



September 17, 1999

Bureau of Land Management  
Vernal District Office  
170 South 500 East  
Vernal, Utah 84078

Attention: Ed Forseman/Wayne Bankert/Greg Darlington

Gentlemen:

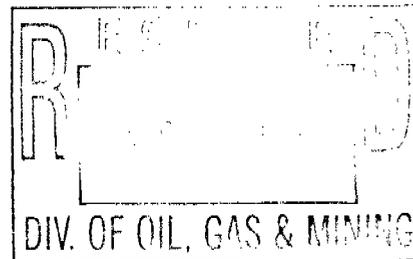
Enclosed are the original and two copies of the Application for Permit to Drill for the following: Archee #1-117, Ute Tribal #35-113, Ute Tribal #35-111, Ouray #33-91, Ouray #32-89, Tribal #2-119.

If you should have any questions or need additional information, please do not hesitate to call me @ (435)-781-7024.

Sincerely,

Sheila Upchego  
Environmental Secretary

CC: Ferron Secakuku, Ute Indian Tribe Energy & Minerals  
Charles Cameron, Bureau of Indian Affairs  
✓Lisha Cordova, State of Utah Division of Oil, Gas & Mining



**Coastal Oil & Gas Corporation**

A SUBSIDIARY OF THE COASTAL CORPORATION  
1368 S 1200 E • P.O. BOX 1148 • VERNAL UT 84078 • 435/789-4433 • FAX 435.789-4436

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE  
(Other instructions on  
reverse side)

FORM APPROVED  
OMB NO. 1004-0136  
Expires: February 28, 1995

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a. TYPE OF WORK  
 DRILL  DEEPEN

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

2. NAME OF OPERATOR  
 Coastal Oil & Gas Corporation

3. ADDRESS AND TELEPHONE NO.  
 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 NW/NE 4,436,219 N 618,295 E  
 At proposed prod. zone 809' FNL & 2135' FEL

5. LEASE DESIGNATION AND SERIAL NO.  
 14-20-H62-3015

6. IF INDIAN, ALLOTTEE OR TRIBE NAME  
 Ute

7. UNIT AGREEMENT NAME  
 CR-168

8. FARM OR LEASE NAME, WELL NO.  
 Archee #1-117

9. API WELL NO.

10. FIELD AND POOL, OR WILDCAT  
 Ouray

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
 Sec. 1, T9S, R20E

12. COUNTY OR PARISH  
 Uintah

13. STATE  
 Utah

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*  
 4.2 miles to Ouray

15. DISTANCE FROM PROPOSED\* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) 809'

16. NO. OF ACRES IN LEASE  
 158.72

17. NO. OF ACRES ASSIGNED TO THIS WELL  
 78.72

18. DISTANCE FROM PROPOSED LOCATION\* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. Refer to Topo Map C

19. PROPOSED DEPTH  
 9600'

20. ROTARY OR CABLE TOOLS  
 Rotary

21. ELEVATIONS (Show whether DFRT, GR, etc.)  
 4662.5' GR

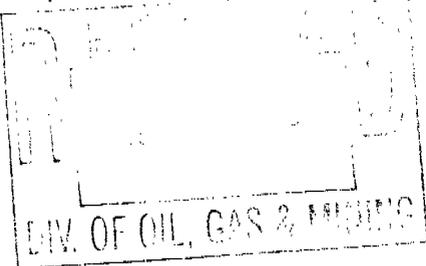
22. APPROX. DATE WORK WILL START\*  
 Upon Approval

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
Refer to attached				
Drilling Program				

Coastal Oil & Gas Corporation is considered to be the operator of the subject well. Coastal Oil & Gas Corporation agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage pursuant to 43 CFR 3104 for the lease activities is being provided by Coastal Oil & Gas Corporation Bond #102103, BLM-Nationwide Bond #U-605382-9, and BIA Nationwide Bond #114066-A.



Federal Approval of this Action is Necessary

IN ABOVE SPACE 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.

SIGNED Cheryl Cameron TITLE Environmental Analyst DATE 9/10/99

(This space for Federal or State office use)

PERMIT NO. 43-047-33388 APPROVAL DATE \_\_\_\_\_

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

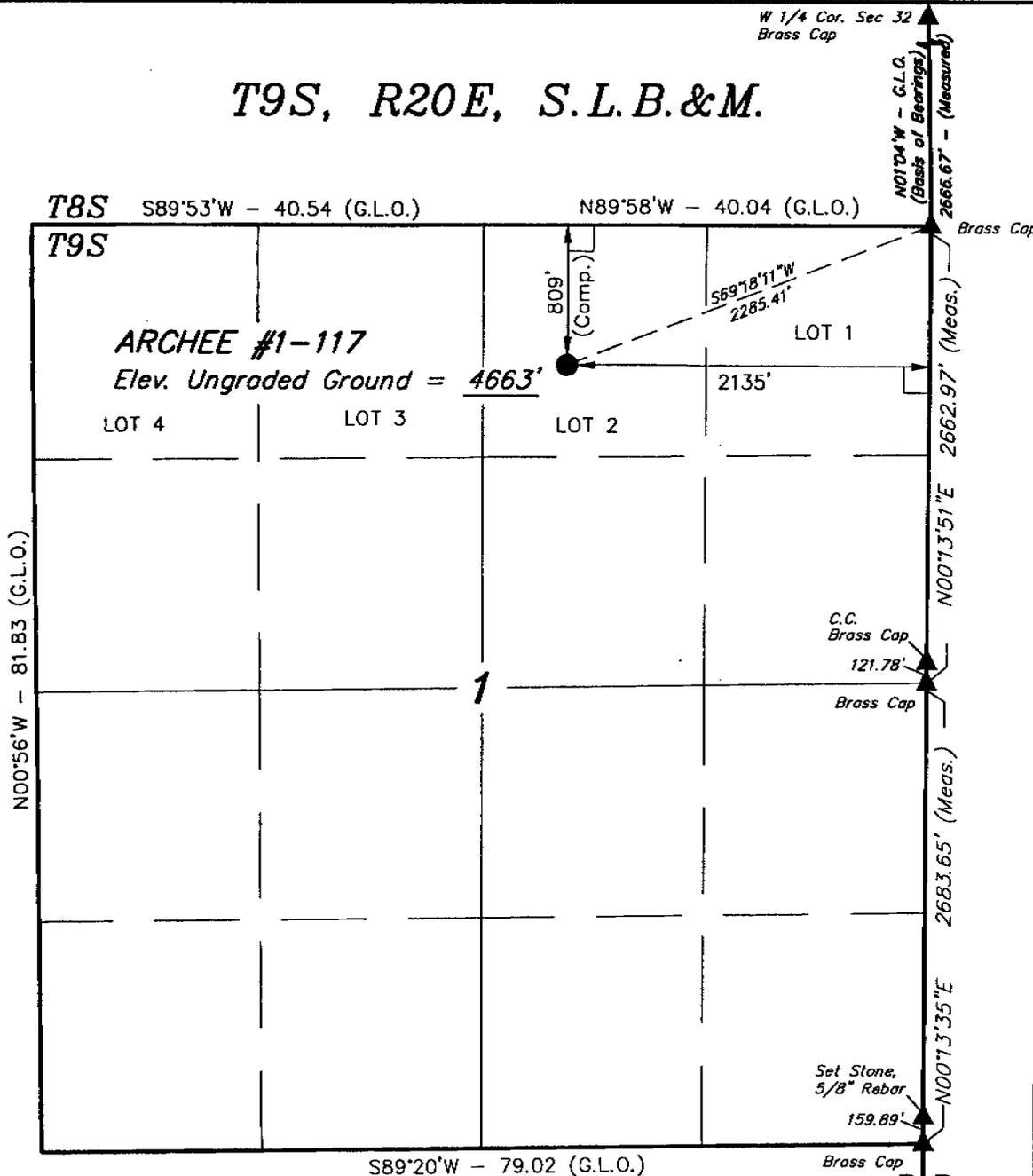
APPROVED BY Bradley G. Hill TITLE RECLAMATION SPECIALIST III DATE 10/7/99

\*See Instructions On Reverse Side

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.

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

W 1/4 Cor. Sec 32  
Brass Cap



### LEGEND:

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

LATITUDE = 40°04'11"  
LONGITUDE = 109°36'47"

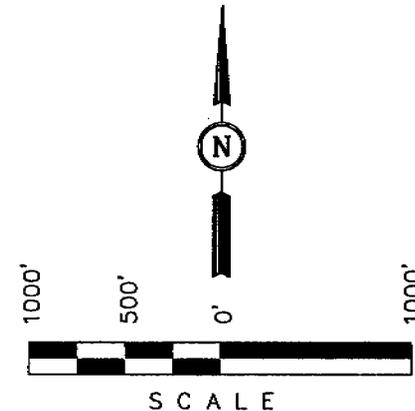
R R  
2021  
E E

## COASTAL OIL & GAS CORP.

Well location, ARCHEE #1-117, located as shown in Lot 2 of Section 1, T9S, R20E, S.L.B.&M., Uintah County, Utah.

### BASIS OF ELEVATION

SPOT ELEVATION AT A ROAD INTERSECTION IN THE SE 1/4 SW 1/4 OF SECTION 31, T8S, R21E, S.L.B.&M. TAKEN FROM THE OURAY SE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4666 FEET.



### CERTIFICATE

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

*Robert J. Kay*  
REGISTERED LAND SURVEYOR  
REGISTRATION NO. 161319  
STATE OF UTAH  
KAY

**UINTAH ENGINEERING & LAND SURVEYING**  
85 SOUTH 200 EAST - VERNAL, UTAH 84078  
(435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 08-02-99	DATE DRAWN: 09-05-99
PARTY J.F.    B.A.    D.R.B.	REFERENCES G.L.O. PLAT	
WEATHER WARM	FILE COASTAL OIL & GAS CORP.	

**ARCHEE #1-117  
 NW/NE SECTION 1-T9S-R20E  
 UINTAH COUNTY, UTAH  
 LEASE NUMBER: 14-20-H62-3015**

**ONSHORE ORDER NO. 1  
 COASTAL OIL & GAS CORPORATION**

***DRILLING PROGRAM***

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

<u>Formation</u>	<u>Depth</u>
KB	4680'
Green River	2050'
Wasatch	5550'
Mesaverde	8800'
Total Depth	9400'

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

<u>Substance</u>	<u>Formation</u>	<u>Depth</u>
Oil/Gas	Green River	2050'
	Wasatch	5550'
	Mesaverde	8800'
Water	N/A	
Other Minerals	N/A	

**3. Pressure Control Equipment:**

*Please see the Natural Buttes Unit Standard Operating Procedure (SOP).*

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

*Please see the Natural Buttes Unit SOP.*

Casing and Cementing Program changes from the Natural Buttes Unit SOP are as follows:

<i><b>SURFACE CASING</b></i>	<i><b>Depth</b></i>	<i><b>Hole Size</b></i>	<i><b>Csg Size</b></i>	<i><b>Wt/Ft</b></i>	<i><b>Grade</b></i>	<i><b>Type</b></i>
Kicker Sand Not Present	0-900'	11"	8-5/8"	24#	K-55	ST&C

<i>Surface Casing</i>	<i>Fill</i>	<i>Type &amp; Amount</i>
Kicker Sand Present -- 0-900'	900'	255 sx Class "G" + 2% CaCl <sub>2</sub> , 15.6 ppg, 1.19 cf/sx (Cement will be circulated to surface, about 25% excess).
<i>Production Casing</i>	<i>Type &amp; Amount</i>	
500' above productive interval-surface	Lead: Extended, Lite, or Hi-Fill cement + additives, 11 ppg, 3.81 cf/sx.	
TD-500' above productive interval	Tail: Extended Class "G" or 50:50 Poz + additives, 14.3 ppg; or RFC, 14.0-14.5 ppg, 1.26 cf/sx.	

5. **Drilling Fluids Program:**

*Please see the Natural Buttes Unit SOP.*

6. **Evaluation Program:**

*Please see the Natural Buttes Unit SOP.*

7. **Abnormal Conditions:**

Maximum anticipated bottomhole pressure approximately equals 3,840 psi (calculated at 0.4 psi/foot).

Maximum anticipated surface pressure equals approximately 1,728 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. **Anticipated Starting Dates & Notification of Operations:**

*Please see the Natural Buttes Unit SOP.*

9. **Variiances:**

*Please see the Natural Buttes Unit SOP.*

10. **Other Information:**

*Please see the Natural Buttes Unit SOP.*

**ARCHEE #1-117  
NW/NE, SECTION 1-T9S-R20E  
UINTAH COUNTY, UTAH  
LEASE NUMBER: 14-20-H62-3015**

**ONSHORE ORDER NO. 1**

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

An onsite inspection was conducted for the Archee #1-117 on 9/8/99. In attendance at the inspection were the following individuals:

Ronny Routh	Coastal Oil & Gas Corporation
Paul Breshears	Coastal Oil & Gas Corporation
Larry Hain	Coastal Oil & Gas Corporation
Carroll Wilson	Coastal Oil & Gas Corporation
Greg Darlington	Bureau of Land Management
Manuel Myore	Bureau of Indian Affairs
Alvin Ignacio	Ute Tribe
Robert Kay	Uintah Engineering & Land Surveying
Gary Streeter	Uintah Engineering & Land Surveying
Harley Jackson	Jackson Construction
Jim Justice	J&L Oilfield Service
John Faucett	John E. Faucett Construction

**1. Existing Roads:**

Refer to Topo Map A for directions to the location.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

**2. Planned Access Roads:**

*Please see the Natural Buttes Unit Standard Operating Procedure (SOP).*

Refer to Topo Map B for the location of the proposed access road.

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

Please refer to Topo Map C.

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

*Please see the Natural Buttes Unit SOP.*

Please refer to Topo Map D for the location of the proposed pipeline. The proposed pipeline will be buried below plow depth.

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

*Please see the Natural Buttes Unit SOP.*

6. **Source of Construction Materials:**

*Please see the Natural Buttes Unit SOP.*

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

*Please see the Natural Buttes Unit SOP.*

8. **Ancillary Facilities:**

*Please see the Natural Buttes Unit SOP.*

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).

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

The reserve pit will be lined, and when the reserve pit is closed, the pit liner will be buried below plow depth.

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

*Please see the Natural Buttes Unit SOP.*

11. **Surface Ownership:**

The well pad and access road are located on lands owned by the Ute Tribe.

12. **Other Information:**

A Class III archaeological survey was conducted by AERC Archaeological Consultants. A copy of this report is attached. Cultural resource clearance was recommended for this location.

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

Cheryl Cameron  
Environmental Analyst  
Coastal Oil & Gas Corporation  
P.O. Box 1148  
Vernal, UT 84078  
(435) 7817023

Tom Young  
Drilling Manager  
Coastal Oil & Gas Corporation  
9 Greenway Plaza, Suite 2770  
Houston, TX 77046  
(713) 418-4156

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, 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.

  
\_\_\_\_\_  
Cheryl Cameron

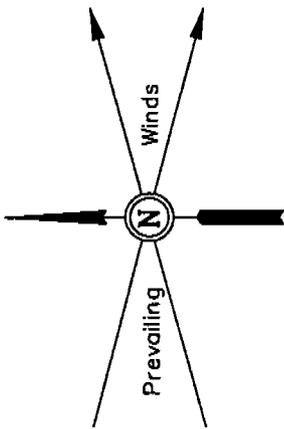
9/10/99

\_\_\_\_\_  
Date

COASTAL OIL & GAS CORP.

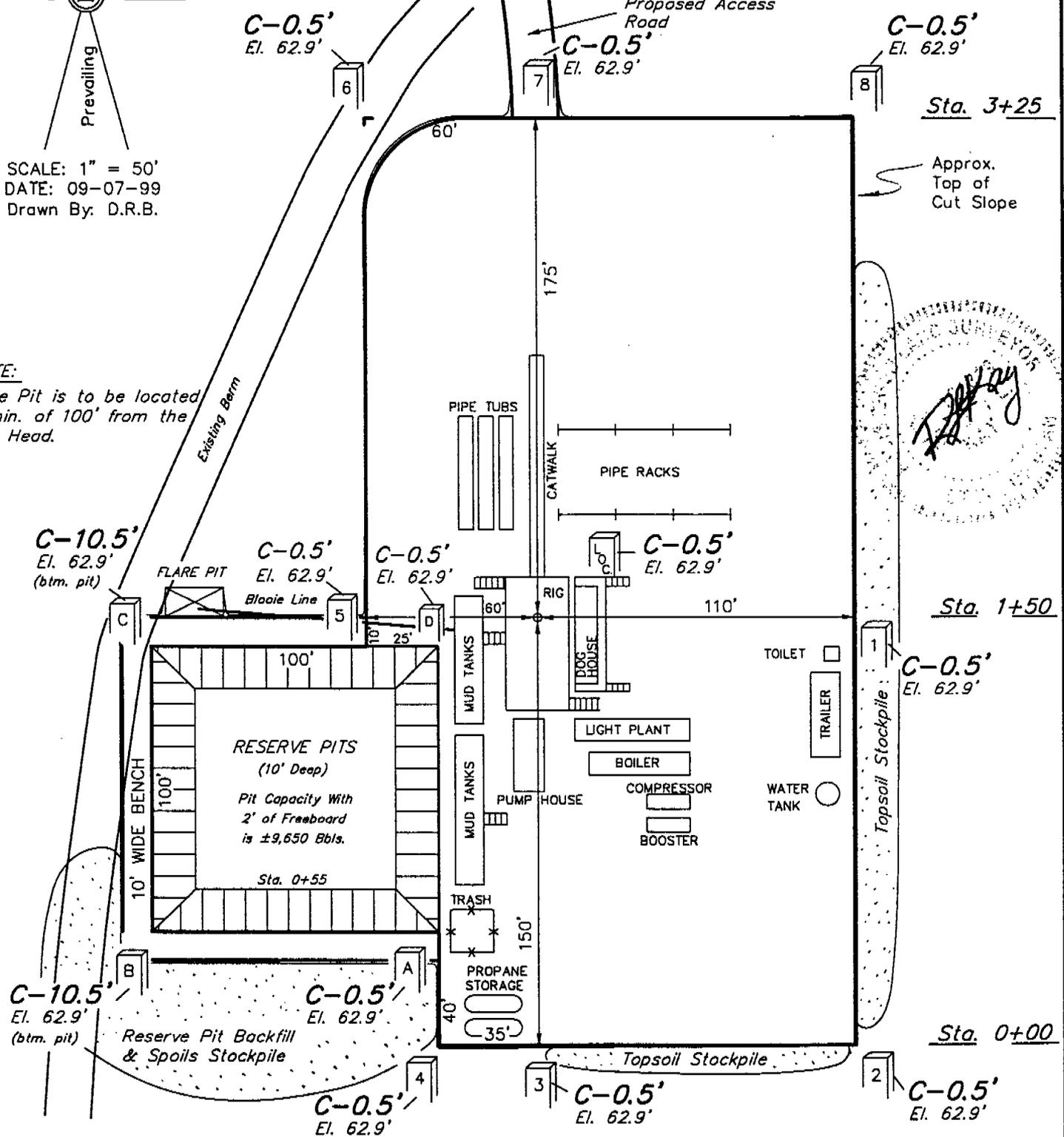
LOCATION LAYOUT FOR

ARCHEE #1-117  
SECTION 1, T9S, R20E, S.L.B.&M.  
809' FNL 2135' FEL



SCALE: 1" = 50'  
DATE: 09-07-99  
Drawn By: D.R.B.

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



NOTES:

Elev. Ungraded Ground At Loc. Stake = 4662.9'  
FINISHED GRADE ELEV. AT LOC. STAKE = 4662.5'

FIGURE #1

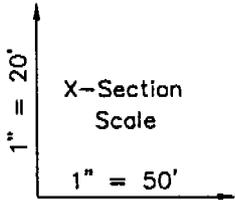
COASTAL OIL & GAS CORP.

TYPICAL CROSS SECTIONS FOR

ARCHEE #1-117

SECTION 1, T9S, R20E, S.L.B.&M.

809' FNL 2135' FEL



DATE: 09-07-99

Drawn By: D.R.B.

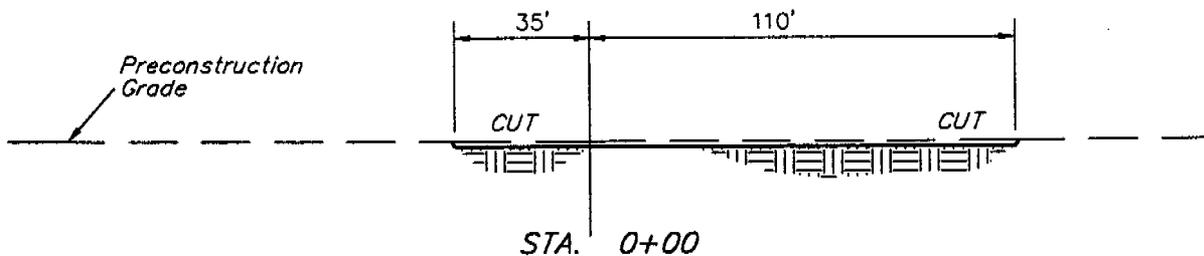
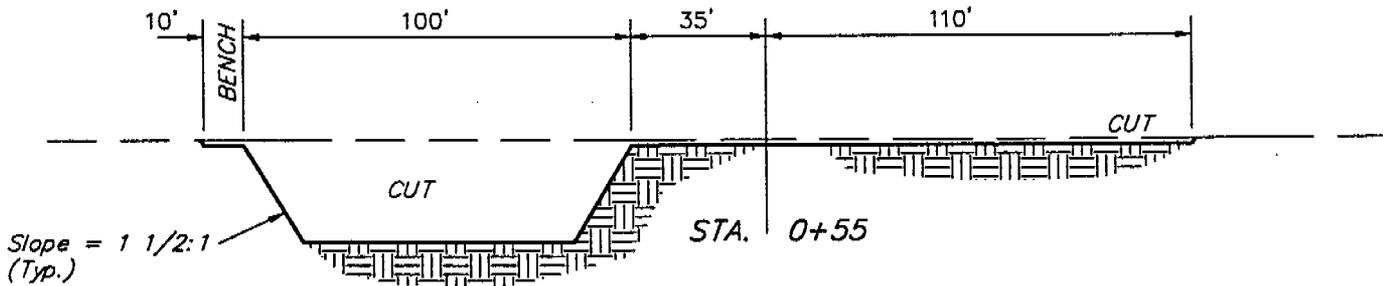
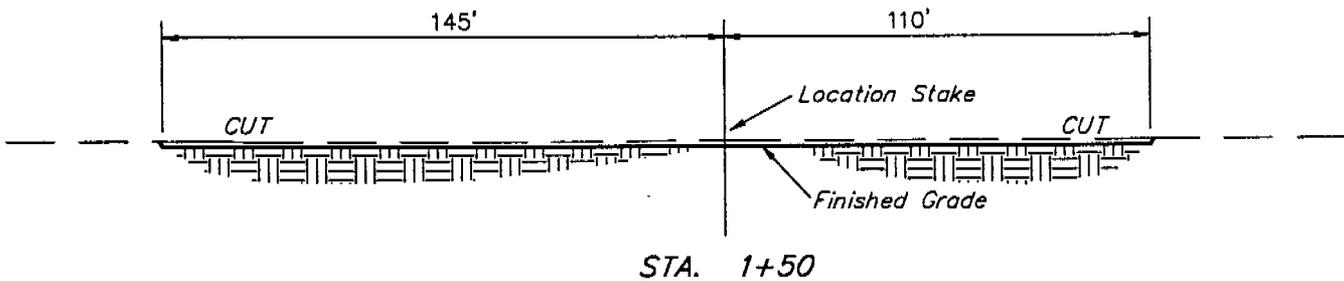
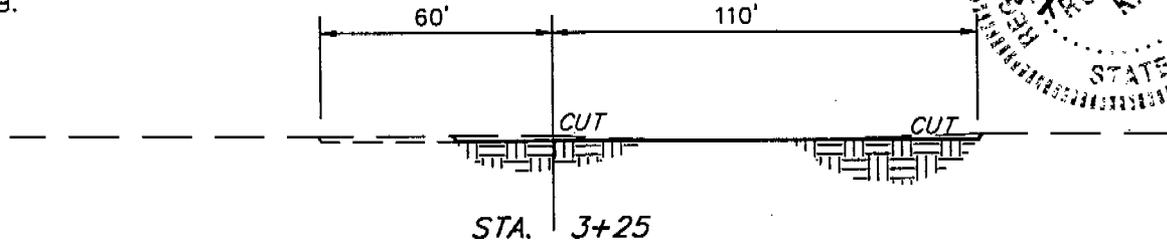
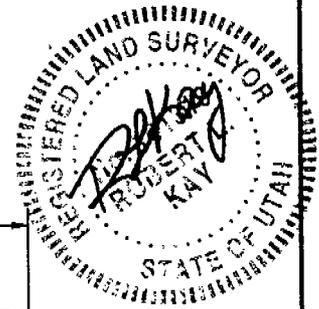
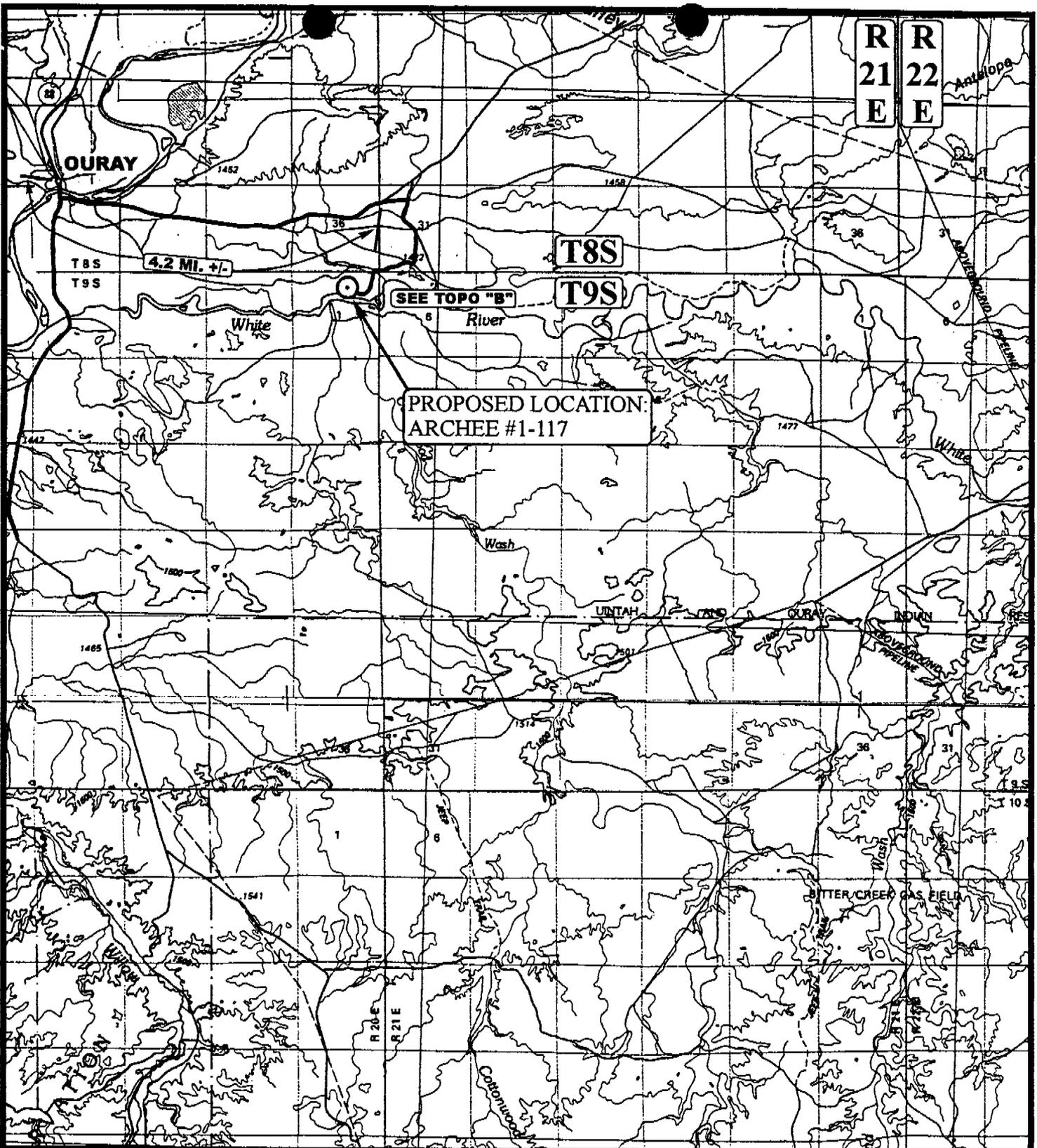


FIGURE #2

APPROXIMATE YARDAGES

CUT	
(12") Topsoil Stripping	= 2,290 Cu. Yds.
Remaining Location	= 2,560 Cu. Yds.
<b>TOTAL CUT</b>	<b>= 4,850 CU.YDS.</b>
<b>FILL</b>	<b>= 1,160 CU.YDS.</b>

EXCESS MATERIAL AFTER 5% COMPACTION	= 3,630 Cu. Yds.
Topsoil & Pit Backfill (1/2 Pit Vol.)	= 3,630 Cu. Yds.
EXCESS UNBALANCE (After Rehabilitation)	= 0 Cu. Yds.



**LEGEND:**

⊙ PROPOSED LOCATION

N

**COASTAL OIL & GAS CORP.**

ARCHEE #1-117  
SECTION 1, T9S, R20E, S.L.B.&M.  
809' FNL 2135' FEL



Utah Engineering & Land Surveying  
85 South 200 East Vernal, Utah 84078  
(435) 789-1017 \* FAX (435) 789-1813

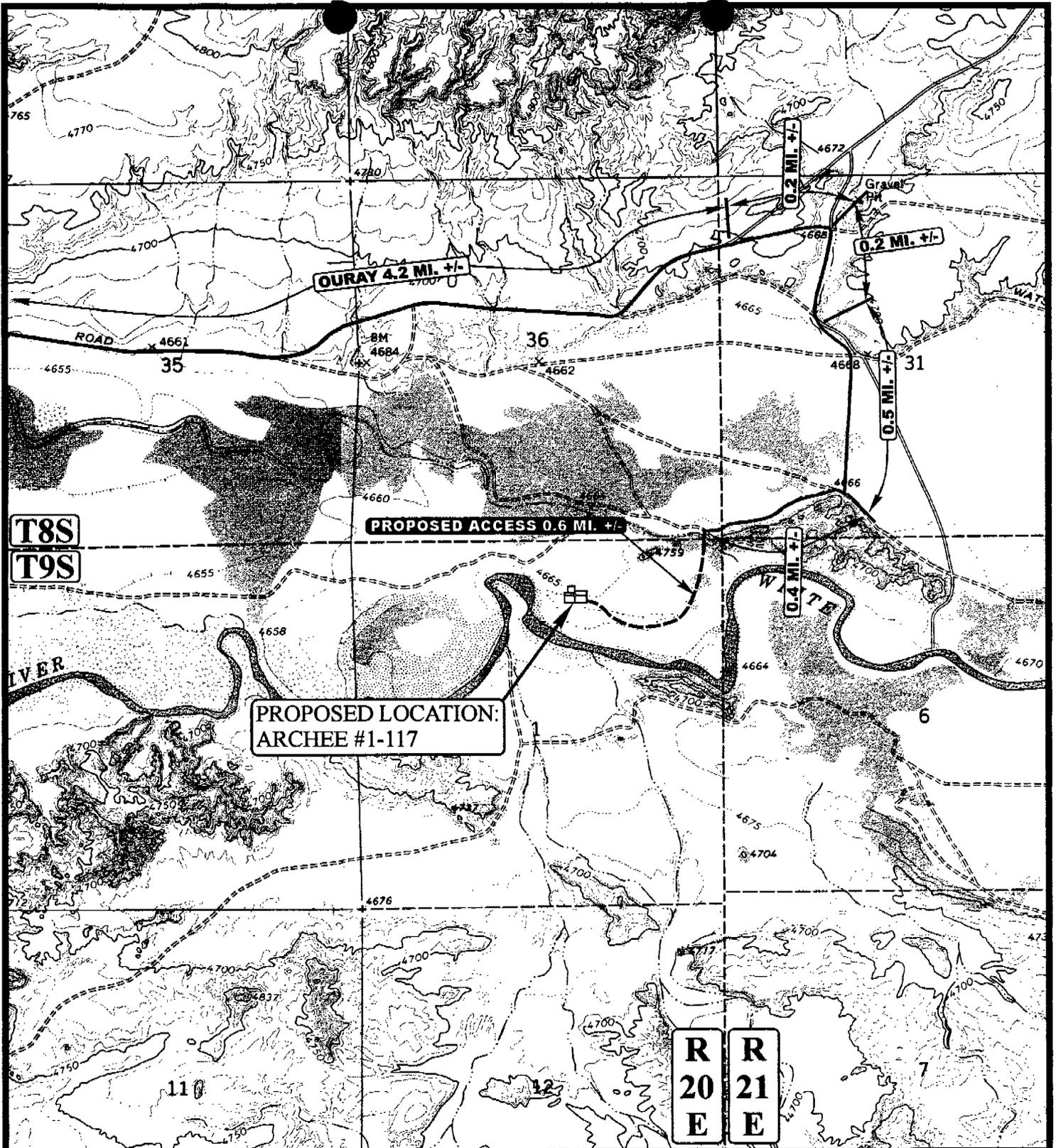


TOPOGRAPHIC  
MAP

9	7	99
MONTH	DAY	YEAR

SCALE: 1 : 100,000 | DRAWN BY: C.G. | REVISED: 00-00-00





**LEGEND:**

- PROPOSED ACCESS ROAD
- EXISTING ROAD



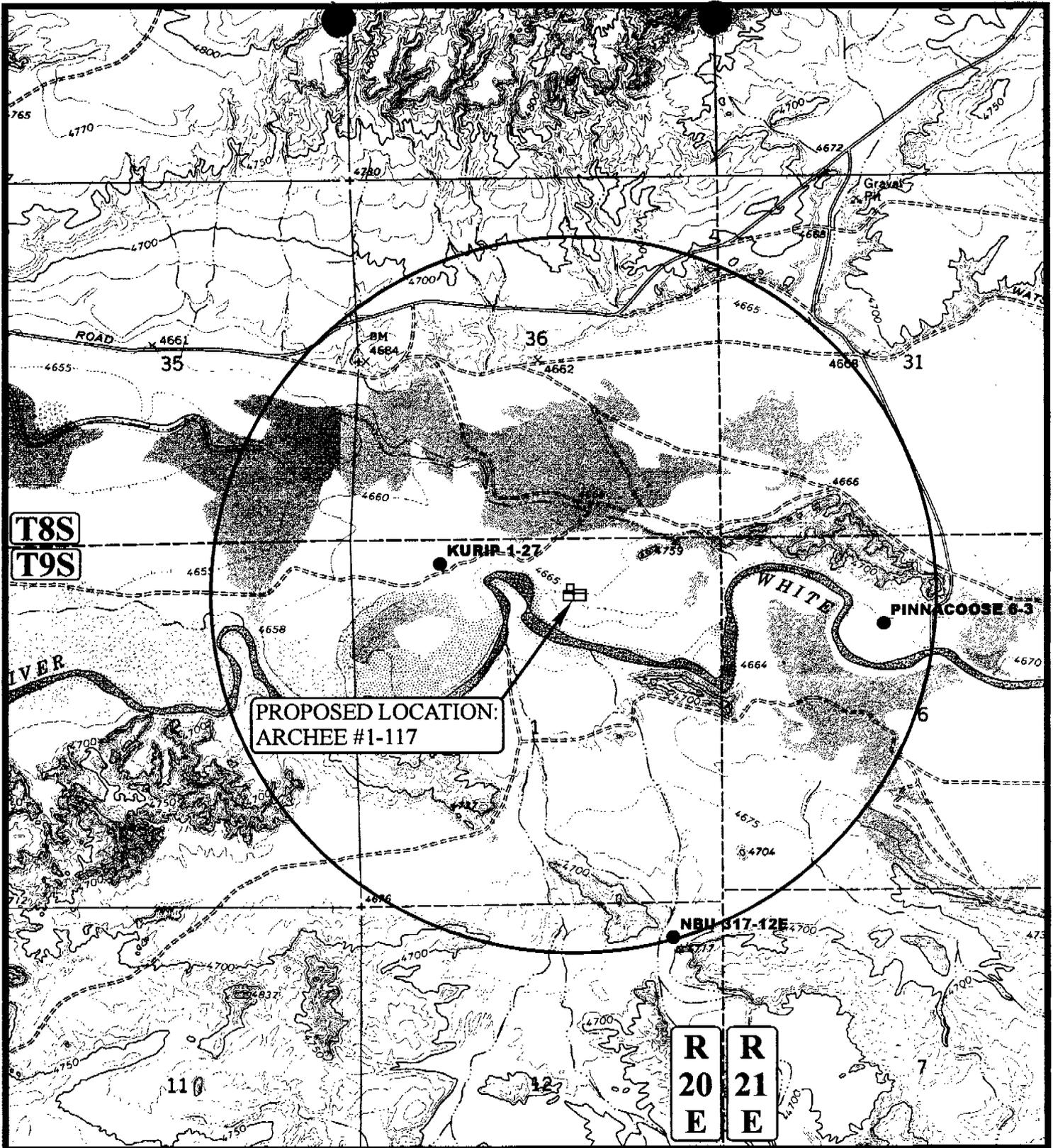
**COASTAL OIL & GAS CORP.**

**ARCHEE #1-117**  
**SECTION 1, T9S, R20E, S.L.B.&M.**  
**809' FNL 2135' FEL**

**U&L S** Uintah Engineering & Land Surveying  
 85 South 200 East Vernal, Utah 84078  
 (435) 789-1017 \* FAX (435) 789-1813

**TOPOGRAPHIC** **9 7 99**  
**MAP** MONTH DAY YEAR  
 SCALE: 1" = 2000' DRAWN BY: C.G. REVISED: 00-00-00

**B**  
 TOPO



**PROPOSED LOCATION:  
ARCHEE #1-117**

**LEGEND:**

- |                   |                         |
|-------------------|-------------------------|
| ⊘ DISPOSAL WELLS  | ⊘ WATER WELLS           |
| ● PRODUCING WELLS | ● ABANDONED WELLS       |
| ● SHUT IN WELLS   | ● TEMPORARILY ABANDONED |



**COASTAL OIL & GAS CORP.**

**ARCHEE #1-117  
SECTION 1, T9S, R20E, S.L.B.&M.  
809' FNL 2135' FEL**



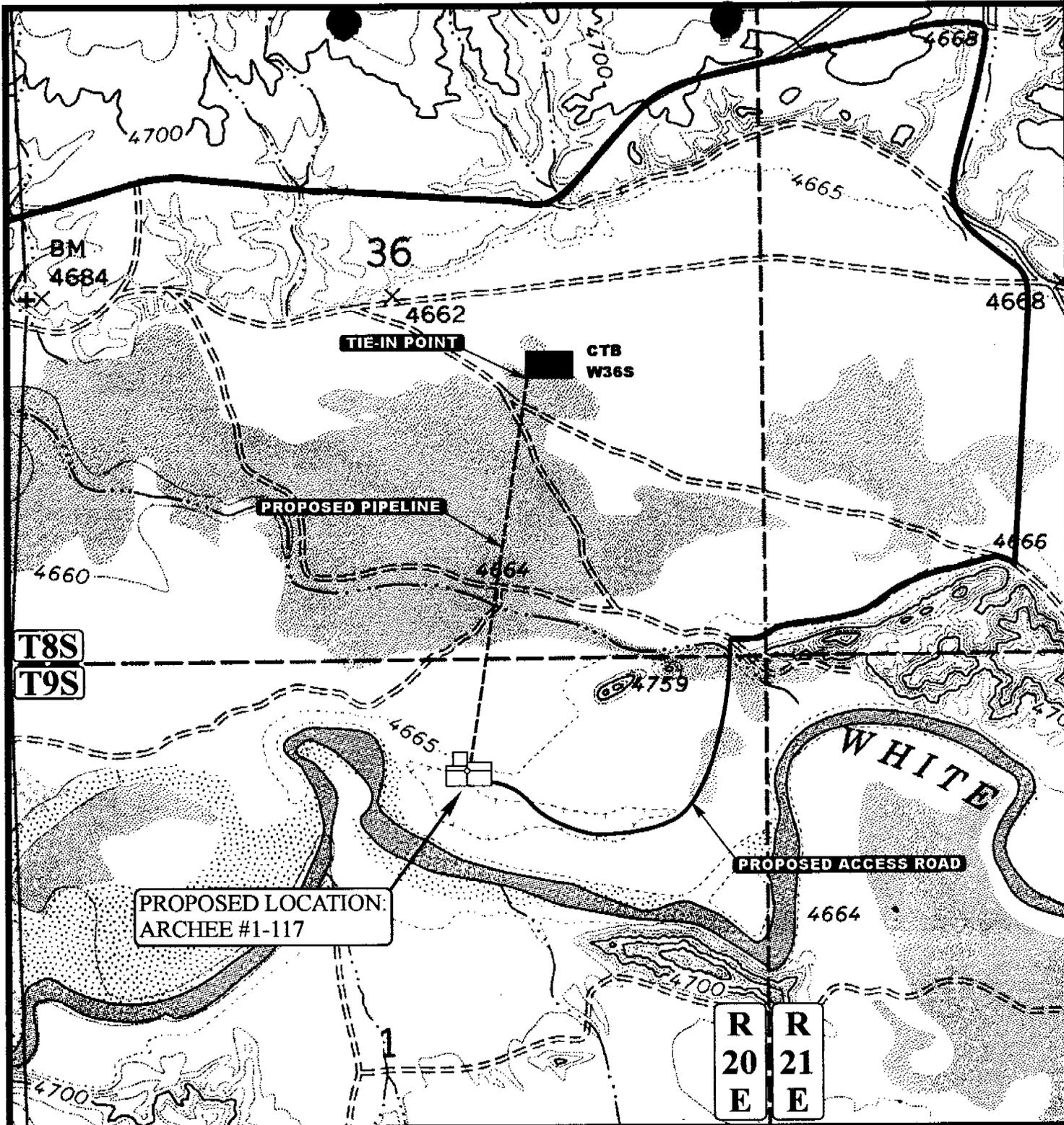
**Utah Engineering & Land Surveying**  
85 South 200 East Vernal, Utah 84078  
(435) 789-1017 \* FAX (435) 789-1813

**TOPOGRAPHIC  
MAP**

**9 7 99**  
MONTH DAY YEAR

SCALE: 1" = 2000' DRAWN BY: C.G. REVISED: 00-00-00





APPROXIMATE TOTAL PIPELINE DISTANCE = 2,650' +/-

**LEGEND:**

- EXISTING PIPELINE
- - - PROPOSED PIPELINE
- PROPOSED ACCESS



**COASTAL OIL & GAS CORP.**

**ARCHEE #1-117**  
**SECTION 1, T9S, R20E, S.L.B.&M.**  
**809' FNL 2135' FEL**



**Uintah Engineering & Land Surveying**  
 85 South 200 East Vernal, Utah 84078  
 (435) 789-1017 \* FAX (435) 789-1813

**TOPOGRAPHIC**  
**MAP**

<b>9</b>	<b>7</b>	<b>99</b>
MONTH	DAY	YEAR

SCALE: 1" = 1000' DRAWN BY: C.G. REVISED: 00-00-00

**D**  
**TOPO**

WORKSHEET  
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 09/20/1999

API NO. ASSIGNED: 43-047-33388

WELL NAME: ARCHEE 1-117  
 OPERATOR: COASTAL OIL & GAS CORP (N0230)  
 CONTACT: Cheryl Cameron (435) 781-7023

AMENDED

PROPOSED LOCATION:  
 NWNE 01 - T09S - R20E  
 SURFACE: ~~0809-FNL-2135-FEL 2110 FEL~~  
 BOTTOM: ~~0809-FNL-2135-FEL 2110 FEL~~  
 Uintah County  
 NATURAL BUTTES FIELD (630)

INSPECT LOCATN BY: / /		
TECH REVIEW	Initials	Date
Engineering	RC	10-6-99
Geology		
Surface		

oil shale only.

LEASE TYPE: IND  
 LEASE NUMBER: 14-20-H62-3015  
 SURFACE OWNER: Ute Tribe

PROPOSED FORMATION: MVRD

RECEIVED AND/OR REVIEWED:

Plat

Bond: Fed[] Ind  Sta[] Fee[]  
 (No. 114066-A)

Potash (Y/N)

Oil Shale (Y/N) \*190-5(B)

Water Permit  
 (No. 43-8496)

RDCC Review (Y/N)  
 (Date: \_\_\_\_\_)

N/A Fee Surf Agreement (Y/N)

LOCATION AND SITING:

R649-2-3. Unit \_\_\_\_\_

R649-3-2. General Siting: \_\_\_\_\_

R649-3-3. Exception

Drilling Unit  
 Board Cause No: 173-13 (40)  
 Eff Date: 3-24-99  
 Siting: 460 ft. Unit Boundary & 920 ft. other wells.

R649-3-11. Directional Drill

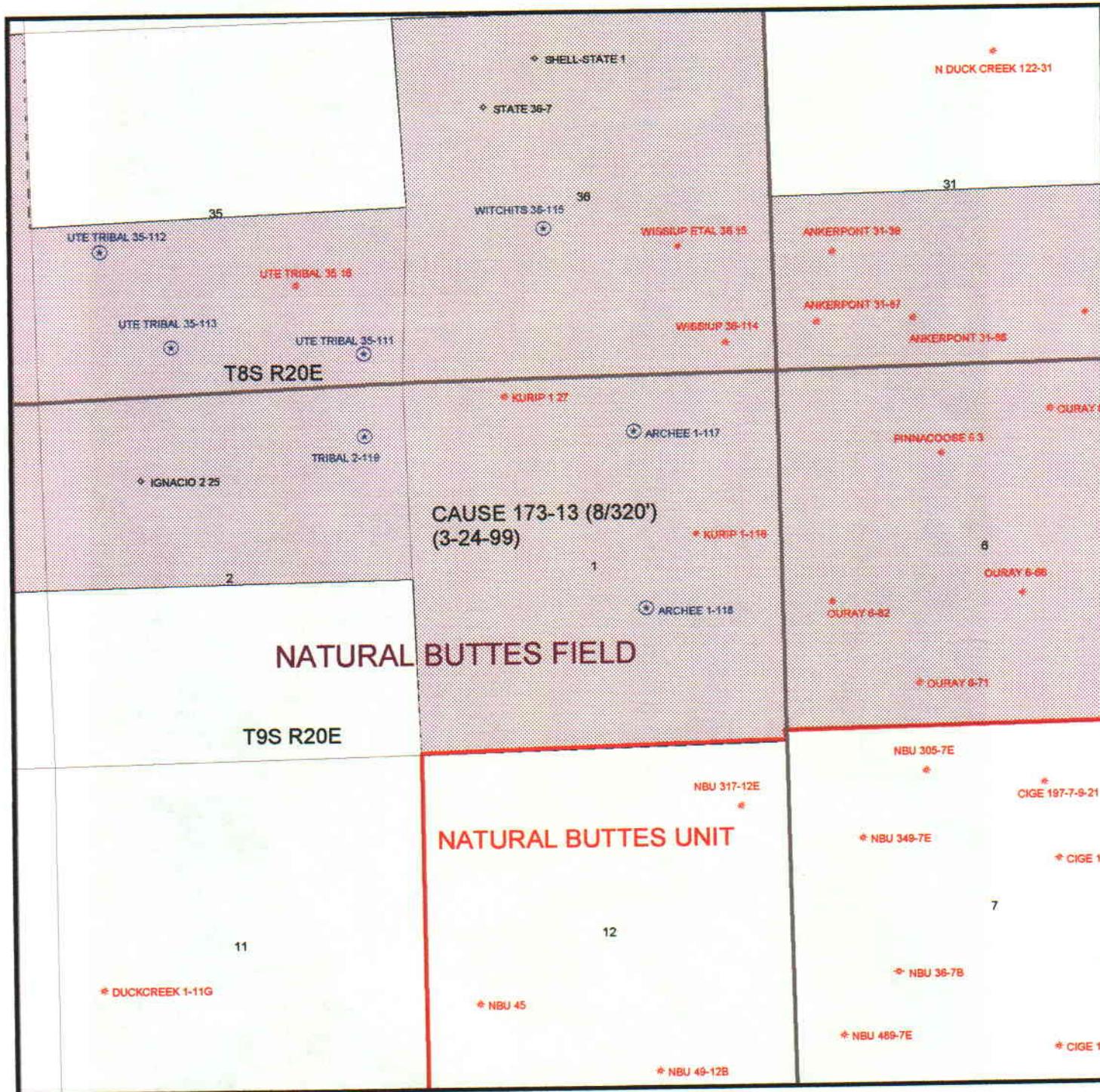
COMMENTS: NBU "Standard Operating Procedure", separate file. Proposed cement to surface on prod. CES.

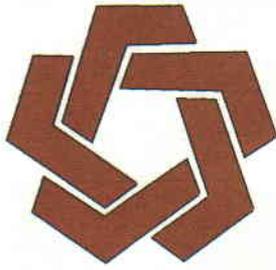
STIPULATIONS: <sup>(1)</sup> In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rule R649-3-31 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing in properly cemented over the entire oil shale interval as defined by Rule R649-3-31. ~~For the proposed well the interval is approximately \_\_\_\_\_ to \_\_\_\_\_.~~ The Operator shall report the actual depth the oil shale is encountered to the Division.

(2) FEDERAL APPROVAL



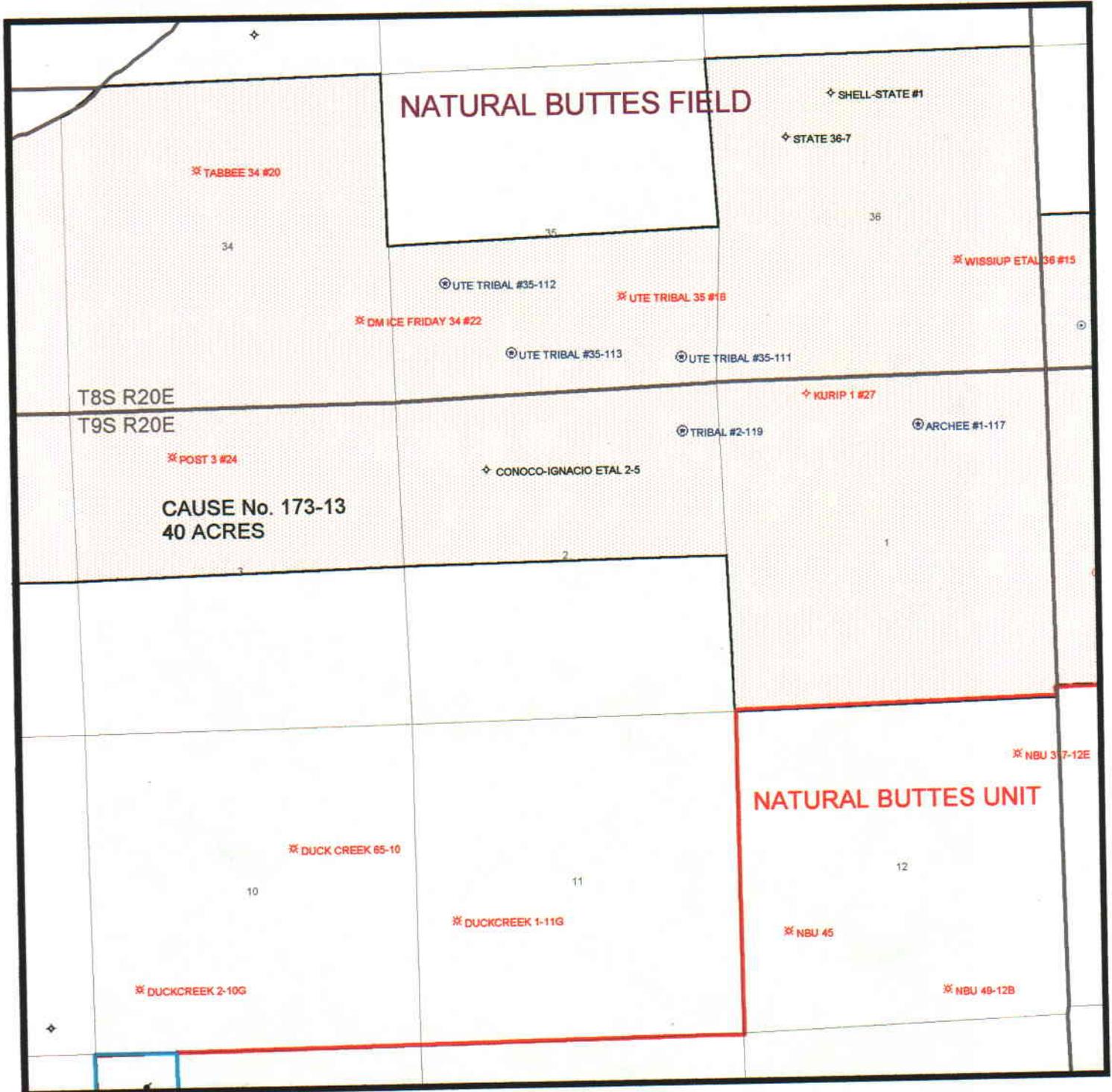
OPERATOR: COASTAL O&G CORP (N0230)  
 FIELD: NATURAL BUTTES (630)  
 SEC. 1, T9S, R20E,  
 COUNTY: UINTAH CAUSE: 173-13 (8/320')





Division of Oil, Gas & Mining

OPERATOR: COASTAL OIL & GAS CROP. (N0230)  
FIELD: NATURAL BUTTES (630)  
SEC. 35, T8S, R20E, & SEC. 1 & 2, T9S, R20E  
COUNTY: UINTAH CAUSE No: 173-13 40 ACRES



PREPARED  
DATE: 30-SEP-1999



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

Michael O. Leavitt  
Governor  
Kathleen Clarke  
Executive Director  
Lowell P. Braxton  
Division Director

1594 West North Temple, Suite 1210  
PO Box 145801  
Salt Lake City, Utah 84114-5801  
801-538-5340  
801-359-3940 (Fax)  
801-538-7223 (TDD)

October 7, 1999

Coastal Oil & Gas Corporation  
P.O. Box 1148  
Vernal, Utah 84078

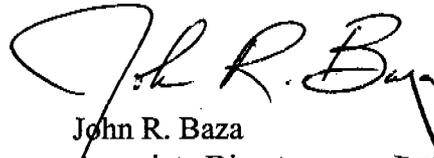
Re: Archee 1-117 Well, 809' FNL, 2135' FEL, NW NE, Sec. 1, T. 9 S., R. 20 E., Uintah  
County, Utah

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 43-047-33388.

Sincerely,

  
John R. Baza  
Associate Director

lwp

Enclosures

cc: Uintah County Assessor  
Bureau of Land Management, Vernal District Office

**Operator:** Coastal Oil & Gas Corporation

**Well Name & Number:** Archee 1-117

**API Number:** 43-047-33388

**Lease:** Indian                      **Surface Owner:** Ute Tribe

**Location:** NW NE                      **Sec.** 1    **T.** 9 S.    **R.** 20 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 of spudding the well. Contact Carol Daniels at (801)538-5284.

Notify the Division prior to commencing operations to plug and abandon the well. Contact Dan Jarvis at (801) 538-5338 or Robert Krueger at (801) 538-5274.

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. In accordance with the Order in Cause No. 190-5(b) dated October 28, 1982, the operator shall comply with the requirements of Rule R649-3-31 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The operator shall report the actual depth the oil shale is encountered to the Division.

5. State approval of this well does not supersede the required federal approval which must be obtained prior to drilling.

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 to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

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

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. <b>14-20-H62-3015</b>
2. Name of Operator <b>Coastal Oil &amp; Gas Corporation</b>		6. If Indian, Allottee or Tribe Name <b>Ute</b>
3a. Address <b>P.O. Box 1148, Vernal UT 84078</b>	3b. Phone No. (include area code) <b>(435)-781-7023</b>	7. If Unit or CA/Agreement, Name and/or No. <b>CR-168</b>
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) <b>NW NE Section 1-T9S-R20E 809'FNL &amp; 2135'FEL</b>		8. Well Name and No. <b>Archee #1-117</b>
		9. API Well No. <b>43-047-33388</b>
		10. Field and Pool, or Exploratory Area <b>Ourray</b>
		11. County or Parish, State <b>Uintah Utah</b>

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

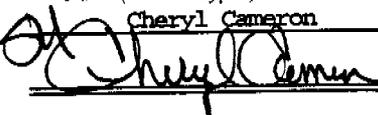
TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/>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

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

Coastal Oil & Gas Corporation intends to use a "Closed Loop" Solids System for the subject well.

Please refer to Figure 4-22 Closed Loop System Schematic.

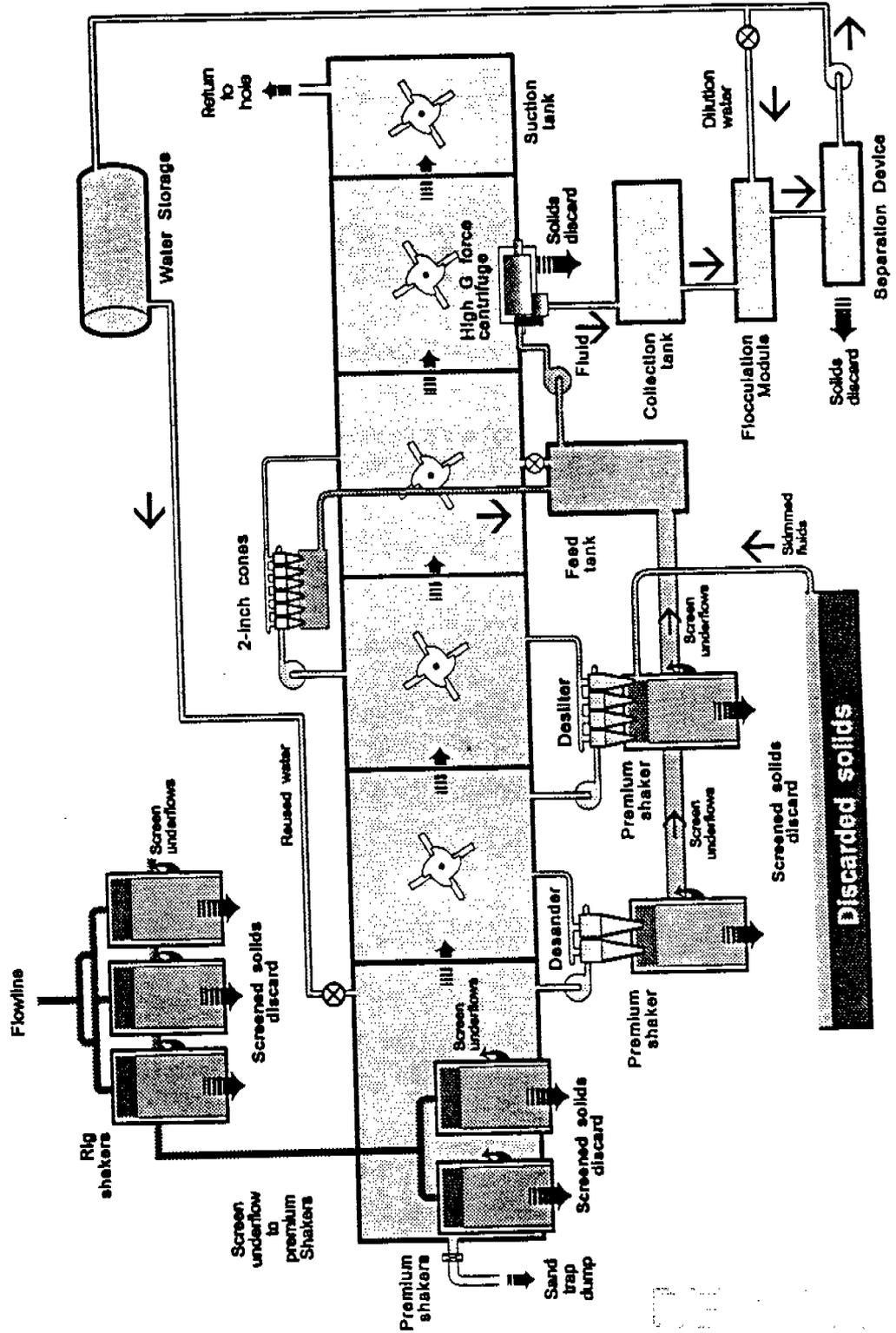
RECEIVED  
OIL, GAS & MINERAL  
DIVISION

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) <b>Cheryl Cameron</b>	Title <b>Sr. Regulatory Analyst</b>
	Date <b>8/28/00</b>

**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	

Figure 4-22 Closed Loop Solids System: Unweighted Fluid



DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OMB NO. 1004-0135  
Expires: November 30, 2000

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.  
**14-20-H62-3015**

6. If Indian, Allottee or Tribe Name  
**Ute**

7. If Unit or CA/Agreement, Name and/or No.  
**CR-168**

8. Well Name and No.  
**Archee #1-117**

9. API Well No.  
**43-047-33388**

10. Field and Pool, or Exploratory Area  
**Coursy**

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

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)  
**NW NE Section 1-T9S-R20E 809'ENL & 2135'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"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal
			<input type="checkbox"/> Water Shut-Off
			<input type="checkbox"/> Well Integrity
			<input checked="" type="checkbox"/> Other <u>One Year Extension</u>

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

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

Approved by the  
Utah Division of  
Oil, Gas and Mining

OCT 12

Date: 10/16/00  
By: [Signature]

SENT TO OPERATOR  
10-16-00  
[Signature]

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

Name (Printed/Typed)

**Cheryl Cameron**

Title

**Sr. Regulatory Analyst**

Date **10/11/00**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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

Office

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, 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.

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

SUBMIT IN TRIPLICATE  
(Other instructions on reverse side)

FORM APPROVED  
OMB NO. 1004-0136  
Expires: February 28, 1995

**APPLICATION FOR PERMIT TO DRILL OR DEEPEN**

1a. TYPE OF WORK <b>DRILL</b> <input checked="" type="checkbox"/> <b>DEEPEN</b> <input type="checkbox"/>		5. LEASE DESIGNATION AND SERIAL NO. <b>14-20-H62-3015</b>
b. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/>		6. IF INDIAN, ALLOTTEE OR TRIBE NAME <b>Ute</b>
2. NAME OF OPERATOR <b>Coastal Oil &amp; Gas Corporation</b>		7. UNIT AGREEMENT NAME <b>C-186 CR-168</b>
3. ADDRESS AND TELEPHONE NO. <b>P.O. Box 1148, Vernal UT 84078</b>		8. FARM OR LEASE NAME, WELL NO. <b>Archee #1-117</b>
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.) At surface <b>NW/NE</b> At proposed prod. zone <b>809' FNL &amp; 2135' FEL</b>		9. API WELL NO. <b>43-042-33388</b>
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* <b>4.2 miles to Ouray</b>		10. FIELD AND POOL, OR WILDCAT <b>Ouray</b>
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) <b>809'</b>	16. NO. OF ACRES IN LEASE <b>158.72</b>	11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA <b>Sec. 1, T9S, R20E</b>
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. <b>Refer to Topo Map C</b>	19. PROPOSED DEPTH <b>9600'</b>	12. COUNTY OR PARISH <b>Uintah</b>
20. ROTARY OR CABLE TOOLS <b>Rotary</b>	13. STATE <b>Utah</b>	22. APPROX. DATE WORK WILL START* <b>Upon Approval</b>
21. ELEVATIONS (Show whether DF, RT, GR, etc.) <b>4662.5' GR</b>		

**RECEIVED**  
**SEP 28 1999**  
(435)-781-7023

23. PROPOSED CASING AND CEMENTING PROGRAM				
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
Refer to attached				
Drilling Program				

Coastal Oil & Gas Corporation is considered to be the operator of the subject well. Coastal Oil & Gas Corporation agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage pursuant to 43 CFR 3104 for the lease activities is being provided by Coastal Oil & Gas Corporation Bond #102103, BLM Nationwide Bond #U-605382-9, and BIA Nationwide Bond #114066-A.

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

SIGNED *Cheryl Cameron* TITLE Environmental Analyst DATE 9/10/99

(This space for Federal or State office use)

**NOTICE OF APPROVAL**

**CONDITIONS OF APPROVAL ATTACHED**

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

APPROVED BY *Thomas B. Cleary* TITLE Assistant Field Supervisor DATE 10/25/00  
Mineral Resources

\*See Instructions On Reverse Side

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.

49MHD477A

CONDITIONS OF APPROVAL  
APPLICATION FOR PERMIT TO DRILL

Company/Operator: Coastal Oil & Gas Corporation

Well Name & Number: ARCHEE 1-117

API Number: 43-047-33388

Lease Number: 14-20-H62-3015

Location: NWNE Sec. 01 T. 09S R. 20E

Agreement: C.A. CR-168

## CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

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

**NOTE:** The target formation for this well is the Mesaverde Formation, therefore, the BOPE and related equipment must meet the requirements of a **3M** system as identified in the approved Ouray/Natural Buttes Unit's Standard Operating Plan.

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

A. DRILLING PROGRAM

1. Casing Program and Auxiliary Equipment

**The hole size for the surface casing shall be a minimum of 12.25 inches in diameter, to facilitate remedial cementing of the surface casing.**

As a minimum, the usable water and other mineral resources shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the top of the Green River Formation, identified at  $\pm 1,679$  ft.

SURFACE USE PROGRAM  
Conditions of Approval (COA's)

Sixty foot wide corridor Rights-Of-Way (ROWs) shall be granted for the project.

The Ute Tribe Energy and Mineral Department is to be notified 48 hours in writing in advance of any construction activity. The Ute Tribal office days are Monday through Thursday. The Ute Tribe Energy and Minerals Department is to be notified in writing of any changes that are made to the original application and ROW. Approved changes will be provided in writing from the Ute Tribe.

A Tribal Technician is to routinely monitor construction of the well site, access road and the pipeline. A qualified archaeologist is to monitor the construction accompanied by Tribal Technician. The archaeologist is to be notified in writing prior to construction and the Tribal Technician is to determine the areas to be monitored.

Four steel posts will designate the construction area. All entities representing Coastal Oil and Gas will confine construction to this designated area.

Coastal will implement "Safety and Emergency Plan" and Coastal will ensure its compliance.

In the 60 foot corridor rights-of-way the buried pipelines shall be a minimum of 4 feet below the surface. When pipelines are to be buried, the Tribal Technician will be notified regarding backfilling operations in case monitoring is needed for them.

Cattle guards, culverts and diversion ditches or berms are to be constructed where needed.

Coastal will assure the Ute Tribe that any/all contractors and subcontractors have acquired a current 2000 Tribal Business License and have access permits prior to construction. They will have these permits in vehicles at all times.

Coastal employees and/or authorized personnel (subcontractors) in the field will have applicable APD's and/or ROW permits/authorizations on their person(s) during all phases of construction.

All vehicular traffic, personnel movement, construction, and restoration activities shall be confined to the areas examined, as referenced in report, and to the existing roadways and/or evaluated access routes.

All personnel should refrain from collecting artifacts, any paleontological fossils, and from disturbing any significant cultural resources in the area.

The Ute Tribe Energy & Mineral Department shall be consulted if cultural remains (including paleontology fossils) from subsurface deposits are exposed or identified during construction or if the need arises to relocate or otherwise alter the location of the construction area. Prior to commencing constructing in the area where cultural resources are exposed the operator must obtain authorization from the BIA and the Ute Tribal Department of Cultural Rights and Protection.

Upon completion of the project approved under this Application for Permit to Drill and Right-of-way, the Ute Tribe Energy & Minerals Resources Department will be notified by Coastal Oil and Gas Company so that a Tribal Technician can verify Affidavit of Completion's.

Before the site is abandoned, the company will be required to restore the well site and ROWs to near their original state. The disturbed areas will be reseeded with desirable perennial vegetation.

Noxious weeds will be controlled on the well site and rights-of-way. If noxious weeds spread from the project area onto adjoining land, the company will also be responsible for their control.

Coastal shall adhere to the following policy regarding tree removal: avoid tree removal where possible, if tree/trees must be removed then plant four for every one removed in order to mitigate impacts to raptor habitat. A bird survey will be conducted every year to study the raptor habitat. The Ute Tribe Energy and Minerals Resources Staff and the United States Fish and Wildlife Service representatives will monitor construction activities.

Soil erosion will be mitigated by reseeded all disturbed areas.

Reserve pits will be lined with impervious synthetic liners. Prior to backfilling the reserve pit all fluids will be pumped from the pit into trucks and hauled to approved disposal sites. When the pits are backfilled, the surplus oil and mud etc. will be buried a minimum depth of 3.0 feet below the surface of the soil.

A closed production system will be used. Production fluids will be contained in leak proof tanks. Low profile tanks may be used to minimize problems with irrigation systems. All production fluids will be disposed of at approved disposal sites. Production water, oil, and other by-products will not be applied to roads or well pads for the control of dust or weeds. The indiscriminate dumping of production fluids on roads, well sites or other areas will not be allowed on Tribal Lands.

Access roads are generally allocated a 30 foot width in the corridor. The access road shall have constructed travel width limited to 18 feet, except as granted for sharp curves or for intersections or for where deep cuts are required for road construction.

Pipelines will be buried.

Pipelines will parallel roads. The line shall either be welded in place at a welding station located at the wellsite or on roads near the flowline right-of-way and then dragged into place with a suitable piece of equipment.

Buried flowlines shall be a minimum of four feet below the surface. After the construction of the pipeline is completed the disturbed area of the ROW shall be contoured to blend into the natural landscape, and it shall be reseeded with desirable vegetation. Between September 15 and November 1 of the year following pipeline construction of the buried line all disturbed areas shall be reseeded with perennial vegetation according to BIA, or to Ute Tribe specifications.

Coastal employees, representatives, and subcontractors shall not carry firearms on their person or in their vehicles while working on the Uintah and Ouray Indian Reservation.

Threatened and Endangered species have been identified associated with this project. Stipulations have been developed for their protection. (Remarks from Section 10.0 of the Site Specific Environmental Assessment)

The following shall be strictly adhered to:

- Downhole drilling procedures approved by the Bureau of Land Management.
- Construction activities will be monitored by the Tribal Technicians and BIA.
- No drilling or construction will occur in the 100 year floodplain during seasonal high water conditions.
- The operator will design and construct well pads and roads so as not to impede surface water flow or interfere with fish movements during high water seasons. Locations shall have drainage designed and installed to allow for natural flow movement of receding floodwaters. Tundra pad and gravel base will be installed across floodplain areas for well pads and well locations and removed prior to seasonal high water conditions.
- All buried pipelines which cross floodplain habitat will be periodically pressure tested to ensure that they are free of leaks and are in good condition.
- Should the river channel move within 100 feet of the well head, the well shall be shut-in and plugged immediately unless geologic or hydro-morphology survey determines that the well head is not of risk of damage from the river.
- Quarterly gas production sampling shall be conducted and reported.
- Floodplain wells shall have a dual pipeline system consisting of a flow line and a pressure relief line. Installation is limited to a one time excavation.
- All central tank batteries must be constructed outside of the flood plain.
- A closed loop drilling system must be used.
- Well pads and roads will be built and maintained at natural ground level.
- Above ground well heads will be elevated, and equipped so as to be able to use telemetry to control flow and shut down of production in emergency situations.
- There will be routine monitoring of soil and water quality for contamination.
- Day to day surveillance will be maintained through the use of electronic flow meters.

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 to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

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

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. 14-20-H62-3015
2. Name of Operator Coastal Oil & Gas Corporation		6. If Indian, Allottee or Tribe Name Ute
3a. Address P.O. Box 1148, Vernal UT 84078	3b. Phone No. (include area code) (435) 781-7023	7. If Unit or CA/Agreement, Name and/or No. CR-168
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) NW/NE Sec. 1, T9S, R20E 809' FNL & 2135' FEL		8. Well Name and No. Archee #1-117
		9. API Well No. 43-047-33388
		10. Field and Pool, or Exploratory Area Ouray
		11. County or Parish, State Uintah 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"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input checked="" type="checkbox"/> Other <u>Move</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<u>Center Stake</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomplate 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.)

COGC requests authorization to move the center stake 25 feet west for the subject well in order to accommodate the drilling rig.

The new footages are 809' FNL & 2110' FEL.

Attached is the revised plat and a "typical" rig layout.

**RECEIVED**  
DEC 11 2000  
DIVISION OF  
OIL, GAS AND MINING

12-22-00  
(11)

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Cheryl Cameron	Title Sr. Regulatory Analyst
	Date 12/7/00

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

Approved by	Title BRADLEY G. HILL	Date 12/19/00
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.		

COASTAL OIL & GAS CORP.

TYPICAL RIG LAYOUT FOR

ARCHEE #1-117

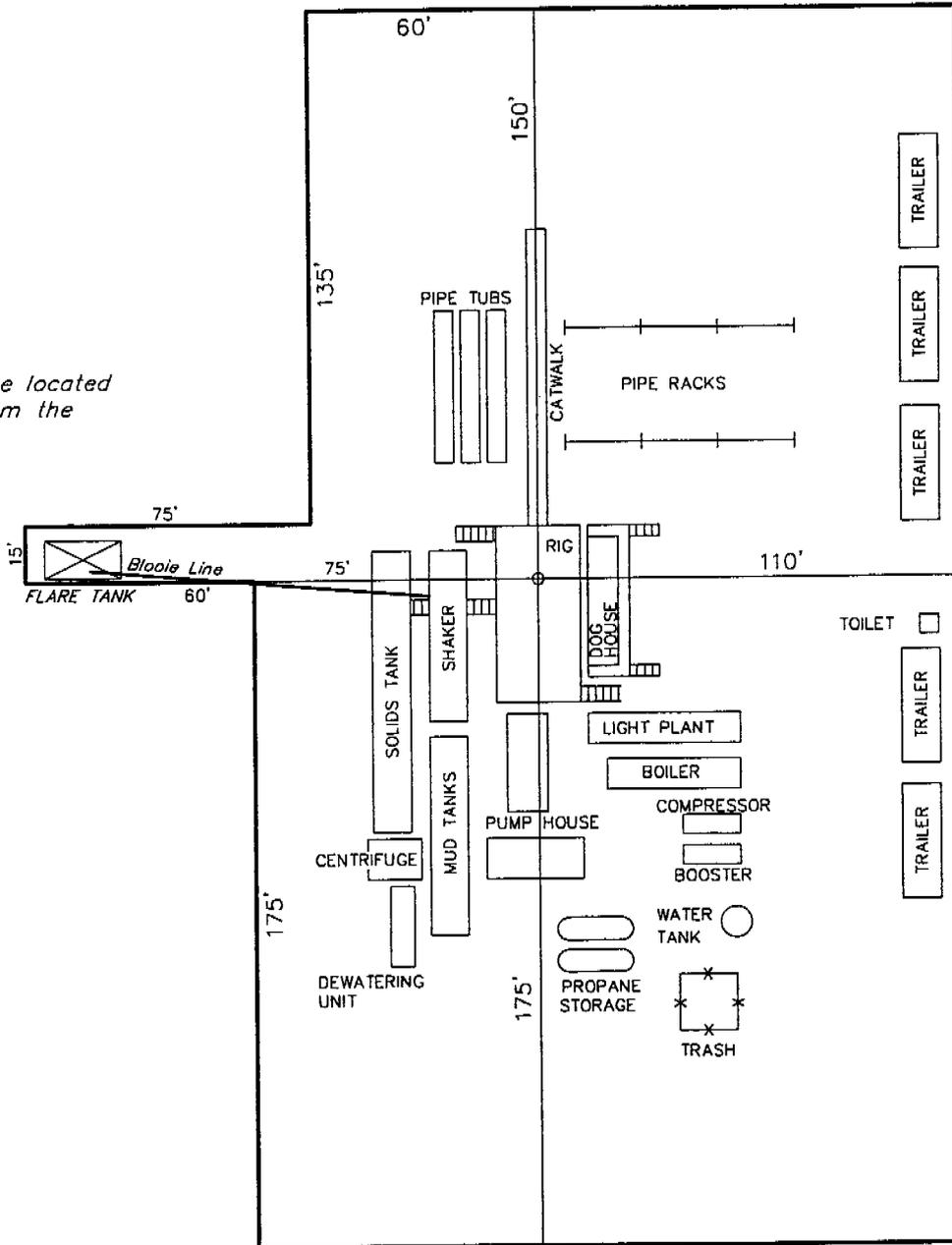
SECTION 1, T9S, R20E, S.L.B.&M.

809' FNL 2110' FEL



SCALE: 1" = 50'  
 DATE: 12-6-00  
 Drawn By: C.G.

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



**RECEIVED**

DEC 11 2000

DIVISION OF  
 OIL, GAS AND MINING

UINTAH ENGINEERING & LAND SURVEYING  
 85 So. 200 East \* Vernal, Utah 84078 \* (435) 789-1017

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

W 1/4 Cor. Sec 32  
Brass Cap

## COASTAL OIL & GAS CORP.

Well location, ARCHEE #1-117, located as shown in Lot 2 of Section 1, T9S, R20E, S.L.B.&M., Uintah County, Utah.

T8S S89°53'W - 40.54 (G.L.O.)

N89°58'W - 40.04 (G.L.O.)

N01°04'W - G.L.O.  
(Basis of Bearings)

2666.67' - (Measured)

T9S

ARCHEE #1-117

Elev. Ungraded Ground = 4663'

LOT 1

2110'

LOT 4

LOT 3

LOT 2

809'  
(Comp.)

S69°04'47"W  
2262.03'

2662.97' (Meas.)

C.C.  
Brass Cap

121.78'

Brass Cap

2683.65' (Meas.)

Set Stone,  
5/8" Rebar

159.89'

Brass Cap

S89°20'W - 79.02 (G.L.O.)

R R  
2021  
E E

### BASIS OF ELEVATION

SPOT ELEVATION AT A ROAD INTERSECTION IN THE SE 1/4 SW 1/4 OF SECTION 31, T8S, R21E, S.L.B.&M. TAKEN FROM THE OURAY SE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4666 FEET.

RECEIVED

DEC 11 2000

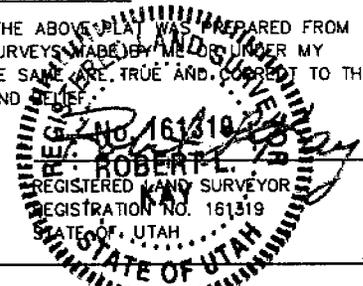
DIVISION OF  
OIL, GAS AND MINING



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.



Revised: 12-6-00 C.G.

### LEGEND:

- └─┘ = 90° SYMBOL
- = PROPOSED WELL HEAD.
- ▲ = SECTION CORNERS LOCATED.

LATITUDE = 40°04'11"  
LONGITUDE = 109°36'47"

UNTAH ENGINEERING & LAND SURVEYING

85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 08-02-99	DATE DRAWN: 09-05-99
PARTY J.F. B.A. D.R.B.	REFERENCES G.L.O. PLAT	
WEATHER WARM	FILE COASTAL OIL & GAS CORP.	

STATE OF UTAH  
DIVISION OF OIL, GAS AND MINING

OPERATOR Coastal Oil & Gas Corporation  
ADDRESS P.O. Box 1148  
Vernal UT 84078

OPERATOR ACCT. NO. N ~~1234~~ 0230

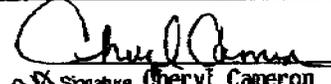
ENTITY ACTION FORM - FORM 6

F-217  
P-02/02  
T-268  
4357817087  
From-COASTAL OIL AND GAS ENVIRONMENTAL  
Feb-01-01 09:56am

ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	WELL LOCATION					SPUD DATE	EFFECTIVE DATE
					QQ	SC	TP	RG	COUNTY		
A	99999	13031	43-047-33388	Archee #1-117	NW/NE	1	9S	20E	Uintah	1/25/01	1/25/01
WELL 1 COMMENTS: 2-1-01 CODE K: SPUD @ 1:00 p.m. 1/25/01 w/Halcolms Rathole Service											
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 Cheryl Cameron  
Senior Regulatory Analyst 1/29/01  
Title Date  
Phone No (435) 781-7023

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 to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

5. Lease Serial No.

**14-20-H62-3015**

6. If Indian, Allottee or Tribe Name

**Ute**

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

**CR-168**

8. Well Name and No.

**Archee #1-117**

9. API Well No.

**43-047-33388**

10. Field and Pool, or Exploratory Area

**Ouray**

11. County or Parish, State

**Uintah**

**Utah**

**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)

**NW/NE Sec. 1, T9S, R20E**

**809' FNL & 2135' FEL**

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

TYPE OF SUBMISSION

TYPE OF ACTION

Notice of Intent

Subsequent Report

Final Abandonment Notice

Acidize

Alter Casing

Casing Repair

Change Plans

Convert to Injection

Deepen

Fracture Treat

New Construction

Plug and Abandon

Plug Back

Production (Start/Resume)

Reclamation

Recomplete

Temporarily Abandon

Water Disposal

Water Shut-Off

Well Integrity

Other **SPUD**

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomplate 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.)

**SPUD well @ 1:00 p.m. w/Malcolms Rathole Service 1/25/01**

**Drilled 71' of 22" hole.**

**RIH w/70' 14" 50# Conductor csg.**

**Pump 10 Bbl Gel, 5 Bbl H2O. Pump 200 SKS Prem Plus Cmt. w/2% Calcium Chloride, 1/8#/SK Poly Flake. Mix @ 15.6#/gal, 1.18 cu/ft. Displace 5 Bbl H2O. 6 Bbl cmt return.**

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

Name (Printed/Typed)

**Cheryl Cameron**

Title

**Senior Regulatory Analyst**

Date **1/29/01**

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

Approved by

Title

Date

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

Office

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, 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.

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  
**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)  
**NW/NE 809' FNL & 2110' FEL  
Section 1 - T9S - R20E**

5. Lease Serial No.  
**14-20-H62-3015**

6. If Indian, Allottee or Tribe Name  
**UTE**

7. If Unit or CA/Agreement, Name and/or No.  
**CR-168**

8. Well Name and No.  
**Archee 1-117**

9. API Well No.  
**43-047-33388**

10. Field and Pool, or Exploratory Area  
**Ouray**

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

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

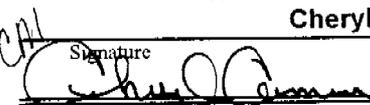
TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> 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>Drilling</b>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<b>Summary</b>
	<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.

**Drilled from 70' to 490' RIH w/483' 8 5/8" J-55 24# csg**  
**Pump 20 BBLS gel H2O spacer mix & pump 250 sx Prem-300, mix @ 15.8ppg, 1.15 cu. ft.**  
**w/2% CACL2 .125#/sk polyflake. Drop plug. Displace w/28 BBLS. 12 BBLS cmt to surface**

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

Name (Printed/Typed) **Cheryl Cameron** Title **Senior Regulatory Analyst**

Signature  Date **February 14, 2001**

THIS SPACE FOR FEDERAL OR STATE USE

Approved by **OIL** Title **REG** 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

**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  
**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)  
**NW/NE 809' FNL & 2135' FEL  
Section 1 - T9S - R20E**

5. Lease Serial No.  
**14-20-H62-3015**

6. If Indian, Allottee or Tribe Name  
**UTE**

7. If Unit or CA/Agreement, Name and/or No.  
**CR-168**

8. Well Name and No.  
**Archee 1-117**

9. API Well No.  
**43-047-33388**

10. Field and Pool, or Exploratory Area  
**Ouray**

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

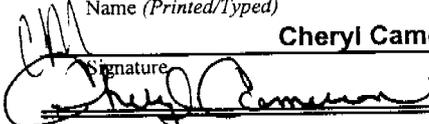
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> 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>Final</b>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<b>Drilling Summary</b>
	<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.

**Finished drilling from 490' to 7400'. RIH w/7355' 4.5" 11.6# K-55 csg.  
 Cement w/715 sx Hifill MOD w/6% gel, 1% HR7, 3% salt, .6% EX1, .2% FWCA, 1/8# Polyflake, 10# Gilsonite,  
 3.12 yield, 11.6 ppg. Tail w/760 sx 50/50 POZ w/2% gel, 5% salt, 2% Microbond, .2% Super CBL, .6% Halad 322,  
 1/8# Polyflake, 1.24 yield, 14.4ppg. Displace w/114 BBLs. 15 BBLs cmt returned to surface.  
 Clean mud tanks. Release rig @ 20:30 3/4/01**

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

Name (Printed/Typed) <b>Cheryl Cameron</b>	Title <b>Senior Regulatory Analyst</b>
Signature 	Date <b>March 7, 2001</b>

THIS SPACE FOR FEDERAL OR STATE USE

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

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

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 to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals

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

<b>SUBMIT IN TRIPLICATE- Other Instructions on reverse side</b>		5. Lease Serial No. <b>14-20-H62-3015</b>
		6. If Indian, Allottee or Tribe Name <b>UTE</b>
		7. If Unit or CA Agreement, Name and No. <b>CR-168</b>
1. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		8. Lease Name and Well No. <b>ARCHEE #1-117</b>
2. Name of Operator <b>COASTAL OIL &amp; GAS CORPORATION CONTACT: CHERYL CAMERON OPERATIONS EMAIL: Cheryl.Cameron@CoastalCorp.com</b>		9. API Well No. <b>4304733388</b>
3a. Address <b>P.O. BOX 1148 VERNAL, UT 84078</b>	3b. Phone No. (include area code) <b>TEL: 435.781.7023 EXT: FAX: 435.789.4436</b>	10. Field and Pool, or Exploratory <b>OURAY</b>
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) <b>Sec 1 T9S R20E NWNE 809FNL 2110FEL</b>		11. County or Parish, State <b>UINTAH, UT</b>

**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"/> PRODUCTION START-UP
	<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 the 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 the BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of involved operations. If the operation results in 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.)

The Archee #1-117 began producing to the CTB #W36S on 3/17/01 @ 3:20 PM. The condensate will be produced to the CA #3 tank.

When a tank of condensate is collected, sufficient for sales, the allocation percentage will be based on the ratio of the MMBTU of all of the natural gas measurements since the last condensate overflow sales. This ratio will be applied to the total overflow condensate volume sold. The allocated condensate volume will then be reported in the oil sold column on the 3160-6 report for the month the sales occurred. The overflow tank will be strapped before and after each sales in order to account for the existing inventory. The overflow in the condensate overflow tank connected to the water tanks will be commingled.

Federal Approval of This  
Action is Necessary

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

3-27-01  
CHD

Name (Printed/Typed)	Title
Signature	Date

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

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

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

**ELECTRONIC SUBMISSION #3060 VERIFIED BY THE BLM WELL INFORMATION SYSTEM FOR COASTAL OIL & GAS CORPORATION SENT TO THE VERNAL FIELD OFFICE**

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  
**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)  
<sup>2116</sup>  
**NW/NE 809' FNL & 2435' FEL**  
**Section 1 - T9S - R20E**

5. Lease Serial No.  
**14-20-H62-3015**

6. If Indian, Allottee or Tribe Name  
**UTE**

7. If Unit or CA/Agreement, Name and/or No.  
**CR-168**

8. Well Name and No.  
**Archee 1-117**

9. API Well No.  
**43-047-33388**

10. Field and Pool, or Exploratory Area  
**Ouray**

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

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

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

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

**The subject well was placed on production on 03/18/01**

**Please refer to the attached chronological well history**

**RECEIVED**

MAR 21 2001

DIVISION OF  
OIL GAS AND MINING

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

Name (Printed/Typed) **Cheryl Cameron** Title **Senior Regulatory Analyst**

Signature *Cheryl Cameron* Date **March 21, 2001**

**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 \_\_\_\_\_

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COASTAL OIL & GAS CORPORATION  
PRODUCTION REPORT  
CHRONOLOGICAL HISTORY

ARCHEE #1-117

OURAY FIELD

UINTAH COUNTY, UT

PBTD: 7,352' PERFS: 6,318' to 6,902'

CSG: : 4 1/2", 11.6#, K-55, LT&C @ 7,400'

AFE DESCR. Drill and Complete Wasatch, AFE: 044108

- 3/13/01 RIG UP AND RIH W/TBG**  
PROG: ROAD RIG TO LOCATION . TOO MUDDY TO RIG UP. HAULING GRAVEL FOR LOCATION.
- 3/14/01 RUN CBL-CCL-GR**  
PROG: SPOT RIG & LOST GEAR BOX ON RIG. REPAIRED RIG. NDWH & NU BOP. RIH W/2 3/8" TBG TO PBTD @ 7310'. PUH TO 6896'.
- 3/15/01 FRAC WASATCH**  
PROG: SPOT 300 GAL ACROSS PERFS FROM 6442'-6902'. RUN CBL, CEMENT TOP @ 150'. PERF 6892'-6902'. BD PERFS @ 3100# @ 3.1 BPM. PMPD 15 BBLS @ 5 BPM. ISIP: 900#.
- 3/16/01 DRILL OUT TOP CBP**  
PROG: TAG TOP PLUG @ 6260'. RU TO DRILL.
- 3/19/01 FLWG BACK LOAD**  
3/17/01 PROG: DO CBP'S @ 6260', 6750', 6865'. CO TO PBTD @ 7336'. UNABLE TO KILL WELL TO LAND PKR. FLOW WELL BACK UP CSG ON 30/64" CHK, 18 HRS. CP: 850# TO 860#, 90 BWPH TO 2 BWPH, LIGHT SD. TLTR: 1763 BBLS, TLR: 240 BBLS, LLTR: 1523 BBLS.  
3/18/01 PROG: PLACED ON SALES @ 3:20 PM. SPOT PROD DATA: 1000 MCFPD, 64/64" CHK, FCP: 1350#, LP: 109#.  
3/19/01 PROG: FLWD 1272 MCF, 15 BC, 9 BW, FCP: 1320#, 18/64" CHK, 14 HRS, LP: 138#, LLTR: 1514 BBLS.
- 3/20/01 FLWG TO SALES**  
PROG: FLWG UP CSG. PU TBG ABOVE PERFS. LAND @ 6271' (TOP PERF @ 6318'). RDMO. PROD FROM PREVIOUS DAY: CHK 18/64", FTP: 0, FCP: 1550#, 2493 MCF, 30 BC, 18 BW, LP: 129#, 24 HRS.

Form 3160-4  
(August 1999)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
**WELL COMPLETION OR RECOMPLETION REPORT AND LOG**

FORM APPROVED  
OMB No. 1004-0137  
Expires November 30, 2000

5. Lease Serial No.  
**14-20-H62-3015**

6. If Indian, Allottee or Tribe Name  
**CA CR-168**

7. Unit or CA Agreement Name and No.  
**UTE**

8. Lease Name and Well No.  
**ARCHEE #1-117**

9. API Well No.  
**4304733388**

10. Field and Pool, or Exploratory  
**OURAY**

11. Sec., T., R., M., on Block and Survey or Area  
**Sec 1 T9S R20E UTE**

12. County or Parish  
**UINTAH** | 13. State  
**UT**

14. Date Spudded  
**1/25/01**

15. Date T.D. Reached  
**3/5/01**

16. Date Completed  
**3/17/01**  
 D & A  Ready to Prod.

17. Elevations (DF, RKB, RT, GL)\*  
**4662 GL**

1a. Type of Well:  Oil Well  Gas Well  Dry  Other

b. Type of Completion:  New Well  Workover  Deepen  Plug Back  Diff. Resvr.  
Other \_\_\_\_\_

2. Name of Operator  
**COASTAL OIL & GAS CORPORATION**

CONTACT: **CHERYL CAMERON**  
EMAIL: **Cheryl.Cameron@CoastalCorp.com**

3. Address **P.O. BOX 1148** 3a. Phone No. (include area code)  
**VERNAL, UT 84078** TEL: **435.781.7023 EXT:**

4. Location of Well (Report location clearly and in accordance with Federal requirements)\*  
At Surface **NWNE 809FNL-2195FEL**  
*2115*

At top prod. interval reported below

At total depth

18. Total Depth: MD **7400** 19. Plug Back T.D.: MD **7352** 20. Depth Bridge Plug Set: MD  
TVD TVD TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)  
**CBL-CCL-GR-3-33-01 CN/LD/RL-3-33-01**

22. Was well cored?  No  Yes (Submit analysis)  
Was DST run?  No  Yes (Submit report)  
Directional Survey?  No  Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

Hole Size	Size/Grade	Wt.(#/ft.)	Top (MD)	Bottom (MD)	Stage Cementer Depth	No. of Sks. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
22	14 K-55	50		70		200			
11	8.625 J-55	24		483		300			
7.875	4.5 K-55	11.6		7400		1475			

24. Tubing Record

Size	Depth Set(MD)	Packer Depth(MD)	Size	Depth Set(MD)	Packer Depth(MD)	Size	Depth Set(MD)	Packer Depth(MD)
2.375	6589							

25. Producing Intervals

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) WASATCH	6892	6902	6892 To 6902		40	
B) WASATCH	6804	6834	6804 To 6834		40	
C) WASATCH	6318	6346	6318 To 6346			
D)						

27. Acid, Fracture, Treatment, Cement Squeeze, Etc.

Depth Interval	Amount and Type of Material
6318 To 6346	FRAC W/82960 20/40 SD & 835 BBLS YF115ST
6804 To 6834	FRAC W/42700 20/40 SD & 483 BBLS YF115ST
6892 To 6902	FRAC W/42000 20/40 SD & 490 BBLS YF115ST

28. Production - Interval A

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
3/18/01	3/21/01	24	→	0	3336	44			FLOWS FROM WELL
Choke Size	Tbg. Press. Flwg. 150 SI	Csg. Press. 300	24 Hr. Rate →	Oil BBL 0	Gas MCF 3336	Water BBL 44	Gas:Oil Ratio	Well Status	PRODUCING GAS WELL

28a. Production - Interval B

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
3/18/01	3/21/01	24	→	0	3336	44			FLOWS FROM WELL
Choke Size	Tbg. Press. Flwg. 150 SI	Csg. Press. 300	24 Hr. Rate →	Oil BBL 0	Gas MCF 3336	Water BBL 44	Gas:Oil Ratio	Well Status	PRODUCING GAS WELL

(See instructions and spaces for additional data on reverse side)  
ELECTRONIC SUBMISSION #3598 VERIFIED BY THE BLM WELL INFORMATION SYSTEM FOR COASTAL OIL & GAS CORPORATION SENT TO THE VERNAL FIELD OFFICE

28b. Production - Interval C

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
3/17/01	3/21/01	24	→	0	3336	44			FLOWS FROM WELL
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	
40/64	150	300	→	0	3336	44		PRODUCING GAS WELL	

28c. Production - Interval D

Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method
			→						
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	
			→						

29. Disposition of Gas (Sold, used for fuel, vented, etc.)

**SOLD**

30. Summary of Porous Zones (Include Aquifers):

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.

31. Formation (Log) Markers

Formation	Top	Bottom	Description, Contents, etc.	Name	Top
					Meas. Depth
				GREEN RIVER WASATCH	2050 5544

32. Additional remarks (include plugging procedure):

- PERF WASATCH 6892'-6902' 40 HOLES -FRAC W/42000# 20/40 SD & 490 BBLs YF115ST, PMP 10% PROP NET IN 5# SD STAGE.
- PERF WASATCH 6804'-6834' 40 HOLES -FRAC W/42700# 20/040 SD & 483 BBLs YF115ST, PMP 10% PROP NET IN 5# SD STAGE.
- PERF WASATCH 6318'-6346' -FRAC W/82960# 20/40 SD & 835 BBLs YF115ST, PMP 10% PROP NET IN 5# SD STAGE.

33. Circle enclosed attachments:

1. Electrical/Mechanical Logs (1 full set req'd.)
2. Geologic Report
3. DST Report
4. Directional Survey
5. Sundry Notice for plugging and cement verification
6. Core Analysis
7. Other:

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions):

Name (please print) Cheryl Cameron Title Regulatory Analyst

Signature Cheryl Cameron Date 4/11/01

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and wilfully to make to any department or agency of the United States and false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**ELECTRONIC SUBMISSION #3598 VERIFIED BY THE BLM WELL INFORMATION SYSTEM FOR COASTAL OIL & GAS CORPORATION SENT TO THE VERNAL FIELD OFFICE**

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

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

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

1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NUMBER.
2. NAME OF OPERATOR: El Paso Production Oil & Gas Company		6. IF INDIAN ALLOTTEE OR TRIBE NAME
3. ADDRESS OF OPERATOR: 8 South 1200 East CITY Vernal STATE Utah ZIP 84078		7. UNIT or CA AGREEMENT NAME.
PHONE NUMBER: 435-789-4433		8. WELL NAME and NUMBER: Exhibit "A"
4. LOCATION OF WELL FOOTAGES AT SURFACE: COUNTY: QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: STATE: UTAH		9. API NUMBER:
		10. FIELD AND POOL, OR WILDCAT:

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

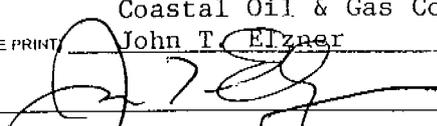
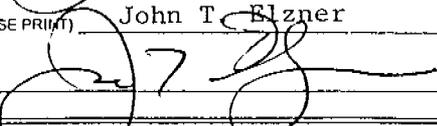
TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start:	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> 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 	DATE 06-15-01
El Paso Production Oil & Gas Company	
NAME (PLEASE PRINT) John T. Elzner	TITLE Vice President
SIGNATURE 	DATE 06-15-01

(This space for State use only)

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

State of Delaware  
Office of the Secretary of State

PAGE 1

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

RECEIVED

MAR 9 2001

DIVISION OF  
OIL, GAS AND MINING



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

0610204 8100

AUTHENTICATION: 1061007

010162788

DATE: 04-03-01

CERTIFICATE OF AMENDMENT  
OF  
CERTIFICATE OF INCORPORATION

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

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

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

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

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

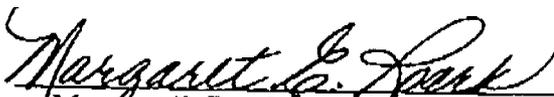
THIRD: That the aforesaid amendment was duly adopted in accordance with the applicable provisions of Sections 242 and 228 of the General Corporation Law of the State of Delaware.

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

COASTAL OIL & GAS CORPORATION

  
\_\_\_\_\_  
David L. Siddall  
Vice President

Attest:

  
\_\_\_\_\_  
(Margaret E. Roark, Assistant Secretary

RECEIVED

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

JUN 19 2001

DIVISION OF  
OIL, GAS AND MINING



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

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

**RECEIVED**

JUL 12 2001

DIVISION OF  
OIL, GAS AND MINING

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

JUL 10 2001

### NOTICE

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

#### Name Change Recognized

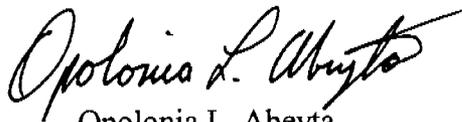
Acceptable evidence has been received in this office concerning the name change of Coastal Oil & Gas Corporation into El Paso Production Oil & Gas Company with El Paso Production Oil & Gas Company being the surviving entity.

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

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

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

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



Opolonia L. Abeyta  
Acting Chief, Branch of  
Minerals Adjudication

Enclosure

1. Exhibit of Leases (1 pp)

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



United States Department of the Interior

BUREAU OF INDIAN AFFAIRS

Uintah and Ouray Agency

P. O. Box 130

988 South 7500 East

Fort Duchesne, Utah 84026-0130

Phone: (435) 722-4300

Fax: (435) 722-2323

IN REPLY REFER TO:  
Minerals and Mining  
Phone: (435) 722-4310  
Fax: (435) 722-2809

August 16, 2001

El Paso Production Company  
Attn: Elizabeth R. Williams  
Nine Greenway Plaza  
Houston, TX 77046-0995

Dear Mrs. Williams:

We are in receipt of the corporate documentation for the name change from Coastal Oil & Gas Corporation to El Paso Production Oil and Gas Company.

All documents appear to be in order, and the approval is hereby authorized to change all records, including change of operator of certain oil and gas wells, Rights-of-Way, Communitization Agreements, Oil and Gas Leases, Exploration and Development Agreements, etc. from Coastal Oil & Gas Corporation to "El Paso Production Oil and Gas Company".

Approval of this name change is August 16, 2001, but effective on March 9, 2001. If you have any questions, please do not hesitate to contact this office.

Respectfully,

Acting Superintendent

**RECEIVED**

AUG 22 2001

DIVISION OF  
OIL, GAS AND MINING



**OPERATOR CHANGE WORKSHEET**

**ROUTING**

1. GLH		4-KAS
2. CDW	✓	5-LP
3. JLT		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:**

**WELL(S)**

NAME	API NO	ENTITY NO	SEC TWN RNG	LEASE TYPE	WELL TYPE	WELL STATUS
OURAY 34-79	43-047-33291	12551	34-08S-21E	INDIAN	GW	P
SERAWOP 34-161 (9C-178)	43-047-33875	99999	34-08S-21E	INDIAN	GW	APD
PAWWINNEE 34-171 (9C-178)	43-047-33876	13078	34-08S-21E	INDIAN	GW	P
UTE TRIBAL 35-19 (9C-182)	43-047-30665	145	35-08S-21E	INDIAN	GW	P
TRIBAL 35 WELL 51 (9C-182)	43-047-32696	11848	35-08S-21E	INDIAN	GW	P
OURAY 35-80 (9C-182)	43-047-33292	12548	35-08S-21E	INDIAN	GW	P
ANKERPONT 35-95 (9C-182)	43-047-33387	12841	35-08S-21E	INDIAN	GW	P
OURAY 35-151 (9C-182)	43-047-33849	99999	35-08S-21E	INDIAN	GW	APD
UTE TRIBAL 36 17 (9C-205)	43-047-30682	110	36-08S-21E	INDIAN	GW	P
TRIBAL 36 WELL 53 (9C-205)	43-047-32695	11838	36-08S-21E	INDIAN	GW	P
TRIBAL 36-65	43-047-33293	12682	36-08S-21E	INDIAN	GW	P
TRIBAL 36-43	43-047-33718	13243	36-08S-21E	INDIAN	GW	DRL
TRIBAL 31 WELL 55A (84688C)	43-047-32717	11858	31-08S-22E	INDIAN	GW	P
TRIBAL 31-62 (84688C)	43-047-33325	12575	31-08S-22E	INDIAN	GW	P
KURIP 1 27 (CR-168)	43-047-30962	165	01-09S-20E	INDIAN	GW	P
<b>ARCHEE 1-117</b> (CR-168)	43-047-33388	13031	01-09S-20E	INDIAN	GW	P
ARCHEE 1-118	43-047-33400	99999	01-09S-20E	INDIAN	GW	APD
TRIBAL 2-119	43-047-33389	99999	02-09S-20E	INDIAN	GW	APD
POST 3 24 (9C-210)	43-047-30804	150	03-09S-20E	INDIAN	GW	P
TABBEE 3-120 (9C-210)	43-047-33682	99999	03-09S-20E	INDIAN	GW	APD

**OPERATOR CHANGES DOCUMENTATION**

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





# 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

January 9, 2003

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

Re: Successor of Operator  
Communitization Agreement (CA)  
CR-168  
Uintah County, Utah

Gentlemen:

We received an indenture dated June 1, 2002, whereby El Paso Production Oil and Gas Company resigned as Operator and Westport Oil and Gas Company, L.P. was designated as Operator for CA CR-168, Uintah County, Utah.

This indenture was executed by all required parties. The instrument is hereby approved effective January 9, 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 CA CR-168.

Your nationwide (Colorado) oil and gas bond No. 1203 will be used to cover CA operations.

Please advise all interested parties of the change in 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)  
Division Oil, Gas, & Mining  
File - CR-168 (w/enclosure)  
Agr. Sec. Chron  
Fluid Chron

UT922:TATHOMPSON:tt:1/9/03

RECEIVED

DIV. OF OIL, GAS & MINING

## Results of query for MMS Account Number CR168

Production	API Number	Operator	Well Name	Well Status	Lease or CA Number	Inspection Item	Township	Range	Section	Quarter/Quarter	File Name
Production	<u>4304730962</u>	EL PASO PROD OIL & GAS CO	1-27 KURIP	PGW	1420H623004	CR168	9S	20E	1	NENW	NATI BUT
Production	<u>4304733388</u>	EL PASO PROD OIL & GAS CO	1-117	PGW	1420H623015	CR168	9S	20E	1	NWNE	NATI BUT
Production	<u>4304733407</u>	EL PASO PROD OIL & GAS CO	1-116	PGW	UTU30692	CR168	9S	20E	1	SENE	NATI BUT
Production	<u>4304734523</u>	EL PASO PROD OIL & GAS CO	1-202	PGW	1420H623015	CR168	9S	20E	1	SWNE	NATI BUT

*DISCLAIMER for online data: No warranty is made by the BLM for use of the data for purposes not intended by the BLM.*

# 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

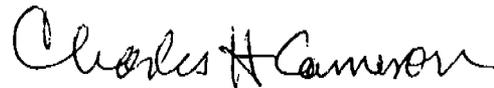
We have been advised of changes occurring with the operation of your database for Change of Operator. You will be modifying your records to reflect Change of Operator once you have received all necessary documentation from the companies involved, and perhaps in advance of our Notice of Concurrence/Approval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

JAN. 17. 2003 3:34PM

PORT

NO. 173

P. 2

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

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

**February 1, 2002**

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

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

**Dear Ms. Maxwell:**

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

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

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

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

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

*Debby J. Black*  
Debby J. Black  
Engineer Technician

Encl:



# United States Department of the Interior

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

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.

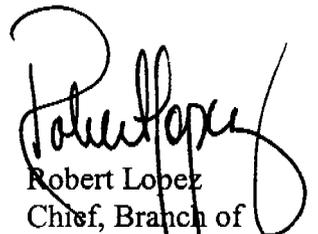
For our purposes, the name change is recognized effective December 31, 2001.

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)

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: **9 Greenway Plaza Houston TX 77064-0995** PHONE NUMBER: **(832) 676-5933**

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 checked="" type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> OTHER: _____
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

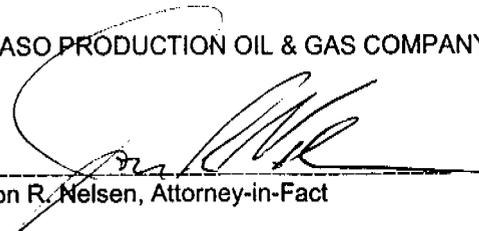
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

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

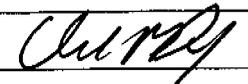
EL PASO PRODUCTION OIL & GAS COMPANY

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

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FEB 28 2003

DIV. OF OIL, GAS & MINING

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

(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

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

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

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

10. Field and Pool, or Exploratory Area

11. County or Parish, State  
**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) 781-7023**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
**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"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal
			<input type="checkbox"/> Water Shut-Off
			<input type="checkbox"/> Well Integrity
			<input checked="" type="checkbox"/> Other
			<b>SUCCESSOR OF OPERATOR</b>

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 recompletes horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and 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  
*Cheryl Cameron*

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)

1. GLH
2. CDW
3. FILE

**OPERATOR CHANGE WORKSHEET**

**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:</b> (Old Operator):	<b>TO:</b> ( New Operator):
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:**

<b>WELL(S)</b>						
NAME	SEC TWN RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS
KENNEDY WASH ST 16-1	16-08S-23E	43-047-33589	12871	STATE	GW	P
PTS FED 23-17 SAND RIDGE	17-08S-23E	43-047-30623	6126	FEDERAL	GW	S
KENNEDY WASH FED 19-1	19-08S-23E	43-047-33749	99999	FEDERAL	GW	APD
KENNEDY WASH FED 21-1	21-08S-23E	43-047-33870	99999	FEDERAL	GW	APD
KENNEDY WASH FED 23-1	23-08S-23E	43-047-33748	99999	FEDERAL	GW	APD
UTD KIDD 20-16	20-09S-18E	43-047-32568	11727	FEDERAL	OW	P
KURIP 1 27 (CR-168)	01-09S-20E	43-047-30962	165	INDIAN	GW	P
KURIP 1-167	01-09S-20E	43-047-33974	99999	INDIAN	GW	APD
KURIP 1-227	01-09S-20E	43-047-34738	99999	INDIAN	GW	APD
ARCHEE 1-117 (CR-168)	01-09S-20E	43-047-33388	13031	INDIAN	GW	P
ARCHEE 1-118	01-09S-20E	43-047-33400	99999	INDIAN	GW	APD
KURIP 1-116 (CR-168)	01-09S-20E	43-047-33407	12908	FEDERAL	GW	P
ARCHEE 1-201	01-09S-20E	43-047-34822	99999	INDIAN	GW	APD
ARCHEE 1-202 (CR-168)	01-09S-20E	43-047-34523	13466	INDIAN	GW	P
ARCHEE 1-228	01-09S-20E	43-047-34737	99999	INDIAN	GW	APD
BAYLESS STATE 2-1	02-09S-20E	43-047-34540	13473	STATE	GW	DRL
TRIBAL 2-119	02-09S-20E	43-047-33389	99999	INDIAN	GW	APD
TRIBAL 2-168	02-09S-20E	43-047-34120	99999	INDIAN	GW	APD
UTE TRIBAL 2-169	02-09S-20E	43-047-33977	99999	INDIAN	GW	APD
POST 3 24	03-09S-20E	43-047-30804	150	INDIAN	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 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: 01/09/2003

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: 03/26/2003

2. Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 03/26/2003

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

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

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

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

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

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

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

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

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

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

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

The Division sent response by letter on: N/A

**LEASE INTEREST OWNER NOTIFICATION:**

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

**COMMENTS:**

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

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.  
MULTIPLE WELLS- SEE ATTACHED

8. Well Name and No.  
MULTIPLE WELLS- SEE ATTACHED

9. API Well No.  
MULTIPLE WELLS- SEE ATTACHED

10. Field and Pool, or Exploratory Area  
OURAY

11. County or Parish, State  
UINTAH COUNTY, UTAH

**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, UTAH 84078

3b. Phone No. (include area code)  
 435-781-7060

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

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>VARIANCE</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 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 III C. 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 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) DEBRA DOMENICI	Title ENVIRONMENTAL ASSISTANT
Signature <i>Debra Domenici</i>	Date July 9, 2004

THIS SPACE FOR FEDERAL OR STATE USE

Approved by	Title <b>Accepted by the Utah Division of Oil, Gas and Mining</b>	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.

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 date within the jurisdiction.

(Instructions on reverse)

COPY SENT TO OPERATOR  
Date: 2-16-04  
Initials: LD

By: *[Signature]*

RECEIVED  
JUL 14 2004

# ALL WELLS ROCKY MOUNTAIN GAS- OURAY ENARDO VARIANCE

WELL	LEGALS	STF LEASE NO	CA NUMBER	API NO
ANKERPONT 31-012	SWSE SEC 31, T8S, R21E	14-20-H62-3007	9C-209	4304730699
ANKERPONT 31-039	LOT 3 SEC 31, T8S, R21E	14-20-H62-3006	9C-209	4304733339
ANKERPONT 31-086	SESW SEC 31, T8S, R21E	14-20-H62-3006	9C-209	4304733384
ANKERPONT 35-036	NESW SEC 35, T8S, R21E	14-20-H62-3012	9C-182	4304731960
ANKERPONT ETAL 02-06	LOT 3 SEC 2, T9S, R21E	14-20-H62-3012	9C-187	4304730572
ARCHEE 01-117	NWNE SEC 1, T9S, R20E	14-20-H62-3015	CR-168	4304733388
BLACK 05-044	NESW SEC 5, T9S, R21E	14-20-H62-3020	CR-4	4304732537
BLACK 06-035	SENE SEC 6, T9S, R21E	14-20-H62-3021	9C-179	4304731872
BLACK 06-155	NENE SEC 6, T9S, R21E	14-20-H62-3021	9C-000179	4304734960
BLUEFEATHER 04-30	NESE SEC 4, T9S, R21E	14-20-H62-3650	UT080P49-84C721	4304731000
CTB-E1S	NESW SEC 1, T9S, R21 E			
CTB-E2S	NWSE SEC 2, T9S, R21 E			
CTB-E30S	SESW SEC 30, T8S, R22E			
CTB-E31N	SENE SEC 31, T8S, R22E			
CTB-E34S	SWSE SEC 34, T8S, R21E			
CTB-E35N	SWNE SEC 35, T8S, R21E			
CTB-E35S	NWSE SEC 35, T8S, R21E			
CTB-E36S	SWSW SEC 36, T8S, R21E			
CTB-E6N	NENW SEC 6, T9S, R22E			
CTB-W1S	SWSE SEC 1, T9S, R20E			
CTB-W31N	SENE SEC 31, T8S, R21E			
CTB-W32SE	NWSE SEC 32, T8S, R21E			
CTB-W33S	NWSE SEC 33, T8S, R21E			
CTB-W34N	SENE SEC 34, T8S, R20E			
CTB-W35N	SWNE SEC 35, T8S, R20E			
CTB-W36S	NESE SEC 36, T8S, R20E			
CTB-W4S	NESE SEC 4, T9S, R21E			
CTB-W5S	SWSE SEC 5, T9S, R21E			
CTB-W6S	SWSW SEC 6, T9S, R21E			
DM ICE FRIDAY 34-22	NESE SEC 34, T8S, R20E	14-20-H62-2997	9C-208	4304730753
DUNCAN FED 33-09	SWSE SEC 33, T8S, R21E	14-20-H62-3701	NRM-1705	4304730643
FEDERAL 33-93	SWSW SEC 33, T8S, R21E	UTU9809	NRM-1705	4304733386
FEDERAL 35-05	NWNW SEC 35, T8S, R21E	UTU8621	NRM-1604	4304730563
HALL ETAL 31-018	NWNW SEC 31, T8S, R22E	FEE	NRM-1887	4304730664
IGNACIO 33-107	SESW SEC 33, T8S, R20E	14-20-H62-2995	CR-172	4304733674
IGNACIO 33-221	NESW SEC 33, T8S, R20E	14-20-H62-2995	CR-172	4304734475
JENKS 05-011	LOT 3 SEC 5, T9S, R21E	14-20-H62-3008	9C-183	4304730726
K SNOW KNIGHT 04-23	NENW SEC 4, T9S, R20E	14-20-H62-2942	9C-191	4304730749
KNIGHT 4-124	LOT 5 SEC 4, T9S, R20E	14-20-H62-3017	9C-191	4304733675
KURIP 01-027	NENW SEC 1, T9S, R20E	14-20-H62-3004	CR-168	4304730962
McCOOK 01-170	SWNW SEC 1, T9S, R21E	14-20-H62-4729	UTU76246	4304733997
MTN LION ETAL 34-2	NESE SEC 34, T8S, R21E	14-20-H-62-3010	9C178	4304730338
OURAY 06-066	NWSE SEC 6, T9S, R21E	14-20-H62-3022	CR-144	4304733284
OURAY 06-071	SESW SEC 6, T9S, R21E	14-20-H62-3028	CR-144	4304733285
OURAY 06-084	SWNW LOT 5 SEC 6, T9S, R21E	14-20-H62-3023	CR-144	4304734026
OURAY 32-070	SWSE SEC 32, T8S, R21E	14-20-H62-3024	9C-204	4304733289
OURAY 33-090	SESE SEC 33, T8S, R21E	14-20-H62-3650	NRM-1705	4304733381
OURAY 34-079	NESW SEC 34, T8S, R21E	14-20-H62-3009	9C-178	4304733291
OURAY 35-174	NENE SEC 35 T8S R21E	FEE	NRM-1604	4304733248
OURAY SWD 1	NENE SEC. 1, T9S, R21E	UTU-76246		4304733449
PAWWINNEE 34-049	SWSE SEC 34, T8S, R21E	14-20-H62-3010	9C-178	4304732694
PAWWINNEE ETAL 03-10	LOT 3 SEC 3, T9S, R21E	14-20-H62-3009	9C-186	4304730662
PINNACOOSE 06-03	SENE SEC 6, T9S, R21E	14-20-H62-3028	9C-179	4304730428
POST 03-024	NENW SEC 3, T9S, R20E	14-20-H62-3026	9C-210	4304730804
SANTIO 4-233	SWNW SEC. 4, T9S, R21E	14-20-H62-3894	UT080491-84C725	4304734776
SERAWOP 04-013	SENE SEC 4, T9S, R21E	14-20-H62-3701	UT080491-84C725	4304730663

# ALL WELLS ROCKY MOUNTAIN GAS- OURAY ENARDO VARIANCE

WELL	LEGALS	STF LEASE NO	CA NUMBER	API NO
SERAWOP 34-038	SWSW SEC 34, T8S, R21E	14-20-H62-3009	9C-178	4304733290
TABBEE 03-120	SWNE SEC 3, T9S, R20E	14-20-H62-3016	9C-210	4304733682
TABBEE 34-020	NENW SEC 34, T08S, R20E	14-20-H62-2998	9C-207	4304730734
TABBEE 34-108	SWNE SEC 34, T8S, R20E	14-20-H62-2997	9C-207	4304733410
TABBEE 34-109	NESW SEC 34, T8S, R20E	14-20-H62-2999	9C-208	4304733411
TABBEE 34-110	SWSE SEC 34, T8S, R20E	14-20-H62-2997	9C-208	4304733412
TRIBAL 35-210	SWSW SEC 35, T8S, R20E	14-20-H62-3000	9C-184	4304734476
TRIBAL 36-148	SWSE SEC. 36, T8S, R21E	14-20-H62-3014	9C-205	4304734507
UTE TRIBAL 02-050	NWNE LOT 2, SEC 2 T09S, R21E	14-20-H62-2888	9C-187	4304732698
UTE TRIBAL 02-102	SENE SEC 2, T9S, R21E	14-20-H62-2888	9C-187	4304733379
UTE TRIBAL 02-206	SWNE SEC 2, T9S, R21E	14-20-H62-2888	9C-187	4304734478
UTE TRIBAL 04-123	NWNE SEC 4, T9S, R20E	14-20-H62-2942	9C-191	4304734086
UTE TRIBAL 06-01	NENW SEC 6, T9S, R22E	14-20-H62-2890	CR-12	4304730667
UTE TRIBAL 32-03 D3E	NENW LOT 3 SEC 32, T4S, R3E	14-20-H62-4836		4304733160
UTE TRIBAL 35-016	NWSE SEC 35, T8S, R20E	14-20-H62-2870	9C-184	4304730666
UTE TRIBAL 35-019	NESE SEC. 35, T8S, R21E	14-20-H62-2888	9C-182	4304730665
UTE TRIBAL 35-112X	NWSW SEC 35, T8S, R20E	14-20-H62-3000	9C-184	4304734473
UTE TRIBAL 35-113	SESW SEC 35, T8S, R20E	14-20-H62-3001	9C-184	4304733396
UTE TRIBAL 36-017	NWSE SEC 36, T8S, R21E	14-20-H62-2889	9C-205	4304730682
UTE TRIBAL 36-065	NESE SEC 36, T8S, R21E	14-20-H62-2889	9C-205	4304733293
WEEKS 06-154	NESE SEC 6, T9S, R21E	14-20-H62-3021	CR-144	4304733924
WISSIUP 36-015	NWSE SEC 36, T8S, R20E	14-20-H62-3003	CR-I-219	4304730700
WYASKET 33-026	NWSE SEC 33, T8S, R20E	14-20-H62-2994	CR-172	4304730907
WYASKET 33-106	SESE SEC 33, T8S, R20E	14-20-H62-2994	CR-172	4304733409
WYASKET 33-219	SWSE SEC 33, T8S, R20E	14-20-H62-2994	CR-172	4304734477

**Westport Oil & Gas, L.P.**  
**Project Economics Worksheet**

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

Project Name: **Condensate Shrinkage Economics**

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

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

**Increased OPX Per Year**

**Investment Breakdown:**

	Cap/Exp Code	Cost, \$
Capital \$	820/830/840	\$1,200
Expense \$	830/860	\$0
Total \$		\$1,200

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

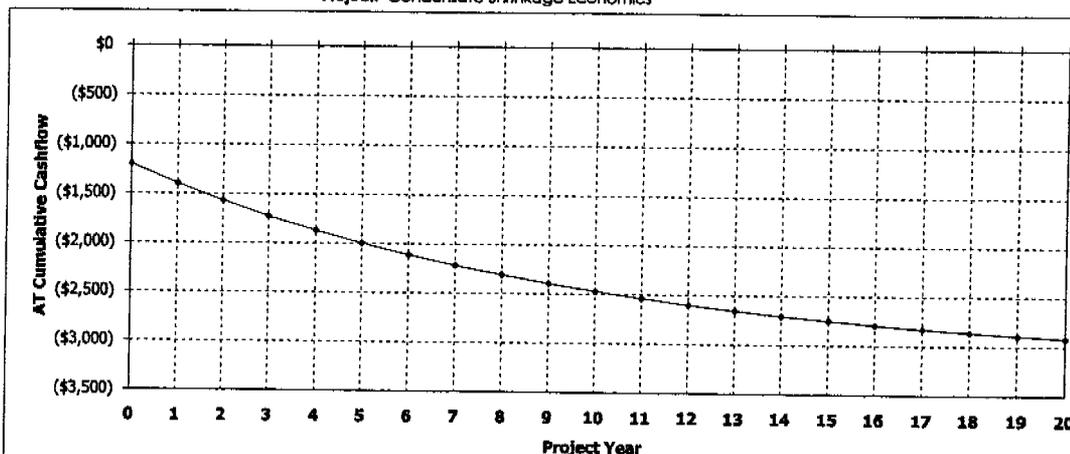
**Gross Reserves:**

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 0.194 Bcpd if 4 ozs of pressure are placed on the tank. The increased production does not payout the valve cost or the estimated annual maintenance costs.**

Project: Condensate Shrinkage Economics



**Westport Oil and Gas, Inc.**

**NBU/Ouray Field**

RFL 2003-022

**COMPARISON OF FLASH BACK PRESSURES**

Calculated by Characterized Equation-of-State

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

**Calculated at Laboratory Flash Conditions**

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

**Calculated Flash with Backpressure using Tuned EOS**

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

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

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

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

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

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.  
**14-20-H62-3015**

6. If Indian, Allottee or Tribe Name  
**UINTAH AND OURAY**

7. If Unit or CA/Agreement, Name and/or No.  
**UTU60747**

8. Well Name and No.  
**ARCHEE 1-117**

9. API Well No.  
**43-047-33388**

10. Field and Pool, or Exploratory Area  
**NATURAL BUTTES**

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

**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)  
**NWNE LOT 2 SECTION 1-T9S-R20E 809'FNL & <sup>210</sup>~~245~~'FEL**

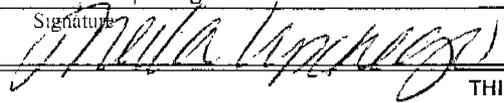
**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

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 TEMPORARILY SHUT-IN	
	<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.

THE SUBJECT FLOOD PLAIN WELL HAS BEEN TEMPORARILY SHUT-IN ON 5/16/05. DUE TO THE FLOOD IN THE FLOOD PLAIN AREA. THE SUBJECT FLOOD PLAIN WELL LOCATION SHALL BE TEMPORARILY SHUT-IN FOR A PERIOD OF 90 DAYS OR UNTIL SUCH TIME THE FLOOD WATERS HAVE BEEN DEPLETED.

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

Name (Printed/Typed) <b>Sheila Upchego</b>	Title <b>Regulatory Analyst</b>
Signature 	Date <b>May 26, 2005</b>

**THIS SPACE FOR FEDERAL OR STATE USE**

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

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

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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.

14-20-H62-3015

6. If Indian, Allottee or Tribe Name

UINTAH AND OURAY

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

UTU60747

8. Well Name and No.

ARCHEE 1-117

9. API Well No.

43-047-33388

10. Field and Pool, or Exploratory Area

NATURAL BUTTES

11. County or Parish, State

UINTAH, UTAH

**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)

NWNE LOT 2 SECTION 1-T9S-R20E 809'FNL & <sup>2110</sup>~~2135~~FEL

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 <u>PRODUCTION</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>START-UP</u>
	<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 recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomplate 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.

THE SUBJECT WELL LOCATION WAS RETURNED BACK TO PRODUCTION ON 6/10/05 AT 4:00 PM.

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

Name (Printed/Typed)

Sheila Upchego

Title

Regulatory Analyst

Signature

Date

June 23, 2005

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.

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:</b> (Old Operator): N2115-Westport Oil & Gas Co., LP 1368 South 1200 East Vernal, UT 84078 Phone: 1-(435) 781-7024	<b>TO:</b> ( New Operator): 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:	SEC	TWN	RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS
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**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
- a. Is the new operator registered in the State of Utah: YES Business Number: 1355743-0181
- b. If **NO**, the operator was contacted on: \_\_\_\_\_
- a. (R649-9-2)Waste Management Plan has been received on: IN PLACE
- b. Inspections of LA PA state/fee well sites complete on: n/a
- c. 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
- a. 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.*

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**

**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**

**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			

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PLEASE BE ADVISED THAT KERR-McGEE OIL & GAS ONSHORE LP, IS CONSIDERED TO BE THE OPERATOR OF THE ATTACHED WELL LOCATIONS. EFFECTIVE JANUARY 6, 2006. RECEIVED  
 KERR-McGEE OIL & GAS ONSHORE LP, IS RESPONSIBLE UNDER TERMS AND CONDITIONS MAY 10 2006  
 OF THE LEASE(S) FOR THE OPERATIONS CONDUCTED UPON LEASE LANDS. BOND COVERAGE  
 IS PROVIDED BY STATE OF UTAH NATIONWIDE BOND NO. RLB0005237. DIV. OF OIL, GAS & MINING

BLM BOND = C01203  
 BIA BOND = RLB0005239

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

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

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

**THIS SPACE FOR FEDERAL OR STATE USE**

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

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UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No. 1004-0135  
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5. Lease Serial No.  
**MULTIPLE LEASES**  
6. If Indian, Allottee or Tribe Name

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

1. Type of Well  
 Oil Well  Gas Well  Other

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

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

**MUTIPLE WELLS**  
9. API Well No.

3a. Address **1368 SOUTH 1200 EAST VERNAL, UT 84078**  
3b. Phone No. (include area code) **(435) 781-7024**

10. Field and Pool, or Exploratory Area

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

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

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

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	<input 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 recomple 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 recomple 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) <b>BRAD LANEY</b>	Title <b>ENGINEERING SPECIALIST</b>
Signature <i>Brad Laney</i>	Date <b>May 9, 2006</b>

**THIS SPACE FOR FEDERAL OR STATE USE**

Approved by <i>Brad Laney</i>	Title	Date <b>5-9-06</b>
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.