

EOG Resources, Inc.
P.O. Box 250
Big Piney, WY 83113

January 9, 2001

Utah Division of Oil, Gas, & Mining
1594 West North Temple
Box 145801
Salt Lake City, UT 84114-5801

**RE: APPLICATION FOR PERMIT TO DRILL
CHAPITA WELLS UNIT 605-21N
SW/4SW/4, SEC. 21, T9S, R22E
UINTAH COUNTY, UTAH
LEASE NO.: U-023998
UTE INDIAN TRIBE LANDS**

Enclosed please find a copy of the Application for Permit to Drill and associated attachments for the referenced well.

Please address further communication regarding this matter (including approval) to:

Ed Trotter
P.O. Box 1910
Vernal, UT 84078
Phone: (435)789-4120
Fax: (435)789-1420

Sincerely,



Ed Trotter
Agent
EOG Resources, Inc.

Attachments

UDOGM-BLM-EOG

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DIVISION OF
OIL, GAS AND MINING

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

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

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

b. TYPE OF WELL
 Oil Well Gas Well Other Single Zone Multiple Zone

2. Name of Operator
EOG RESOURCES, INC.

3. Address and Telephone Number
P.O. BOX 1815, VERNAL, UT 84078 (435)789-0790

4. Location of Well (Report location clearly and in accordance with any State requirements.)
 At surface
**2148' FNL & 2240' FEL SW/NE 4432828 N
631248 E**
 At proposed prod. Zone

14. Distance in miles and direction from nearest town or post office
14.6 MILES SOUTHEAST OF OURAY, UTAH

15. Distance from proposed location to nearest property or lease line, ft.
2148'
 (Also to nearest drig. Unit line, if any)

16. No. of acres in lease
280

17. No. of acres assigned to this well
80

18. Distance from proposed location to nearest well, drilling, completed, or applied for, on this lease, ft.

19. Proposed depth
6325'

20. Rotary or cable tools
ROTARY

21. Elevations (show whether DF, RT, GR, etc.)
4719.6 FEET GRADED GROUND

22. Approx. date work will start
FEBRUARY 2001

5. Lease designation and serial number
U-0143459

6. If Indian, Allottee or Tribe name
UTE INDIAN TRIBE

7. Unit Agreement Name
STAGECOACH UNIT

8. Farm or lease name, well no.

9. API Well No.
SCU 75-17N

10. Field and pool, or wildcat and survey or area
WASATCH *Natural Buttes Field*

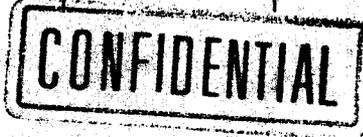
11. Sec., T., R., M., or BLK. and survey or area
**SEC. ~~21~~ T9S, R22E
17**

12. County or parish
UINTAH

13. State
UTAH

23. PROPOSED CASING AND CEMENTING PROGRAM					
SIZE OF HOLE	GRADE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
11"		8 5/8"	24#	200' - 220'	100-150 SX CLASS "G" + 2%
or 12 1/4"		9 5/8"	32.30#	200 - 220'	CaCl2 + 1/4 #/SX CELLOFLAKE.
7 7/8"		4 1/2"	10.50#	6325'	50/50 POXMIX + 2% GEL + 10% SALT TO 400' ABOVE ALL ZONES OF INTEREST (+10% EXCESS). LIGHT CEMENT (11PPG+) + LCM TO 200' ABOVE OIL SHALE OR FRESH WATER INTERVALS (+ 5% EXCESS).

SEE ATTACHMENTS FOR:



- 8 POINT PLAN
- BOP SCHEMATIC
- SURFACE USE AND OPERATING PLAN
- LOCATION PLAT
- LOCATION LAYOUT
- TOPOGRAPHIC MAPS "A", "B", AND "C"
- GAS SALES PIPELINE—MAP "D"
- FACILITY DIAGRAM

EOG RESOURCES, INC. WILL BE THE DESIGNATED OPERATOR OF THE SUBJECT WELL UNDER BOND #NM 2308

Pc: UTAH DIVISION OF OIL, GAS, AND MINING
 BUREAU OF INDIAN AFFAIRS

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 *Red Grotter* TITLE Agent DATE 1-9-2001

(This space for Federal or State office use)

PERMIT NO. 43047-33881 APPROVAL DATE JAN 17 2001

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 01-29-01

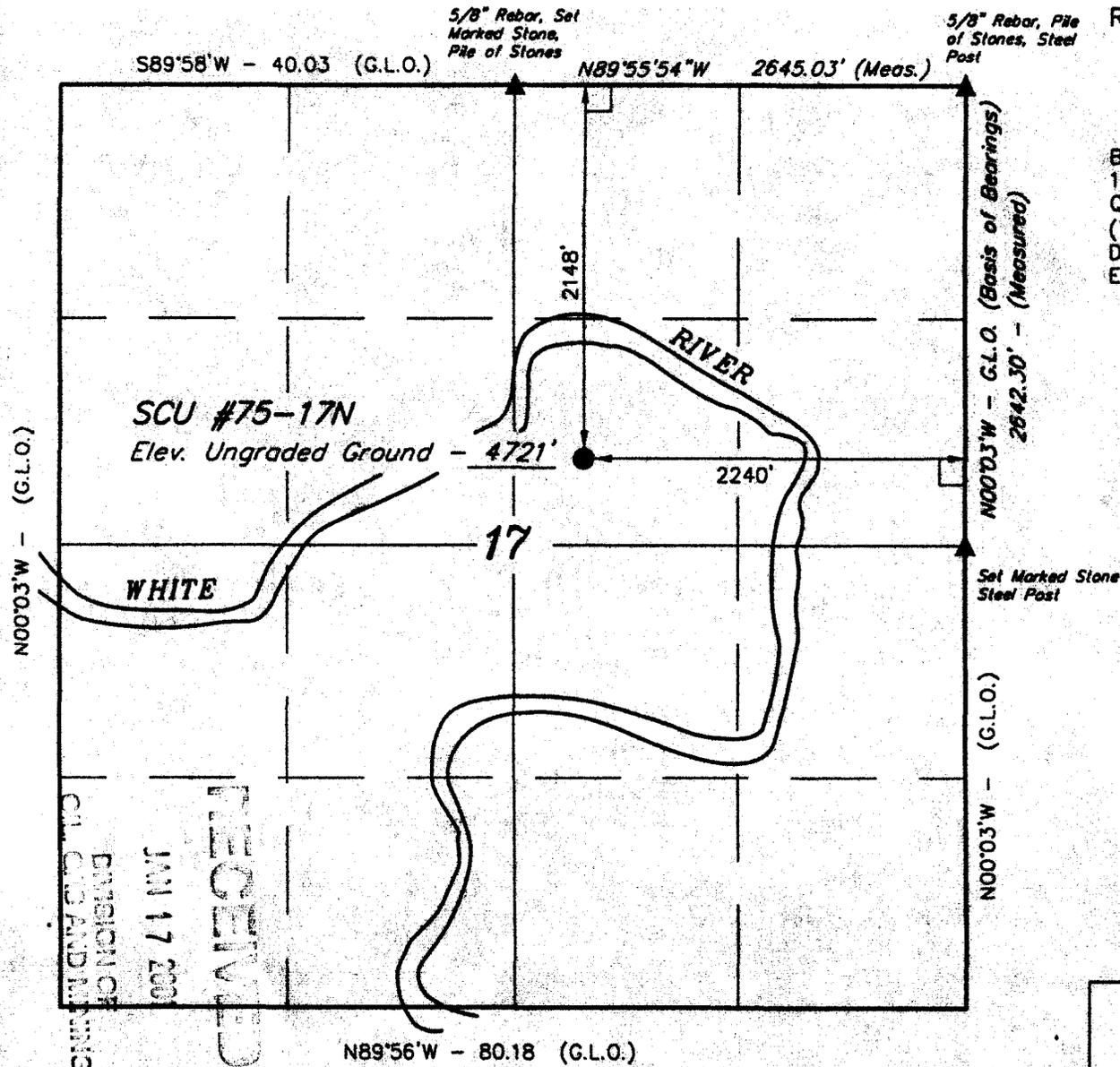
FEDERAL APPROVAL OF THIS ACTION IS NECESSARY

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01-29-01
C.I.S. AND MINING

T9S, R22E, S.L.B.&M.

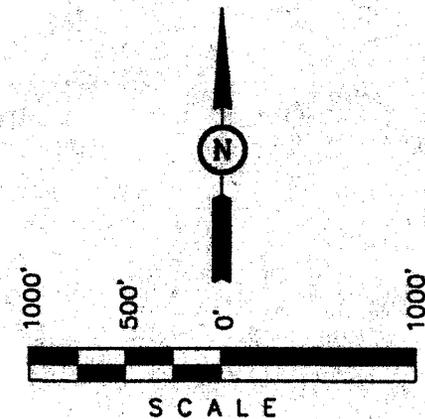
EOG RESOURCES, INC.

Well location, SCU #75-17N, located as shown in the SW 1/4 NE 1/4 of Section 17, T9S, R22E, S.L.B.&M. Uintah County, Utah.



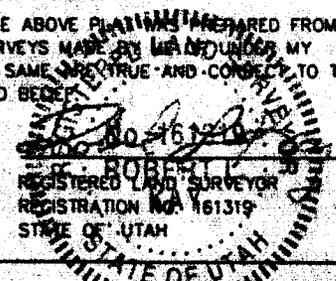
BASIS OF ELEVATION

BENCH MARK 63EAM LOCATED IN THE NE 1/4 OF SECTION 16, T9S, R22E, S.L.B.&M. TAKEN FROM THE RED WASH SW QUADRANGLE, UTAH, UTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4786 FEET.



CERTIFICATE

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



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

LEGEND:

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

LATITUDE = 40°02'14"
 LONGITUDE = 109°27'42"

SCALE 1" = 1000'	DATE SURVEYED: 9-19-00	DATE DRAWN: 10-4-00
PARTY D.A. J.T. D.COX	REFERENCES G.L.O. PLAT	
WEATHER WARM	FILE EOG RESOURCES, INC.	

EIGHT POINT PLAN

CHAPITA WELLS UNIT 605-21N
SW/SW, SEC. 21, T9S, R22E, S.L.B.&M.
UINTAH COUNTY, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

FORMATION	DEPTH	TYPE ZONES	MAXIMUM PRESSURE
Green River	1665		
Oil Shale	1665		
Base "M" Marker	4265		
Wasatch	4665		
Peters Point	4665	GAS	
Chapita Wells	5270	GAS	
Buck Canyon	5950	GAS	
EST. TD	6165		Anticipated BHP 2700 PSI

3. PRESSURE CONTROL EQUIPMENT: BOP Schematic Diagram attached.

4. CASING PROGRAM:

HOLE SIZE	INTERVAL	LENGTH	SIZE	WEIGHT	GRADE	THREAD	<u>MINIMUM SAFETY FACTOR</u>		
							COLLAPSE	BURST	TENSILE
11	0' - 220'	200' - 220'	8 5/8	24.0 #	J-55	ST&C	1370 PSI	2950 PSI	263,000#
or									
12 1/4	0' - 220'	200' - 220'	9 5/8	32.3 #	H-40	ST&C	1370 PSI	2270 PSI	254,000#
7 7/8	0' - 6165'	6165'	4 1/2	10.5 #	J-55	ST&C	4010 PSI	4790 PSI	146,000#

If conductor drive pipe is used, it will be left in place if its total length is less than 20 feet below the surface. If the total length of the drive pipe is equal to or greater than 20 feet, it will be pulled prior to cementing surface casing, or it will be cemented in place. The minimum diameter of the conductor drive pipe will be 13 3/8".

All casing will be new or inspected.

5. MUD PROGRAM

<u>INTERVAL</u>	<u>MUD TYPE</u>
0' - 220'	Air
240' - 4000'	Air/Mist & Aerated Water
4000' - TD	Air/3% KCL water or KCL substitute

Lost circulation probable from 1500' to 3000'+/-.

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SW/SW, SEC. 21, T9S, R22E, S.L.B.&M.
UINTAH COUNTY, UTAH

Sufficient mud inventory will be maintained on location during drilling to handle any adverse conditions that may arise.

6. VARIANCE REQUESTS:

- A. EOG Resources, Inc. requests a variance to regulations requiring a straight run blooie line (Where possible, a straight run blooie line will be used).
- B. EOG Resources, Inc. requests a variance to regulations requiring an automatic ignitor or continuous pilot light on the blooie line. (Not required on aerated water system).
- B. EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. To reduce location excavation, the blooie line will be 75' in length.

7. EVALUATION PROGRAM:

Logs: Schlumberger Wireline

GR

Dipole Sonic-Neutron-GR

T.D. to base of surface casing

T.D. to 4200'

Cores: None Programmed

DST: None Programmed

Completion: To be submitted at a later date.

Note: If hole conditions prevent the running of open hole logs, a cased hole Dipole Sonic/Neutron/Gr will be run in lieu of open hole logs.

8. ABNORMAL CONDITIONS:

None anticipated.

9. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Kelly Clock
- C. Stabbing Valve
- D. Visual Mud Monitoring

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EIGHT POINT PLAN

CHAPITA WELLS UNIT 605-21N
SW/SW, SEC. 21, T9S, R22E, S.L.B.&M.
UINTAH COUNTY, UTAH

10. HAZARDOUS CHEMICALS:

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

(Attachment: BOP Schematic Diagram)

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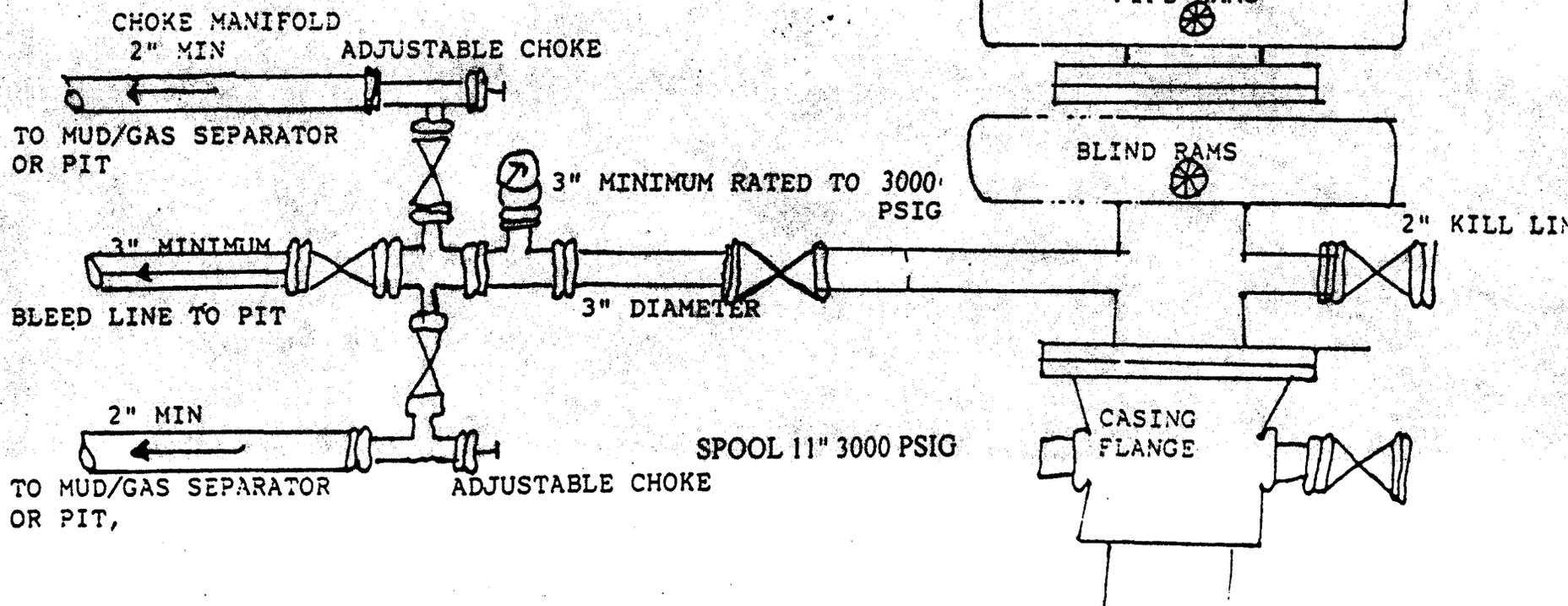
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3000 PSIG DIAGRAM

ANNULAR PREVENTOR AND BOTH RAMS ARE 3000 RATED.
 CASING FLANGE IS 11" 3000 PSIG RATED.
 BOPE 11" 3000 PSIG

TESTING PROCEDURE:

1. BOPE's will be tested with a professional tester to conform to Onshore Order #2 with retest every 14 days.
2. Blind & Pipe rams will be tested to rated working pressure, 3000 psig
3. Annular preventor will be tested to 50% of working pressure, 1500 psig
4. Casing will be tested to 0.22 psi/ft. or 1500 psig. Not to exceed 70% of burst strength, whichever is greater.
5. All lines subject to well pressure will be pressure tested to the same pressure as blind & pipe rams.
6. All BOPE specifications and configurations will meet Onshore Order #2 requirements for 3000 psig BOPE specifications.



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**CONDITIONS OF APPROVAL
FOR THE SURFACE USE PROGRAM OF THE
APPLICATION FOR PERMIT TO DRILL**

Company/Operator: EOG Resources, Inc.

Well Name & Number: Chapita Wells Unit 605-2N

Lease Number: U-023998

Location: 973' FSL & 533' FWL, SW/SW, Sec. 21, T9S, R22E

S.L.B.&M., Uintah County

Surface Ownership: Ute Indian Tribe

NOTIFICATION REQUIREMENTS

Location Construction - forty-eight (48) hours prior to construction of location and access roads.

Location Completion - prior to moving on the drilling rig.

Spud Notice: - at least twenty-four (24) hours prior to spudding the well.

Casing String and Cementing - twenty-four (24) hours prior to running casing and cementing all casing strings.

BOP and related Equipment Tests - twenty-four (24) hours prior to running casing and tests.

First Production Notice well - within five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

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

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THIRTEEN POINT SURFACE USE PROGRAM

1. EXISTING ROADS

- A. See attached Wellsite Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 20.35 miles southeast of Ouray, Utah - See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary. No off lease Right-of-Way will be required.

2. PLANNED ACCESS ROAD

- A. The access road will be approximately 0.15 miles in length. See attached TOPO Map "B".
- B. The access road has a 30 foot ROW w/ 18 foot running surface.
- C. Maximum grade on access road will be 8%.
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No culverts, bridges, or major cuts and fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards, or fences will be required or encountered.

New or reconstructed roads will be centerlined - flagged at time of location staking.

All travel will be confined to existing access road Right-of-Way.

Access roads and surface disturbing activities will conform to standards outlined in the Bureau of Land Management and Forest Service Publication: Surface Operating Standards For Oil & Gas Exploration and Development, (1989).

The road shall be upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Upgrading shall include ditching, drainage, graveling, crowning, and capping the roadbed as necessary to provide a well-constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 30 foot Right-of-Way will not be allowed.

Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossings nor shall the drainages be blocked by the roadbed. Erosion of

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drainage ditches by run off water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided.

As operator, EOG Resources, Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

3. LOCATION OF EXISTING WELLS WITHIN A ONE MILE RADIUS OF PROPOSED WELL LOCATION

- A. Water wells - None
 - B. Abandoned wells - 1*
 - C. Temporarily abandoned wells - None
 - D. Disposal wells - None
 - E. Drilling wells - None
 - F. Producing wells - 23*
 - G. Shut in wells - None
 - H. Injection wells - None
- (*See attached TOPO map "C" for location)

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

A. ON WELL PAD

- 1. Tank batteries - None
- 2. Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of well head valves, separator, dehy, 210 Bbl condensate tank, meter house, and attached piping.
See attached facility diagram.
- 3. Oil gathering lines - None
- 4. Gas gathering lines - A 4 1/2" gathering line will be buried from dehy to the edge of the location.
- 5. Injection lines - None
- 6. Disposal lines - None
- 7. Surface pits - None

B. OFF WELL PAD

- 1. Proposed location of attendant off pad flowlines shall be flagged prior to archaeological clearance.
- 2. A 41/2" OD steel above ground natural gas pipeline will be laid approximately 2160' from proposed location to a point in the SE/SE of Section 20, T9S, R22E, where it will tie into Questar Pipeline Co.'s existing line. Proposed pipeline crosses BIA administered lands

within the Chapita Wells Unit, thus a Right-of-Way grant will be required.

3. Proposed pipeline will be a 4 ½ " OD steel, welded line laid on the surface.
4. Protective measures and devices for livestock and wildlife will be taken and/or installed where required.

If storage facilities/tank batteries are constructed on this lease, the facility/battery or the well pad shall be surrounded by a containment dike of sufficient capacity to contain, at a minimum, the entire contents of the largest tank within the facility/battery, unless more stringent protective requirements are deemed necessary by the authorized officer.

The production facilities will be placed on the North side of the location.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities required will be painted within 6 months of installation. Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

The required paint color is Carlsbad Canyon.

If at any time the facilities located on public land and authorized by the terms of the lease are no longer included in the lease (due to a construction in the unit or other lease or unit boundary change), the BIA will process a change in authorization to the appropriate rental or other financial obligation as determined by the authorized officer.

5. LOCATION & TYPE OF WATER SUPPLY

- A. Water supply will be from the Ouray Brine Plant at Ouray, Utah, and/or Target Trucking Inc.'s water source in the SW/SW, Sec. 35, T9S, R22E, Uintah County, Utah (State Water Right #49-1501). Produced water from the Chapita Wells and Stagecoach Units will also be used.
- B. Water will be hauled by Target Trucking Inc..
- C. No water well will be drilled on lease.

6. SOURCE OF CONSTRUCTION MATERIAL

- A. All construction material for this location and access road will be of native borrow and soil accumulated during the construction of the location.
- B. All construction material will come from Tribal Land.
- C. No mineral materials will be required.

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7. METHODS OF HANDLING WASTE DISPOSAL

A. METHODS AND LOCATION

1. Cuttings will be confined in the reserve pit.
2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at an approved waste disposal facility.
4. Produced waste water will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. During the 90 day period, an application for approval of a permanent disposal method and location, together with the required water analysis, will be submitted for the AO's approval.
5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.

- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit or be removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

Burning of trash will not be allowed. All trash must be contained in a trash cage and hauled away to an approved disposal site at the completion of the drilling activities.

On BIA administered land:

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

The reserve pit shall be lined.

After first production, produced waste water will be confined to a lined pit or storage tank for a period not to exceed ninety (90) days. During the 90 day period, in accordance with Onshore Order No. 7, an application for approval of a permanent disposal method and location, along with required water analysis, shall be submitted for the AO's approval. Failure to file an application within the time allowed will be considered an incident of noncompliance.

8. ANCILLARY FACILITIES

- A. No airstrips or camps are planned for this well.

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9. **WELLSITE LAYOUT**

- A. Refer to attached well site plat for related topography cuts and fills and cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation, parking areas, and access road.

The reserve pit will be located on the South side of the location. The flare pit will be located downwind of the prevailing wind direction on the Southwest corner of the location, a minimum of 100 feet from the well head and 30 feet from the reserve pit fence.

The stockpiled topsoil will be stored between Corners 5 & 6.

Access to the well pad will be from the East .

N/A Diversion ditch(es) shall be constructed on the _____ side of the location (above/below) the cut slope, draining to the _____.

N/A Soil compacted earthen berm(s) shall be placed on the _____ side(s) of the location between the _____.

N/A The drainage(s) shall be diverted around the sides of the well pad location.

N/A The reserve pit and/or pad locations shall be constructed long and narrow for topographic reasons _____.

X Corners #2, #6, & #8 will be rounded off to minimize excavation.

FENCING REQUIREMENTS:

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence).
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than 16 feet.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

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The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off the location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BIA or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is to be regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently mounted on concrete bases. Prior to a new road, crossing any fence located on Tribal land, or any fence between Tribal land and private land, the operator will contact the BIA, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

10. PLANS FOR RESTORATION OF SURFACE

A. PRODUCING LOCATION

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

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

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

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours.

The reserve pit will be reclaimed within 12 months from the date of well completion. Before any dirt work takes place, the reserve pit will be completely dry and all cans, barrels, pipe, fluid, and hydrocarbons, will be removed.

Contact appropriate surface management agency for required seed mixture.

B. DRY HOLE/ABANDONED LOCATION

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BIA will attach the appropriate surface rehabilitation conditions of approval.

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11. SURFACE OWNERSHIP

Access road: Tribal

Location: Tribal

12. OTHER INFORMATION

A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the AO. Within five working days the AO will inform the operator as to:

-whether the materials appear eligible for the National Register of Historic Places;

-the mitigation measures the operator will likely have to undertake before the site can be used.

-a time frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs.

The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that required mitigation has been completed, the operator will then be allowed to resume construction.

B. As operator, EOG Resources, Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BIA, or the appropriate County Extension Office. On BIA administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application of herbicides or other pesticides or possible hazardous chemicals.

C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on Tribal Lands after the conclusion of drilling operations or at any other time without BIA authorization. However, if BIA authorization is obtained, it is only a temporary measure to allow time to

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make arrangements for permanent storage on commercial facilities. (The BIA does not seek to compete with private industry. There are commercial facilities available for stacking and storing drilling rigs.)

Additional Surface Stipulations

- N/A No construction or drilling activities shall be conducted between _____ and _____ because of _____.
- N/A No surface occupancy will be allowed within 1,000 feet of any sage grouse strutting ground.
- N/A No construction or exploration activities are permitted within a 1.5 mile radius of sage grouse strutting grounds from April 1 to June 30.
- N/A There shall be no surface disturbance within 600 feet of live water (includes stock tanks, springs, and guzzlers).
- N/A No cottonwood trees will be removed or damaged.
- N/A Pond will be constructed according to BIA specifications approximately _____ feet _____ of the location, as flagged on the onsite.

LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION

EOG Resources, Inc.	EOG Resources, Inc.	Ed Trotter
P.O. Box 250	P.O. Box 1815	P.O. Box 1910
Big Piney, WY 83113	Vernal, UT 84078	Vernal, UT 84078
Jim Schaefer	George McBride	Telephone: (435)789-4120
Telephone (307)276-3331	Telephone (435)789-0790	Fax: (435)789-1420

All lease 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 approval plan of operations, and any applicable Notice to Lessees. EOG Resources, Inc. is fully responsible for the actions of their subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

A copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

The BIA office shall be notified upon site completion prior to moving on the drilling rig.

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JAN 17 2001

DIVISION OF
OIL, GAS AND MINES

Certification

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions that presently exist; that the statements made in the Plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this Plan and the terms and conditions under which it is approved.

1-9-2001
Date

[Signature]
Agent

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DIVISION OF
OIL, GAS AND MINING

SITE FACILITY DIAGRAM
CHAPITA WELLS UNIT 605-21N
SW/SW, SEC. 210, T9S, R22E
UINTAH COUNTY, UTAH
LEASE NO. U-023998
UTE INDIAN TRIBE LANDS

(Site Security Plan is on file at EOG Resources, Inc.'s Vernal Office)

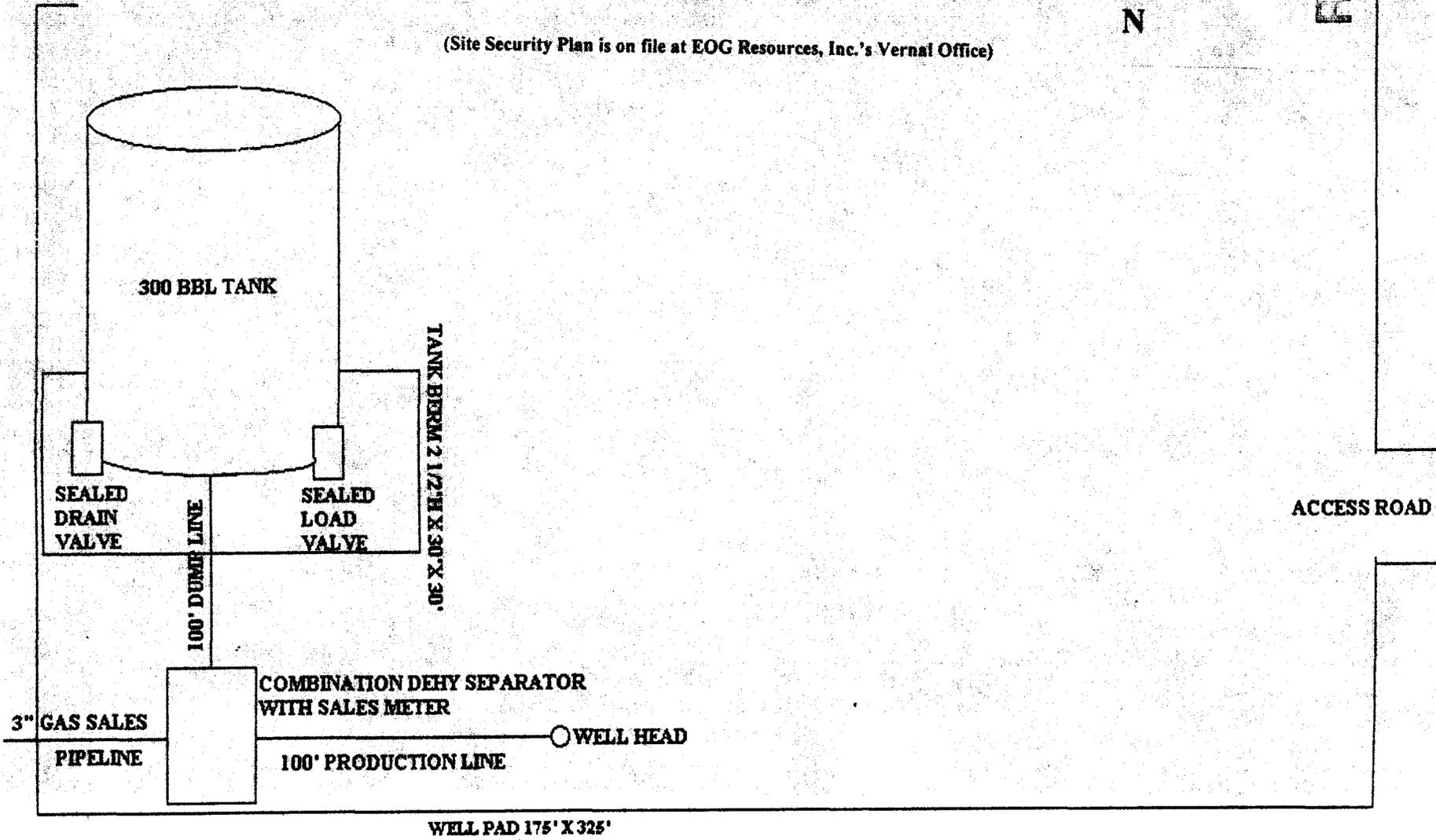


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DIVISION OF
OIL, GAS AND MINERAL



EOG RESOURCES, INC.

CWU #605-21N

LOCATED IN UINTAH COUNTY, UTAH
SECTION 21, T9S, R22E, S.L.B.&M.

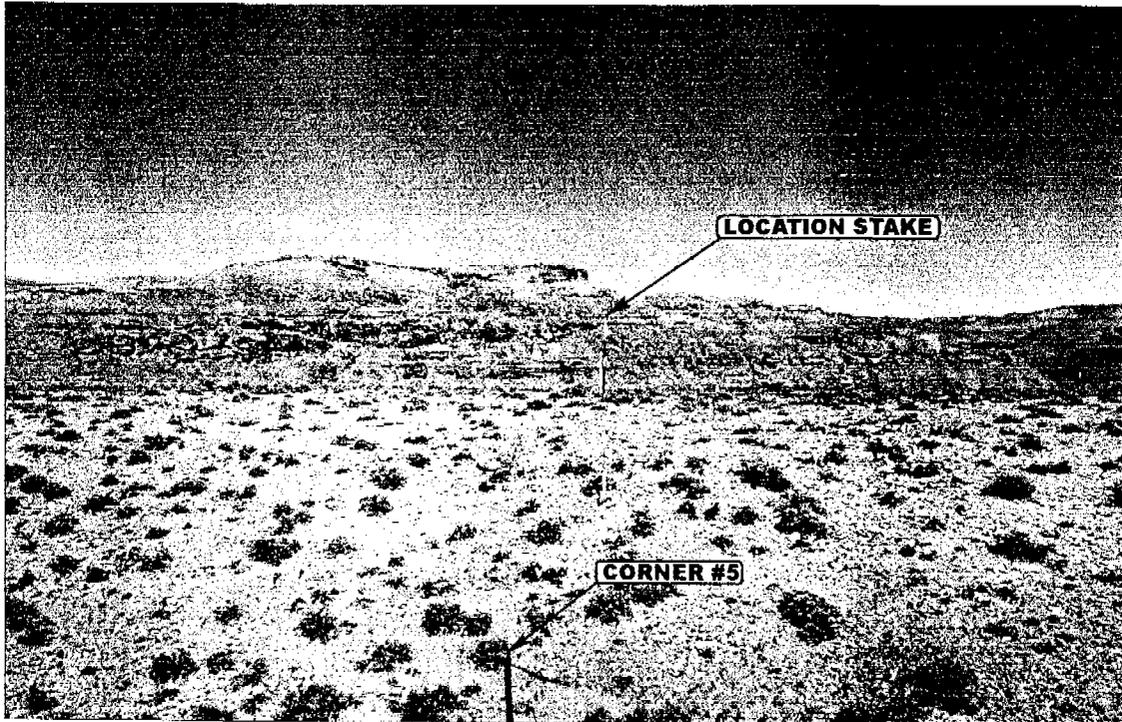


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY

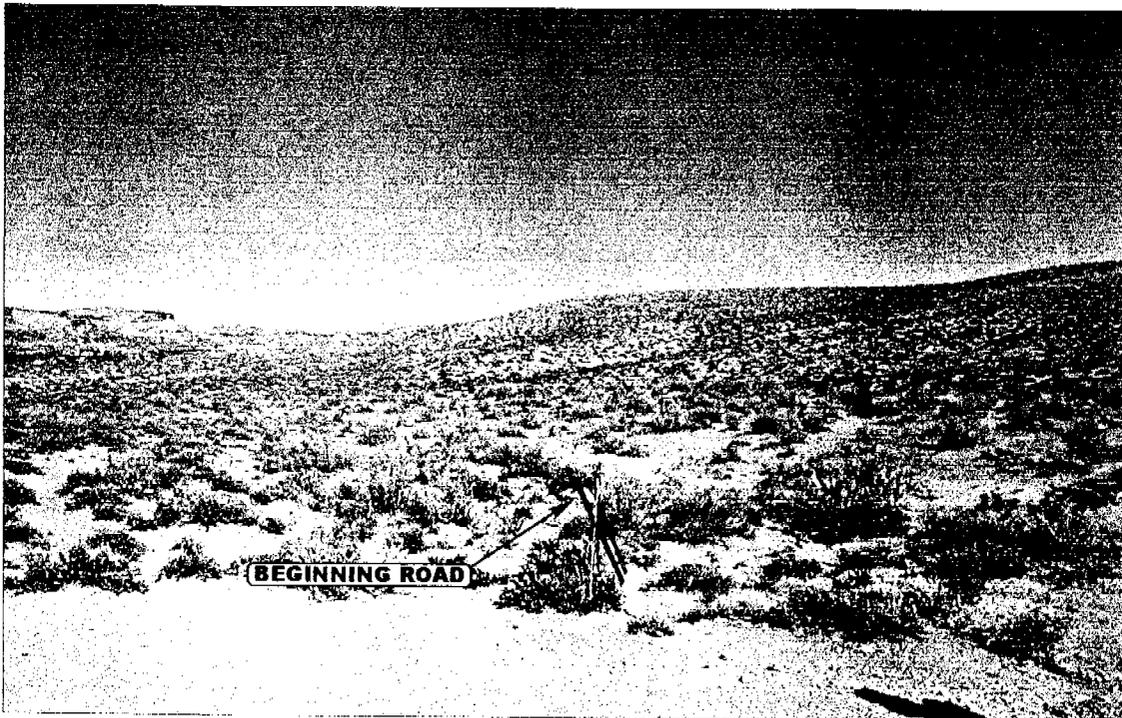


PHOTO: VIEW FROM BEGINNING OF PROPOSED ROAD

CAMERA ANGLE: NORTHEASTERLY



- Since 1964 -

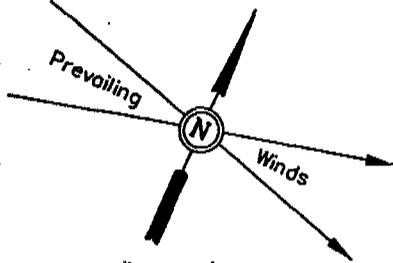
UELS Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

LOCATION PHOTOS	9	14	00	PHOTO
	MONTH	DAY	YEAR	
TAKEN BY D.K.	DRAWN BY J.L.G.		REVISED: 00-00-00	

EOG RESOURCES, INC.

LOCATION LAYOUT FOR

CWU #605-21N
SECTION 21, T9S, R22E, S.L.B.&M.
973' FSL 533' FWL



SCALE: 1" = 50'
DATE: 10-2-00
Drawn By: D.COX

F-13.6'
El. 805.5'

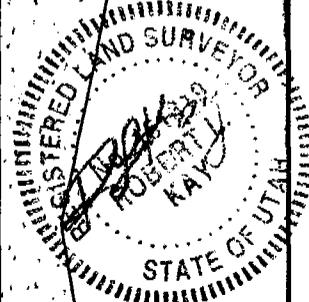
Sta. 3+25

F-19.1'
El. 800.0'

F-3.7'
El. 815.4'

Round Corners
as needed

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



F-12.6'
El. 806.5'

Sta. 1+50

C-2.5'
El. 821.6'

C-7.0'
El. 826.1'

135'

FLARE PIT
20' WIDE BENCH
46'

29'

36'

75'

147'

15'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

El. 825.8'
C-14.7'
(btm. pit)

Pit Capacity
With 2' of
Freeboard is
± 8,490 Bbls.

C-3.8'
El. 822.9'

RIG DOG HOUSE

WATER

PUMP

MUD SHED

HOPPER

POWER

TOOLS

FUEL

TRASH

TRAILER

TOILET

FUEL

STORAGE TANK

TRASH

Sta. 0+00

Approx.
Top of
Cut Slope

El. 829.4'
C-18.3'
(btm. pit)

El. 828.4'
C-9.3'

C-7.4'
El. 826.5'

F-9.9'
El. 809.2'

Proposed Access
Road

Elev. Ungraded Ground at Location Stake = 4826.1'
Elev. Graded Ground at Location Stake = 4819.1'

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

EOG RESOURCES, INC.

TYPICAL CROSS SECTIONS FOR

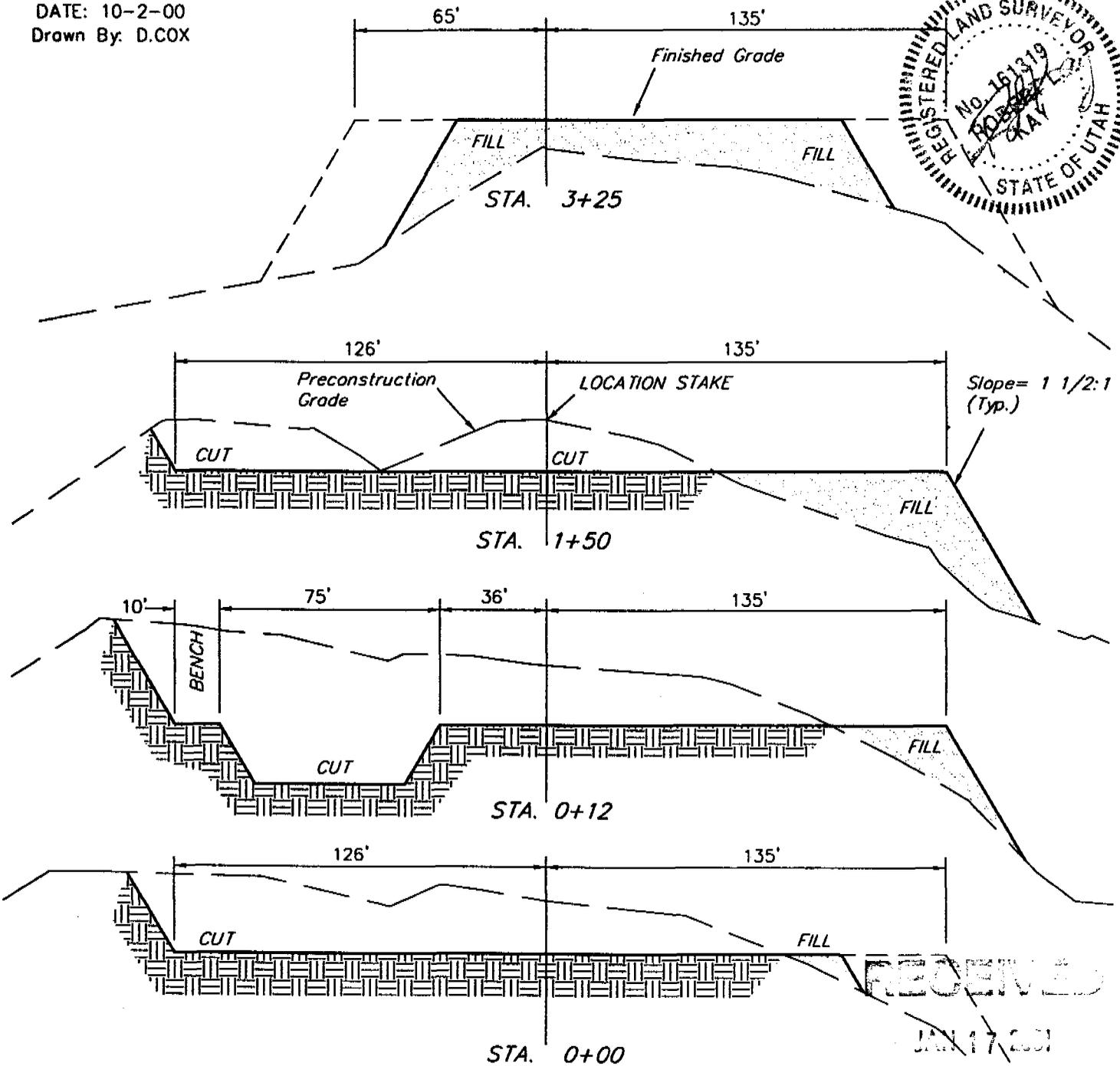
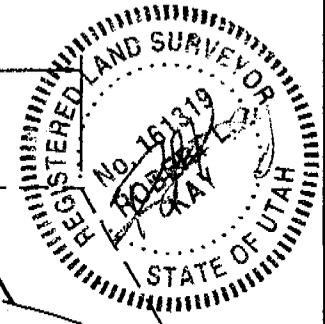
CWU #605-21N

SECTION 21, T9S, R22E, S.L.B.&M.

973' FSL 533' FWL

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

DATE: 10-2-00
Drawn By: D.COX

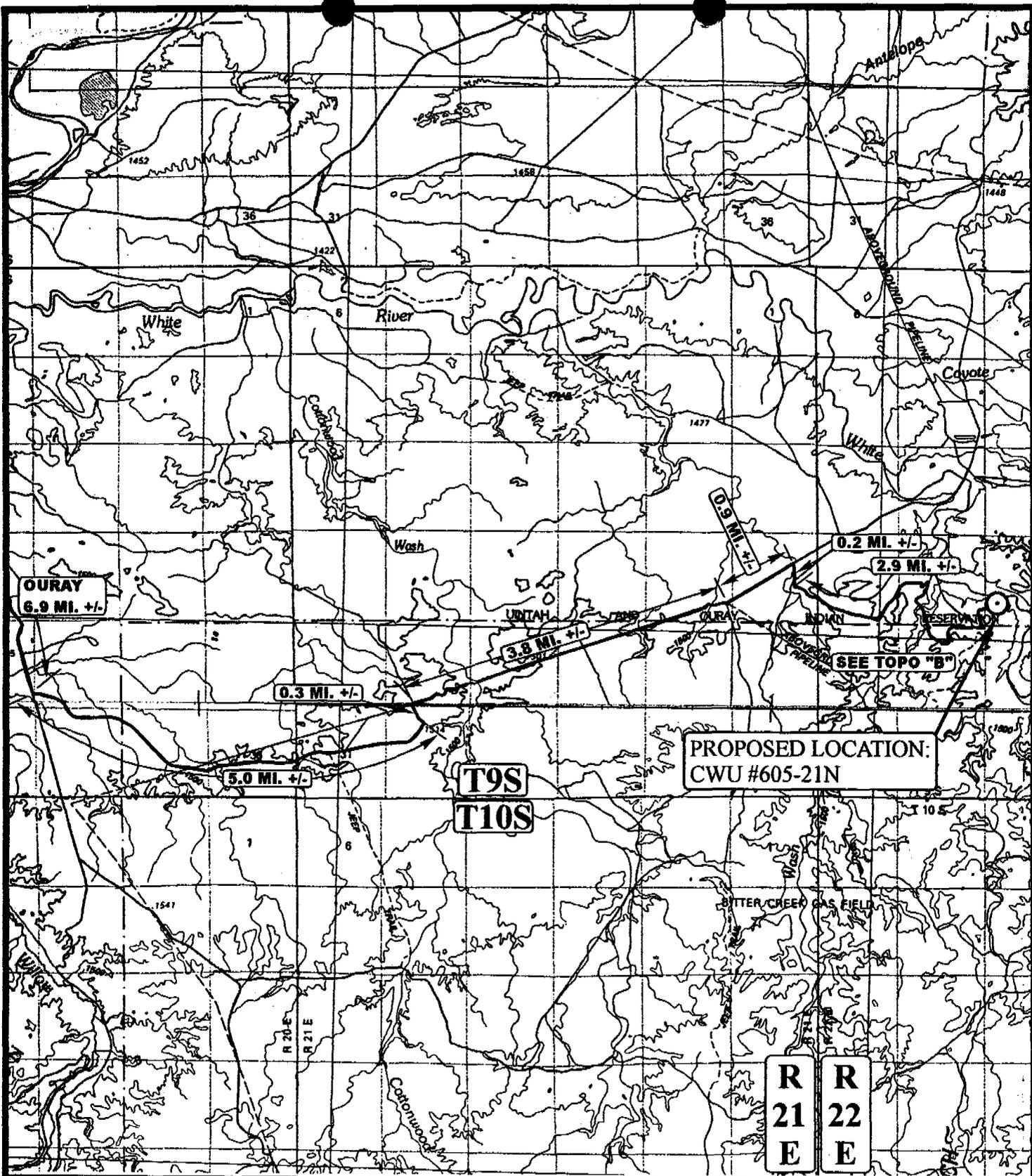


APPROXIMATE YARDAGES

(12") Topsoil Stripping	=	2,860 Cu. Yds.
Remaining Location	=	11,920 Cu. Yds.
TOTAL CUT	=	14,780 CU.YDS.
FILL	=	10,110 CU.YDS.

EXCESS MATERIAL AFTER 5% COMPACTION	=	4,140 Cu. Yds.
Topsoil & Pit Backfill (1/2 Pit Vol.)	=	4,130 Cu. Yds.
EXCESS UNBALANCE (After Rehabilitation)	=	10 Cu. Yds.

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JAN 17 2001
ENGINEER OF
CIVIL ENGINEERING



PROPOSED LOCATION:
CWU #605-21N

T9S
T10S

R
21
E

R
22
E

LEGEND:

⊙ PROPOSED LOCATION



EOG RESOURCES, INC.

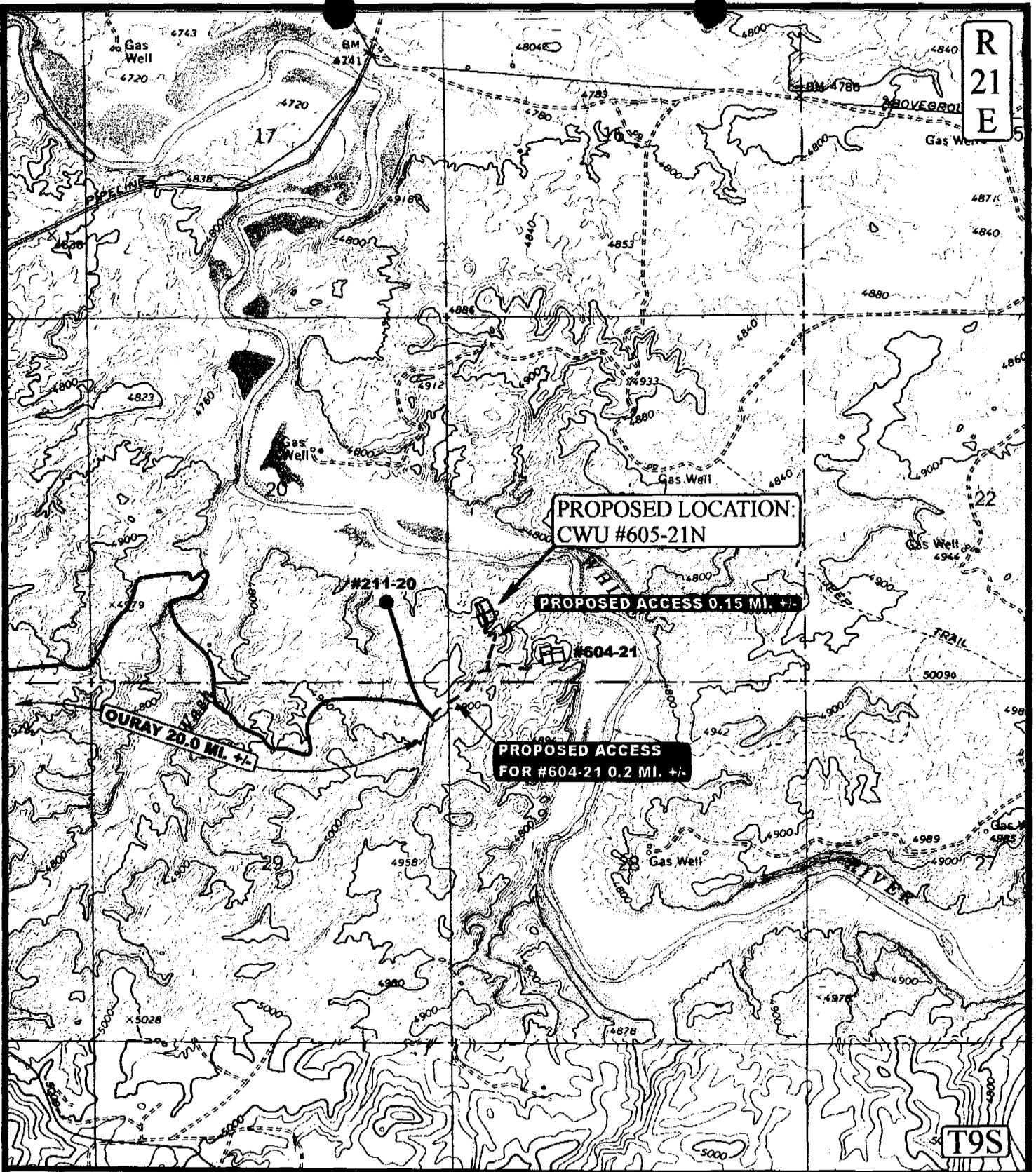
CWU #605-21N
SECTION 21, T9S, R22E, S.L.B.&M.
973' FSL 533' FWL



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

TOPOGRAPHIC **9** **14** **00**
MAP **MONTH** **DAY** **YEAR**
SCALE: 1 : 100,000 DRAWN BY: J.L.G. REVISED: 00-00-00





LEGEND:

- PROPOSED ACCESS ROAD
- EXISTING ROAD



EOG RESOURCES, INC.

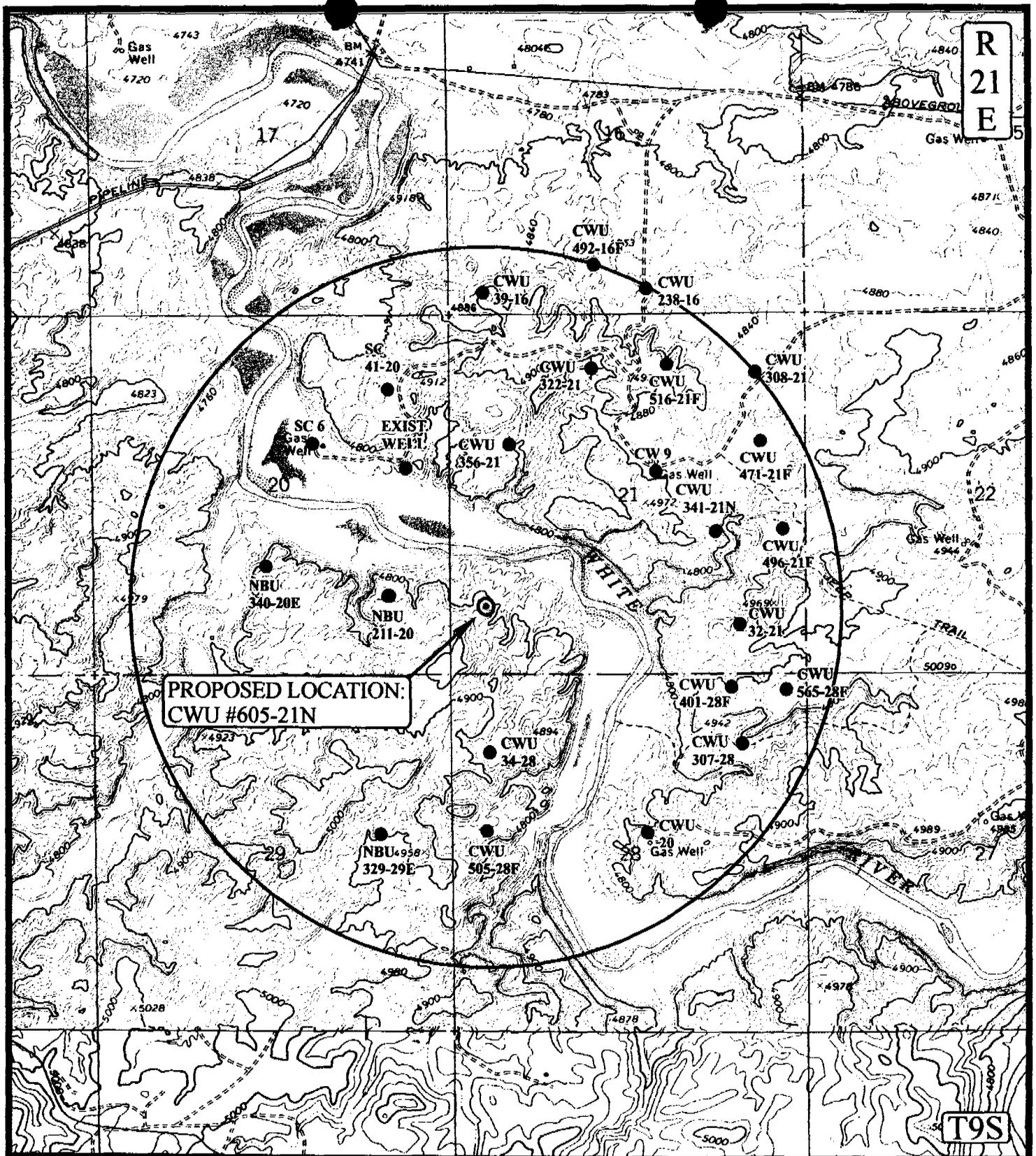
CWU #605-21N
 SECTION 21, T9S, R22E, S.L.B.&M.
 973' FSL 533' FWL



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

TOPOGRAPHIC MAP	9	14	00
	MONTH	DAY	YEAR
SCALE: 1" = 2000'		DRAWN BY: J.L.G.	
		REVISED: 00-00-00	





R
21
E

T9S

PROPOSED LOCATION:
CWU #605-21N

LEGEND:

- ⊗ DISPOSAL WELLS
- PRODUCING WELLS
- SHUT IN WELLS
- ⊗ WATER WELLS
- ABANDONED WELLS
- TEMPORARILY ABANDONED



EOG RESOURCES, INC.

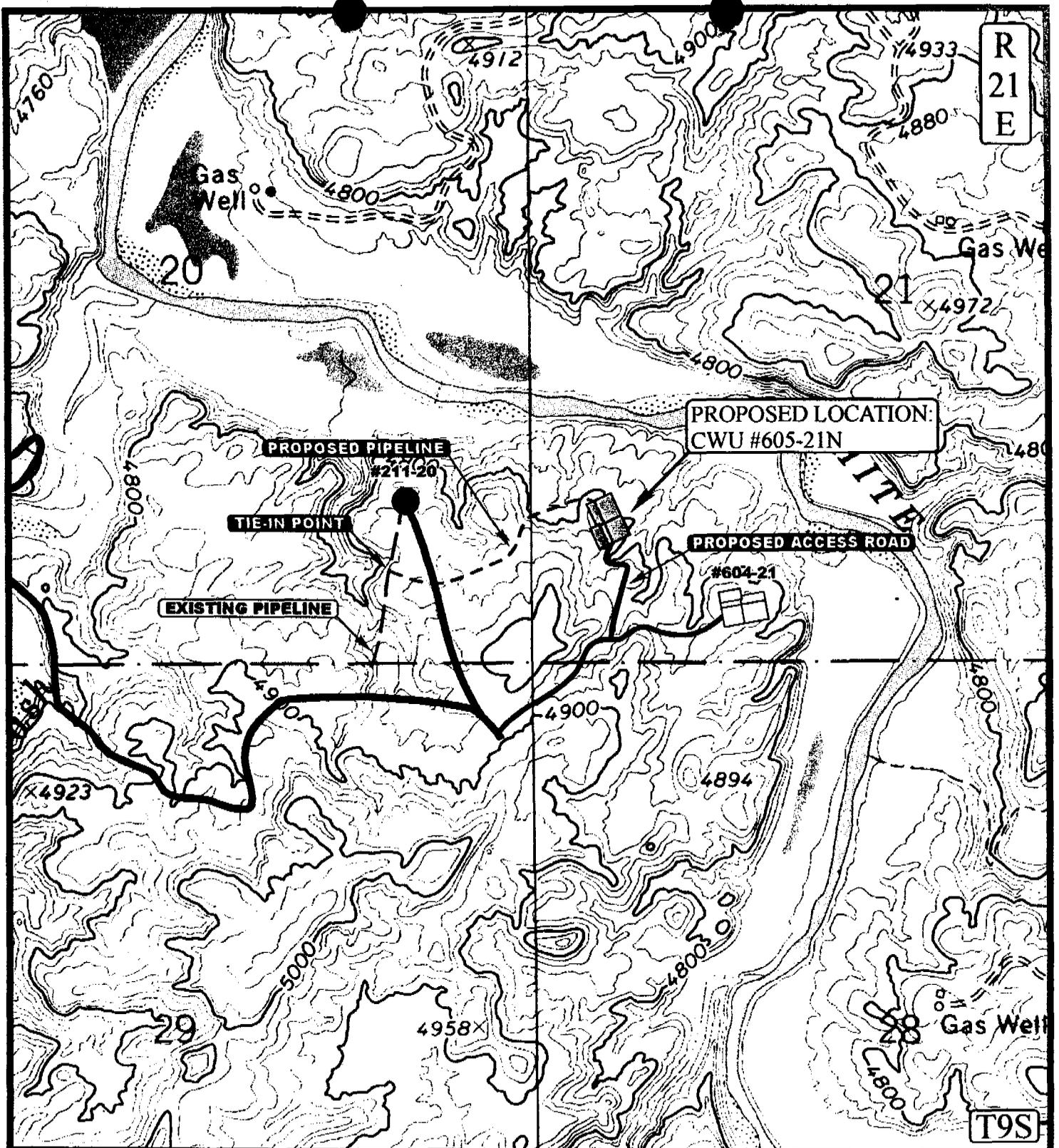
CWU #605-21N
SECTION 21, T9S, R22E, S.L.B.&M.
973' FSL 533' FWL



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

TOPOGRAPHIC MAP
9 14 00
MONTH DAY YEAR
SCALE: 1" = 2000' DRAWN BY: J.L.G. REVISED: 00-00-00





APPROXIMATE TOTAL PIPELINE DISTANCE = 2160' +/-

LEGEND:

- EXISTING PIPELINE
- - - PROPOSED PIPELINE
- PROPOSED ACCESS

EOG RESOURCES, INC.

CWU #605-21N
SECTION 21, T9S, R22E, S.L.B.&M.
973' FSL 533' FWL



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

TOPOGRAPHIC MAP	9	14	00
	MONTH	DAY	YEAR
SCALE: 1" = 1000'		DRAWN BY: J.L.G. REVISED: 00-00-00	



**WORKSHEET
APPLICATION FOR PERMIT TO DRILL**

APD RECEIVED: 01/17/2001

API NO. ASSIGNED: 43-047-33901

WELL NAME: CWU 605-21N
 OPERATOR: EOG RESOURCES INC (N9550)
 CONTACT: ED TROTTER, AGENT

PHONE NUMBER: 435-789-4120

PROPOSED LOCATION:
 SWSW 21 090S 220E
 SURFACE: 0973 FSL 0533 FWL
 BOTTOM: 0973 FSL 0533 FWL
 UINTAH
 NATURAL BUTTES (630)

INSPECT LOCATN BY: / /		
Tech Review	Initials	Date
Engineering		
Geology		
Surface		

LEASE TYPE: 1-Federal
 LEASE NUMBER: U-023998
 SURFACE OWNER: 2-Indian

PROPOSED FORMATION: WSTC

RECEIVED AND/OR REVIEWED:

Plat
 Bond: Fed[1] Ind[] Sta[] Fee[]
 (No. NM-2308)

Potash (Y/N)

Oil Shale (Y/N) ~~190-5 (B)~~ or 190-3

Water Permit
 (No. 49-1501)

RDCC Review (Y/N)
 (Date:)

Fee Surf Agreement (Y/N)

LOCATION AND SITING:

R649-2-3. Unit CHAPITA WELLS

R649-3-2. General
 Siting: 460 From Qtr/Qtr & 920' Between Wells

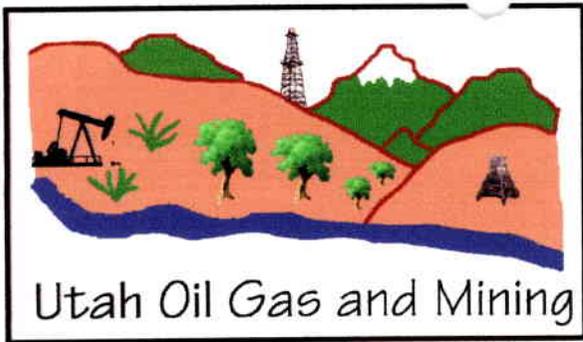
R649-3-3. Exception

Drilling Unit
 Board Cause No: 179-8
 Eff Date: 8-10-99
 Siting: 460' Fr. Unit Boundary

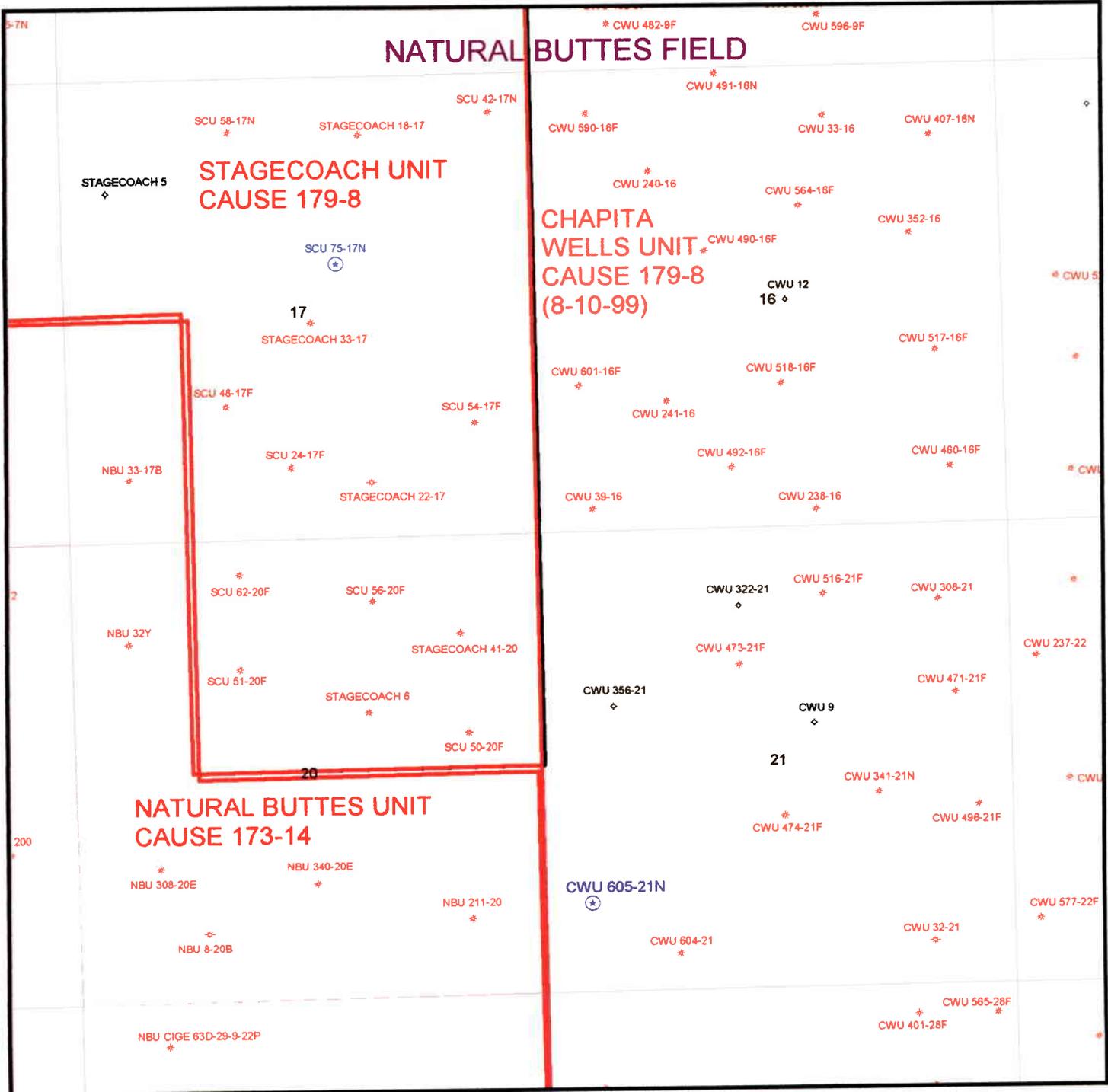
R649-3-11. Directional Drill

COMMENTS: _____

STIPULATIONS: ① FEDERAL APPROVAL
 ② OIL SHALE



OPERATOR: EOG RESOURCES INC (N9550)
 FIELD: NATURAL BUTTES (630)
 SEC. 21, T9S, R22E,
 COUNTY: UINTAH UNIT: CHAPITA WELLS
 CAUSE: 179-8





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

1584 West North Temple, Suite 1210
PO Box 145801
Salt Lake City, Utah 84114-5801
801-538-5340
801-359-3640 (Fax)
801-538-7223 (TDD)

January 29, 2001

EOG Resources, Inc.
PO Box 1815
Vernal, UT 84078

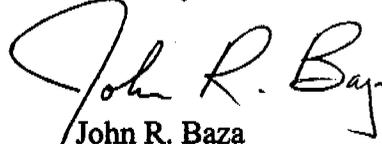
Re: Chapita Wells Unit 605-21N Well, 973' FSL, 533' FWL, SW SW, Sec. 21, T. 9 South,
R. 22 East, Uintah County, Utah

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 43-047-33901.

Sincerely,


John R. Baza
Associate Director

er

Enclosures

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

Operator: EOG Resources, Inc.
Well Name & Number Chapita Wells Unit 605-21N
API Number: 43-047-33901
Lease: U-023998

Location: SW SW **Sec.** 21 **T.** 9 South **R.** 22 East

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

3. Reporting Requirements

All required reports, forms and submittals will 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 Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 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**

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
EOG RESOURCES, INC.

3. Address and Telephone Number
P.O. BOX 1815, VERNAL, UT 84078 (435)789-0790

4. Location of Well (Report location clearly and in accordance with any State requirements.)
 At surface: **973' FSL & 533' FWL SW/SW**
 At proposed prod. Zone: **RECEIVED JUN 12 2001**

14. Distance in miles and direction from nearest town or post office
20.35 MILES SOUTHEAST OF OURAY, UTAH

15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. Unit line, if any)
533'

16. No. of acres in lease
480

17. No. of acres assigned to this well
80

18. Distance from proposed location to nearest well, drilling, completed, or applied for, on this lease, ft.
6165'

19. Proposed depth
6165'

20. Rotary or cable tools
ROTARY

21. Elevations (show whether DF, RT, GR, etc.)
4819.1 FEET GRADED GROUND

22. Approx. date work will start
FEBRUARY 2001

5. Lease designation and serial number
U-023998

6. If Indian, Allottee or Tribe name
UTE INDIAN TRIBE

7. Unit Agreement Name
CHAPITA WELLS UNIT

8. Farm or lease name, well no.

9. API Well No.
CWU 605-21N

10. Field and pool, or wildcat
WASATCH

11. Sec., T., R., M., or BLK. and survey or area
SEC. 21, T9S, R22E

12. County or parish
UINTAH

13. State
UTAH

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
11"	8 5/8"	24#	200' - 220'	100-150 SX CLASS "G" + 2%
or 12 1/4"	9 5/8"	32.30#	200 - 220'	CaCl2 + 1/4 #/SX CELLOFLAKE.
7 7/8"	4 1/2"	10.50#	6165'	50/50 POXMIX + 2% GEL + 10% SALT TO 400' ABOVE ALL ZONES OF INTEREST (+10% EXCESS). LIGHT CEMENT (11PPG+) + LCM TO 200' ABOVE OIL SHALE OR FRESH WATER INTERVALS (+ 5% EXCESS).

SEE ATTACHMENTS FOR:



- 8 POINT PLAN
- BOP SCHEMATIC
- SURFACE USE AND OPERATING PLAN
- LOCATION PLAT
- LOCATION LAYOUT
- TOPOGRAPHIC MAPS "A", "B", AND "C"
- GAS SALES PIPELINE—MAP "D"
- FACILITY DIAGRAM

RECEIVED

EOG RESOURCES, INC. WILL BE THE DESIGNATED OPERATOR OF THE SUBJECT WELL UNDER BOND #NM 2308

RECEIVED

MAR 26 2001

JUN 12 2001

DIVISION OF OIL, GAS AND MINING

Pc: UTAH DIVISION OF OIL, GAS, AND MINING
 BUREAU OF INDIAN AFFAIRS

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 *[Signature]* TITLE Agent DATE 1-9-2001

(This space for Federal or State office use)

NOTICE OF APPROVAL

PERMIT NO. _____ 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 *[Signature]* TITLE Assistant Field Manager Mineral Resources DATE 03/19/2001

CONDITIONS OF APPROVAL ATTACHED

CONDITIONS OF APPROVAL
APPLICATION FOR PERMIT TO DRILL

Company/Operator: EOG Resources Inc.
Well Name & Number: CWU 605-21N
API Number: 43-047-33901
Lease Number: U - 023998
Location: SWSW Sec. 21 T.9S R. 22E
Agreement: Chapita Wells Unit

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

CONDITIONS OF APPROVAL

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

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

A. DRILLING PROGRAM

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

Report **ALL** water shows and water-bearing sands to Pete Sokolosky of this office **prior to setting the next casing string or requesting plugging orders**. Faxed copies of State of Utah form OGC-8-X are acceptable. If noticeable water flows are detected, submit samples to this office along with any water analyses conducted.

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

2. Pressure Control Equipment

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., for a **3M** system and individual components shall be operable as designed. Chart recorders shall be used for all pressure tests.

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

If an air compressor is on location and is being utilized to provide air for the drilling medium while drilling, the special drilling requirements in Onshore Oil and Gas Order No. 2, regarding air or gas drilling shall be adhered to.

The variances requested in section 6 of the 8 point drilling plan are granted with the following conditions:

If a mist system is being utilized then the requirement for a deduster shall be waived.

Where the location and rig layout allows, the bloop line shall be straight and extend 100' from the wellbore. This requirement will be waived only in the case where the location is too small to accommodate it.

3. Casing Program and Auxiliary Equipment

Surface casing shall have centralizers on the bottom three joints, with a minimum of one centralizer per joint. Surface casing setting depths are based on ground level elevations only.

All casing strings below the conductor shall be pressure tested to 0.22 psi/ft of casing string length or 1500 psi, whichever is greater but not to exceed 70% of the minimum internal yield.

As a minimum, the usable water shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the base of the usable water zone, identified at ± 820 ft. **To accomplish this requirement you must either extend the surface casing to below ± 820 and cement back to surface or cement the production string back to ± 620 '.**

If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

4. Mud Program and Circulating Medium

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

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

5. Coring, Logging and Testing Program

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

A cement bond log (CBL) will be run from the production casing shoe to top of the cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.

Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. Two copies of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the AO.

6. Notifications of Operations

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

Operator shall report production data to MMS pursuant to 30 CFR 216.5 using form MMS/3160.

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

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

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

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Written notification of such must be submitted to this office not later than five (5) days following the date on which the well is placed on production.

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

A schematic facilities diagram as required by 43 CFR 3162.7-5(d) shall be submitted to the appropriate Field Office within 60 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-5 (1).

No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the AO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative, or the appropriate Surface Managing Agency.

7. Other Information

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

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

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

The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

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

"Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.

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

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

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

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

Ed Forsman (435) 789-7077 (HOME) (435) 646-1685 (PAGER)
Petroleum Engineer

Kirk Fleetwood (435) 789-6858 (HOME) (435) 646-1678 (PAGER)
Petroleum Engineer

Jerry Kenczka (435) 781-1190 (HOME) (435) 646-1676 (PAGER)
Petroleum Engineer

BLM FAX Machine (435) 781-4410

EPA'S LIST OF NONEXEMPT EXPLORATION AND PRODUCTION WASTES

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

Unused fracturing fluids or acids

Gas plant cooling tower cleaning wastes

Painting wastes

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

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

Refinery wastes

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

Used equipment lubrication oils

Waste compressor oil, filters, and blowdown

Used hydraulic fluids

Waste solvents

Waste in transportation pipeline-related pits

Caustic or acid cleaners

Boiler cleaning wastes

Boiler refractory bricks

Incinerator ash

Laboratory wastes

Sanitary wastes

Pesticide wastes

Radioactive tracer wastes

Drums, insulation and miscellaneous solids.

**SURFACE USE PROGRAM
CONDITIONS OF APPROVAL (COAs)**

EOG Resources, INC. (EOG) will assure the Ute Tribe that any/all contractors and subcontractors have acquired a current Tribal Business License and have updated "Access Permits" prior to construction. All EOG personnel, contractors and subcontractors will have these permits in their vehicles at all times. Companies that have not complied with this COA will be in violation of the Ute Tribal Business License Ordinance, and will be subject to fines and penalties.

EOG employees, representatives, and/or authorized personnel (subcontractors) shall not carry firearms on their person or in their vehicles while working on the Uintah and Ouray Indian Reservation.

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

EOG will notify the Ute Tribe and Bureau of Indian Affairs (BIA) in writing of any requested modification of APDs or Rights-Of Way (ROW). EOG shall receive written notification of authorization or denial of the requested modification. Without authorization, EOG will be subject to fines and penalties.

The Ute Tribe Energy & Minerals Department shall be notified in writing 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday. A Tribal Technician is to routinely monitor construction. EOG shall make arrangements with the Ute Energy & Minerals Department for all monitoring that will exceed regular working hours for Tribal Technicians. A qualified Archaeologist accompanied by a Tribal Technician will monitor any trenching required for the construction of the pipeline. EOG is to inform contractors to maintain construction of the pipelines within approved 30 foot right of ways.

A ROW, 30 feet wide, shall be granted for pipelines and a ROW, 30 feet wide, shall be granted for the access road. The constructed travel width of the access road will be limited to 18 feet. Upon authorization by the Ute Tribe Energy & Minerals Department, the ROW may be wider where sharp curves; deep cuts and fills occur; or, where intersections with other roads are required.

Upon completion of the pertinent APD and ROWs, EOG will notify the Ute Tribe Energy & Minerals Department for a Tribal Technician to verify the Affidavit of Completion.

Production waters, oil, and other byproducts shall not be placed on access roads or the well pad.

All vehicular traffic, personnel movement, construction and restoration operations will be confined to the areas examined and approved and to the existing roadways and/or evaluated access routes.

EOG will implement "Safety and Emergency Plan" and ensure plan compliance.

EOG shall stop construction activities and notify personnel from the Ute Tribe Energy & Minerals Department and BIA if cultural remains including paleontologic resources (vertebrate fossils) are exposed or identified during construction. The Ute Tribe Department of Cultural Rights and Protection and the BIA will provide mitigation measures prior to allowing construction.

EOG employees and/or authorized personnel (subcontractors) will not be allowed to collect artifacts and paleontologic fossils. No significant cultural resources shall be disturbed.

EOG will control noxious weeds on the well site and ROWs. EOG will be responsible for noxious weed control if weeds spread from the project area onto adjoining land.

Reserve pits will be lined with an impervious synthetic liner. About 17 rods of fence will be constructed around the reserve pit until it is backfilled. Prior to backfilling the reserve pit, all fluids will be pumped from the pit into trucks and hauled to approved disposal sites. When the reserve pits are backfilled, the surplus oil and mud, etc., will be buried a minimum of 3 feet below the surface of the soil.

A closed system will be used during production. This means that production fluids will be contained in leak-proof tanks. All production fluids will be disposed of at approved disposal sites.

Surface pipelines will be constructed to lay on the soil surface. The ROW will not be bladed or cleared of vegetation without authorization of the BIA. Where surface pipelines do not parallel roads but cross country between stations, they shall be welded in place at well sites or on access roads. They shall be pulled between stations with suitable equipment. Vehicles shall not use pipeline ROWs as access roads unless specifically authorized.

Before the site is abandoned, EOG 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.

Soil erosion will be mitigated by reseeded all disturbed areas.

This well shares the BLM route authorization approved for well 604-21N that was approved with that APD 12/04/2000.

SPUDDING INFORMATION

Name of Com pany: EOG RESOURCES INC

Well Name: CWU 605-21N

Api No.. 43-047-33901 LEASE TYPE: FEDERAL

Section 21 Township 09S Range 22E County UINTAH

Drilling Contractor DALL COOK DRILLING RIG # AIR

SPUDDED:

Date 03/26/2001

Time 2:00 PM

How ROTARY

Drilling will commence _____

Reported by GENE SEARLE

Telephone # _____

Date 03/28/2001 Signed: CHD

N9550

ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	LOCATION				COUNTY	SPUD DATE	EFFECTIVE DATE
					QQ	SEC.	TP	RG			
B	99999	4920	43-047-33881	STAGECOACH UNIT 75-17N	SW/NE	17 24	9S	22E	UINTAH	3/15/2001	3-15-01
1 COMMENTS: 4-2-01 CONFIDENTIAL											
B	99999	13033	43-047-33820	DUCK CREEK 76-9	NW/NE	9	9S	20E	UINTAH	1/24/2001	
2 COMMENTS: 2-2-01											
B	99999 4995	4905	43-047-33901	CHAPITA WELLS UNIT 605-21N	SW/SW	21	9S	22E	UINTAH	3/26/2001	
3 COMMENTS: CONFIDENTIAL											
B	99999								UINTAH		
4 COMMENTS:											
B	99999								UINTAH		
5 COMMENTS:											

ACTIONS 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.

(3/89)

Naty Carbo
 Signature
 Regulatory Analyst
 Title
 3/30/2001
 Date
 Phone No. (307) 276-3331

T-164 P.03/03 F-076

3072763335

From-EOG - BIG PINEY, WY.

Mar-30-01 09:04am

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED

Budget Item No. 1004-0185
Expires September 30, 1990

CONFIDENTIAL

SUNDRY NOTICE AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT --" for such proposals
SUBMIT IN TRIPLICATE

1. Type of Well

Oil Well Gas Well Other

2. Name of Operator

EOG Resources, Inc.

3. Address and Telephone No.

P.O. BOX 250, BIG PINEY, WY 83113 (307) 276-3331

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

**973' FSL - 533' FWL (SW/SW)
SECTION 21, T9S, R22E**

5. Lease Designation and Serial No.
U 023998

6. If Indian, Allottee or Tribe Name
UTE INDIAN TRIBE

7. If Unit or C.A., Agreement Designation
CHAPITA WELLS UNIT

8. Well Name and No.
CHAPITA WELLS UNIT 605-21N

9. API Well No.
43-047-33901

10. Field and Pool or Exploratory Area
CHAPITA WELLS/WASATCH

11. County State
UINTAH, UTAH

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

TYPE OF SUBMISSION

NOTICE OF INTENT
 SUBSEQUENT REPORT
 FINAL ABANDONMENT NOTICE

TYPE OF ACTION

ABANDONMENT CHANGE OF PLANS
 RECOMPLETION NEW CONSTRUCTION
 PLUGGING BACK NON-ROUTINE FRACTURING
 CASING REPAIR WATER SHUT-OFF
 ALTERING CASING CONVERSION TO INJECTION
 OTHER SPUD DATE

(Note: Report results of multiple completion on Well Completions or Recompletion Report and Log Form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details and give pertinent dates, including estimated date of starting any proposed work if well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work).

EOG Resources, Inc. spud 12-1/4" surface hole at the subject location 3/26/2001. The contractor was Dall Cook's Air Drilling. Ed Forsman of the Vernal BLM District office and Carol Daniels of the Utah Division of Oil, Gas & Mining were notified of spud 3/26/2001.

RECEIVED

APR 03 2001

**DIVISION OF
OIL, GAS AND MINING**

*NOTE: EOG Resources, Inc. will be using Nationwide Bond #NM 2308

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

SIGNED Baty Carlson TITLE Regulatory Analyst DATE 3/30/2001

(This space for Federal or State office use)

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

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

SUNDRY NOTICE AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.

Use "APPLICATION FOR PERMIT --" for such proposals

SUBMIT IN TRIPLICATE

FORM APPROVED

Budget No. 1004-0135

Expires September 30, 1990

<p>1. Type of Well</p> <p>Oil <input type="checkbox"/> WELL Gas <input checked="" type="checkbox"/> Well Other <input type="checkbox"/></p>	<p>5. Lease Designation and Serial No. U 023998</p>
<p>2. Name of Operator EOG Resources, Inc.</p>	<p>6. If Indian, Allottee or Tribe Name UTE INDIAN TRIBE</p>
<p>3. Address and Telephone No. P.O. BOX 250, BIG PINEY, WY 83113 (307) 276-3331</p>	<p>7. If Unit or C.A., Agreement Designation CHAPITA WELLS UNIT</p>
<p>4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 973' FSL - 533' FWL (SW/SW) SECTION 21, T9S, R22E</p>	<p>8. Well Name and No. CHAPITA WELLS UNIT 605-21N</p>
	<p>9. API Well No. 43-047-33901</p>
	<p>10. Field and Pool or Exploratory Area CHAPITA WELLS/WASATCH</p>
	<p>11. County State UINTAH, UTAH</p>

12. CHECK APPROPRIATE BOX(es) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF ACTION		
<p><input checked="" type="checkbox"/> NOTICE OF INTENT</p> <p><input type="checkbox"/> SUBSEQUENT REPORT</p> <p><input type="checkbox"/> FINAL ABANDONMENT NOTICE</p>	<table style="width:100%;"> <tr> <td style="width:50%; vertical-align: top;"> <p><input type="checkbox"/> ABANDONMENT</p> <p><input type="checkbox"/> RECOMPLETION</p> <p><input type="checkbox"/> PLUGGING BACK</p> <p><input type="checkbox"/> CASING REPAIR</p> <p><input type="checkbox"/> ALTERING CASING</p> <p><input checked="" type="checkbox"/> OTHER</p> </td> <td style="width:50%; vertical-align: top;"> <p><input type="checkbox"/> CHANGE OF PLANS</p> <p><input type="checkbox"/> NEW CONSTRUCTION</p> <p><input type="checkbox"/> NON-ROUTINE FRACTURING</p> <p><input type="checkbox"/> WATER SHUT-OFF</p> <p><input type="checkbox"/> CONVERSION TO INJECTION</p> <p align="center">DISPOSAL OF PRODUCED WATER</p> </td> </tr> </table>	<p><input type="checkbox"/> ABANDONMENT</p> <p><input type="checkbox"/> RECOMPLETION</p> <p><input type="checkbox"/> PLUGGING BACK</p> <p><input type="checkbox"/> CASING REPAIR</p> <p><input type="checkbox"/> ALTERING CASING</p> <p><input checked="" type="checkbox"/> OTHER</p>	<p><input type="checkbox"/> CHANGE OF PLANS</p> <p><input type="checkbox"/> NEW CONSTRUCTION</p> <p><input type="checkbox"/> NON-ROUTINE FRACTURING</p> <p><input type="checkbox"/> WATER SHUT-OFF</p> <p><input type="checkbox"/> CONVERSION TO INJECTION</p> <p align="center">DISPOSAL OF PRODUCED WATER</p>
<p><input type="checkbox"/> ABANDONMENT</p> <p><input type="checkbox"/> RECOMPLETION</p> <p><input type="checkbox"/> PLUGGING BACK</p> <p><input type="checkbox"/> CASING REPAIR</p> <p><input type="checkbox"/> ALTERING CASING</p> <p><input checked="" type="checkbox"/> OTHER</p>	<p><input type="checkbox"/> CHANGE OF PLANS</p> <p><input type="checkbox"/> NEW CONSTRUCTION</p> <p><input type="checkbox"/> NON-ROUTINE FRACTURING</p> <p><input type="checkbox"/> WATER SHUT-OFF</p> <p><input type="checkbox"/> CONVERSION TO INJECTION</p> <p align="center">DISPOSAL OF PRODUCED WATER</p>		

(Note: Report results of multiple completion on Well Completions or Recompletion Report and Log Form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details and give pertinent dates, including estimated date of starting any proposed work if well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work).

EOG Resources, Inc. requests authorization for disposal of produced water from the referenced well to any of the following locations:

1. Natural Buttes Unit 21-20B SWD
2. Ace Disposal
3. EOG Resources, Inc. drilling operations (Chapita Wells Unit, Natural Buttes Unit & Stagecoach Unit)

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

RECEIVED

MAY 03 2001

DIVISION OF
OIL, GAS AND MINING

*NOTE: EOG Resources, Inc. will be using Nationwide Bond #NM 2308

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

SIGNED Katy Carlson TITLE Regulatory Analyst DATE 5/01/2001

(This space for Federal or State office use)

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

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

CONFIDENTIAL

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

U 023998
UTE TRIBAL LAND
CHAPITA WELLS UNIT

WELL COMPLETION OR RECOMPLETION REPORT AND LOG*

12. TYPE OF WELL: OIL WELL GAS WELL DRY OTHER
 13. TYPE OF COMPLETION: NEW WELL WORK OVER DEEPEN PLUG BACK DEEPEN OTHER

1. NAME OF OPERATOR: **EOG Resources, Inc.**
 2. ADDRESS OF OPERATOR: **P.O. BOX 250 BIG PINEY, WYOMING**

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)
 At surface: **973' FSL - 533' FWL (SW/SW)**
 At top prod. interval reported below: **SAME**
 At total depth: **SAME**
 16. COUNTY OR PARISH: **UINTAH** 17. STATE: **UTAH**
 14. PERMIT NO.: **43-047-33901**
 DATE PERMIT ISSUED: **1/29/2001**

15. DATES REPORTED: 3/26/2001, 4/05/2001, 4/26/2001, 4840' KB, 4819' PREP. GL.
 20. TOTAL DEPTH, MD & TVD: **6165'** 21. PLUG BACK Y.D., MD & TVD: **6148'** 22. IF MULTIPLE COMPLETIONS, HOW MANY?: **1**
 23. ROTARY TOOLS: **ROTARY** CABLE TOOLS:
 24. PRODUCING INTERVAL(S), OF THIS COMPLETION (TOP, BOTTOM, NAME (MD AND TVD)):
WASATCH 5597' - 5987' 25. WAS DIRECTIONAL SURVEY MADE? **NO**
 26. TYPE ELECTRIC AND OTHER LOGS RUN: **Dipole Sonic Imager, Compensated Neutron, GR, Dipole Sonic Imager, Compensated Neutron, Log Quality Control & Cement Bond Log, Collar Locator, GR** 27. WAS WELL CORRECT? **NO**

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

CASING SIZE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
9-5/8"	36.0# J-55	242'	12-1/4"	125 sx Class "G" cement	NONE
4-1/2"	10.5# J-55	6165'	7-7/8"	350 sx Hi-Lift & 450 sx 50/50 Pozmix.	NONE

29. LINER RECORD

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

30. TUBING RECORD

SIZE	DEPTH SET (MD)	PACKER SET (MD)
2-3/8"	6023'	

31. PERFORATION RECORD (Interval, size and number)

Interval	Size	Number
Wasatch B-5 (Bc)		5973-77' & 5980-87'
B-13 (Cj)		5658-61', 5666-74' & 5678-80'
C-11 (Ch)		5597-5605' & 5611-16'

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

DEPTH INTERVAL (MD)	AMOUNT AND KIND OF MATERIAL USED
5973-5987'	16,129 gals gelled water & 63,000# 20/40 sand.
5658-5680'	17,723 gals gelled water & 81,500# 20/40 sand.
5597-5616'	19,644 gals gelled water & 84,600# 20/40 sand.

33. PRODUCTION

DATE FIRST PRODUCTION: **4/26/2001** PRODUCTION METHOD: **FLOWING** WELL STATUS: **PRODUCING**

DATE OF TEST	HOURS TESTED	CHOKER SIZE	PROD'N FOR	OIL-BBL.	GAS-MCF.	WATER-BBL.	GAS-OIL RATIO
4/30/2001	24	16/64"		0 BC	553 MCFD	18 BW	

34. DISPOSITION OF GAS (BBL, used for fuel, vented, etc.): **SOLD**

35. LIST OF ATTACHMENTS: **SOLD**

36. I hereby certify that the foregoing and attached information is complete and correct to the best of my knowledge and belief, and that I am duly qualified to sign this report.

SIGNED: Doty Carlso TITLE: Regulatory Analyst DATE: 5/01/2001

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

RECEIVED
MAY 03 2001
DIVISION OF OIL, GAS AND MINING

