsibility for use of this design will be that of the purchaser.

Well name:	<b>1099 Coastal CIGE #234</b>		
Operator:	<b>Coastal</b>	Project ID:	43-047-32873
String type:	Production		
Location:	Uintah County		

**Design parameters:**

**Collapse**  
Mud weight: 10.000 ppg  
Design is based on evacuated pipe.

**Minimum design factors:**

**Collapse:**  
Design factor 1.125

**Environment:**

H2S considered? No  
Surface temperature: 75 °F  
Bottom hole temperature: 189 °F  
Temperature gradient: 1.40 °F/100ft  
Minimum section length: 250 ft

**Burst:**

Design factor 1.00

Cement top: Surface

**Burst**

Max anticipated surface pressure: 0 psi  
Internal gradient: 0.519 psi/ft  
Calculated BHP 4,229 psi

**Tension:**

8 Round STC: 1.80 (J)  
8 Round LTC: 1.80 (J)  
Buttress: 1.60 (J)  
Premium: 1.50 (J)  
Body yield: 1.50 (B)

Non-directional string.

No backup mud specified.

Tension is based on buoyed weight.  
Neutral point: 6,906 ft

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Est. Cost ( )
1	8140	5.5	17.00	N-80	LT&C	8140	8140	4.767	58393
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	4229	6290	1.49	4229	7740	1.83	117	348	2.96 J

Prepared RJK  
by: Utah Dept. of Natural Resources

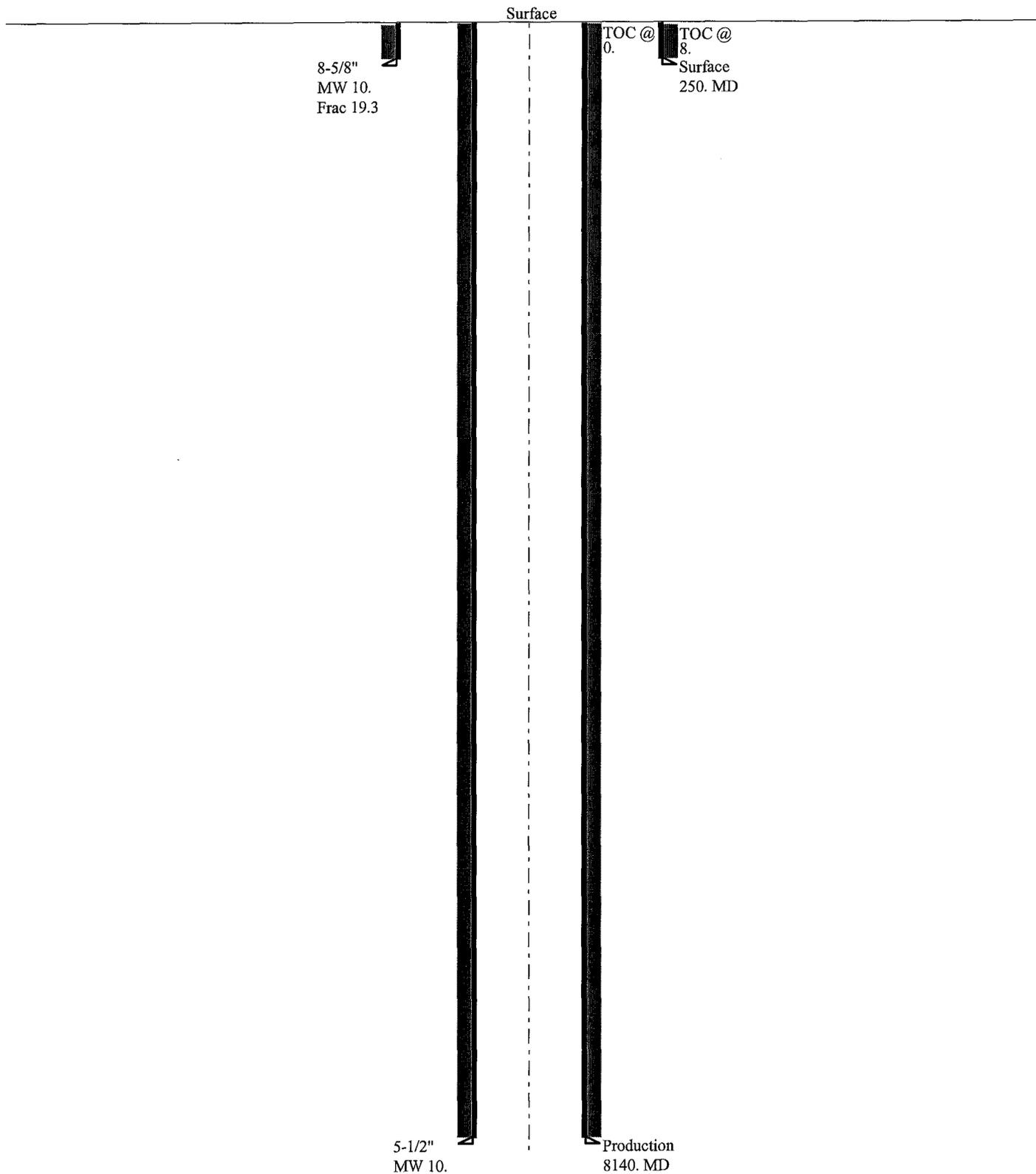
Date: October 6, 1999  
Salt Lake City, Utah

ENGINEERING STIPULATIONS: 1) Surface casing shall be cemented to surface.  
Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.  
Collapse is based on a vertical depth of 8140 ft, a mud weight of 10 ppg. The casing is considered to be evacuated for collapse purposes.  
In addition, burst strength is biaxially adjusted for tension.

*Engineering responsibility for use of this design will be that of the purchaser.*

# 1099 Coastal CIGE #234

## Casing Schematic



STATE OF UTAH  
DIVISION OF OIL, GAS AND MINING

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill new wells, deepen existing wells, or to reenter plugged and abandoned wells.  
Use APPLICATION FOR PERMIT TO DRILL OR DEEPEN form for such purposes

5. Lease Designation and Serial Number <b>U-01189-ST</b>
6. Indian, Allottee or Tribe Name: <b>N/A</b>
7. Unit Agreement Name: <b>Natural Buttes Unit</b>
8. Well Name and Number: <b>CIGE #234-25-9-21</b>
9. API Well Number: <b>43-047-32873</b>
10. Field and Pool, or Wildcat <b>Natural Buttes Field</b>

1. Type of Well: OIL  GAS  OTHER:

2. Name of Operator  
**Coastal Oil & Gas Corporation**

3. Address and Telephone Number.  
**P.O. Box 1148, Vernal UT 84078 (435)-781-7023**

4. Location of Well  
Footages: **1893' FNL & 2018' FEL** County: **Uintah**  
QQ, Sec., T., R., M.: **SWNE Sec. 25, T9S, R21E** State: **Utah**

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

**NOTICE OF INTENT**  
(Submit in Duplicate)

<input type="checkbox"/> Abandon	<input type="checkbox"/> New Construction
<input type="checkbox"/> Repair Casing	<input type="checkbox"/> Pull or Alter Casing
<input type="checkbox"/> Change of Plans	<input type="checkbox"/> Recomplete
<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Perforate
<input type="checkbox"/> Fracture Treat or Acidize	<input type="checkbox"/> Vent or Flare
<input type="checkbox"/> Multiple Completion	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Other <u>APD 1 Year Extension</u>	

Approximate date work will start Immediate

**SUBSEQUENT REPORT**  
(Submit Original Form Only)

<input type="checkbox"/> Abandon*	<input type="checkbox"/> New Construction
<input type="checkbox"/> Repair Casing	<input type="checkbox"/> Pull or Alter Casing
<input type="checkbox"/> Change of Plans	<input type="checkbox"/> Perforate
<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Vent or Flare
<input type="checkbox"/> Fracture Treat or Acidize	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Other _____	

Date of work completion \_\_\_\_\_

Report results of **Multiple Completions** and **Recompletions** to different reservoirs on WELL COMPLETION OR RECOMPLETION REPORT AND LOG form.

\* Must be accompanied by a cement verification report.

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

Coastal Oil & Gas Corporation requests authorization for an one year extension on the above referenced well.

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

Date: 2/2/00  
By: [Signature]

**RECEIVED**

**JAN 31 2000**

**DIVISION OF  
OIL, GAS AND MINING**

**COPY SENT TO OPERATOR**  
Date: 2/3/00  
Initials: [Signature]

13. Name & Signature [Signature] Title Sheila Upchego Environmental Jr. Analyst Date 1/27/00

(This space for State use only)

F-359 P.03/03 T-769

+4357884436

FROM COASTAL OIL AND GAS DOWNSTA IRS SECRETARY

09-11-00 09:16am

ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	WELL LOCATION				COUNTY	SPUD DATE	EFFECTIVE DATE
					OQ	SC	TP	RG			
B	9999	2900	43-047-32873	Cige #234	SW/NE	25	9S	21E	Uintah	9/6/00	9/6/00
WELL 1 COMMENTS: Code "A" Spud @ 11:00 p.m. on 9/6/00 W/ Bill Martin Rathole Rig. 9-11-00											
WELL 2 COMMENTS:											
WELL 3 COMMENTS:											
WELL 4 COMMENTS:											
WELL 5 COMMENTS:											

**ACTION CODES (See instructions on back of form)**

- A - Establish new entity for new well (single well only)
- B - Add new well to existing entity (group or unit well)
- C - Re-assign well from one existing entity to another existing entity
- D - Re-assign well from one existing entity to a new entity
- E - Other (explain in comments section)

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

  
 Signature \_\_\_\_\_  
 Jr. Regulatory Analyst                      9/11/00  
 Title    Date  
 Phone No. (435- )781-7023

STATE OF UTAH  
DIVISION OF OIL, GAS AND MINING

5. Lease Designation and Serial Number  
**U-01189-ST**

6. Indian, Allottee or Tribe Name:

7. Unit Agreement Name:  
**Natural Buttes**

8. Well Name and Number:  
**CIGE #234**

9. API Well Number:  
**43-047-32873**

10. Field and Pool, or Wildcat  
**Natural Buttes**

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill new wells, deepen existing wells, or to reenter plugged and abandoned wells.  
Use APPLICATION FOR PERMIT TO DRILL OR DEEPEN form for such purposes

1. Type of Well: OIL  GAS  OTHER:

2. Name of Operator  
**Coastal Oil & Gas Corporation**

3. Address and Telephone Number.  
**P.O. Box 1148, Vernal UT 84078 (435) 781-7023**

4. Location of Well  
Footages: **1893' FNL & 2018' FEL** County: **Uintah**  
QQ,Sec., T., R., M.: **SW/NE Sec. 25, T9S, R21E** State: **UT**

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

**NOTICE OF INTENT**  
(Submit in Duplicate)

<input type="checkbox"/> Abandon	<input type="checkbox"/> New Construction
<input type="checkbox"/> Repair Casing	<input type="checkbox"/> Pull or Alter Casing
<input type="checkbox"/> Change of Plans	<input type="checkbox"/> Recomplete
<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Perforate
<input type="checkbox"/> Fracture Treat or Acidize	<input type="checkbox"/> Vent or Flare
<input type="checkbox"/> Multiple Completion	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Other _____	

Approximate date work will start \_\_\_\_\_

**SUBSEQUENT REPORT**  
(Submit Original Form Only)

<input type="checkbox"/> Abandon*	<input type="checkbox"/> New Construction
<input type="checkbox"/> Repair Casing	<input type="checkbox"/> Pull or Alter Casing
<input type="checkbox"/> Change of Plans	<input type="checkbox"/> Perforate
<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Vent or Flare
<input type="checkbox"/> Fracture Treat or Acidize	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Other <u>Spud Notification</u>	

Date of work completion \_\_\_\_\_

Report results of **Multiple Completions** and **Recompletions** to different reservoirs on WELL COMPLETION OR RECOMPLETION REPORT AND LOG form.

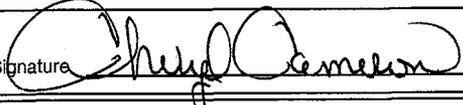
\* Must be accompanied by a cement verification report.

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

MIRU Bill Martin Rathole Rig. Drilled 262' of 12 1/4" hole. Ran 253' of 8 5/8" 24# K-55 csg. Cmt w/ 140 sx P-AG W/ 2% CaCl2 + 1/4#/sk Flocele, 15.6 ppg, 1.18 yield. Displace w/ 13.2 BW. Good returns, hole stayed full.

Spud @ 11:00 PM on 9/6/00.

**RECEIVED**  
**SEP 18 2000**  
**DIVISION OF**  
**OIL, GAS AND MINING**

13. Name & Signature  Title Cheryl Cameron Senior Regulatory Analyst Date 9/10/00

(This space for State use only)

STATE OF UTAH  
DIVISION OF OIL, GAS AND MINING

5. Lease Designation and Serial Number  
**U-01189-ST**

6. Indian, Allottee or Tribe Name:

7. Unit Agreement Name:  
**Natural Buttes**

8. Well Name and Number:  
**Cige #234**

9. API Well Number:  
**43-047-32873**

10. Field and Pool, or Wildcat  
**Natural Buttes**

**SUNDRY NOTICES AND REPORTS ON WELLS**

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Use APPLICATION FOR PERMIT TO DRILL OR DEEPEN form for such purposes

1. Type of Well: OIL  GAS  OTHER:

2. Name of Operator

**Coastal Oil & Gas Corporation**

3. Address and Telephone Number.

**P.O. Box 1148, Vernal UT 84078**

**(435)781-7023**

4. Location of Well

Footages: **1893'FNL & 2018' FEL**

County: **Uintah**

QQ,Sec., T., R., M.: **SW/NE Sec.25, T9S, R21E**

State: **UT**

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

**NOTICE OF INTENT**  
(Submit in Duplicate)

**SUBSEQUENT REPORT**  
(Submit Original Form Only)

- |  |   |
|--|---|
| <input type="checkbox"/> Abandon                   | <input type="checkbox"/> New Construction     |
| <input type="checkbox"/> Repair Casing             | <input type="checkbox"/> Pull or Alter Casing |
| <input type="checkbox"/> Change of Plans           | <input type="checkbox"/> Recomplete           |
| <input type="checkbox"/> Convert to Injection      | <input type="checkbox"/> Perforate            |
| <input type="checkbox"/> Fracture Treat or Acidize | <input type="checkbox"/> Vent or Flare        |
| <input type="checkbox"/> Multiple Completion       | <input type="checkbox"/> Water Shut-Off       |
| <input type="checkbox"/> Other _____               |   |

- |   |   |
|---|---|
| <input type="checkbox"/> Abandon*                                 | <input type="checkbox"/> New Construction     |
| <input type="checkbox"/> Repair Casing                            | <input type="checkbox"/> Pull or Alter Casing |
| <input type="checkbox"/> Change of Plans                          | <input type="checkbox"/> Perforate            |
| <input type="checkbox"/> Convert to Injection                     | <input type="checkbox"/> Vent or Flare        |
| <input type="checkbox"/> Fracture Treat or Acidize                | <input type="checkbox"/> Water Shut-Off       |
| <input checked="" type="checkbox"/> Other <u>Drilling Summary</u> |   |

Date of work completion \_\_\_\_\_

Report results of Multiple Completions and Recompletions to different reservoirs on WELL COMPLETION OR RECOMPLETION REPORT AND LOG form.

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12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

Finished drilling from 262' to 6,900'. Ran 4,500' of 4 1/2" 11.6 K-55 LT&C 8RD Csg. Cmt w/587 sks Premium Lite II w/adds, 11.6 ppg, 3.32 yield. Tail w/821 sks 50/50 Poz w/adds, 14.5 ppg, 1.22 yield. Displace w/106 Bbls KCL. Plug down. Bump plug. Float held. Clean pits. Rig released @ 6:00 a.m. on 9/23/00.

Kcr3.

Name & Signature

*Cheyl Cameron*

Title

**Cheyl Cameron**

**Sr. Regulatory Analyst**

Date **9/25/00**

(This space for State use only)

**RECEIVED**

**OCT 02 2000**

**DIVISION OF  
OIL, GAS AND MINING**

STATE OF UTAH  
DIVISION OF OIL, GAS AND MINING

**SUNDRY NOTICES AND REPORTS ON WELLS**

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5. Lease Designation and Serial Number	U-01189-ST
6. Indian, Allottee or Tribe Name:	N/A
7. Unit Agreement Name:	Natural Buttes
8. Well Name and Number:	Cige #234
9. API Well Number:	43-047-32873
10. Field and Pool, or Wildcat	Natural Buttes

1. Type of Well: OIL  GAS  OTHER:

2. Name of Operator  
Coastal Oil & Gas Corporation

3. Address and Telephone Number.  
P.O. Box 1148, Vernal UT 84078 (435)781-7023

4. Location of Well  
Footages: 1893' FNL & 2018' FEL County: Uintah  
QQ, Sec., T., R., M.: SW/NE Sec. 25, T9S, R21E State: UT

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

NOTICE OF INTENT (Submit in Duplicate)	SUBSEQUENT REPORT (Submit Original Form Only)
<input type="checkbox"/> Abandon	<input type="checkbox"/> Abandon*
<input type="checkbox"/> Repair Casing	<input type="checkbox"/> Repair Casing
<input type="checkbox"/> Change of Plans	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Convert to Injection
<input type="checkbox"/> Fracture Treat or Acidize	<input type="checkbox"/> Fracture Treat or Acidize
<input type="checkbox"/> Multiple Completion	<input checked="" type="checkbox"/> Other <u>Completion Report</u>
<input type="checkbox"/> Other _____	
	Date of work completion <u>10/6/00</u>
Approximate date work will start _____	Report results of Multiple Completions and Recompletions to different reservoirs on WELL COMPLETION OR RECOMPLETION REPORT AND LOG form.
	* Must be accompanied by a cement verification report.

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

Subject well placed on production on 10/6/00. Please refer to the attached Chronological Well History. The production water for the subject well is contained in the production tank and then trucked to one of the following pre-approved disposal sites:

- RNI, Sec. 5, T9S, R22E
- NBU #159, Sec. 35, T9S, R21E
- Acé Oilfield, Sec. 2, T6S, R20E
- MC & MC, Sec. 12, T6S, R19E

13. Name & Signature *Cheryl Cameron* Title Sr. Regulatory Analyst Date 10/31/00

(This space for State use only)

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OIL, GAS AND MINING

THE COASTAL CORPORATION  
PRODUCTION REPORT

CHRONOLOGICAL HISTORY

CIGE 234

Page 1

LOC  
NATURAL BUTTES FIELD  
UTAH COUNTY, UT

WI:  
PBTID: 6812' PERFS: 6518'-5066'  
CSG: 4.5" X 11.6# @ 6900'  
SPUD DATE:

DRILL & COMPLETE, AFE: PENDING  
FORMATION: 0  
CWC(M\$):

- 10/02/00 PREP TO SPOT ACID & PERF.1  
PROG: PU & RIH W/ BIT & 2 3/8" TBG. TAG PBTID @ 6812'. SDFWE.
- 10/03/00 PREP TO FRAC.  
PROG: PICKLE TBG W/ 3 BBLS 15% HCL. SPOT 300 GALS 15% HCL ACROSS PERF INTERVAL.  
TEST CSG TO 5,000#. HELD. PUMP 15 BBLS 2% KCL DN 4 1/2" X 8 5/8" ANNULUS, 0 PRESS. POOH  
W/ TBG. PERF WASATCH 6508' - 6518', 4 SPF, 40 HOLES. BRK DN PERFS W/ 1900# @ 2.5 BPM -  
ISIP: 1,000#.
- 10/04/00 PREP TO DO CBP'S.  
PROG: STAGE 1 FRAC WASATCH PERFS 6508' - 6518' W/ 40,000# 20/40 SD W/ PROP NET IN  
LAST 10% SD & 458 BBLS YF17ST LIQUID/GEL. MTP: 2847#, ATP: 2007#, MTR: 26.8 BPM, ATP: 22.1  
BPM, ISIP: 1634#, FG: 0.68, NET PRESS INCR: 534#. RIH W/ CBP & PERF GUN. SET CBP @ 6457'.  
STAGE 2 PERF WASATCH 5753' - 5761', 4 SPF, 32 HOLES. BRK DN W/ 1057# - ISIP: 270#. DECIDED  
TO BY PASS ZONE. RIH W/ CBP & PERF GUNS. SET CBP @ 5700'.  
STAGE 3 PERF WASATCH 5659' - 5669', 4 SPF, 40 HOLES. BRK DN PERFS W/ 1,859# @ 3.3 BPM - ISIP:  
618#, FG: 0.54. FRAC W/ 49,000# 20/40 SD W/ PROP NET IN LAST 10% SD & 517 BBLS YF17ST  
LIQUID/GEL. MTP: 2284#, ATP: 1936#, MTR: 27.2 BPM, ATR: 22.8 BPM, ISIP: 1758#, FG: 0.74, NET  
PRESS INCR: 1140#. RIH W/ CBP & PERF GUN. SET CBP @ 5607'.  
STAGE 4 PERF WASATCH 5530' - 5540', 4 SPF, 40 HOLES. BRK DN @ 2028#. PMP 20 BBLS FLUID @  
10 BPM - ISIP: 453#. DECIDED TO BY PASS INTERVAL. RIH W/ CBP & PERF GUN. SET CBP @  
5480'. (Continued on next page)  
STAGE 5 PERF WASATCH 5094' - 5097', 4 SPF, 12 HOLES & 5066' - 5074', 4 SPF, 32 HOLES. BRK DN  
W/ 3273# - ISIP: 549#, FG: 0.54. FRAC W/ 61,200# 20/40 SD W/ PROP NET IN LAST 10% SD & 657  
BBLS YF115ST FLUID/GEL. MTP: 2893#, ATP: 1758#, MTR: 31.7 BPM, ATR: 27.2 BPM, ISIP: 1547#,  
NET PRESS INCR: 1007#. SET CBP @ 5,000'. RIH W/ BIT & PUMP OFF SUB. DO CBP @ 5,000'. CO  
TO 5160'. SDFN.
- 10/05/00 PREP TO SWAB.  
PROG: RIH & TAG CBP @ 5480'. DO CBP'S @ 5480', 5607', 5700' & 6457'. CO TO PBTID @ 6812'. RI  
& LAND TBG @ 6500', SN @ 6468'. CP BUILT TO 1450#. UNABLE TO FLOW WELL. RD.  
10/06/00 PREP TO PLACE ON SALES.  
PROG: SITP: 650#, CP: 1160#. BLEW DN. MADE 3 SWAB TRIPS & WELL FLWD. IFL @ SURF. FLWD  
TO FLOW BACK TANK 21 HRS ON 32/64" CHK. CP: 800# TO 490#, FTP: 140# TO 220#, 47 BWPH TO  
3 BWPH, 1,000 MCFPD, LIGHT SD TO NONE, TLTR: 1869 BBLS, TLR: 895 BBLS, LLTR: 974 BBLS.
- 10/07/00 PROG: TURNED TO SALES @ 9:00 AM ON 10/06/00. SPOT PROD DATA: CHK: 32/64", FTP: 540#, CP:  
650#, 960 MCFPD, 2 BWPH
- 10/08/00 FLWD 790 MCF, 77 BW, FTP: 180#, CP: 430#, 32/64" CHK, 24 HRS, LP: 80#, LLTR: 897 BBLS.
- 10/09/00 FLWD 796 MCF, 57 BW, FTP: 160#, CP: 380#, 40/64" CHK, 24 HRS, LP: 81#, LLTR: 840 BBLS.
- 10/10/00 PROG: FLWD 800 MCF, 47 BW, FTP: 150#, CP: 360#, 64/64" CHK, 24 HRS, LP: 84#, LLTR: 793 BBLS
- 10/11/00 PROG: FLWD 805 MCF, 33 BW, FTP: 150#, CP: 340#, 64/64" CHK, 24 HRS, LP: 89#, LLTR: 760 BBLS.  
FINAL REPORT. IP DATE; 10/9/00-FLWG 805 MCF, 33 BW, FTP: 1503, CP: 3403, 64/64" CHK, LP: 89#.

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WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. TYPE OF WELL: OIL WELL  GAS WELL  DRY  Other \_\_\_\_\_  
 b. TYPE OF COMPLETION: NEW WELL  WORK OVER  DEEP-EN  PLUG BACK  DIFF. RESVR.  Other \_\_\_\_\_

2. NAME OF OPERATOR  
 Coastal Oil & Gas Corporation

3. ADDRESS OF OPERATOR  
 P.O. Box 1148, Vernal UT 84078 (435)-781-7023

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)  
 At surface  
 SW NE  
 At top prod. interval reported below  
 1893'FNL & 2018'FEL  
 At total depth

14. API NO. 43-047-32873 DATE ISSUED 4/24/97

5. LEASE DESIGNATION AND SERIAL NO. U-01189-ST  
 6. IF INDIAN, ALLOTTEE OR TRIBE NAME N/A  
 7. UNIT AGREEMENT NAME Nautral Buttes Unit  
 8. FARM OR LEASE NAME CIGE  
 9. WELL NO. #234  
 10. FIELD AND POOL, OR WILDCAT Nautral Buttes Field  
 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Section 25-T9S-R21E  
 12. COUNTY Uintah 13. STATE Utah

15. DATE SPUDDED 9/6/00 16. DATE T.D. REACHED 9/23/00 17. DATE COMPL. (Ready to prod. or Plug & Abd.) 10/6/00 18. ELEVATIONS (DF, RKB, RT, GR, ETC.) 4920' Ungraded GR 19. ELEV. CASINGHEAD

20. TOTAL DEPTH, MD & TVD 6900' 21. PLUG, BACK T.D., MD & TVD 6812' 22. IF MULTIPLE COMPL., HOW MANY 23. INTERVALS DRILLED BY → ROTARY TOOLS X CABLE TOOLS

24. PRODUCING INTERVAL(S), OF THIS COMPLETION - TOP, BOTTOM, NAME (MD AND TVD) Wasatch: 6508' - 6518', 5659' - 5669', 5094' - 5097', 5066' - 5074' 25. WAS DIRECTIONAL SURVEY MADE No

26. TYPE ELECTRIC AND OTHER LOGS RUN CBL/CL/GR-10-5-00 DSE/CM/SP-10-5-00 27. Was Well Cored YES  NO  (Submit analysis) Drill System Test YES  NO  (See reverse side)

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

CASING SIZE/GRADE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
8 5/8" K-55	24#	253.90'	12 1/4"	140 sx P-AG w/2% CaCl2	
4 1/2" K-55	11.6#	6857'	7 7/8"	587 sx Prem Lite II	
				821 sx 50/50 POZ + 3% KCL	

29. LINER RECORD 30. TUBING RECORD

SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT	SCREEN (MD)	SIZE	DEPTH SET (MD)	PACKER SET (MD)
					2 3/8"	6500'	

31. PERFORATION RECORD (Interval, size and number) 6508' - 6518' 4 SPF 40 Holes; 5659' - 5669' 4 SPF 40 Holes; 5094' - 5097' 4 SPF 12 Holes; 5066' - 5074' 4 SPF 32 Holes; (5753' - 61' 4 SPF 32 Holes; 5530 - 40 4 SPF 40 Holes Decided to by pass Intervals)

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

DEPTH INTERVAL (MD)	AMOUNT AND KIND OF MATERIAL USED
6508' - 6518'	40000# 20/40SD w/PropNet & 458Bbl
5659' - 5669'	49000# 20/40SD w/PropNet & 517Bbl
5066' - 5097'	61200# 20/40SD w/PropNet & 657Bbl

33. PRODUCTION DATE FIRST PRODUCTION 10/6/00 PRODUCTION METHOD Flowing, gas lift, pumping - size and type of pump Flowing WELL STATUS (Producing or shut-in) Producing

DATE OF TEST 10/9/00 HOURS TESTED 24 CHOKE SIZE 64/64 PROD'N. FOR TEST PERIOD → 0 OIL - BBL. 805 GAS - MCF. 33 WATER - BBL. GAS - OIL RATIO

FLOW. TUBING PRESS. 1503# CASING PRESSURE 3403# CALCULATED 24-HOUR RATE → 0 OIL - BBL. 805 GAS - MCF. 33 WATER - BBL. OIL GRAVITY - API (CORR.)

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.) Sold Used for Fuel TEST WITNESSED BY

35. LIST OF ATTACHMENTS

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records.  
 SIGNED Cheryl Cameron TITLE Sr. Regulatory Analyst NOV 30 2000 11/9/00



See Spaces for Additional Data on Reverse Side

**INSTRUCTIONS**

This form should be completed in compliance with the Utah Oil and Gas Conservation General Rules. If not filed prior to this time, all logs, tests, and directional surveys as required by Utah Rules should be attached and submitted with this report.

ITEM 18: Indicate which elevation is used as reference for depth measurements given in other spaces on this form and on any attachment.  
 ITEMS 22 and 24: If this well is completed for separate production from more than one interval zone (multiple completion), so state in item 22, and in item 24 show the producing interval, or intervals, top(s), bottom(s) and name(s) for only the interval reported in item 33. Submit a separate report (page) on this form, adequately identified, for each additional interval to be separately produced, showing the additional data pertinent to such interval.

ITEM 29: "Sacks Cement": Attached supplemental records for this well should show the details for any multiple stage cementing and the location of the cementing tool.  
 ITEM 33: Submit a separate completion report on this form for each interval to be separately produced (see instruction for items 22 and 24 above).

**37. SUMMARY OF POROUS ZONES:**

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

Formation	Top	Bottom	Description, contents, etc.	38. GEOLOGIC MARKERS	
				Name	Top
	Meas. Depth	True Vert. Depth			
Green River	1294'	4724'			
Wasatch	5724'				

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

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. LEASE DESIGNATION AND SERIAL NUMBER:  
6. IF INDIAN, ALLOTTEE OR TRIBE NAME:  
7. UNIT or CA AGREEMENT NAME:  
8. WELL NAME and NUMBER:  
Exhibit "A"  
9. API NUMBER:  
10. FIELD AND POOL, OR WILDCAT:

1. TYPE OF WELL OIL WELL  GAS WELL  OTHER \_\_\_\_\_  
2. NAME OF OPERATOR:  
El Paso Production Oil & Gas Company  
3. ADDRESS OF OPERATOR: PHONE NUMBER:  
68 South 1200 East CITY Vernal STATE Utah ZIP 84078 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

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OIL, GAS AND MINING

State of Delaware  
Office of the Secretary of State

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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.

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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

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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

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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	

**OPERATOR CHANGE WORKSHEET**

**ROUTING**

1. GLH	<input checked="" type="checkbox"/>	4-KAS
2. CDW	<input checked="" type="checkbox"/>	5-LP <input checked="" type="checkbox"/>
3. JLT	<input type="checkbox"/>	6-FILE

Enter date after each listed item is completed

Change of Operator (Well Sold)

Designation of Agent

Operator Name Change (Only)

**X Merger**

The operator of the well(s) listed below has changed, effective: **3-09-2001**

<b>FROM: (Old Operator):</b>
COASTAL OIL & GAS CORPORATION
Address: 9 GREENWAY PLAZA STE 2721
HOUSTON, TX 77046-0995
Phone: 1-(713)-418-4635
Account N0230

<b>TO: ( New Operator):</b>
EL PASO PRODUCTION OIL & GAS COMPANY
Address: 9 GREENWAY PLAZA STE 2721 RM 2975B
HOUSTON, TX 77046-0995
Phone: 1-(832)-676-4721
Account N1845

**CA No.**

**Unit: NATURAL BUTTES**

**WELL(S)**

NAME	API NO	ENTITY NO	SEC TWN RNG	LEASE TYPE	WELL TYPE	WELL STATUS
NBU 301	43-047-32859	2900	25-09S-21E	STATE	GW	P
CIGE 234-25-9-21	43-047-32873	2900	25-09S-21E	STATE	GW	P
NBU 68	43-047-31089	2900	26-09S-21E	STATE	GW	P
NBU 88J	43-047-31233	2900	26-09S-21E	STATE	GW	P
COG NBU 60	43-047-31728	2900	26-09S-21E	STATE	GW	P
NBU 154	43-047-32003	2900	26-09S-21E	STATE	GW	P
NBU 224	43-047-32516	2900	26-09S-21E	STATE	GW	P
NBU 223	43-047-32517	2900	26-09S-21E	STATE	GW	P
NBU 258	43-047-32791	2900	26-09S-21E	STATE	GW	P
NBU 259	43-047-32792	2900	26-09S-21E	STATE	GW	P
NBU 302	43-047-32877	2900	26-09S-21E	STATE	GW	DRL
NBU 303	43-047-32878	2900	26-09S-21E	STATE	GW	P
NBU 321	43-047-33202	2900	26-09S-21E	STATE	GW	P
NBU 26	43-047-30252	2900	27-09S-21E	STATE	GW	P
NBU 57	43-047-30867	2900	27-09S-21E	STATE	GW	P
NBU 83J	43-047-31235	2900	27-09S-21E	STATE	GW	P
NBU 145	43-047-31976	2900	27-09S-21E	STATE	GW	P
NBU 158	43-047-31997	2900	27-09S-21E	STATE	GW	P
NBU 183	43-047-32122	2900	27-09S-21E	STATE	GW	P
NBU 214	43-047-32466	2900	27-09S-21E	STATE	GW	P

**OPERATOR CHANGES DOCUMENTATION**

- (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 06/19/2001
- (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 06/19/2001
- The new company has been checked through the **Department of Commerce, Division of Corporations Database** on: 06/21/2001
- Is the new operator registered in the State of Utah: YES Business Number: 608186-0143

5. If **NO**, the operator was 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: N/A
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: 07/18/2001
2. Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 07/18/2001
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.: 400JU0705

---

**FEDERAL BOND VERIFICATION:**

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

---

**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 filled 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  
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.

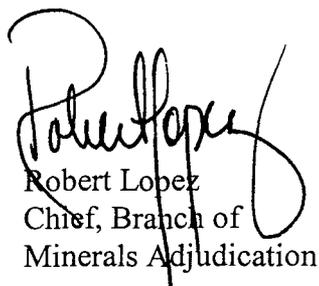
For our purposes, the name change is recognized effective December 31, 2001.

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  
chrono





# 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

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>		5. LEASE DESIGNATION AND SERIAL NUMBER:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER _____		7. UNIT or CA AGREEMENT NAME:
2. NAME OF OPERATOR: El Paso Production Oil & Gas Company		8. WELL NAME and NUMBER: Exhibit "A"
3. ADDRESS OF OPERATOR: 9 Greenway Plaza Houston TX 77064-0995		9. API NUMBER:
PHONE NUMBER: (832) 676-5933		10. FIELD AND POOL, OR WILDCAT:
4. LOCATION OF WELL FOOTAGES AT SURFACE: _____ COUNTY: _____ QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: _____ STATE: <b>UTAH</b>		

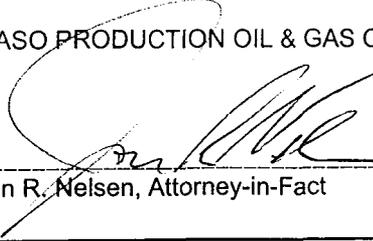
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/>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

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

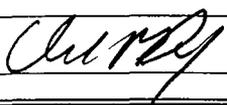
Operator change to Westport Oil and Gas Company, L.P., 1670 Broadway, Suite 2800, Denver, CO. 80202-4800, effective December 17, 2002.

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

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

(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

5. Lease Serial No.  
SEE ATTACHED EXHIBIT "A"  
6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on reverse side

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

1. Type of Well  
 Oil Well  Gas Well  Other

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

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

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

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

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

10. Field and Pool, or Exploratory Area

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

11. County or Parish, State  
UINTAH COUNTY, UT

SEE ATTACHED EXHIBIT "A"

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

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

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 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 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 if 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

DIV. OF OIL, GAS & MINING

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

Name (Printed/Typed)  
CHERYL CAMERON

Title  
OPERATIONS

Signature

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**

<b>ROUTING</b>	
1. GLH	
2. CDW	✓
3. FILE	

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

Designation of Agent/Operator

Operator Name Change

Merger

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

<b>WELL(S)</b>						
NAME	SEC TWN RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS
NBU 336-24E	24-09S-21E	43-047-32264	2900	FEDERAL	GW	P
NBU 386-24E	24-09S-21E	43-047-33056	2900	FEDERAL	GW	P
NBU CIGE 99D-25-9-21J	25-09S-21E	43-047-31223	2900	STATE	GW	P
CIGE 42-25-9-21	25-09S-21E	43-047-30492	2900	STATE	GW	P
CIGE 98D-25-9-21	25-09S-21E	43-047-31727	2900	STATE	GW	P
COG NBU 97-25E	25-09S-21E	43-047-31744	2900	STATE	GW	P
COG NBU 99	25-09S-21E	43-047-31745	2900	STATE	GW	P
NBU 111	25-09S-21E	43-047-31920	2900	FEDERAL	GW	P
CIGE 142-25-9-21	25-09S-21E	43-047-31994	2900	STATE	GW	P
NBU 167	25-09S-21E	43-047-32054	2900	STATE	GW	S
CIGE 234-25-9-21	25-09S-21E	43-047-32873	2900	STATE	GW	P
NBU 301	25-09S-21E	43-047-32859	2900	STATE	GW	P
NBU 320	25-09S-21E	43-047-33201	2900	STATE	GW	APD
CIGE 235-25-9-21	25-09S-21E	43-047-32858	2900	STATE	GW	P
NBU 257	25-09S-21E	43-047-32790	2900	STATE	GW	P
UTE TRAIL U ST 11	25-09S-21E	43-047-15380	2900	STATE	GW	PA
CIGE 172-25-9-21	25-09S-21E	43-047-32325	2900	STATE	GW	P
NBU 154	26-09S-21E	43-047-32003	2900	STATE	GW	P
COG NBU 60	26-09S-21E	43-047-31728	2900	STATE	GW	P
NBU 15	26-09S-21E	43-047-30204	2900	FEDERAL	GW	P

**OPERATOR CHANGES DOCUMENTATION**

Enter date after each listed item is completed

- (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 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 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: 03/12/2003
2. Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 03/12/2003
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:**

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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 Wells - see attached**

6. If Indian, Allottee or Tribe Name

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

891008900A

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**

**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-**

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

**Multiple Wells - see attached**

*4304733203*

*9S 21E 3A*

**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 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.

Westport Oil & Gas requests a variance to Onshore Order No. 4, Part IIC.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**

Signature

*J.T. Conley*

COPY SENT TO OPERATOR

Date: *9-16-03*

Initials: *CHD* Date: *9-2-2003*

Title

**Operations Manager**

**SEP 10 2003**

DIV OF OIL GAS & MINING

THIS SPACE FOR FEDERAL OR STATE USE

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

**Federal Approval of This  
Action Is Necessary**

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

Date: *9/16/03*

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.

**Project Economics Worksheet**

**Instructions:**

Fill in blue boxes 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 ??? **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
PULLING 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 \$	830/860	\$0
<b>Total \$</b>		<b>\$1,200</b>

Oil Price	\$ 23.00	\$/BO
Gas Price	\$ 3.10	\$/MCF
Electric Cost	\$ -	\$/ HP / day
OPX/BF	\$ 2.00	\$/BF
OPX/MCF	\$ 0.62	\$/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	0 HP	0 HP	0 HP
Fuel Gas Burned	0 MCFPD	0 MCFPD	0 MCFPD

**Project Life:**

Life = **20.0** Years  
(Life no longer than 20 years)

**Internal Rate of Return:**

After Tax IROR = **#DIV/0!**

**AT Cum Cashflow:**

Operating Cashflow = **(\$2,917)** (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 = **NEVER** Years or **#VALUE!** Days

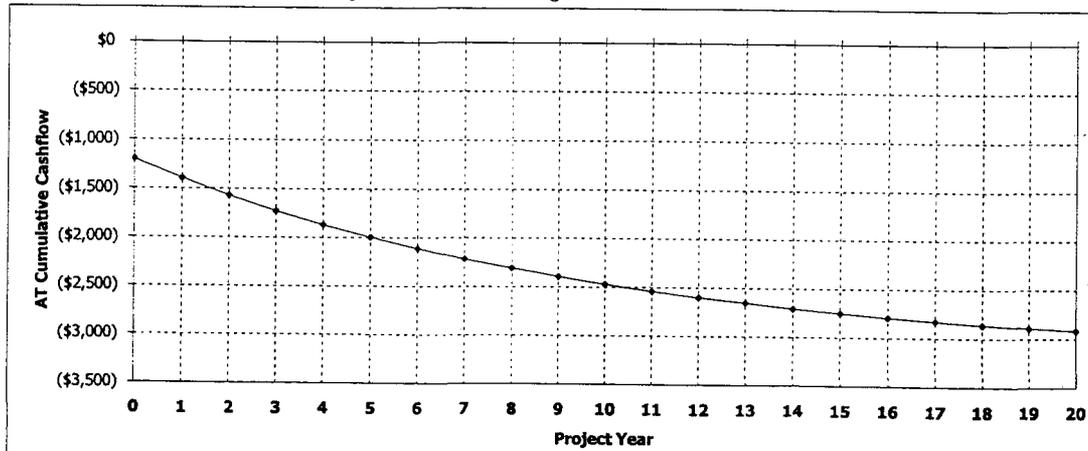
**Gross Reserves:**

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

**Notes/Assumptions:**

**An average NBU well produces 0.192 Bcpd with no tank pressure. The production is increased to 0.196 Bcpd if 6 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%
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80	70			1.015	
0	65	24.8	0.780	1.003	98.82%
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(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

WELL	LEGALS	STFLEASENO	CANUMBER	APINO
NBU 245	8-10-22 SENE	UTU01196C	891008900A	430473300400S1
NBU 247	10-10-22 NWNW	U01196C	891008900A	430473297700S1
NBU 248	10-10-22 SENW	UTU025187	891008900A	430473407900S1
NBU 249	10-10-22 SESW	U01196C	891008900A	430473297800S1
NBU 252	10-9-21 NENW	U0141315	891008900A	430473280000S1
NBU 253	10-9-21 SWNW	U0141315	891008900A	430473291700S1
NBU 254	17-9-21 NESW	UTU0575	891008900A	430473280300S1
NBU 255	21-9-21 SESW	UTU0576	891008900A	430473280600S1
NBU 256	22-9-21 SENW	UTU0147566	891008900A	430473280700S1
NBU 257	25-9-21 SENW	U01194	891008900A	430473279000S1 ✓
NBU 258	26-9-21 SENE	U01194	891008900A	430473279100S1 ✓
NBU 259	26-9-21 SWNE	U01194	891008900A	430473279200S1 ✓
NBU 260	28-9-21 SENE	U05676	891008900A	430473300900S1
NBU 261	30-9-21 SENW	UTU0581	891008900A	430473292800S1 ✓
NBU 262	33-9-21 NENE	UTU0576	891008900A	430473292900S1
NBU 263	34-9-21 SENW	U01194	891008900A	430473279300S1 ✓
NBU 264	1-10-21 SESW	U02842B	891008900A	430473300000S1
NBU 265	2-10-21 NESE	ML13826	891008900A	430473279600S1 ✓
NBU 266	10-10-21 SWNW	UTU0149079	891008900A	430473294100S1
NBU 267	10-10-21 NESW	UTU01416A	891008900A	430473294200S1
NBU 268	11-10-21 NENE	U01190	891008900A	430473300100S1
NBU 269	12-10-21 SWNW	UTU1196D	891008900A	430473347300S1
NBU 270	13-10-21 SWNW	ML23608	891008900A	430473286200S1 ✓
NBU 271	24-10-20 SWNW	UTU4485	891008900A	430473288700S1
NBU 272	11-10-22 SWNE	U01197A	891008900A	430473288900S1 ✓
NBU 273	22-9-21 NWNW	UTU0147566	891008900A	430473290600S1
NBU 274	23-9-21 NESW	UTU149075	891008900A	430473290700S1
NBU 275	9-9-21 NWSW	UTU01188	891008900A	430473290500S1
NBU 277	19-9-22 SENE	UTU0284	891008900A	430473304200S1
NBU 278	30-9-22 SWSW	U463	891008900A	430473301100S1
NBU 280	31-9-22 NESW	ML22935A	891008900A	430473286500S1 ✓
NBU 281	32-9-22 SWSW	ML22649	891008900A	430473286600S1 ✓
NBU 282	32-9-22 NESE	ML22649	891008900A	430473286700S1
NBU 285	3-10-22 NWNW	UTU01191	891008900A	430473297600S1
NBU 286	3-10-22 SENW	UTU01191	891008900A	430473298400S1
NBU 287	3-10-22 NESE	UTU01191A	891008900A	430473298500S1
NBU 288	3-10-22 NWSW	UTU01191	891008900A	430473298600S1
NBU 289	3-10-22 SESW	UTU01191	891008900A	430473291000S1
NBU 290	3-10-22 SWSE	UTU01191A	891008900A	430473298700S1
NBU 291	9-10-22 NENE	UTU01196D	891008900A	430473291100S1
NBU 292	9-10-22 SWNE	UTU1196D	891008900A	430473347400S1
NBU 293	10-10-22 SENE	UTU025187	891008900A	430473318200S1
NBU 294X	22-9-20 NENW	UTU0577B	891008900A	430473346500S1
NBU 295	12-10-20 SWSW	UTU4478	891008900A	430473293900S1
NBU 296	24-10-20 NWNE	UTU4485	891008900A	430473288600S1
NBU 297	11-9-21 SWNW	UTU0141315	891008900A	430473304000S1
NBU 298	15-9-21 NESW	UTU01188	891008900A	430473304100S1
NBU 299	16-9-21 SWNE	ML3282	891008900A	430473301200S1
NBU 300	21-9-21 NWNW	UTU0576	891008900A	430473302300S1
NBU 301	25-9-21 NWSW	U01194	891008900A	430473285900S1 ✓
NBU 302	26-9-21 SWNW	U01194	891008900A	430473287700S1 ✓
NBU 303	26-9-21 SESE	ML22934	891008900A	430473287800S1 ✓
NBU 304	27-9-21 SESE	U01194A	891008900A	430473287900S1 ✓
NBU 305	27-9-21 SWSE	U01194A	891008900A	430473288000S1 ✓
NBU 306	27-9-21 NWNW	U01194A	891008900A	430473286000S1 ✓
NBU 307	28-9-21 NWNE	U05676	891008900A	430473300700S1
NBU 308	28-9-21 SENW	U05676	891008900A	430473314300S1
NBU 309	30-9-21 NENE	UTU0581	891008900A	430473301000S1
NBU 310	35-9-21 NENW	U01194	891008900A	430473288200S1 ✓
NBU 311	4-10-22 NESE	UTU01191	891008900A	430473283700S1
NBU 312-E2	2-9-21 SWSE	UTU21510	891008900A	430473228800S1 ✓
NBU 313	4-10-22 NENW	UTU01191A	891008900A	430473283800S1
NBU 315	11-9-21 SENE	UTU0141317	891008900A	430473387900S1
NBU 316	11-9-21 SWNE	UTU0141317	891008900A	430473441300S1
NBU 317	13-9-21 NENE	U-01193	891008900A	430473392100S1
NBU 318	13-9-21 SWNE	UTU01193	891008900A	430473388000S1
NBU 320	25-9-21 NWNW	U01189	891008900A	430473320100S1
NBU 321	28-9-21 SWSW	U01194	891008900A	430473320200S1 ✓
NBU 322	34-9-21 SESW	U01994	891008900A	430473320300S1 ✓
NBU 323	30-9-22 NENE	U-463	891008900A	430473405000S1
NBU 326	31-9-22 NESW	ML22935A	891008900A	430473320400S1 ✓
NBU 327	33-9-22 SWSE	UTU01191	891008900A	430473373500S1
NBU 329	1-10-21 NESW	UTU02842B	891008900A	430473322700S1
NBU 330	3-10-21 NENE	UTU0149078	891008900A	430473322800S1
NBU 331	3-10-21 NWNE	UTU0149078	891008900A	430473322900S1

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  
 WESTPORT OIL & GAS COMPANY, L.P.

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

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

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
 Multiple Wells - see attached

9S 21E 2S 4304732873

5. Lease Serial No.  
 Multiple Wells - see attached

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.  
 891008900A

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	

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Westport Oil & Gas requests a variance to Onshore Order No. 4, Part III.c. 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

Signature

COPY SENT TO OPERATOR  
 Date: 9-16-03  
 Initials: CHD

Title

Date

Operations Manager

9-2-2003

SEP 10 2003

DIV OF OIL GAS & MINING

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

Title

Accepted by the  
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 Oil, Gas and Mining

Date

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.

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

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COMPANY LABOR			\$0
CONTRACT LABOR	\$0	\$200	\$200
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ADMINISTRATIVE COSTS			\$0
GAS PLANT PROCESSING			\$0
<b>Totals</b>	<b>\$0</b>	<b>\$350</b>	<b>\$350</b>

**Increased OPX Per Year**

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<p><b>Project Life:</b> Life = <b>20.0</b> Years (Life no longer than 20 years)</p> <p><b>Internal Rate of Return:</b> After Tax IROR = <b>#DIV/0!</b></p> <p><b>AT Cum Cashflow:</b> Operating Cashflow = <b>(\$2,917)</b> (Discounted @ 10%)</p>	<p><b>Payout Calculation:</b> Payout = <math>\frac{\text{Total Investment}}{\text{Sum(OPX + Incremental Revenue)}} = 1</math></p> <p>Payout occurs when total AT cashflow equals investment See graph below, note years when cashflow reaches zero</p> <p>Payout = <b>NEVER</b> Years or <b>#VALUE!</b> Days</p>
--	--

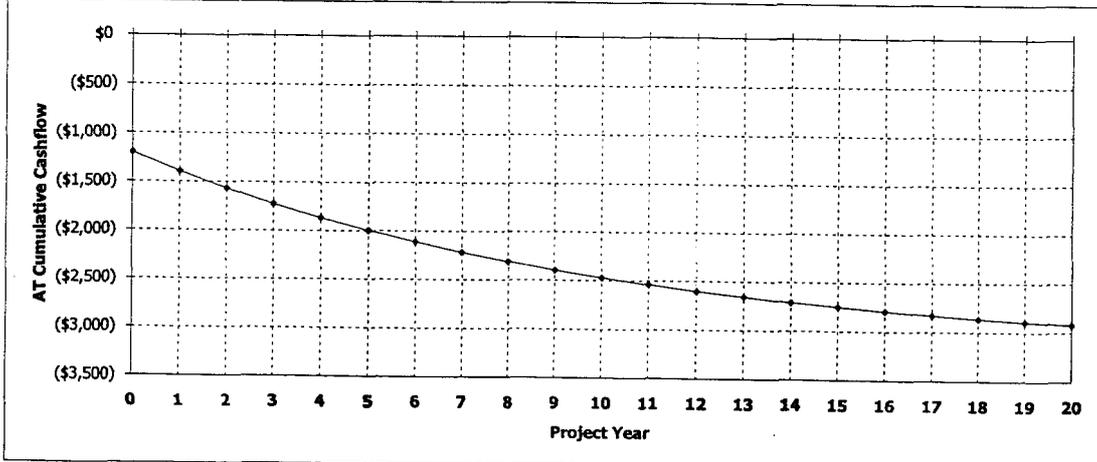
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Project: Condensate Shrinkage Economics



**Westport Oil and Gas, Inc.**

**NBU/Ouray Field**

RFL 2003-022

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CIGE 173	32-9-22 SWNW	ML22649	891008900A	430473232400S1 ✓
CIGE 174	33-9-22 NESW	UTU01191A	891008900A	430473232300S1
CIGE 177	1-10-20 NENW	UTU02270A	891008900A	430473232200S1
CIGE 178	5-10-22 NWNW	UTU01195	891008900A	430473233000S1
CIGE 179	6-10-22 SESW	UTU01195	891008900A	430473240000S1
CIGE 180	16-9-21 SESW	ML3141	891008900A	430473247800S1
CIGE 182	7-10-21 SESE	UTU02270A	891008900A	430473248100S1
CIGE 183	20-9-21 NWSE	UTU0575	891008900A	430473265600S1
CIGE 186	35-9-22 NWSE	UTU010954A	891008900A	430473259000S1
CIGE 187	13-10-20 NENW	UTU4485	891008900A	430473260700S1
CIGE 189	29-9-22 SWNW	UTU462	891008900A	430473286300S1
CIGE 190	32-9-22 NENE	ML22649	891008900A	430473291200S1
CIGE 193	35-9-22 SESE	UTU010954A	891008900A	430473297300S1
CIGE 194	1-10-22 SWNW	U011336	891008900A	430473293200S1
CIGE 195	2-10-22 NWNE	ML22651	891008900A	430473279700S1 ✓
CIGE 196	6-10-22 SESE	UTU01195	891008900A	430473300300S1
CIGE 197	7-9-21 NWNE	UTU0149767	891008900A	430473279800S1
CIGE 198	9-9-21 NESE	UTU01188	891008900A	430473279900S1
CIGE 199	14-9-21 NENW	UTU01193	891008900A	430473280100S1
CIGE 200	16-9-21 SENW	UTU38409	891008900A	430473280200S1
CIGE 201	18-9-21 SENE	UTU0575	891008900A	430473280400S1
CIGE 202	21-9-21 SESE	UTU0576	891008900A	430473280500S1
CIGE 203	34-9-21 NWNE	UTU01194A	891008900A	430473288100S1 ✓
CIGE 204	35-9-21 SWNE	ML22582	891008900A	430473279400S1 ✓
CIGE 205	1-10-21 SWNE	ML23612	891008900A	430473279500S1 ✓
CIGE 206	4-10-21 SESE	U01416	891008900A	430473299600S1
CIGE 207	8-10-21 NENE	UTU01791	891008900A	430473297500S1
CIGE 208	8-10-21 SWNE	UTU01791	891008900A	430473299700S1
CIGE 209	15-10-21 NENW	UTU01791A	891008900A	430473294300S1
CIGE 210	16-10-21 NESE	ML10755	891008900A	430473288800S1
CIGE 212	34-9-22 NENE	UTU0149077	891008900A	430473293800S1
CIGE 213	33-9-22 SENW	UTU01191A	891008900A	430473293300S1
CIGE 214	13-9-21 NESW	U01193	891008900A	430473291800S1
CIGE 215X	15-9-21 NENE	UTU01188	891008900A	430473369000S1
CIGE 216	15-9-21 SWNE	UTU01193	891008900A	430473292000S1
CIGE 217	16-9-21 NWSW	ML3141	891008900A	430473289800S1
CIGE 218	19-9-21 NWNE	U0581	891008900A	430473292100S1
CIGE 219	29-9-22 NESW	U01207	891008900A	430473286400S1 ✓
CIGE 220	31-9-22 SWNE	U10530A	891008900A	430473288400S1 ✓
CIGE 221	36-9-22 SWSW	ML22650	891008900A	430473286800S1 ✓
CIGE 222	36-9-22 NESW	ML22650	891008900A	430473286900S1 ✓
CIGE 223	1-10-22 NWNW	U011336	891008900A	430473298300S1
CIGE 224	2-10-21 SWNE	ML2252	891008900A	430473288300S1 ✓
CIGE 225	3-10-21 SENW	UTU0149078	891008900A	430473489500S1
CIGE 226	3-10-21 SESW	U0149078	891008900A	430473299500S1
CIGE 227	9-10-21 SESE	UTU01791	891008900A	430473299800S1
CIGE 228	15-10-21 SWNE	UTU01416A	891008900A	430473299900S1
CIGE 229	1-10-20 NWSW	UTU02270A	891008900A	430473300600S1
CIGE 230	13-10-20 SENE	UTU02270A	891008900A	430473288500S1
CIGE 231	7-9-21 SENE	UTU0575B	891008900A	430473302100S1
CIGE 232	9-9-21 NENE	UTU01188A	891008900A	430473283600S1
CIGE 233	21-9-21 NWNE	UTU0576	891008900A	430473302200S1
CIGE 234	25-9-21 SWNE	U01189	891008900A	430473287300S1 ✓
CIGE 235	25-9-21 NWSE	U01194	891008900A	430473285800S1 ✓
CIGE 236	34-9-21 SESE	U01194A	891008900A	430473286100S1 ✓
CIGE 237	15-9-21 NWSE	UTU010950A	891008900A	430473387800S1
CIGE 239	35-9-21 SENE	ML22582	891008900A	430473320600S1 ✓
CIGE 240	29-9-22 SENW	ML22935	891008900A	430473320700S1
CIGE 241	32-9-22 NENW	ML22649	891008900A	430473320800S1
CIGE 242	33-9-22 NWNW	UTU01191A	891008900A	430473402200S1
CIGE 244	1-10-21 NENW	ML23612	891008900A	430473320900S1 ✓
CIGE 245	1-10-21 SENE	ML23612	891008900A	430473321000S1 ✓
CIGE 246	2-10-21 NENW	ML-22652	891008900A	430473368700S1
CIGE 247	16-10-21 SWSE	ML10755	891008900A	430473363900S1
CIGE 248	21-10-21 NWSW	U02278	891008900A	430473322600S1
CIGE 249	8-10-22 NWNW	UTU466	891008900A	430473402300S1
CIGE 250	8-10-22 NESE	UTU01196E	891008900A	430473374300S1
CIGE 251	15-10-21 SWNW	UTU01791A	891008900A	430473372000S1
CIGE 252	21-10-21 SENW	UTU02278	891008900A	430473372100S1
CIGE 253	21-10-21 SESW	UTU02278	891008900A	430473372200S1
CIGE 254	9-10-21 NWNE	UTU01416	891008900A	430473372300S1
CIGE 255	7-9-21 SESE	UTU0575B	891008900A	430473397000S1
CIGE 256	9-9-21 SWNE	UTU01188A	891008900A	430473397100S1
CIGE 257	18-9-21 LOT 2	U0581	891008900A	430473466600S1 ✓

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
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WELL NAME	CA No.	Unit:	NATURAL BUTTES UNIT

**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

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: BLM 3/27/2006 BIA not yet

7. **Federal and Indian Units:**  
 The BLM or BIA has approved the successor of unit operator for wells listed on: 3/27/2006

8. **Federal and Indian Communization Agreements ("CA"):**  
 The BLM or BIA has approved the operator for all wells listed within a CA on: n/a

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: \_\_\_\_\_

**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 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.

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 5116106

*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)  
**RANDY BAYNE**

Signature  
*Randy Bayne*

Title  
**DRILLING MANAGER**

Date  
**May 9, 2006**

**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**

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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	

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

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.

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.