



May 10, 2001

Ms. Lisha Cordova
State of Utah
Division of Oil Gas & Mining
1594 West North Temple, Suite 1210
Salt Lake City, Utah 84114
Attn: Lisha Cordova

RE: NBU #248
Sec. 10-T10S-R22E UBM

Dear Ms. Cordova:

Enclosed is the APD for the location listed above. Please do not hesitate to call me if you have any questions, or need additional information at (435) 781-7021.

Holly Miner,

Holly Miner

Assistant Regulatory Analyst

RECEIVED

MAY 14 2001

DIVISION OF
OIL, GAS AND 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

CONFIDENTIAL

Form 3160-3
(August 1999)

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No. U-025187
6. If Indian, Allottee or Tribe Name N/A
7. If Unit or CA Agreement, Name and No. NATL BUTTES UNIT NW-135
8. Lease Name and Well No. NBU #248
9. API Well No. 43047-34079
10. Field and Pool, or Exploratory NATURAL BUTTES FIELD
11. Sec., T., R., M., or Blk., and Survey or Area Sec 10 T10S R22E UBM
12. County or Parish UINTAH
13. State UT
14. Distance in miles and direction from the nearest town or post office* 36.8 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) 2078
16. No. of Acres in lease 600
17. Spacing unit dedicated to this well
18. Distance from proposed location* to nearest well, drilling, completed, Applied for, on this lease, ft. REFER TO TOPO C
19. Proposed Depth 9500 MD
20. BLM/BIA Bond No. on file BLM:U-605382-9
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5105 GL
22. Approximate date work will start*
23. Estimated duration

1a. Type of Work: DRILL REENTER

1b. Type of Well: Oil Well Gas Well Other Single Zone Multiple Zone

2. Name of Operator **COASTAL OIL & GAS CORPORATION**
CONTACT: CHERYL CAMERON OPERATIONS
EMAIL: Cheryl.Cameron@CoastalCorp.com

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

3b. Phone No. (include area code)
TEL: 435.781.7023 EXT:
FAX: 435.789.4436

4. Location of Well (Report location clearly and in accordance with any State requirements.)*
At surface **SENW 2216FNL 2078FWL**
At proposed prod. zone **4424806 N**
634317E

14. Distance in miles and direction from the nearest town or post office*
36.8 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)
2078

16. No. of Acres in lease
600

17. Spacing unit dedicated to this well

18. Distance from proposed location* to nearest well, drilling, completed, Applied for, on this lease, ft.
REFER TO TOPO C

19. Proposed Depth
9500 MD

20. BLM/BIA Bond No. on file
BLM:U-605382-9

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
5105 GL

22. Approximate date work will start*

23. Estimated duration

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see item 20 above).
- Operator certification.
- Other site specific information and/or plans as may be required by the authorizing officer.

25. Signature *Cheryl Cameron* Name (Printed/Typed) **Cheryl Cameron** Date **5/9/01**

Title _____

Approved by (Signature) *Bradley G. Hill* Name (Printed/Typed) **BRADLEY G. HILL** Date **05-21-01**

Title _____ Title **RECLAMATION SPECIALIST III**

Application approval does not warrant or certify 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, are attached.

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 and false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)
ELECTRONIC SUBMISSION #4116 VERIFIED BY THE BLM WELL INFORMATION SYSTEM FOR COASTAL OIL & GAS CORPORATION
SENT TO THE VERNAL FIELD OFFICE

Federal Approval of this
Action is Necessary

MAY 14 2001

DIVISION OF
OIL, GAS AND MINING

T10S, R22E, S.L.B.&M.

1991
Brass Cap
0.6' High,
Large Pile
of Stones

N89°15'W - G.L.O. (Basis of Bearings)
2630.55' (Measured)

S89°55'W - 39.65 (G.L.O.)

1991
Brass Cap
0.4' High,
Steel Post,
Large Pile
of Stones

2216'

NBU #248

Elev. Ungraded Ground = 5105'

10

1991
Brass Cap
0.2' High,
Pile of Stones

2652.25' (Meas.)

N00°05'37"W

1991
Brass Cap
0.5' High,
Large Pile
of Stones

Brass Cap
Large Pile
of Stones

N89°47'04"W 2619.81' (Meas.)

N89°52'W - 39.86 (G.L.O.)

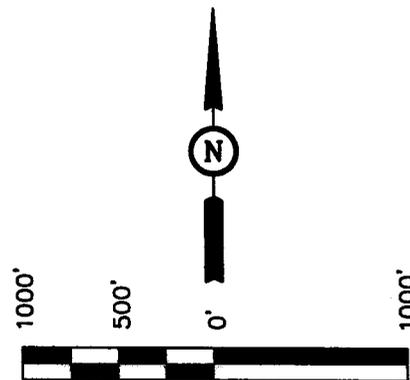
N00°06'W - 80.02 (G.L.O.)

COASTAL OIL & GAS CORP.

Well location, NBU #248, located as shown in the SE 1/4 NW 1/4 of Section 10, T10S, R22E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R22E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238. FEET.



SCALE

CERTIFICATE

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

Robert H. Kay

REGISTERED LAND SURVEYOR
REGISTRATION NO. 161319
STATE OF UTAH

UINTAH ENGINEERING & LAND SURVEYING

85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

LEGEND:

└─┘ = 90° SYMBOL

● = PROPOSED WELL HEAD.

▲ = SECTION CORNERS LOCATED.

LATITUDE = 39°57'53"

LONGITUDE = 109°25'39"

SCALE 1" = 1000'	DATE SURVEYED: 3-6-01	DATE DRAWN: 3-7-01
PARTY B.B. G.S. T.A. D.COX	REFERENCES G.L.O. PLAT	
WEATHER WARM	FILE COASTAL OIL & GAS CORP.	

COASTAL OIL & GAS CORP.

NBU #248

SECTION 10, T10S, R22E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 11.5 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 8.6 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN LEFT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 3.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTH; PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 1.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN RIGHT AND PROCEED IN A EASTERLY DIRECTION APPROXIMATELY 0.9 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE TO VERNAL IS APPROXIMATELY 56.2 MILES.

**NBU #248
SE/NW Sec. 10-T10S, R22E
UINTAH COUNTY, UTAH
LEASE #U-025187**

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

DRILLING PROGRAM

1. Estimated Tops of Important Geologic Markers:

<u>Formation</u>	<u>Depth</u>
KB	5150'
Green River	1375'
Wasatch	4325'
Mesaverde	6625'
L. Mesaverde	8905
TD	9000'

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

<u>Substance</u>	<u>Formation</u>	<u>Depth</u>
	Wasatch	4325'
Gas	Mesaverde	6625'
Water	N/A	
Other Minerals	N/A	

3. Pressure Control Equipment (Schematic Attached)

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

4. Proposed Casing & Cementing Program:

Please see the attached Drilling Program.

5. Drilling Fluids Program:

Please see the attached Mud Program.

6. Evaluation Program:

Please see the attached Geological Data.

7. **Abnormal Conditions:**

Maximum anticipated bottomhole pressure calculated at 9,000' TD, approximately equals 3,600 psi (calculated at 0.4 psi/foot).

Maximum anticipated surface pressure equals approximately 1,620 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

**NBU #248
SE/NW Sec. 10-T10S-R22E
UINTAH COUNTY, UTAH
LEASE #U-025187**

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

An onsite inspection was conducted for the NBU #248 on 4/25/01, for the subject well.

1. Existing Roads:

The proposed well site is approximately 36.8 miles southeast of Ouray, Utah. Directions to the location from Ouray, Utah:

Proceed in a westerly direction from Vernal, Utah, along U.S. Highway 40 approximately 14.0 miles to the junction of state highway 88; exit left and proceed in a southerly direction approximately 17.0 miles to Ouray, Utah; proceed in a southerly direction approximately 6.9 miles on the Seep Ridge Road to the junction of this road and an existing road to the east; turn left and proceed in an southeasterly direction approximately 8.6 miles to the junction of this road and an existing road to the northeast; turn left and proceed in a northeasterly direction approximately 3.2 miles to the junction of this road and an existing road to the north; turn proceed in a northeasterly, direction approximately 1.0 miles to the junction of this road and an existing road to the east; turn right and proceed in a easterly direction approximately 0.9 miles to the proposed 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.

Refer to Topo Map D for the location of the proposed pipeline.

5. Location and Type of Water Supply:

Please see the Natural Buttes SOP.

6. **Source of Construction Materials:**

Please see the Natural Buttes SOP.

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

Please see the Natural Buttes SOP.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec.5,T9S,R22E, NBU #159, Sec.35,T9S,R21E, Ace Oilfield Sec.2, T6S,R20E, MC&MC Sec 12, T6S,R19E (Requests is lieu of filing Form 3160-5, after initial production).

8. **Ancillary Facilities:**

Please see the Natural Buttes 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).

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be re-surveyed and a form 3160-5 will be submitted.

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

A plastic reinforced liner shall be used, it will be a minimum 12 mil thick, with sufficient bedding used to cover any rocks (Felt & Straw). The liner will overlap the pit walls and be covered with dirt and/or rock to hold it in place. No trash or scrap that could puncture the liner will be do disposed of in the pit.

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

Please see the Natural Buttes SOP.

The following seed mixture will be used to reclaim the surface. A total of 12 lbs/acre will be used if seeds are drilled (24 lbs/acre if seeds are broadcast). The per acre requirements for drilled seeds are:

Galleta Grass	4 lbs.
Shade Scale	4 lbs.
Indian Rice Grass	4 lbs.

11. Surface Ownership:

The well pad and access road are located on lands owned by:

United State of America
Bureau of Land Management
170 South 500 East
Vernal, Utah 84078
(435)781-4400

12. Other Information:

A Class III archaeological survey was conducted. A copy will be submitted as soon as it becomes available.

This location is not within 460 feet from the boundary of the Natural Buttes Unit, nor is it within 460 feet of any non-committed tract lying within the boundaries of the Unit.

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

Cheryl Cameron
Sr. Regulatory Analyst
Coastal Oil & Gas Corporation
P.O. Box 1148
Vernal, UT 84078
(435) 781-7023

Darrell Molnar
Drilling Manager
Coastal Oil & Gas Corporation
9 Greenway Plaza, Suite 2775
Houston, TX 77046-0995
(713) 418-4295

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.

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

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

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.

/s/ Cheryl Cameron 
Cheryl Cameron

5/2/01
Date

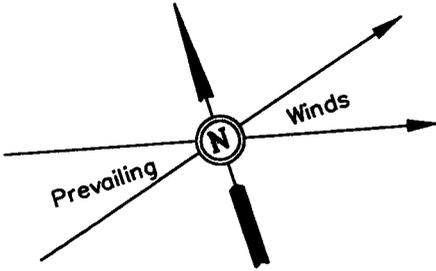
COASTAL OIL & GAS CORP.

LOCATION LAYOUT FOR

NBU #248

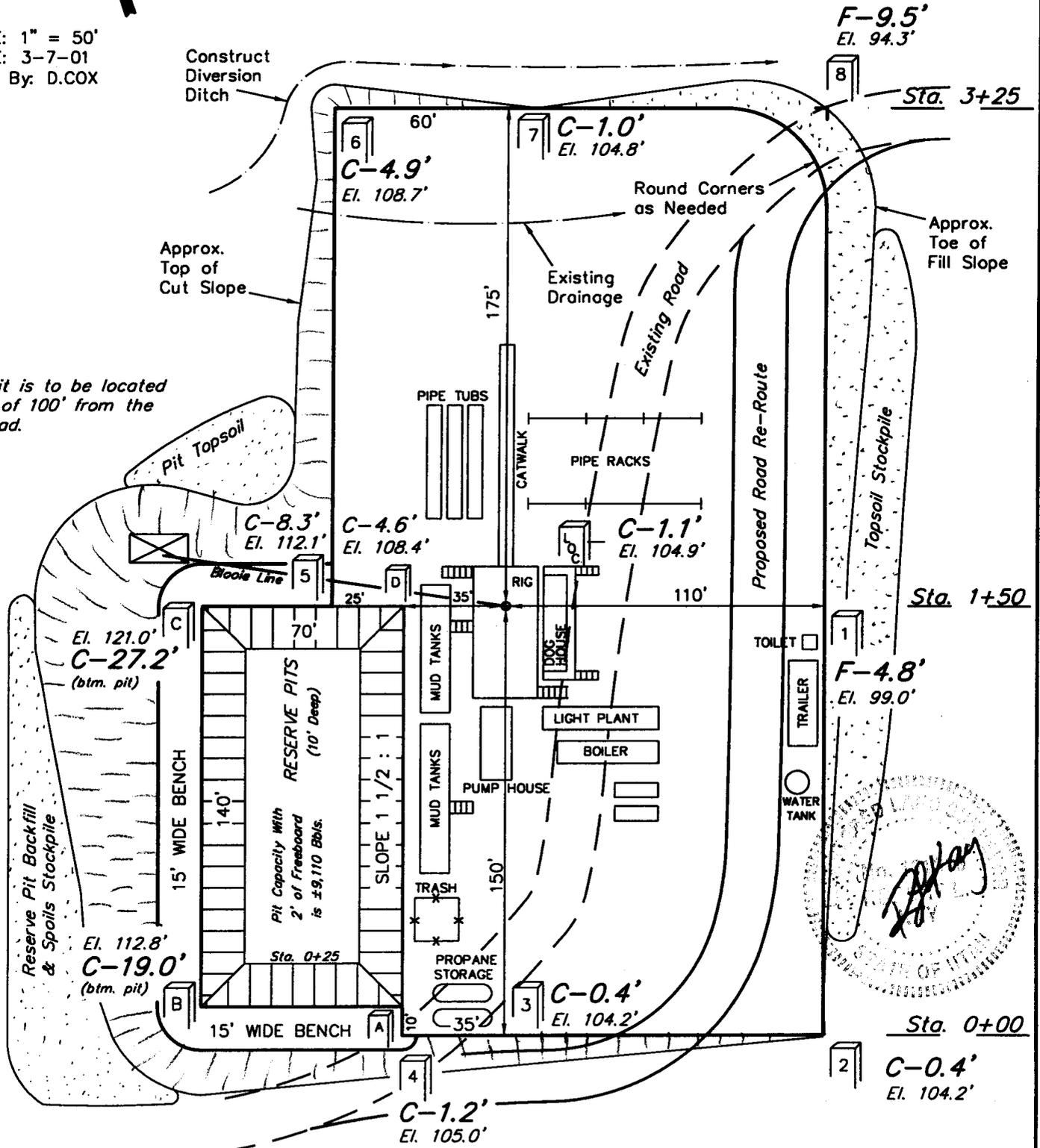
SECTION 10, T10S, R22E, S.L.B.&M.

2216' FNL 2078' FWL



SCALE: 1" = 50'
DATE: 3-7-01
Drawn By: D.COX

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



NOTES:

Elev. Ungraded Ground At Loc. Stake = 5104.9'
FINISHED GRADE ELEV. AT LOC. STAKE = 5103.8'

FIGURE #1

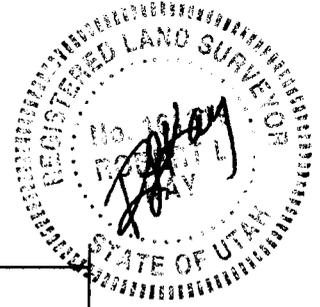
COASTAL OIL & GAS CORP.

TYPICAL CROSS SECTIONS FOR

NBU #248

SECTION 10, T10S, R22E, S.L.B.&M.

2216' FNL 2078' FWL



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

DATE: 3-7-01
Drawn By: D.COX

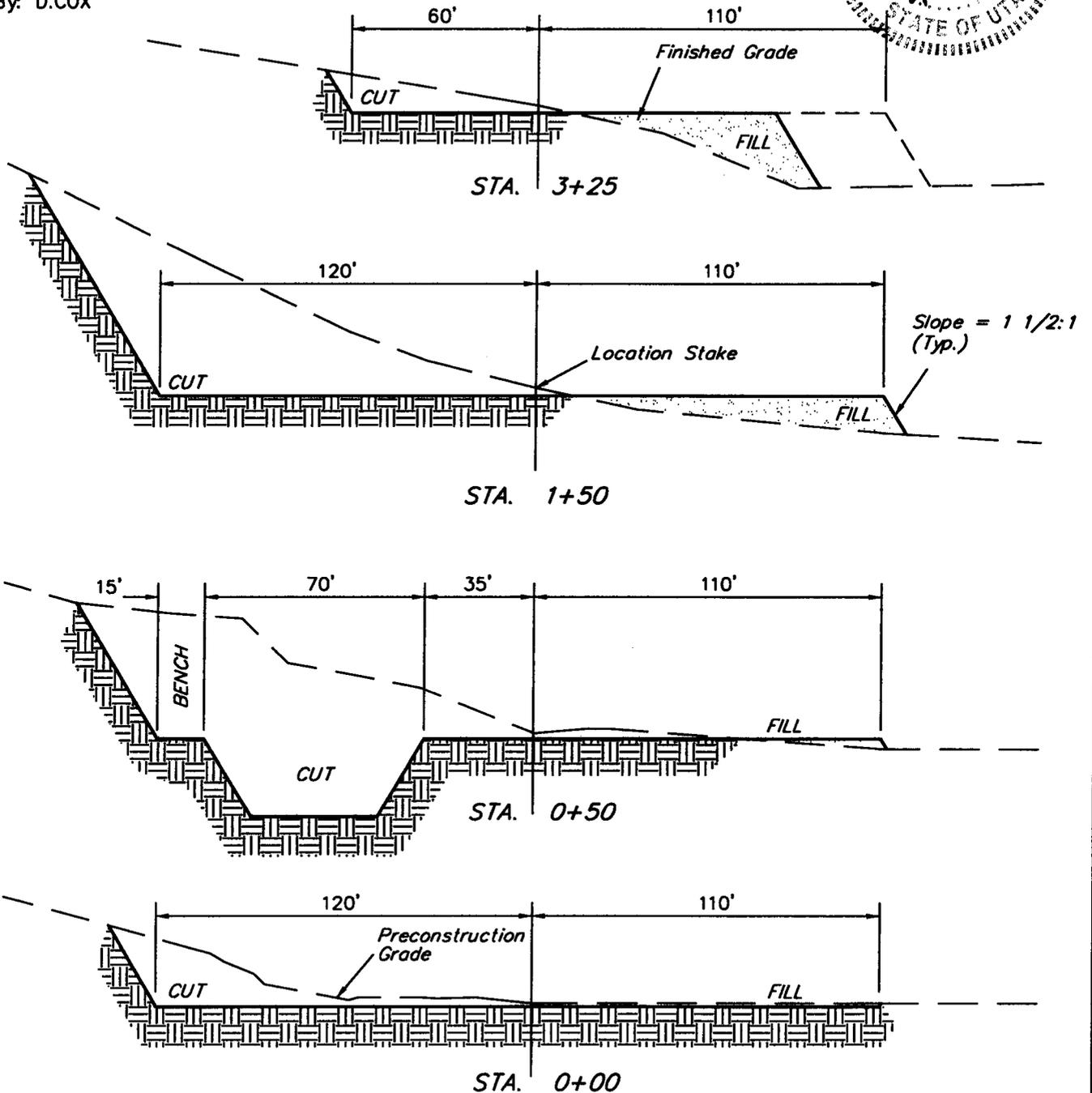


FIGURE #2

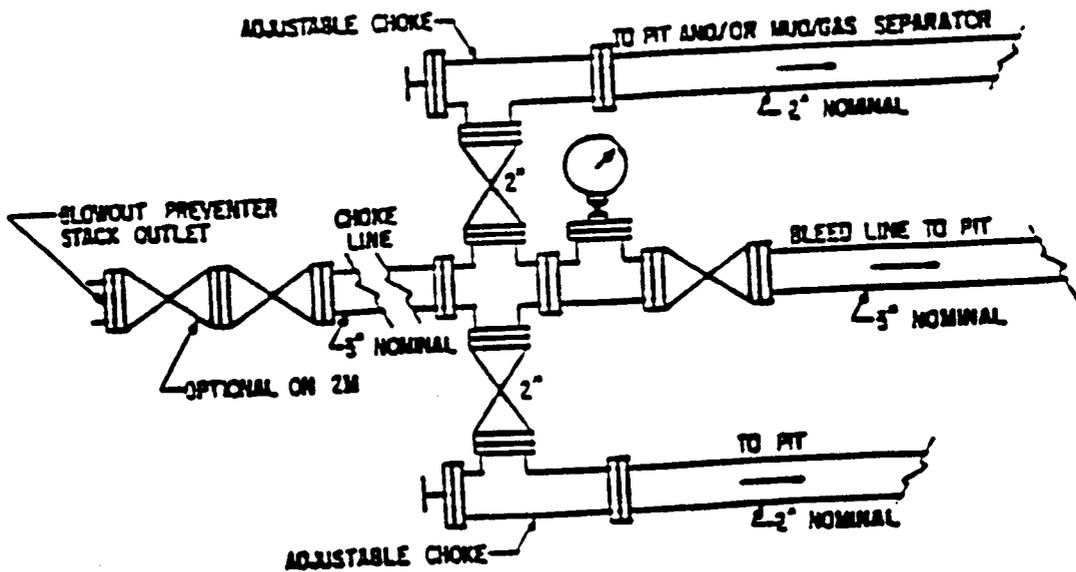
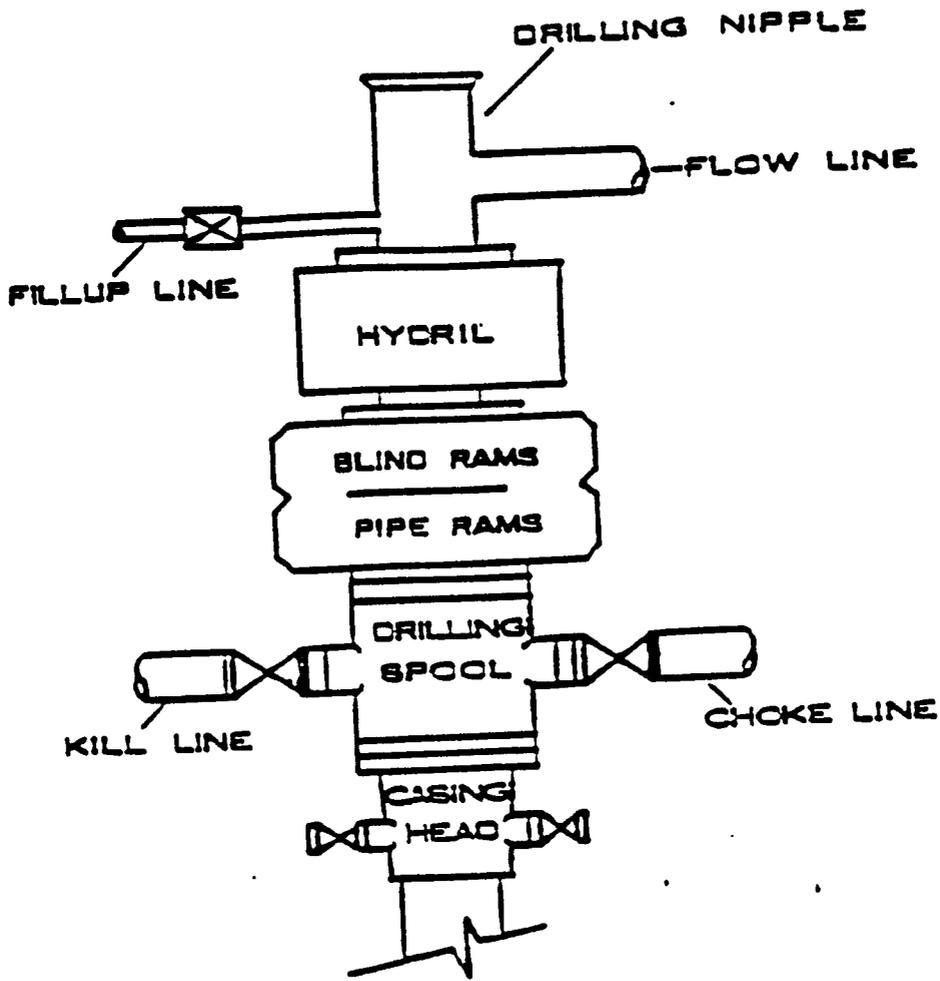
APPROXIMATE YARDAGES

CUT	
(6") Topsoil Stripping	= 1,210 Cu. Yds.
Remaining Location	= 11,020 Cu. Yds.
TOTAL CUT	= 12,230 CU.YDS.
FILL	= 5,690 CU.YDS.

EXCESS MATERIAL AFTER 5% COMPACTION	= 6,240 Cu. Yds.
Topsoil & Pit Backfill (1/2 Pit Vol.)	= 2,500 Cu. Yds.
EXCESS UNBALANCE (After Rehabilitation)	= 3,740 Cu. Yds.

3,000 PSI

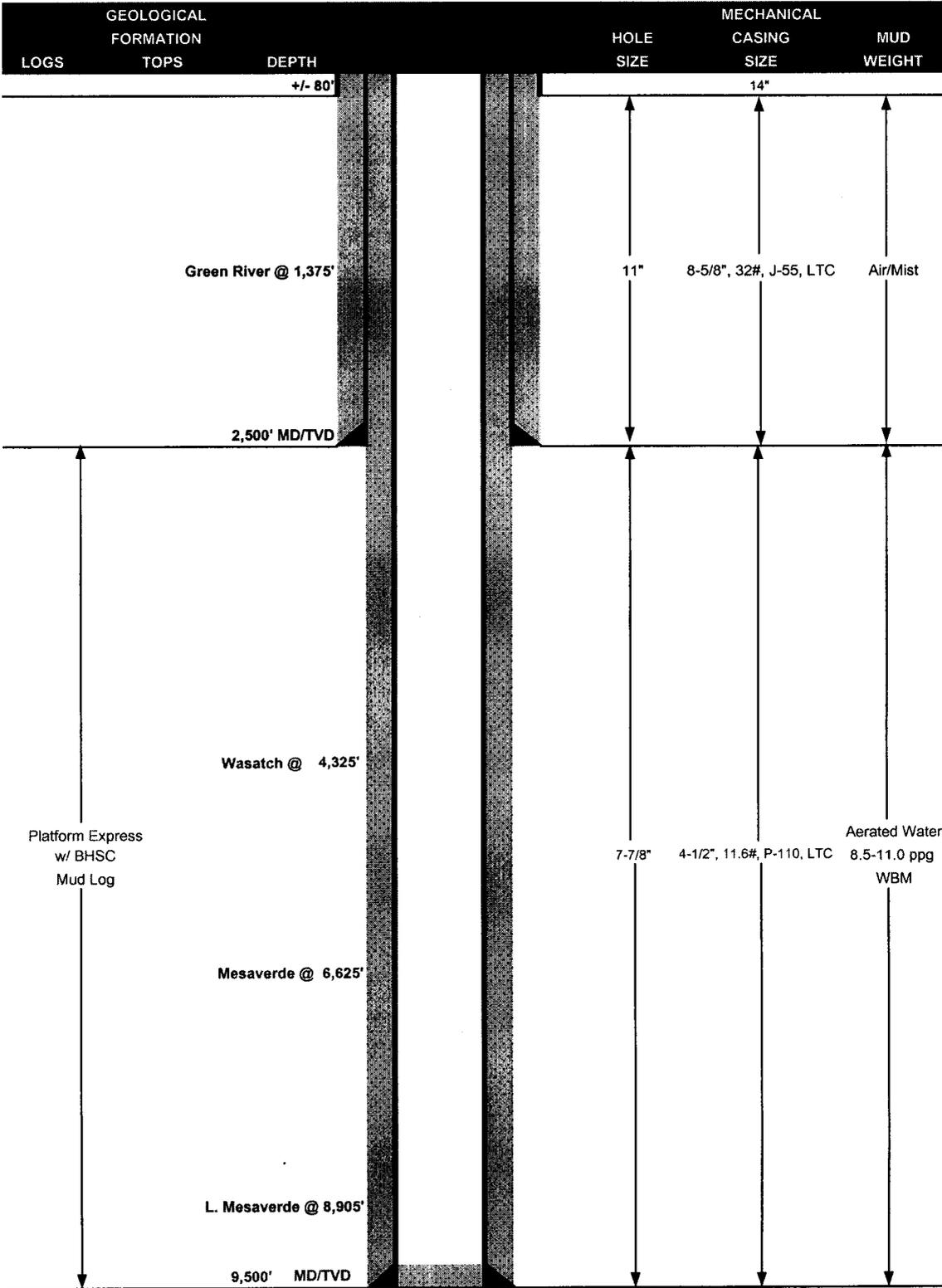
BOP STACK



COASTAL OIL & GAS CORPORATION

DRILLING PROGRAM

COMPANY NAME Coastal Oil & Gas Corporation DATE 5/2/01
 WELL NAME NBU #248 TD 9,500' MD/TVD _____
 FIELD NBU COUNTY Uintah STATE Utah ELEVATION 5,150' KB _____
 SURFACE LOCATION 2,000' FNL & 1,800' FWL Sec 10 T10S-R22E BHL Straight Hole
 OBJECTIVE ZONE(S) Wasatch, Mesaverde
 ADDITIONAL INFO _____



COASTAL OIL & GAS CORPORATION DRILLING PROGRAM

CASING PROGRAM

	SIZE	INTERVAL	WT.	GR.	CPLG.	DESIGN FACTORS		
						BURST	COLLAPSE	TENSION
SURFACE	8-5/8"	0-2,500'	32#	J-55	LTC	3,930 2.80	2,530 2.16	417,000 2.32
PRODUCTION	4-1/2"	0-TD	11.6#	P-110	LTC	10,690 2.46	7,560 1.39	279,000 1.33

- 1) Maximum Anticipated Surface Pressure (MASP) (Conductor and Surface Casings) = (Frac Gradient at Shoe - Gas Gradient (0.115 psi/ft))(TVD)
 - 2) MASP (Int Casing) = Pore Pressure at Next Casing Point - (Gas Gradient x TVD of Next Casing Point x 0.67) - (Mud Weight x TVD x 0.052 x 0.33)
 - 3) MASP (Prod Casing) = Pore Pressure - (Gas Gradient x TVD of Production Interval)
- (Burst Assumptions: FG @ 8-5/8" shoe = 13.0 ppg, Max Pore Pressure = 11 ppg Max MW)
 (Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing, 100,000 lbs overpull)

CEMENT PROGRAM

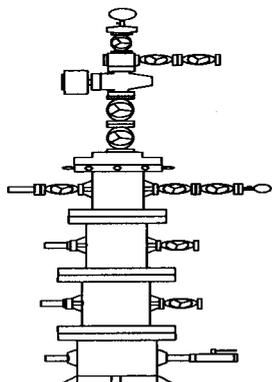
		FT. OF FILL	DESCRIPTION	SACKS	EXCESS*	WEIGHT	YIELD
SURFACE	LEAD	2,000'	Lite Class G + 2% CaCl ₂ + 0.25 lb/sk Flocele	420	50%	12.70	1.82
	TAIL	500'	Lite Class G + 2% CaCl ₂ + 0.25 lb/sk Flocele	200	75%	15.60	1.19
PRODUCTION	LEAD	4,025'	HiFill-Mod + 0.6% EX-1 + 0.25 lb/sk Flocele + 0.2% FWCA + 10 lb/sk Gilsonite + 16% Gel + 1% HR-7 + 3% Salt	490	100%	11.60	3.81
	TAIL	5,475'	50/50 Poz + 0.25 lb/sk Flocele + 0.4% HALAD-322 + 2% Gel + 2% Microbond HT + 0.1% HR-5 + 5% Salt	1710	75%	14.40	1.28

* or 15% over calliper

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 joint, float collar. Centralize first 3 joints & every other collar to surface. Thread lock FE up to and including pin end of float collar.
PRODUCTION	Guide shoe, 1 joint, float collar. Install 2 bow spring centralizers on the shoe joint and 1 on the next two joints. Then 1 centralizer every third joint to top of tail cement. Thread lock FE up to and including pin end of FC.

WELLHEAD EQUIPMENT



TREE	2-1/16" 5M
TUBING HEAD	11" 5M X 7-1/16" 10M
CASING SPOOL	
CASING SPOOL	13-5/8" 3M X 11" 5M
CASING HEAD	8-5/8" SOW X 11" 5M

COASTAL OIL & GAS CORPORATION DRILLING PROGRAM

BIT PROGRAM

ROCK BIT & PDC BIT PROGRAM						
INTERVAL	HOLE	BIT MFG & MODEL	GPM	SERIAL	NZLS	COMMENTS
Surface Hole	11"	STC F27 or Equiv.	Air	NEW	3 - 18's	Air / Air Mist
Production Hole	7-7/8"	Various Inserts / PDC's	350-400	NEW	3 - 18's	Air / Air Mist / Water

GEOLOGICAL DATA

LOGGING:

Depth	Log Type
SC - TD	Platform Express with Sonic

MUD LOGGER: SC - TD
SAMPLES: As per Geology
CORING:
DST:

MUD PROGRAM

DEPTH	TYPE	MUD WT	WATER		TREATMENT
			LOSS	VISCOSITY	
0'-2,500'	Air Mist	NA	NA		
SC-TD	Mist/Water/Mud	8.5-11.0	NC - <10 cc's	30-45	Champion Corrosion Chemicals Polymer, Lime, Brine, Barite

ADDITIONAL INFORMATION

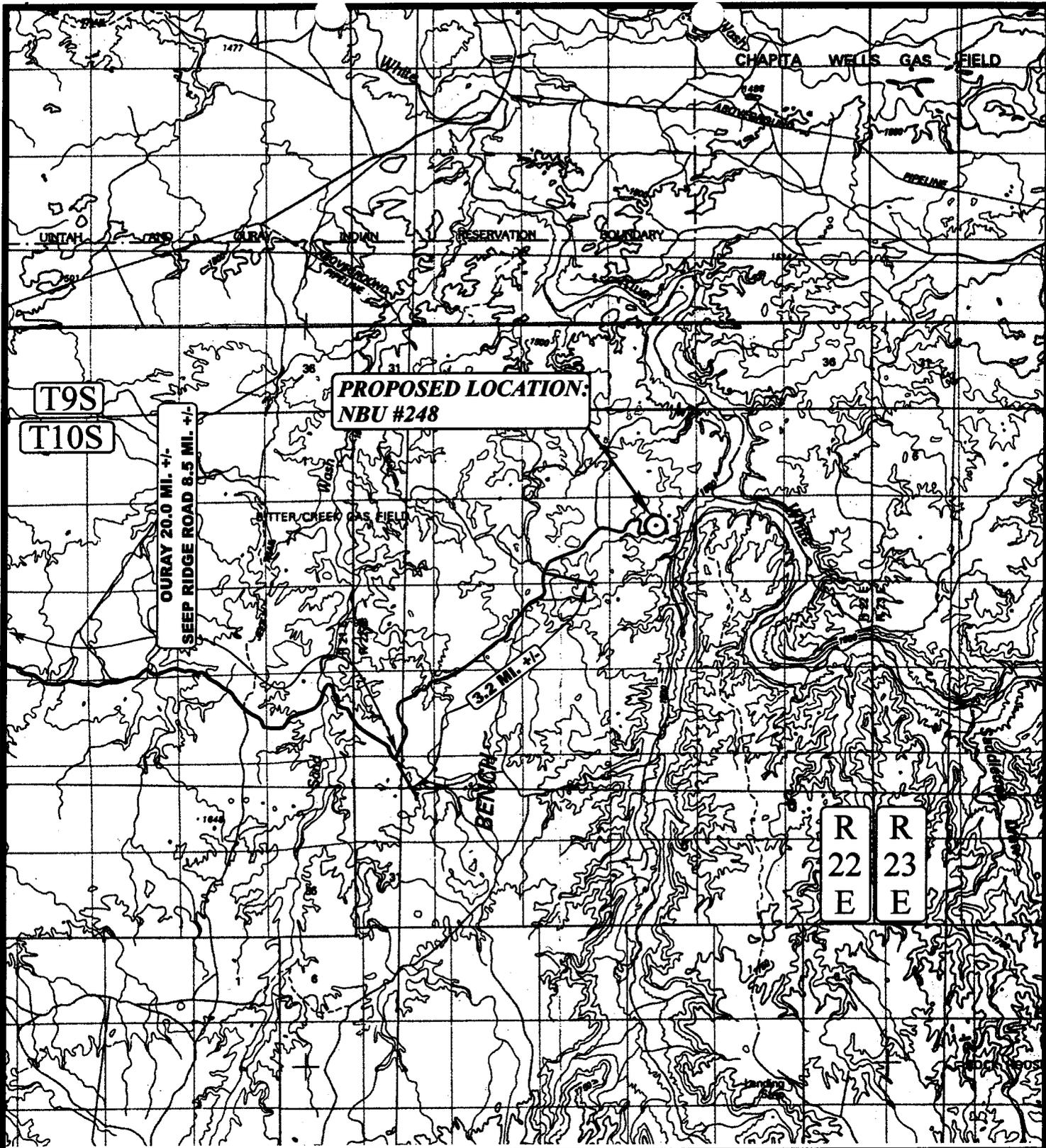
Test casing head to 750 psi after installing. Test surface casing to 1,000 psi prior to drilling out. Test int. csg. to 1,500 psi prior to drilling out. 11" 5M with one 5M annular and 2 rams. Test to 5,000 psi (annular to 3,000 psi) prior to drilling out. Record on chart recorder & tour sheet. Function test rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper & lower kelly valves. Corrosion treatment while drilling with air - RU160 then pump O₂ scavenger and proceed with scale inhibitor only. Run Totco survey every 1500' from surface casing shoe to TD. Maximum allowable hole angle is 5 degrees.

PROJECT ENGINEER: _____
 Christa Yin

PROJECT MANAGER: _____
 Darrell Molnar

DATE: _____
DATE: _____


 MAY 14 2001
 DIVISION OF
 OIL, GAS AND MINING



LEGEND:

○ PROPOSED LOCATION



COASTAL OIL & GAS CORP.

NBU #248

**SECTION 10, T10S, R22E, S.L.B.&M.
2216' FNL 2078' FWL**



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

**TOPOGRAPHIC
MAP**

3 8 01
MONTH DAY YEAR

SCALE: 1: 100,000

DRAWN BY: K.G.

REVISED: 00-00-00



COASTAL OIL & GAS CORP.

NBU #248

LOCATED IN UINTAH COUNTY, UTAH
SECTION 10, T10S, R22E, S.L.B.&M.

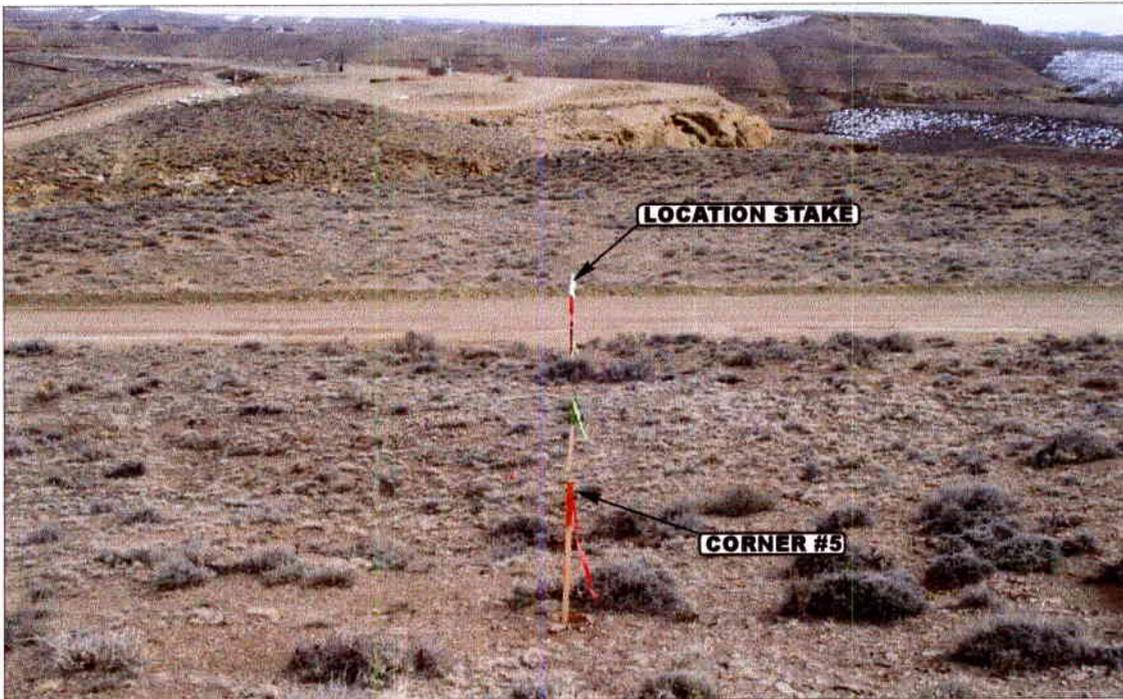


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHEASTERLY



PHOTO: VIEW OF BEGINNING OF ROAD RE-ROUTE

CAMERA ANGLE: NORTHEASTERLY



- Since 1964 -

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

LOCATION PHOTOS

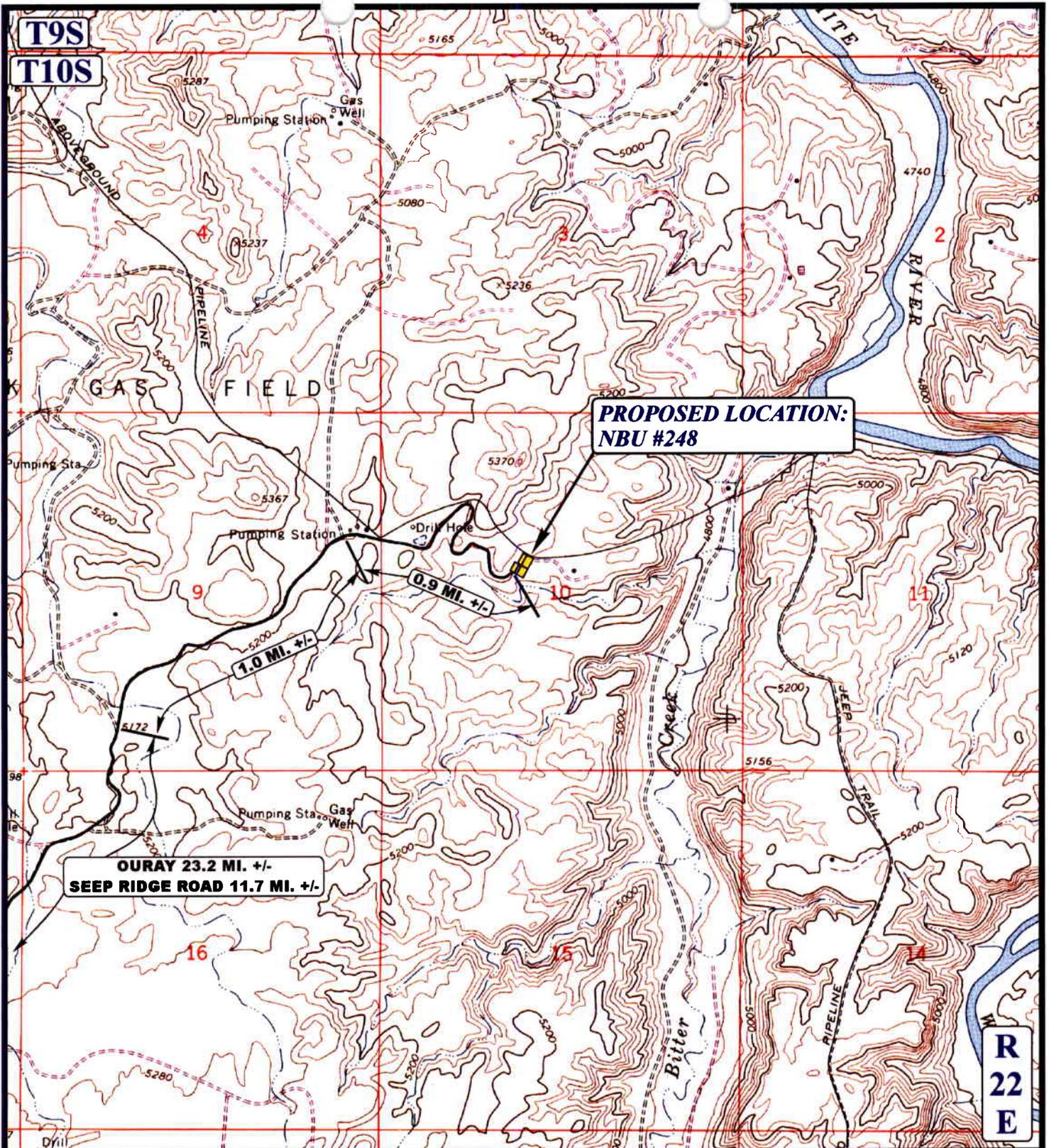
3 **8** **01**
MONTH DAY YEAR

PHOTO

TAKEN BY: D.K.

DRAWN BY: K.G.

REVISED: 00-00-00



LEGEND:

- PROPOSED ACCESS ROAD
- EXISTING ROAD

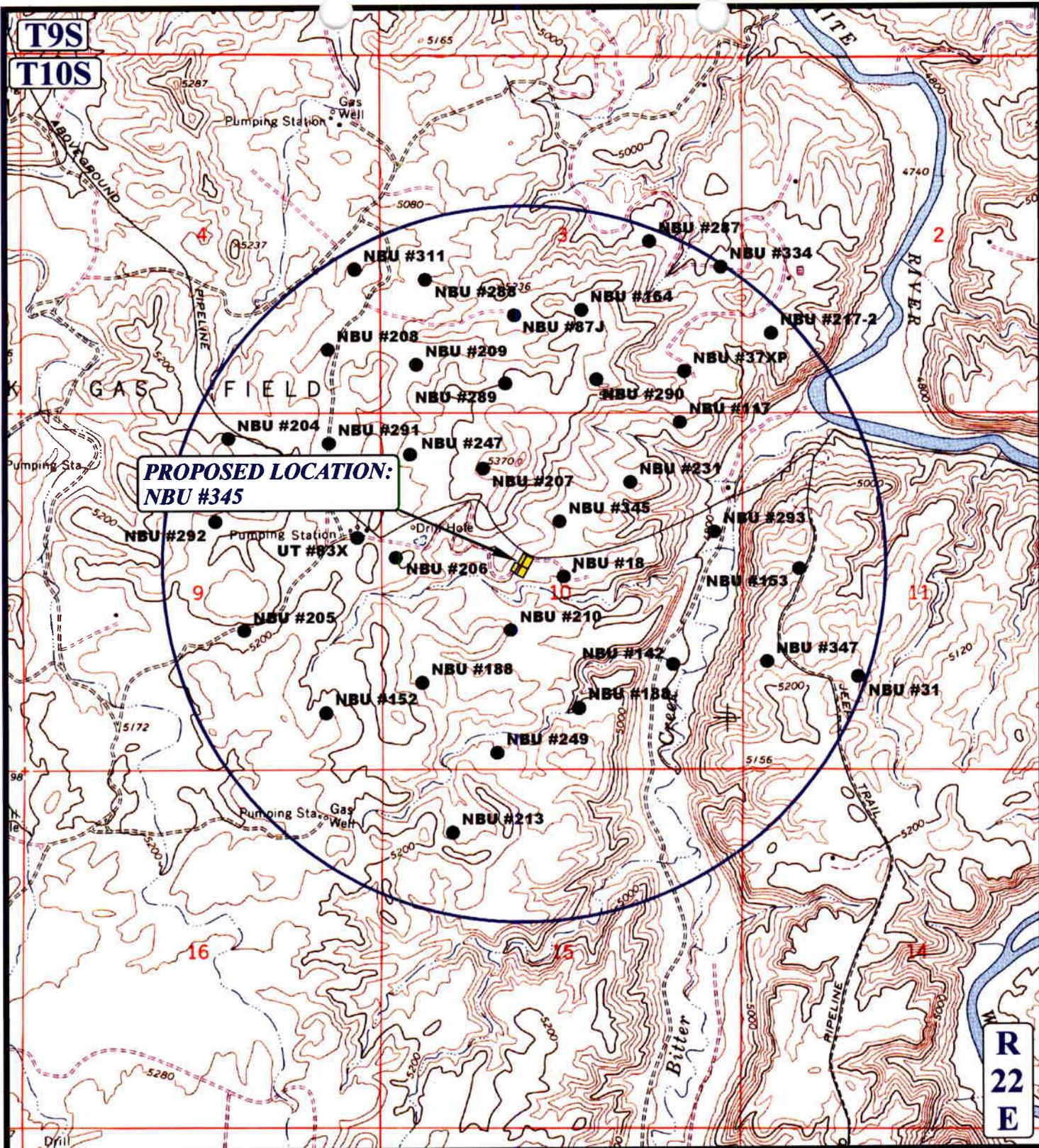
U&Ls Uintah Engineering & Land Surveying
 85 South 200 East Vernal, Utah 84078
 (435) 789-1017 * FAX (435) 789-1813



COASTAL OIL & GAS CORP.

NBU #248
SECTION 10, T10S, R22E, S.L.B.&M.
2216' FNL 2078' FWL

TOPOGRAPHIC	3	8	01	B TOPO
MAP	MONTH	DAY	YEAR	
SCALE: 1" = 2000'		DRAWN BY: K.G.		REVISED: 00-00-00



**PROPOSED LOCATION:
NBU #345**

LEGEND:

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



COASTAL OIL & GAS CORP.

**NBU #248
SECTION 10, T10S, R22E, S.L.B.&M.
2216' FNL 2078' FWL**



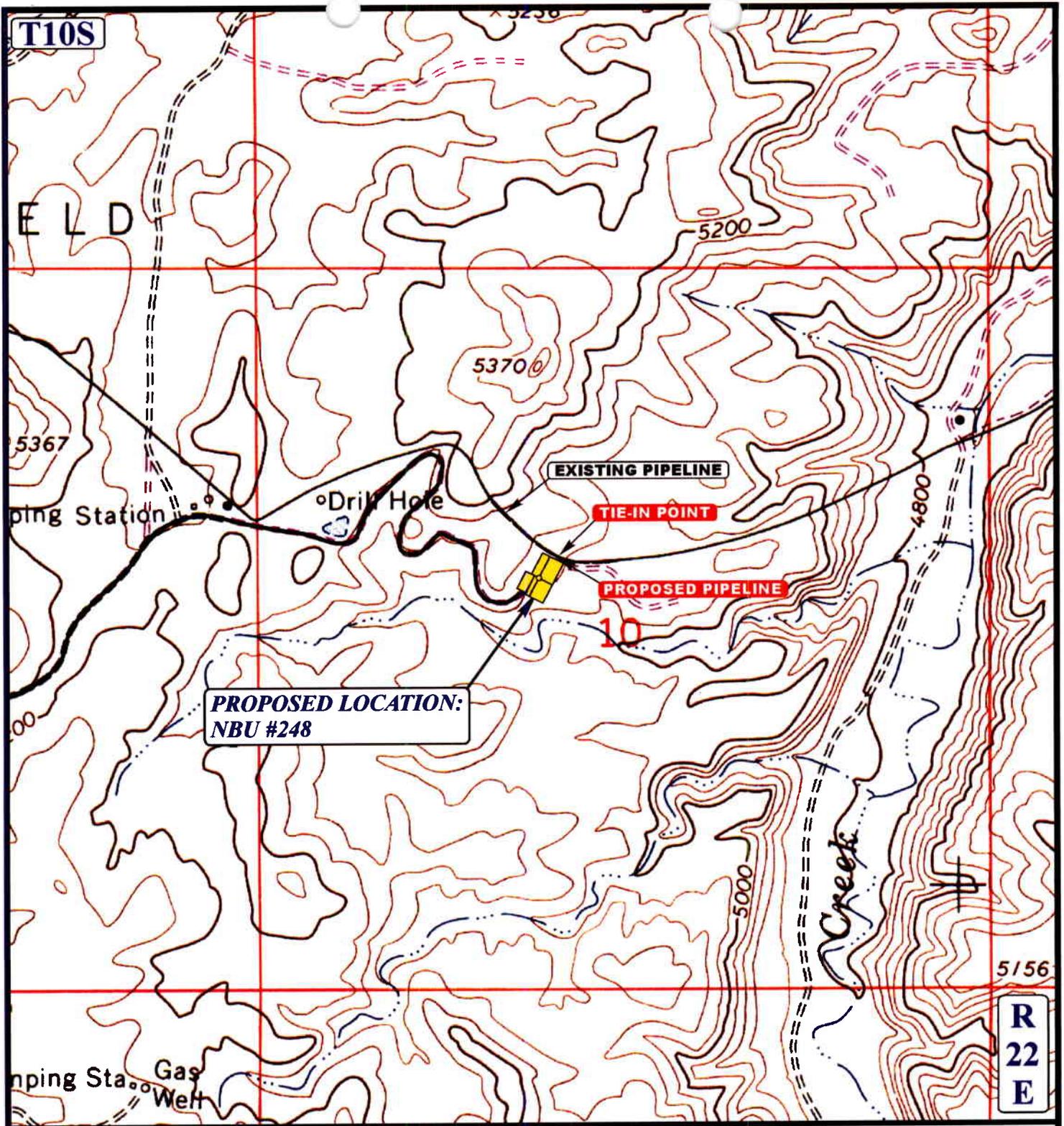
Utah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(435) 789-1017 * FAX (435) 789-1813

**TOPOGRAPHIC
MAP**

3 8 01
MONTH DAY YEAR

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





APPROXIMATE TOTAL PIPELINE DISTANCE = 10' +/-

LEGEND:

- EXISTING PIPELINE
- - - PROPOSED PIPELINE
- PROPOSED ACCESS



COASTAL OIL & GAS CORP.

**NBU #248
SECTION 10, T10S, R22E, S.L.B.&M.
2216' FNL 2078' FWL**



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

**TOPOGRAPHIC
MAP**

3 8 01
MONTH DAY YEAR

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

**D
TOPO**

**WORKSHEET
APPLICATION FOR PERMIT TO DRILL**

APD RECEIVED: 05/14/2001

API NO. ASSIGNED: 43-047-34079

WELL NAME: NBU 248
 OPERATOR: COASTAL OIL & GAS CORP (N0230)
 CONTACT: CHERYL CAMERON

PHONE NUMBER: 435-781-7023

PROPOSED LOCATION:
 SENW 10 100S 220E
 SURFACE: 2216 FNL 2078 FWL
 BOTTOM: 2216 FNL 2078 FWL
 UINTAH
 NATURAL BUTTES (630)

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

LEASE TYPE: 1 - Federal
 LEASE NUMBER: U-025187
 SURFACE OWNER: 1 - Federal

PROPOSED FORMATION: WSMVD

RECEIVED AND/OR REVIEWED:
 Plat
 Bond: Fed[1] Ind[] Sta[] Fee[]
 (No. U-605382-9)
 Potash (Y/N)
 Oil Shale (Y/N) *190-5 (B)* or 190-3
 Water Permit
 (No. 43-8496)
 RDCC Review (Y/N)
 (Date: _____)
 Fee Surf Agreement (Y/N)

LOCATION AND SITING:
 ___ R649-2-3. Unit NATURAL BUTTES
 ___ R649-3-2. General
 Siting: 460 From Qtr/Qtr & 920' Between Wells
 ___ R649-3-3. Exception
 Drilling Unit
 Board Cause No: 173-14
 Eff Date: 12-2-99
 Siting: 460 ft. Unit Boundary & Macomm Tract.
 ___ R649-3-11. Directional Drill

COMMENTS: NBU SOP, separate file.

STIPULATIONS: ① FEDERAL APPROVAL
② OIL SHALE



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)

May 21, 2001

Coastal Oil & Gas Corporation
PO Box 1148
Vernal, UT 84078

Re: Natural Buttes Unit 248 Well, 2216' FNL, 2078' FWL, SE NW, Sec. 10, T. 10 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 43-047-34079.

Sincerely,

John R. Baza
Associate Director

er

Enclosures

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

Operator: Coastal Oil & Gas Corporation

Well Name & Number Natural Buttes Unit 248

API Number: 43-047-34079

Lease: U 025187

Location: SE NW **Sec.** 10 **T.** 10 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.

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 GAS WELL OTHER _____

2. NAME OF OPERATOR: El Paso Production Oil & Gas Company

3. ADDRESS OF OPERATOR: 8 South 1200 East CITY Vernal STATE Utah ZIP 84078 PHONE NUMBER: 435-789-4433

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: _____

4. LOCATION OF WELL

FOOTAGES AT SURFACE: _____ COUNTY: _____

QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: _____ STATE: UTAH

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

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

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

As a result of the merger between The Coastal Corporation and a wholly owned subsidiary of El Paso Energy Corporation, the name of Coastal Oil & Gas Corporation has been changed to El Paso Production Oil & Gas Company effective March 9, 2001.

See Exhibit "A"

Bond # 400JU0708

Coastal Oil & Gas Corporation

NAME (PLEASE PRINT) John T. Elzner TITLE Vice President

SIGNATURE [Signature] DATE 06-15-01

El Paso Production Oil & Gas Company

NAME (PLEASE PRINT) John T. Elzner TITLE Vice President

SIGNATURE [Signature] DATE 06-15-01

(This space for State use only)

RECEIVED

JUN 19 2001

DIVISION OF
OIL, GAS AND MINING

State of Delaware
Office of the Secretary of State

PAGE 1

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

RECEIVED

MAR 9 2001

DIVISION OF
OIL, GAS AND MINING



Harriet Smith Windsor
Harriet Smith Windsor, Secretary of State

0610204 8100

AUTHENTICATION: 1061007

010162788

DATE: 04-03-01

CERTIFICATE OF AMENDMENT
OF
CERTIFICATE OF INCORPORATION

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

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

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

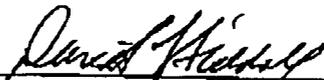
"FIRST. The name of the corporation is El Paso Production Oil & Gas Company."

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

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

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

COASTAL OIL & GAS CORPORATION


David L. Siddall
Vice President

Attest:


Margaret E. Roark, Assistant Secretary

RECEIVED

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

JUN 19 2001

DIVISION OF
OIL, GAS AND MINING



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

RECEIVED

JUL 12 2001

**DIVISION OF
OIL, GAS AND MINING**

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

JUL 10 2001

NOTICE

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

Name Change Recognized

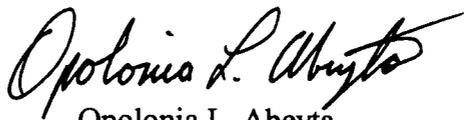
Acceptable evidence has been received in this office concerning the name change of Coastal Oil & Gas Corporation into El Paso Production Oil & Gas Company with El Paso Production Oil & Gas Company being the surviving entity.

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

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

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

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



Opolonia L. Abeyta
Acting Chief, Branch of
Minerals Adjudication

Enclosure

1. Exhibit of Leases (1 pp)

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

Exhibit of Leases

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

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**

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

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

CA No. Unit: **NATURAL BUTTES**

WELL(S)

NAME	API NO	ENTITY NO	SEC TWN RNG	LEASE TYPE	WELL TYPE	WELL STATUS
NBU 481-3E	43-047-33063	2900	03-09S-21E	FEDERAL	GW	P
NBU 369	43-047-33973	99999	04-09S-21E	FEDERAL	GW	APD
CIGE 255	43-047-33970	99999	07-09S-21E	FEDERAL	GW	APD
NATURAL BUTTES SWD 1-16	43-047-33609	99999	16-09S-21E	FEDERAL	OW	APD
NBU 484-20E	43-047-33784	2900	20-09S-21E	FEDERAL	GW	P
NBU 392-6E	43-047-33783	2900	06-10S-21E	FEDERAL	GW	P
NBU 388	43-047-34240	99999	22-10S-21E	FEDERAL	GW	NEW
NBU 387	43-047-34239	99999	23-10S-21E	FEDERAL	GW	NEW
NBU 323	43-047-34050	99999	30-09S-22E	FEDERAL	OW	APD
NATURAL BUTTES 3-1 SWD	43-047-33610	99999	01-10S-22E	FEDERAL	OW	APD
CIGE 249	43-047-34023	99999	08-10S-22E	FEDERAL	GW	APD
NBU 248	43-047-34079	99999	10-10S-22E	FEDERAL	GW	APD
NBU 386	43-047-34238	99999	17-10S-22E	FEDERAL	GW	NEW
NBU 383	43-047-34236	99999	21-10S-22E	FEDERAL	GW	NEW

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

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

DATA ENTRY:

1. Changes entered in the **Oil and Gas Database** on: 08/23/2001
2. Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 08/23/2001
3. Bond information entered in RBDMS on: N/A
4. Fee wells attached to bond in RBDMS on: N/A

STATE BOND VERIFICATION:

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

FEDERAL BOND VERIFICATION:

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

FEE WELLS - BOND VERIFICATION/LEASE INTEREST OWNER NOTIFICATION:

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

FILMING:

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

FILING:

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

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

CONFIDENTIAL

SUBMIT IN TRIPLICATE*
(Other instructions on reverse side)

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

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

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a. TYPE OF WORK DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/>		5. LEASE DESIGNATION AND SERIAL NO. U-025187																
b. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/> SINGLE ZONE <input checked="" type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/>		6. IF INDIAN, ALLOTTEE OR TRIBE NAME N/A																
2. NAME OF OPERATOR COASTAL OIL & GAS CORPORATION P.O. BOX 1148 VERNAL, UT 84078		7. UNIT AGREEMENT NAME NATL BUTTES UNIT																
3. ADDRESS AND TELEPHONE NO. CHERYL CAMERON OPERATIONS PHONE: 435.781.7023 EXT: FAX: 435.789.4436 EMAIL: Cheryl.Cameron@CoastalCorp.com		8. FARM OR LEASE NAME, WELL NO. NBU 248																
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.) At Surface: 2216FNL AND 2078FWL SENW SEC 10 T10S R22E At proposed prod. zone: REFER TO TOPO C		9. API WELL NO.																
14. DISTANCE IN MILES AND DIRECTION FROM THE NEAREST TOWN OR POST OFFICE 36.8 MILES SOUTHEAST OF OURAY, UTAH		10. FIELD AND POOL, OR WILDCAT NATURAL BUTTES FIELD																
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drilg. unit line, if any) 2078	16. NO. ACRES IN LEASE 600.00	11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA SECTION 10 T10S R22E MERIDIAN SBM																
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE FT. REFER TO TOPO C	19. PROPOSED DEPTH 9500 MD / TVD	12. COUNTY OR PARISH UINTAH																
21. ELEVATIONS (Show whether DF, RT, GR, etc.) 5105 GL		13. STATE UT																
23. PROPOSED CASING AND CEMENTING PROGRAM		17. NO. OF ACRES ASSIGNED TO THIS WELL																
20. ROTARY OR CABLE TOOLS ROTARY	22. APPROX. DATE WORK WILL START*																	
<table border="1"> <thead> <tr> <th>SIZE OF HOLE</th> <th>GRADE, SIZE OF CASING</th> <th>WEIGHT PER FOOT</th> <th>SETTING DEPTH</th> <th>QUANTITY OF CEMENT</th> </tr> </thead> <tbody> <tr> <td> </td> <td> </td> <td> </td> <td> </td> <td> </td> </tr> <tr> <td> </td> <td> </td> <td> </td> <td> </td> <td> </td> </tr> </tbody> </table>				SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT										
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT														

NO REMARK PROVIDED

RECEIVED

SEP 17 2001

DIVISION OF
OIL, GAS AND MINING

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

24. ELECTRONIC SUBMISSION #4116 VERIFIED BY THE BLM WELL INFORMATION SYSTEM
FOR COASTAL OIL & GAS CORPORATION SENT TO THE VERNAL FIELD OFFICE
SIGNED CHERYL CAMERON TITLE OPERATIONS DATE 05/10/2001

NOTICE OF APPROVAL **CONDITIONS OF APPROVAL ATTACHED**

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 *Thomas R. Cleaver* TITLE Assistant Field Manager DATE 09/12/2001
DOBIM Mineral Resources

CONDITIONS OF APPROVAL
APPLICATION FOR PERMIT TO DRILL

Company/Operator: Coastal Oil & Gas Corporation

Well Name & Number: NBU #248

API Number: 43-047-34079

Lease Number: U - 025187

Location: SENW Sec. 10 T. 10S R. 22E

Agreement: Natural Buttes WS MV

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.

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

In addition, to the cementing proposal for the surface casing, a minimum of 200 ft. of Class G neat cement shall be placed from 200 ft. to surface in the 8 5/8" X 11" - 14" annulus.

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 surface casing shoe, identified at $\pm 2,500$ ft.

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

The reserve pit topsoil shall be piled separate from the location topsoil as shown on the cut sheet.

The location topsoil pile will be seeded immediately after the soil is piled by broadcasting the seed, then walking the topsoil pile with the dozer to plant the seed. The seed mix outlined in the APD for reclamation of the well will be used.

All poundages are in Pure Live Seed.

The subsoil which is piled on the location is for the construction of tank dikes. **Topsoil will not be used for the construction of tank dikes.**

Once the reserve pit is dry, it shall be filled, recontoured, topsoil spread, and seeded in the same manner discussed above.

JAN. 17. 2003 3:34PM

WESTPORT

NO. 173 P. 2

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

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

February 1, 2002

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

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

Dear Ms. Maxwell:

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

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

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

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

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

Debby J. Black
Debby J. Black
Engineer Technician

Encl:



United States Department of the Interior **RECEIVED**

BUREAU OF LAND MANAGEMENT

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

FEB 22 2002

DIVISION OF
OIL, GAS AND MINING

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

FEB 21 2002

NOTICE

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

Name Change Recognized

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

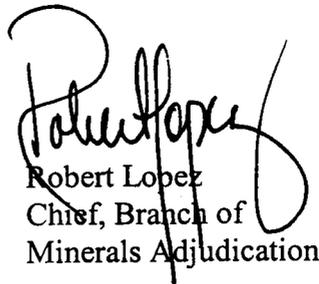
For our purposes, the name change is recognized effective December 31, 2001.

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

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

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

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



Robert Lopez
Chief, Branch of
Minerals Adjudication

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

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.
U-025187

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
NBU 248

9. API Well No.
43-047-34079

10. Field and Pool, or Exploratory Area
Natural Buttes

11. County or Parish, State
Uintah, UT

SUBMIT IN TRIPLICATE - Other instructions on reverse side

CONFIDENTIAL

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
EL PASO PRODUCTION OIL & GAS COMPANY

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)
**SENW 2216' FNL & 2078' FWL
Sec. 10, T10S, R22E**

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"/> Subsequent Report	<input type="checkbox"/> Deepen
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Fracture Treat
	<input type="checkbox"/> Production (Start/Resume)
	<input type="checkbox"/> Reclamation
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Well Integrity
	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Plug and Abandon
	<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.

Operator requests that the approved TD of 9500' be amended to 7800'. Refer to the attached Well Bore Schematic for the cement, casing, hole size, and TD amendments.

COPY SENT TO OPERATOR
Date: 5-3-02
Initials: CHD

Approved by the
Utah Division of
Oil, Gas and Mining
Date: 05-02-02
By: [Signature]

RECEIVED
MAY 01 2002
DIVISION OF
OIL, GAS AND MINING

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

Name (Printed/Typed) **Cheryl Cameron** Title **Operations**

Signature [Signature] Date _____

THIS SPACE FOR FEDERAL OR STATE USE

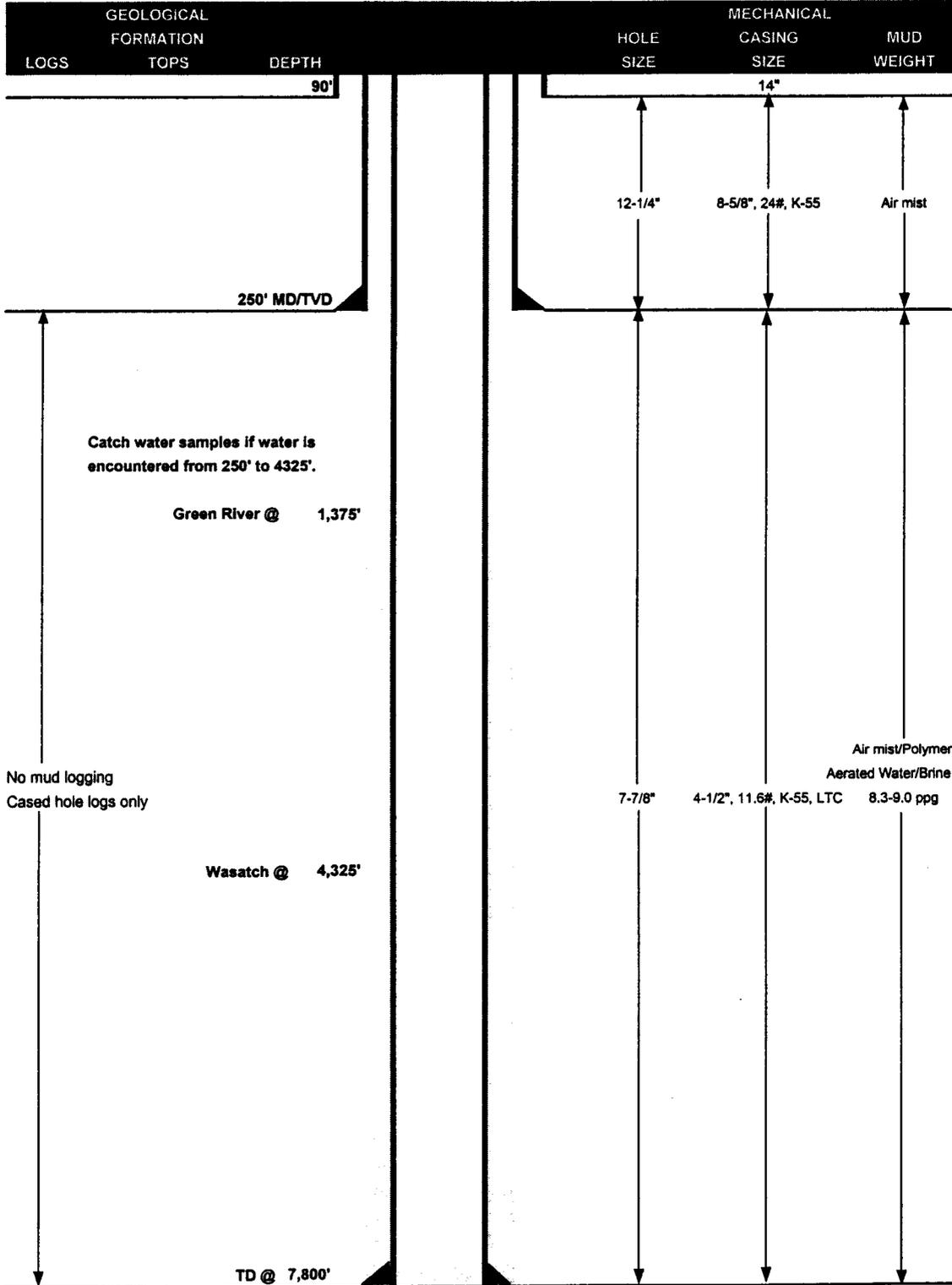
Approved by _____ Title _____ Date _____

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.

DRILLING PROGRAM FOR SUNDRY

COMPANY NAME El Paso Production Company DATE April 26, 2002
 WELL NAME NBU 248 TD 7,800' MD/TVD
 FIELD Natural Buttes COUNTY Uintah STATE Utah ELEVATION 5,150' KB
 SURFACE LOCATION 2000' FNL, 1800' FWL, SE/NW, SEC. 10, T10S, R22E BHL Straight Hole
 OBJECTIVE ZONE(S) Wasatch
 ADDITIONAL INFO Regulatory Agencies: BLM, UDOGM, Tri-County Health Dept.



CASING PROGRAM

	SIZE	INTERVAL	WT.	GR.	CPLG.	DESIGN FACTORS		
						BURST	COLLAPSE	TENSION
CONDUCTOR	14"	0-40'				2950	1370	263000
SURFACE	8-5/8"	0-250'	24.00	K-55	STC	21.03	11.71	4.70
PRODUCTION	4-1/2"	0-TD	11.60	K-55	LTC	1.94	1.22	1.28

- 1) Maximum Anticipated Surface Pressure (MASP) (Conductor and Surface Casings) = (Frac Gradient at Shoe - Gas Gradient (0.115 psi/ft))(TVD)
 - 2) MASP (Int Casing) = Pore Pressure at Next Casing Point - (Gas Gradient x TVD of Next Casing Point x 0.87) - (Mud Weight x TVD x 0.052 x 0.33)
 - 3) MASP (Prod Casing) = Pore Pressure - (Gas Gradient x TVD of Production Interval)
- (Burst Assumptions: FG @ 8-5/8" shoe = 13.0 ppg, Max Pore Pressure = 9.0 ppg EMW)
(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing, 50000 lbs overpull)

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE	250	Premium Plus + 2% CaCl2 + 0.125 pps polyflake	140	35%	15.60	1.18
PRODUCTION	LEAD 3,820'	Hillift + 12% gel + 3% salt + 1% D79 + 0.5% D112 + 0.2% D46	350	60%	11.00	3.91
	TAIL 3,980'	50/50 Poz/G + 10% salt + 2% gel + 0.2% D46	1120	60%	14.30	1.31

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.

ADDITIONAL INFORMATION

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

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

Run Totco surveys every 2000'. Maximum allowable hole angle is 5 degrees.

DRILLING ENGINEER:

Dan Lindsey

DATE: _____

DRILLING SUPERINTENDANT:

Larry Strasheim

DATE: _____

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.
U-025187

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
NBU #248

9. API Well No.
43-047-34079

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
El Paso Production Oil & Gas Company

3a. Address
P.O. Box 1148 Vernal, UT 84078

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

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
SENW Section 10-T10S-R22E 2216'FNL & 2078'FWL

CONFIDENTIAL

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>DOGM APD Extension</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.

The operator requests that the APD for the subject well be extended for an additional year so that drilling operations may be completed.

COPY SENT TO OPERATOR
Date: 5-03-02
Initials: CHD

Approved by the
Utah Division of
Oil, Gas and Mining
Date: 05-02-02
By: [Signature]

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

Name (Printed/Typed) Sheila Upchego	Title Regulatory Analyst
Signature <u>[Signature]</u>	Date April 25, 2002

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)

RECEIVED

MAY 31 2002

DIVISION OF
OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Company: EL PASO PRODUCTION OIL & GAS COMPANY

Well Name: NBU 248

Api No. 43-047-34079 LEASE TYPE: FEDERAL

Section 10 Township 10S Range 22E County UINTAH

Drilling Contractor SKI DRILLING RIG # AIR

SPUDDED:

Date 05/20/2002

Time 8:00 AM

How ROTARY

Drilling will commence _____

Reported by JIM MURRAY

Telephone # 1-435-828-1730

Date 05/20/2002 Signed: CHD

CONFIDENTIAL

OPERATOR El Paso Production O&G Co.
ADDRESS P.O. Box 1148
Vernal, UT 84078

OPERATOR ACCT. NO. N 1845

ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	WELL LOCATION					SPUD DATE	EFFECTIVE DATE
					QQ	SC	TP	RG	COUNTY		
B	99999	2900	43-047-34079	NBU 248	SENW	10	10S	22E	Uintah	5/20/2002	5-21-02 5/20/2002

WELL 1 COMMENTS: Spud w/ Ski Air Rig @ 8:00 am

ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	WELL LOCATION					SPUD DATE	EFFECTIVE DATE
					QQ	SC	TP	RG	COUNTY		

WELL ACCT. POST-IT FAX NOTE 7671

To: <u>Jim Thompson</u>	Date: _____	# of pages: _____
Co./Dept. _____	From: <u>Cheryl Cameron</u>	Co. _____
Phone # _____	Phone # _____	
Fax # _____	Fax # _____	

ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	WELL LOCATION					SPUD DATE	EFFECTIVE DATE
					QQ	SC	TP	RG	COUNTY		

WELL ACCT. POST-IT FAX NOTE 7671

To: <u>Carol Danaher</u>	Date: _____	# of pages: _____
Co./Dept. _____	From: <u>Cheryl Cameron</u>	Co. _____
Phone # _____	Phone # _____	
Fax # _____	Fax # _____	

ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	WELL LOCATION					SPUD DATE	EFFECTIVE DATE
					QQ	SC	TP	RG	COUNTY		

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.

(3/89)

Cheryl Cameron
Signature

Operations 05/21/02
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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

CONFIDENTIAL

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. U-025187
2. Name of Operator EL PASO PRODUCTION O&G COMPANY		6. If Indian, Allottee or Tribe Name
3a. Address P.O. BOX 1148 VERNAL, UT 84078		7. If Unit or CA/Agreement, Name and/or No. NATURAL BUTTES
3b. Phone No. (include area code) Ph: 435.781.7023 Fx: 435.789.4436		8. Well Name and No. NBU 248
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 10 T10S R22E SENW 2216FNL 2078FWL		9. API Well No. 43-047-34079
		10. Field and Pool, or Exploratory NATURAL BUTTES
		11. County or Parish, and State UINTAH COUNTY, UT

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 Well Spud
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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

MIRU SKI AIR RIG & DRIL 12 1/4" SURFACE HOLE TO 280'. RIH W/ 272' OF 8 5/8" 24# J-55 ST&C CSG.
CMT W/ 144 SX CLASS G MIXED @ 15.8 PPG W/ 1.17 YIELD.

SPUD @ 8:00 AM 5/20/02.

RECEIVED
MAY 28 2002
DIVISION OF
OIL, GAS AND MINING

14. I hereby certify that the foregoing is true and correct. Electronic Submission #11433 verified by the BLM Well Information System For EL PASO PRODUCTION O&G COMPANY, sent to the Vernal	
Name (Printed/Typed) CHERYL CAMERON	Title OPERATIONS
Signature  (Electronic Submission)	Date 05/22/2002

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.

**** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ****

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

CONFIDENTIAL

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

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U-025187

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

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

8. Well Name and No.
NBU 248

9. API Well No.
43-047-34079

10. Field and Pool, or Exploratory
NATURAL BUTTES

11. County or Parish, and State
UINTAH COUNTY, UT

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
EL PASO PRODUCTION O&G COMPANY
Contact: SHEILA UPCHEGO
E-Mail: sheila.upchego@EIPaso.com

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

3b. Phone No. (include area code)
Ph: 435.781.7024
Fx: 435.781.7094

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 10 T10S R22E SENW 2216FNL 2078FWL

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<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 Drilling Operations
	<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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FINISHED DRLG F/272' TO 7214'. RAN 4 1/2" 11.6# J-55 LT&C CSG. CMT W/349 SX HI LIFT. TAILED W/831 SX 50/50 POZ/G.
FLOATS HELD. NO RETURNS TO SURFACE. CLEAD MUD TANKS.
RELEASED RIG ON 6/15/02 AT 05:00 HRS.

RECEIVED

JUL 0 1 2002

DIVISION OF
OIL, GAS AND MINING

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

**Electronic Submission #12095 verified by the BLM Well Information System
For EL PASO PRODUCTION O&G COMPANY, sent to the Vernal**

Name (Printed/Typed) SHEILA UPCHEGO	Title REGULATORY ANALYST
Signature <i>Sheila Upchego</i> (Electronic Submission)	Date 06/17/2002

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 _____

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**** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ****

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
SUNDRY NOTICES AND REPORTS ON WELLS
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abandoned well. Use Form 3160-3 (APD) for such proposals.*

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OMB No. 1004-0135
Expires November 30, 2000

5. Lease Serial No.
U-025187

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
NBU #248

9. API Well No.
43-047-34079

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
El Paso Production Oil & Gas Company

3a. Address
P.O. Box 1148 Vernal, UT 84078

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

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
SENW Section 10-T10S-R22E 2216'FNL & 2078'FWL

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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 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 type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

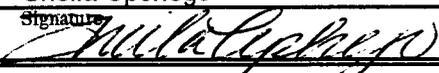
13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical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

The subject well was placed on production on 7/4/02 at 8:30 am.

The produced water from the subject well will be contained in a water tank and then be hauled to one of the pre-approved disposal sites: RNI in Section 5-T9S-R22E, NBU #159 in Section 35-T9S-R21E, Ace Oil Field in Section 2-T6S-R20E, MC & MC in Section 12-T6S-R19E.

Please refer to the attached Chronological Well History.

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

Name (Printed/Typed) Sheila Upchego	Title Regulatory Analyst
Signature 	Date July 8, 2002

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)

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AUG 09 2002

**DIVISION OF
OIL, GAS AND MINING**

EL PASO
PRODUCTION REPORT

CHRONOLOGICAL HISTORY

NBU 248

LOC.
NATURAL BUTTES FIELD
UINTAH COUNTY, UT
WI: 100%
PBSD: PERFS:
CSG:
SPUD DATE:

AFE DESCR., AFE: 063481
FORMATION:

DRILLING REPORT:

	NBU, Uintah, UT Wasatch @ 4,325	Rig: El Paso 2	WI: 100%	AFE: 063481	ATD: 7,300	SD:
6/3/02	TD: 280	MW: 8.4		Repair Rig		
6/4/02	TD: 280	MW: 8.4		Repair Rig		
6/5/02	TD: 280	MW: 8.4		Finish rigging up. NU & test BOP's		
6/6/02	TD: 1,429	MW: Air/Mist	1,149'/16 hrs	Test BOP's. Drill cement & float equipment. Drilling to present depth.		
6/7/02	TD: 2,850	MW: Air/Water	1,421'/22.5 hrs	Drilling to present depth.		
6/10/02	TD: 5,393	MW: Air/Water	545'/17.5 hrs	Drill to 4,770'. TFNB. Drilling to present depth.		
6/11/02	TD: 6,000	MW: Air/Water	607'/23.5 hrs	Drilling to present depth.		
6/12/02	TD: 6,622	MW: Air/Water	622'/23.5 hrs	Drilling to present depth.		
6/13/02	TD: 7,200	MW: Air/Water	578'/23.5 hrs	Drilling to present depth.		
6/14/02	TD: 7,214	MW: 9.7	14'/1 hr	Drill to TD. Displace hole w/ mud. While LDDP pulled in tight spot at 2,058'. RU surface jars no movement. Freepoint & back-off. Top of fish at 1190'. POH LD one jt HWDP. Make up fishing tools. TIH w/screw in sub. Jars & D.C.		

AFE DESC. DRILL AND COMPLETE, AFE#: 063481
PBSD: 7,166' PERFS: 6,450'-7,088'
CSG: 4.5 X 11.6, K-55, LT&C @ 7214'
FORMATION: WASATCH

6/24/02 PREP TO PERF

CONFIDENTIAL

MIRU. NUBOPE. RIH W/BIT TO PBTD @ 7166'. REV CIRC WELL CLEAN W/2% KCL. POOH.

6/25/02

PREP TO FRAC

TST 4 1/2" CSG TO 5000#, HELD. UNABLE TO GET PRESS ON 4 1/2" X 8 5/8" ANNULUS. PERF WASATCH 7084'-7088', 4 SPF, 16 HOLES & 7036'-7042', 3 SPF, 18 HOLES. BRK DN PERFS W/3500# @ 1/2 BPM, ISIP: 2100#, FG: 0.73.

6/26/02

PREP TO FRAC

TST 4 1/2" CSG TO 5000#, HELD. UNABLE TO GET PRESS ON 4 1/2" X 8 5/8" ANNULUS. PERF WASATCH 7084'-7088', 4 SPF, 16 HOLES & 7036'-7042', 3 SPF, 18 HOLES. BRK DN PERFS W/3500# @ 1/2 BPM, ISIP: 2100#, FG: 0.73.

6/27/02

PREP TO DO CBP'S

STAGE 1: FRAC WASATCH PERFS 7036'-7088' W/597 BBLS YF115ST LIQ GEL & 55,000# 20/40 SD. ISIP: 2710#, FG: 0.82, NPI: 610#, MTP: 5054#, MTR: 35.3 BPM, ATP: 3779#, ATR: 29.5 BPM. PU & RIH W/CBP & PERF GUN. SET CBP @ 6970'.

STAGE 2: PERF WASATCH 6894'-6896', 4 SPF, 8 HOLES; 6874'-6878', 4 SPF, 16 HOLES; AND 6822'-6826', 4 SPF, 16 HOLES. BRK DN W/1936# @ 1.5 BPM, ISIP: 1400#, FG: 0.64. FRAC W/1002 BBLS YF113ST LIQ GEL & 104,000# 20/40 SD. ISIP: 1620#, FG: 0.67, NPI: 220#, MTP: 3680#, MTR: 40.2 BPM, ATP: 3266#, ATR: 37.5 BPM. PU & RIH W/CBP & PERF GUN. SET CBP @ 6790'.

STAGE 3: PERF WASATCH 6764'-6768', 3 SPF, 12 HOLES, 6736'-6740', 3 SPF, 12 HOLES, 6694'-6696', 3 SPF, 6 HOLES, 6676'-6680', 3 SPF, 12 HOLES. BRK DN 1945# @ 7.8 BPM. ISIP: 1000#, FG: 0.58. PUMPED 1651 BBLS YF113ST W/178,000# 20/40 SD. ISIP: 2161#, FG: 0.76, NPI: 116#, MTP: 4436#, MTR: 46 BPM, ATP: 3568#, ATR: 44 BPM. PU & RIH W/CBP & PERF GUN. SET CBP @ 6610'.

STAGE 4: PERF WASATCH 6552'-6556', 3 SPF, 12 HOLES, 6514'-6520', 3 SPF, 18 HOLES, 6450'-6452', 3 SPF, 6 HOLES. BRK DN 1295# @ 1.5 BPM. ISIP: 760#, FG: 0.55. PMP 1315 BBLS YF113ST W/136,000# 20/40 SD. ISIP: 2357#, FG: 0.80, NPI: 1597#, MTP: 4042#, MTR: 41 BPM, ATP: 3254#, ATR: 38.1 BPM. RIH & SET CBP @ 6390'. RIH W/3 7/8" BIT, 2 3/8" POBS, 1 JT, SN, & 2 3/8" TBG TO 6380'. TLTR: 4565 BBLS.

6/28/02

FLWG BACK LOAD

DO CBP'S @ 6390', 6610', 6790', & 6970'. CO TO PBTD @ 7166' W/AIR FOAM UNIT. PU & LAND TBG @ 6959', SN @ 6926'. PUMP OFF BIT SUB. OPEN TO PIT ON 64/64" CHK. FLOW BACK 14 HRS. CP: 760# TO 925# TO 800#, FTP: 160# TO 200# TO 180#, 60 BWPH TO 33 BWPH, LIGHT SD TO TRACE. TLTR: 4740 BBLS, TLR: 1241 BBLS, LLTR: 3499 BBLS.

7/1/02

6/29/02: FLOW BACK 24 HRS ON FULL OPEN CHK. CP AVG: 800#, FTP: 160# TO 125#, 40 BWPH TO 16 BWPH.

6/30/02: FLOW BACK 24 HRS ON FULL OPEN CHK. CP: 750# TO 600#, FTP: 125# TO 80#, 25 BWPH TO 4 BWPH, EST GAS RATE: 800 MCFPD. SI WO FACILITIES. TLTR: 4740 BBLS, TLR: 2160 BBLS, LLTR: 2580 BBLS.

7/1/02: SI WO FACILITIES.

7/2/02

SI WO FACILITIES.

7/3/02

SI WO FACILITIES.

7/5/02

PLACE ON SALES

PLACE ON SALES @ 8:30AM, 7/4/02. SPOT PROD DATA: CHK: 13/64" FTP: 984#, CP: 1208#, 4 BWPH, 1500 MCFPD.

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7/8/02

ON SALES

7/6/02: FLWD 710 MCF, 202 BW, FTP: 410#, CP: 910#, 13/64" CHK, 22 HRS, LP 162#.
7/7/02: FLWD 493 MCF, 238 BW, FTP: 226#, CP: 763#, 25/64" CHK, 24 HRS, LP: 196#.
7/8/02: FLWD 530 MCF, 223 BW, FTP: 195#, CP: 636#, 25/64" CHK, 24 HRS, LP: 193#.
TLTR: 4740 BBLs, TLR: 2823 BBLs, LLTR: 1917 BBLs.

7/9/02

ON SALES

FLWD 501 MCF, 0 BC, 151 BW, TP: 198#, CP: 616#, 64/64" CHK, 24 HRS, LP: 193#.

7/10/02

ON SALES

FLWD 526 MCF, 163 BW, FTP: 172#, CP: 574#, 64/64" CHK, 24 HRS, LP: 166#, TLTR:
4740 BBLs, TLR: 2986 BBLs, LLTR: 1754 BBLs. **FINAL REPORT** IP DATE: 7/7/02
FLWG 530 MCF, 223 BW, FTP: 195#, CP: 636#, 25/64" CHK, 24 HRS, LP: 193#.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well Oil Well Gas Dry Other
 b. Type of Completion: New Work Over Deepen Plug Back Diff. Resvr.
 Other _____

2. Name of Operator
El Paso Production Oil & Gas Company

3. Address
P.O. Box 1148 Vernal, Utah 84078

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

4. Location of Well (Report locations clearly and in accordance with Federal requirements)
 At surface **SENW 2216'FNL & 2078'FWL**
 At top prod. interval reported below _____
 At total depth _____

14. Date Spudded **05/20/02** 15. Date T.D. Reached **06/15/02** 16. Date Completed **07/04/02**
 D & A Ready to Prod.

17. Elevations (DF, RKB, RT, GL)*
5105' Ungraded GL

18. Total Depth: MD **7214'** 19. Plug Back T.D.: MD **7166'** 20. Depth Bridge Plug Set: MD **TVD**

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)
DSI-CN-GR, CBL-DSI-CN-LRC - 7-15-02

22. Was well cored? No Yes (Submit copy)
 Was DST run? No Yes (Submit copy)
 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 Sk. & Type of Cement	Slurry Vol. (BBL)	Cement Top*	Amount Pulled
12 1/4"	8 5/8" 24#			272'		144			
7 7/8"	4 1/2" 11.6#			7214'		1180			

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Set (MD)
2 3/8"	6959.50'							

25. Producing Intervals

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) WASATCH	7036'	7088'	7036'-7088'		34	
B) WASATCH	6822'	6896'	6822'-6896'		40	
C) WASATCH	6676'	6768'	6676'-6768'		42	
D) WASATCH	6450'	6556'	6450'-6556'		36	

26. Perforation Record

Depth Interval	Amount and type of Material
7036'-7088'	597 Bbls YF115ST LIQ/GEL 55,000# 20/40 SD
6822'-6896'	1002 Bbls YF113ST LIQ/GEL 104,000# 20/40 SD
6676'-6768'	1651 Bbls YF113ST LIQ/GEL 178,000# 20/40 SD
6450'-6556'	1315 Bbls YF113ST LIQ/GEL 136,000# 20/40 SD

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

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
07/04/02	07/07/02	24	→		530	223			Flowing
Choke Size	Tbg. Press. Flwg. SI	Csg. Press. 195#	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Well Status	
25/64	SI 195#	636#	→		530	223		Producing	

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
07/04/02	07/07/02	24	→		530	223			Flowing
Choke Size	Tbg. Press. Flwg. SI	Csg. Press. 195#	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Well Status	
25/64	SI 195#	636#	→		530	223		Producing	

(See instructions and spaces for additional data on reverse side)

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 PERIOD EXPIRED
 ON 8-4-03

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 AUG 19 2002
 DIVISION OF OIL, GAS AND MINING

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
07/04/02	07/07/02	24	→		530	223			Flowing
Choke Size	Tbg. Press. Flwg.	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas : Oil Ratio	Well Status	
25/64	SI 195#	636#	→		530	223			Producing

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
07/04/02	07/07/02	24	→		530	223			Flowing
Choke Size	Tbg. Press. Flwg.	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas : Oil Ratio	Well Status	
25/64	SI 195#	636#	→		530	223			Producing

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

Sold Used for Fuel

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	Descriptions, Contents, etc.	Name	Top
					Meas. Depth
Green River	1,375	4,156			
Wasatch	4,156				

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DIVISION OF
OIL, GAS AND MINING

32. Additional remarks (include plugging procedure):

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
- 5. Core Analysis
- 7. Other:

36. 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) Sheila Upchego Title Regulatory Analyst
 Signature *Sheila Upchego* Date 8/4/2002

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.

memorandum

Branch of Real Estate Services
Uintah & Ouray Agency

Date: 5 December, 2002

Reply to
Attn of: Supervisory Petroleum Engineer

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

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

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

We have no objection.

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

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

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

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





United States Department of the Interior

BUREAU OF INDIAN AFFAIRS
Washington, D.C. 20240

FEB 10 2003

IN REPLY REFER TO:
Real Estate Services

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

Dear Mr. Wilson:

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

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

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

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

Sincerely,

Director, Office of Trust Responsibilities

ACTING

Enclosure



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

IN REPLY REFER TO
UT-922

February 27, 2003

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

Re: Natural Buttes Unit
Uintah County, Utah

Gentlemen:

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

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

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

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

Sincerely,

/s/ Robert A. Henricks

Robert A. Henricks
Chief, Branch of Fluid Minerals

Enclosure

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

UT922:TAThompson:tt:02/27/2003

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FEB 28 2003

DIV. OF OIL, GAS & MINING

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

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

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

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 <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER _____	
2. NAME OF OPERATOR: El Paso Production Oil & Gas Company	
3. ADDRESS OF OPERATOR: 9 Greenway Plaza <small>CITY</small> Houston <small>STATE</small> TX <small>ZIP</small> 77064-0995 <small>PHONE NUMBER:</small> (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

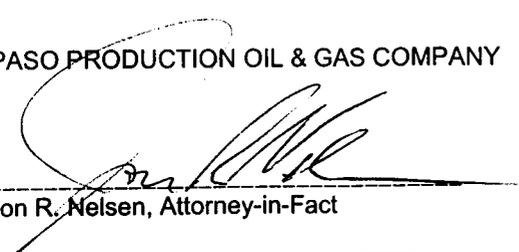
TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input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

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

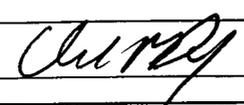
Operator change to Westport Oil and Gas Company, L.P., 1670 Broadway, Suite 2800, Denver, CO. 80202-4800, effective December 17, 2002.

BOND # _____
State Surety Bond No. RLB0005236
Fee Bond No. RLB0005238

EL PASO PRODUCTION OIL & GAS COMPANY

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

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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

SUBMIT IN TRIPLICATE - Other instructions on reverse side

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

1. Type of Well
 Oil Well Gas Well Other

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

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

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

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

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

10. Field and Pool, or Exploratory Area

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

SEE ATTACHED EXHIBIT "A"

11. County or Parish, State

UINTAH COUNTY, UT

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input 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
			SUCCESSOR OF OPERATOR

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. 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

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
	Office	

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

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

(Instructions on reverse)

OPERATOR CHANGE WORKSHEET

ROUTING

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

X Change of Operator (Well Sold)

Designation of Agent/Operator

Operator Name Change

Merger

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

FROM: (Old Operator):	TO: (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: NATURAL BUTTES

WELL(S)	SEC TWN RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS
NBU 180	10-10S-22E	43-047-32113	2900	FEDERAL	GW	P
NBU 247	10-10S-22E	43-047-32977	2900	FEDERAL	GW	P
NBU 249	10-10S-22E	43-047-32978	2900	FEDERAL	GW	S
NBU 293	10-10S-22E	43-047-33182	2900	FEDERAL	GW	P
NBU 345	10-10S-22E	43-047-33704	2900	FEDERAL	GW	P
NBU 248	10-10S-22E	43-047-34079	2900	FEDERAL	GW	P
NBU 367	11-10S-22E	43-047-33707	2900	STATE	GW	P
NBU 347	11-10S-22E	43-047-33709	2900	STATE	GW	P
NBU 348	11-10S-22E	43-047-34001	2900	STATE	GW	P
NBU 349	11-10S-22E	43-047-34002	2900	STATE	GW	P
NBU 222	11-10S-22E	43-047-32509	2900	STATE	GW	P
NBU 272	11-10S-22E	43-047-32889	2900	STATE	GW	P
NBU 31	11-10S-22E	43-047-30307	2900	STATE	GW	P
NBU 394	11-10S-22E	43-047-34804	99999	STATE	GW	APD
NBU 153	11-10S-22E	43-047-31975	2900	FEDERAL	GW	S
NBU 31-12B	12-10S-22E	43-047-30385	2900	STATE	GW	P
NBU 24N2	12-10S-22E	43-047-30535	2900	STATE	GW	S
NBU 32-13B	13-10S-22E	43-047-30395	2900	STATE	GW	PA
NBU 38N2	13-10S-22E	43-047-30536	2900	STATE	GW	P
NBU CIGE 43-14-10-22	14-10S-22E	43-047-30491	2900	STATE	GW	P

OPERATOR CHANGES DOCUMENTATION

Enter date after each listed item is completed

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

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

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

8. **Federal and Indian Units:**

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

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

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

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

DATA ENTRY:

1. Changes entered in the Oil and Gas Database on: 03/24/2003

2. Changes have been entered on the Monthly Operator Change Spread Sheet on: 03/24/2003

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

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

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

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

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

5. Lease Serial No.
 Multiple Wells - see attached

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
 Multiple Wells - see attached

9. API Well No.
 Multiple Wells - see attached

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

11. County or Parish, State
 Uintah County, UT

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

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

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 IIIC.a. requiring each sales tank be equipped with a pressure-vacuum thief hatch and/or vent line valve. The variance is requested as an economic analysis shows the value of the shrunk condensate will not payout the incremental cost of purchasing and maintaining the valve resulting in a loss of value over the producing life of the well.

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

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

Name (Printed/Typed) J.T. Conley Title Operations Manager
 Signature *J.T. Conley* Date 9-2-2003
 Initials *CHD* Date 9-2-2003

SEP 10 2003

DIV. OF OIL GAS & MINING

THIS SPACE FOR FEDERAL OR STATE USE

Approved by _____ Title _____ Date _____
 Accepted by the Utah Division of Oil, Gas and Mining
 Federal Approval of This Action is Necessary
 Office _____ Date: 9/16/03

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

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
Totals	\$0	\$350	\$350

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	HP	HP	0 HP
Fuel Gas Burned	MCFPD	MCFPD	0 MCFPD

Project Life:

Life = Years
(Life no longer than 20 years)

Internal Rate of Return:

After Tax IROR =

AT Cum Cashflow:

Operating Cashflow = (Discounted @ 10%)

Payout Calculation:

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

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

Payout = Years or Days

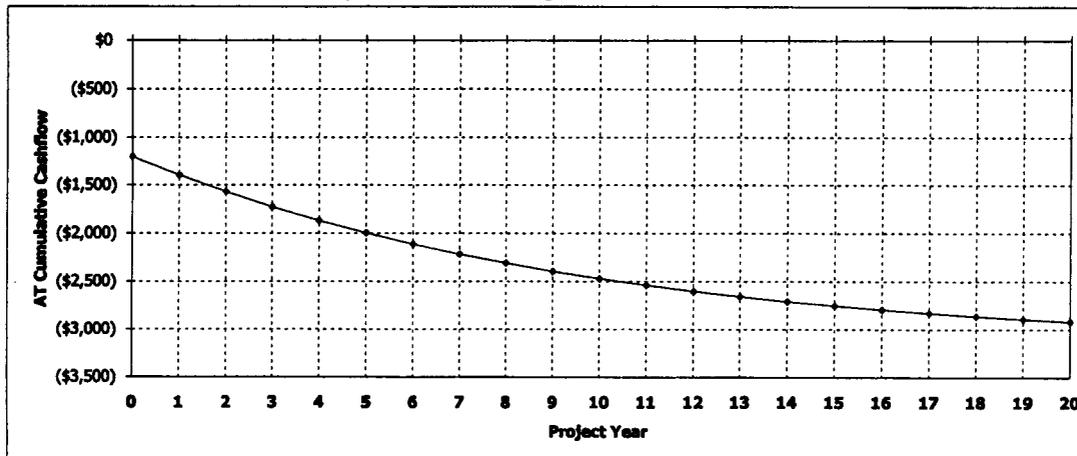
Gross Reserves:

Oil Reserves = 4 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 w 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

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

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.
U-025187

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
NBU 248

9. API Well No.
43-047-34079

10. Field and Pool, or Exploratory
NATURAL BUTTES

11. County or Parish, and 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. Contact: SHEILA UPCHEGO
E-Mail: supchego@westportresourcescorp.com

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

3b. Phone No. (include area code)
Ph: 435.781.7024
Fx: 435.781.7094

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 10 T10S R22E SENW 2216FNL 2078FWL

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 checked="" 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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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

9/25/03: PMP 10 BBLS DN TBG NDWH NUBOP UN-LAND 2 3/8" TBG POOH W/30 STANDS EOT @4800'. OPEN WELL
BD FINISH POOH W/2 3/8" TBG 207 JTS TOTAL. PU NEW MULE SHOE & SN RIH W/207 JTS 2 3/8" TBG BROACH
TBG LAND TBG EOT @6264' NDBOP NUWH RDMO.
PLACE WELL BACK ON PRODUCTION ON 9/26/03

RECEIVED
NOV 24 2003
DIV. OF OIL, GAS & MINING

14. I hereby certify that the foregoing is true and correct.
**Electronic Submission #25081 verified by the BLM Well Information System
For WESTPORT OIL & GAS COMPANY L.P., sent to the Vernal**

Name (Printed/Typed) SHEILA UPCHEGO Title REGULATORY ANALYST

Signature *(Handwritten Signature)* Date 11/13/2003
(Electronic Submission)

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.

**** ORIGINAL ** ORIGINAL ****

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.
U-025187

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
**UNIT #891008900A
NATURAL BUTTES UNIT**

8. Well Name and No.
NBU 248

9. API Well No.
4304734079

10. Field and Pool, or Exploratory Area
NATURAL BUTTES

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)
SE/NW SEC. 10, T10S, R22E 2216'FNL, 2078'FWL

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input checked="" 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 OPERATOR REQUESTS AUTHORIZATION TO PLUG AND ABANDON THE SUBJECT WELL LOCATION. THE SUBJECT WELL LOCATION HAS BEEN ON TEMPORARILY ABANDON STATUS. THE OPERATOR HAS EVALUATED THE WELL LOCATION, THE WELL HAS NO FUTURE POTENTIAL.

PLEASE REFER TO THE ATTACHED PLUG AND ABANDON PROCEDURE.
COPY SENT TO OPERATOR

Date: 5-20-2008
Initials: KS

RECEIVED
MAY 02 2008
DIV. OF OIL, GAS & MINING

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

Name (Printed/Typed) SHEILA UPCHEGO	Title SENIOR LAND ADMIN SPECIALIST
Signature <i>[Handwritten Signature]</i>	Date April 21, 2008

THIS SPACE FOR FEDERAL OR STATE USE

Approved by	Title Accepted by the	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.	Office Utah Division of Oil, Gas and Mining		

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

(Instructions on reverse)

Date: 5/21/08
By: *[Handwritten Signature]*
An additional 200' plug shall be placed from 2700' to 2900' across the base of the parachute Creek Member in accordance with lease no. 190-5(b) and RB49-3-31,

NBU 248
2216' FNL & 2078' FWL
SENW Section 10 – T10S – R22E
Uintah County, UT

KBE:	5120'	API NUMBER:	43-047-34079
GLE:	5105'	LEASE NUMBER:	U-025187
TD:	7214'	UNIT/CA NUMBER:	
PBTD:	7166'	WI:	100.000000%
		NRI:	79.248040%
		ORRI:	7.592840%

CASING: 12.25" hole
8.625" 24# J-55 @ 272' KB
Cemented with 144 sx Class G, circulated 5 BC to surface. TOC @ surface.

7.875" hole
4.5" 11.6# J-55 @ 7214' KB
Cemented with 349 sx HiLift lead and 831 sx 50/50 Pozmix tail. TOC @ ~2376'
by CBL.

TUBING: 2.375" 4.7# J-55 @ 6860', SN @ 6926'.

Tubular	Drift inches	Collapse psi	Burst Psi	Capacities		
				Gal./ft.	Cuft/ft.	Bbl./ft.
2.375" 4.7# J-55 tbg.	1.901	8100	7700	0.1626	0.02173	0.00387
4.5" 11.6# J/K-55 csg	3.875	4960	5350	0.6528	0.0872	0.01554
Annular Capacities						
2.375" tbg. X 4.5" 11.6# csg.				0.4226	0.0565	0.01006
4.5" csg. X 8.625" 24# csg.				1.8487	0.2471	0.04401
4.5" csg. X 7.875" hole				1.7052	0.2278	0.0406

GEOLOGIC INFORMATION:

Formation	Depth to top, ft.
Uinta	Surface
Green River	1375'
Wasatch	4156'

Tech. Pub. #92 Base of USDW's

USDW Elevation	~500' MSL
USDW Depth	~4156' KBE

PERFORATIONS

Formation	Date	Top	Bottom	SPF	Status
Wasatch	6/27/2002	6450	6452	3	Open
Wasatch	6/27/2002	6514	6520	3	Open
Wasatch	6/27/2002	6552	6556	3	Open
Wasatch	6/27/2002	6676	6680	3	Open
Wasatch	6/27/2002	6694	6696	3	Open
Wasatch	6/27/2002	6736	6740	3	Open
Wasatch	6/27/2002	6764	6768	3	Open
Wasatch	6/27/2002	6822	6826	4	Open
Wasatch	6/27/2002	6874	6878	4	Open
Wasatch	6/27/2002	6894	6896	4	Open
Wasatch	6/26/2002	7036	7042	3	Open
Wasatch	6/26/2002	7084	7088	4	Open

WELL HISTORY

Completion – June 2002

- TD'd 6/15/2002
- Perforated the gross Wasatch interval 7036' through 7088' and fractured with 597 bbls gel containing 55000# 20/40 mesh sand.
- Perforated the gross Wasatch interval 6822' through 6896' and fractured with 1002 bbls gel containing 104000# 20/40 mesh sand.
- Perforated the gross Wasatch interval 6676' through 6768' and fractured with 1651 bbls gel containing 178000# 20/40 mesh sand.
- Perforated the gross Wasatch interval 6450' through 6556' and fractured with 1315 bbls gel containing 136000# 20/40 mesh sand.
- **Drill out pressures increases:** Stage 4 = 0 psi, Stage 3 = 0 psi, Stage 2 = 100 psi, Stage 1 = 100 psi.
- Tested 530 MCFD, 223 BWPD, 195 psi FTP, 636 psi SICP, 25/64th choke on 7/7/2002.

Workover #1 – June 2003

- Pulled scaled-up tubing..
- Spotted 36 bbl 15% HCl across perforations and allowed to soak.
- Landed tubing at 6960', SN at 6926' and RTP.

NBU 248 P&A PROCEDURE

GENERAL

- H₂S MAY BE PRESENT. CHECK FOR H₂S AND TAKE APPROPRIATE PRECAUTIONS.
- CEMENT QUANTITIES BELOW ASSUME NEAT CLASS G, YIELD 1.145 CUFT./SX. IF A DIFFERENT PRODUCT IS USED, WELLSITE PERSONNEL ARE RESPONSIBLE FOR CORRECTING QUANTITIES TO YIELD THE STATED SLURRY VOLUME. WHEN SQUEEZING, INCLUDE 10% EXCESS PER 1000' OF DEPTH.
- BRINE WITH A MINIMUM DENSITY OF AT LEAST 9 PPG MUST BE PLACED BETWEEN ALL PLUGS. 10 PPG IS ASSUMED IN THIS PROCEDURE.
- NOTIFY BLM 24 HOURS BEFORE MOVING ON LOCATION.

P&A PROCEDURE

Note: An estimated 182 sx Class "G" cement needed for procedure

1. MIRU. KILL WELL AS NEEDED. ND WH, NU AND TEST BOPE.
2. PULL TBG & LD SAME. RU WIRELINE AND MAKE A GAUGE RING RUN TO CHECK FOR FILL AND PREP FOR GYRO SURVEY.
3. RUN GYRO SURVEY.
4. **PLUG #1, WASATCH PERFORATIONS (6450' – 7088')**, RIH W/ 4 ½" TBG SET CIBP. SET @ ~6440'. RELEASE CIBP, PUH 10', BRK CIRC W/ FRESH WATER. DISPLACE 4 SX CMT (4.36 CUFT) AND BALANCE PLUG W/ TOC @ ~6390' (50' CMT). PUH ABOVE TOC. REVERSE CIRCULATE WITH 10 PPG BRINE.
5. **PLUG #2, WASATCH TOP/ BASE OF USDW'S (~4156)**: PUH TO 4256'. BRK CIRC W/ FRESH WATER. DISPLACE 16 SX (17.44 CUFT.) AND BALANCE PLUG W/ TOC @ ~4056' (200' COVERAGE). PUH ABOVE TOC. REVERSE CIRCULATE W/ 10 PPG BRINE.
6. **PLUG #3, GREEN RIVER TOP (1375')**: POOH W/ TBG. RIH W/ WIRELINE, PERFORATE @ 1475' W/ 4 SPF. PU & RIH W/ 4 ½" CIRC, SET @ 1275'. RIH W/ TBG & STING INTO CIRC & SQUEEZE PERFS W/ A MINIMUM OF 64 SX (72.45 CUFT.). STING OUT OUT OF CIRC AND SPOT 4 SX (4.36 CUFT.) CMT ON TOP OF CIRC. BRK CIRC W/ FRESH WATER. REVERSE CIRCULATE W/ 10 PPG BRINE.
7. **PLUG #4, SURFACE CSG SHOE (272') & SURFACE HOLE**: POOH W/ TBG. RIH W/ WIRELINE, PERFORATE @ 322' W/ 4 SPF. POOH W/ WIRELINE. RU CEMENT SERVICE TO PROD CSG. PUMP 94 SX CMT (106.68 CUFT.) DN 4 ½" CSG & UP 8 5/8" CSG ANNULUS TO SURFACE.
8. CUT OFF WELLHEAD AND INSTALL MARKER PER BLM GUIDELINES.
9. RDMO. TURN OVER TO OPERATIONS FOR SURFACE REHAB.

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.
U-025187

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
**UNIT #891008900A
NATURAL BUTTES UNIT**

8. Well Name and No.
NBU 248

9. API Well No.
4304734079

10. Field and Pool, or Exploratory Area
NATURAL BUTTES

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)
SE/NW SEC. 10, T10S, R22E 2216'FNL, 2078'FWL

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

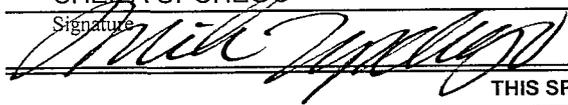
TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> 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 checked="" 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 type="checkbox"/> Other _____

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 OPERATOR HAS PERFORMED THE PLUG AND ABANDON PROCEDURE ON THE SUBJECT WELL LOCATION. THE SUBJECT WELL LOCATION WAS PLUG AND ABANDON ON 08/24/2008.

PLEASE REFER TO THE ATTACHED P&A CHRONOLOGICAL WELL HISTORY.

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

Name (Printed/Typed) SHEILA UPCHEGO	Title REGULATORY ANALYST
Signature 	Date August 25, 2008

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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(Instructions on reverse)

RECEIVED

SEP 09 2008

DIV OF OIL, GAS & MINING

NBU 248
SE/NW SEC. 10, T10S, R22E
2216'FNL, 2078'FWL
LEASE NUMBER: U-025187
API: 4304734079

MIRU, 08/19/2008. Blow down well, Kill well with 50 bls 9 lb fluid, NDWH, NUBOP, TOH

RU wireline, Run 4 ½ gauge ring to 6430', Run gyro survey to 6430', RD wireline, TIH with 4 ½ CIBP and set at 6350', Pressure test tubing held, Load hole with 60 bls 9 lb water with corrosion inhibitor with biocide.

Pressure test casing held Mix and pump 10 sxs class G cement on top of CIBP, TOH to 4340', Mix and pump 20 sxs cement, TOH to 2710', TOH, RU wireline, Shoot perfs at 1900' 1475' and 322' RD wireline.

TIH with 4 ½ CIBP and set at 1790', Mix and pump 90 sxs cement (80 under, 10 on top), TOH, TIH with CIBP and set at 1275', Mix and pump 75 sxs class G cement (65 under, 10 on top), TOH, NDBOP, NUWH

break circulation with 40 bls water, mix and pump 225 sxs class G cement with calcium and LCM (lost circulation while pumping), WOC, Attempt to break circulation failed, Mix and pump 75 sxs cement with calcium and LCM, WOC

Attempt to break circulation to surface failed, Mix and pump 75 sxs cement with LCM and calcium down casing (no circulation), Flush cement down to perfs, WOC,

Attempt to break circulation failed, Mix and pump 75 sxs cement with LCM and calcium (no circulation), Flush down to perfs, WOC, Attempt to break circulation failed,

Mix and pump 50 sxs cement with LCM and calcium (still no circulation), WOC,

Broke circulation with 11 bls water, Mix and pump 110 sxs cement down production casing up surface annulus to surface Cut off wellhead, Top off with 25 sxs class G cement, Weld on plate, RDMO

GPS coordinates

Lat. 39° 57'53"N

Long. 109° 25'41"W

830 total sxs

Two CIBP and one CIBP used

Well completed on 8-24-08

Recovered 199 joints total 6110' out of well

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

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

OPERATOR CHANGES DOCUMENTATION

Enter date after each listed item is completed

- (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 5/10/2006
- (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 5/10/2006
- The new company was checked on the **Department of Commerce, Division of Corporations Database** on: 3/7/2006
- a. Is the new operator registered in the State of Utah: YES Business Number: 1355743-0181
- b. If **NO**, the operator was contacted on:
- 5a. (R649-9-2)Waste Management Plan has been received on: IN PLACE
- 5b. Inspections of LA PA state/fee well sites complete on: n/a 3 LA wells & all PA wells transferred
- 5c. 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

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SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

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

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

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

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

5. Lease Serial No.
MULTIPLE LEASES

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
MUTIPLE WELLS

9. API Well No.

10. Field and Pool, or Exploratory Area

11. County or Parish, State
UINTAH COUNTY, UTAH

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

RECEIVED

MAY 10 2006

DIV. OF OIL, GAS & MINING

*BLM BOND = C01203
BIA BOND = RLB0005239*

APPROVED 5/16/06

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

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

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

THIS SPACE FOR FEDERAL OR STATE USE

Approved by	Title	Date
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UNITED STATES
DEPARTMENT OF THE INTERIOR
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FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

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SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

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

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

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

5. Lease Serial No.

MULTIPLE LEASES

6. If Indian, Allottee or Tribe Name

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

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MULTIPLE WELLS

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UINTAH COUNTY, UTAH

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

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

RECEIVED
MAY 10 2006

DIV OF OIL, GAS & MINING

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

Name (Printed/Typed) BRAD LANEY	Title ENGINEERING SPECIALIST
Signature <i>Brad Laney</i>	Date May 9, 2006

THIS SPACE FOR FEDERAL OR STATE USE

Approved by <i>Brad Laney</i>	Title	Date 5-9-06
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		Office

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



United States Department of the Interior

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

IN REPLY REFER TO:

CO922 (MM)
3106
COC017387 et. al.

March 23, 2006

NOTICE

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

Merger/Name Change - Recognized

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

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

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

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

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

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

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

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

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

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

Attachment:

List of OG Leases to each of the following offices:

MMS MRM, MS 357B-1

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

CO Field Offices

Wyoming State Office

Rider #1 to Bond WY2357

Rider #2 to Bond WY1865

Rider #3 to Bond WY1127



United States Department of the Interior



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

IN REPLY REFER TO:
3106
(UT-922)

March 27, 2006

Memorandum

To: Vernal Field Office

From: Chief, Branch of Fluid Minerals

Subject: Merger Approval

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

Chief, Branch of
Fluid Minerals

Enclosure

Approval letter from BLM COSO (2 pp)

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

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MAR 28 2006

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