



PRODUCTION COMPANY
A Subsidiary of Inland Resources Inc.

RECEIVED

JUL 05 2001

DIVISION OF
OIL, GAS AND MINING

July 3, 2001

State of Utah
Division of Oil, Gas & Mining
Attn: Brad Hill
1594 West North Temple - Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: Application for Permit to Drill Well No: 14-26-8-17, 15-26-8-17, and
16-26-8-17.

Dear Brad:

Enclosed find APD's on the above referenced wells. If you have any questions, feel free to give either Brad or myself a call.

Sincerely,

Mandie Crozier
Permit Clerk

mc
enclosures

cc: Jon Holst
Pleasant Valley well file

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

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/>		5. LEASE DESIGNATION AND SERIAL NO. UTU-76241	
1b. TYPE OF WELL OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/> SINGLE ZONE <input type="checkbox"/> MULTIPLE ZONE <input checked="" type="checkbox"/>		6. IF INDIAN, ALLOTTEE OR TRIBE NAME N/A	
2. NAME OF OPERATOR Inland Production Company		7. UNIT AGREEMENT NAME Greater Boundary	
3. ADDRESS OF OPERATOR Route #3 Box 3630, Myton, UT 84052 Phone: (435) 646-3721		8. FARM OR LEASE NAME WELL NO 14-26-8-17	
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)* At Surface SE/SW 1814' FWL 546' FSL At proposed Prod. Zone 4437279 N 587292 E		9. API WELL NO.	
10. FIELD AND POOL OR WILDCAT Monument Butte		11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA SE/SW Sec. 26, T8S, R17E	
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* Approximately 16.2 miles southeast of Myton, Utah		12. County Uintah	13. STATE UT
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to Approx. 546' f/lse line & 546' f/unit line	16. NO. OF ACRES IN LEASE 1,920.00	17. NO. OF ACRES ASSIGNED TO THIS WELL 40	
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL DRILLING, COMPLETED, OR APPLIED FOR ON THIS LEASE, FT. Approx. 1386'	19. PROPOSED DEPTH 6500'	20. ROTARY OR CABLE TOOLS Rotary	
21. ELEVATIONS (Show whether DF, RT, GR, etc.) 5019.1' GR		22. APPROX. DATE WORK WILL START* 3rd Quarter 2001	
23. PROPOSED CASING AND CEMENTING PROGRAM			
SIZE OF HOLE	SIZE OF CASING	WEIGHT/FOOT	SETTING DEPTH
Refer to Monument Butte Field SOP's Drilling Program/Casing Design			

Inland Production Company proposes to drill this well in accordance with the attached exhibits.

The Conditions of Approval are also attached.

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

24. SIGNED Mandie Crozier TITLE Permit Clerk DATE July 3, 2001

(This space for Federal or State office use)

PERMIT NO. 43-047-34175 APPROVAL DATE _____

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

CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY Bradley G. Hill TITLE BRADLEY G. HILL
RECLAMATION SPECIALIST III DATE _____

**Federal Approval of this
Action is Necessary**

07-0000 RECEIVED

JUL 05 2001

***See Instructions On Reverse Side**

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

**DIVISION OF
OIL, GAS AND MINING**

Well No.: Greater Boundary Unit 14-26-8-17

CONDITIONS OF APPROVAL
APPLICATION FOR PERMIT TO DRILL

Company/Operator: Inland Production Company

Well Name & Number: Greater Boundary Unit 14-26-8-17

API Number:

Lease Number: UTU-76241

Location: SE/SW Sec. 26, T8S, R17E

SURFACE USE PROGRAM
CONDITIONS OF APPROVAL

CULTURAL RESOURCES

See *DIAMOND MOUNTAIN RESOURCE AREA RESOURCE MANAGEMENT PLAN AND RECORD OF DECISION* (Fall 1994).

PALEONTOLOGICAL RESOURCES

See *DIAMOND MOUNTAIN RESOURCE AREA RESOURCE MANAGEMENT PLAN AND RECORD OF DECISION* (Fall 1994).

SOILS, WATERSHEDS, AND FLOODPLAINS

See *DIAMOND MOUNTAIN RESOURCE AREA RESOURCE MANAGEMENT PLAN AND RECORD OF DECISION* (Fall 1994).

WILDLIFE AND FISHERIES

See *DIAMOND MOUNTAIN RESOURCE AREA RESOURCE MANAGEMENT PLAN AND RECORD OF DECISION* (Fall 1994).

THREATENED, ENDANGERED, AND OTHER SENSITIVE SPECIES

(See attached Biological Opinion for USFWS dated November 17, 1999).

Proposed access corridors, pipeline corridors, and other areas of proposed surface disturbance must be clearly laid out and surveyed for Uintah Basin Hookless Cactus. Known locations of Uintah Basin Hookless Cactus populations and individuals must be flagged and avoided during construction activities. Roads must be signed to advise motorists to stay on authorized routes.

OTHER

Installation of the surface gas pipeline and any subsequent buried gas or water pipelines will follow the conditions of approval outlined above.

Except as specified in the APD, the installation of the surface gas line and any subsequent buried pipelines will follow the edge of the existing roadways without interfering with the normal travel and maintenance of the roadway.

The installation of any buried pipelines will disturb as little surface as possible and will not exceed 60 feet in width. Reclamation of the water line area will be completed within 10 days after installation. The surface will be recontoured to natural or near natural contours. Reseeding will be with the same seed mixture specified for reclamation of the well site. The interface of the buried line disturbance area and the edge of any adjacent access roads will be constructed with a borrow ditch and road berm to minimize vehicular travel along the water line route.



United States Department of the Interior
FISH AND WILDLIFE SERVICE

UTAH FIELD OFFICE
LINCOLN PLAZA
145 EAST 1300 SOUTH, SUITE 404
SALT LAKE CITY, UTAH 84115



In Reply Refer To

(FWS/6-UT-00-F-002)

November 17, 1999

Memorandum

To: District Manager, Bureau of Land Management, Vernal, Utah

From: Field Supervisor, Utah Field Office, U.S. Fish and Wildlife Service, Salt Lake City, Utah

Subject: Biological Opinion for the Proposed Inland Production Company Road, Water Pipeline and Natural Gas Pipeline and Potential Well Development within Inland's Humpback and Greater Boundary Oil Field Units.

Division/Area	Initial	Assigned
DW		
WFC		
PNCR		
ADW		
RES		<input checked="" type="checkbox"/>
OPS		

NOV 19 1999

U.S. DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
VERNAL, UTAH

MIN		
DM		
BC		
ALBY		

In accordance with section 7 of the Endangered Species Act of 1973, as amended (16 U.S.C. 1531 et seq.), and the Interagency Cooperation regulations (50 CFR 402), this memorandum transmits the Fish and Wildlife Service's (Service) final biological opinion for impacts to federally listed endangered species for the proposed development of roads, water pipelines, and natural gas pipelines and future oil well development within Inland Production Company's Humpback and Greater Boundary Oil Field Units. This opinion is provided to you as the lead Federal Agency regarding section 7 consultation on projects covered under this consultation. Copies of this opinion should be provided to the applicant because the Service has incorporated conservation recommendations that should be included as conditions of any permits issued by the Bureau of Land Management (Bureau) for this project.

Reference is made to your memorandum of June 3, 1999, requesting initiation of formal section 7 consultation for the subject oil field road project and sundry notices of May 26, 1999, for the water pipeline, and July 8, 1999, for the natural gas pipeline, transmitted to our office on August 18, 1999, with a Special Status Plant Report for the proposed project area. The Service concurs with your "may affect" determination for the short spined phase of the threatened plant species Sclerocactus glaucus (Uinta Basin hookless cactus).

BIOLOGICAL OPINION

Based upon the best scientific and commercial information that is currently available, it is the Service's biological opinion that the proposed project as described below, is not likely to jeopardize the continued existence of Sclerocactus glaucus. The Service provides additional conservation recommendations for the species which we request be included in any permits or authorizations issued by the Bureau regarding these projects and subsequent well site

environmental stipulations proposed within the Humpback and Greater Boundary Oil Field Units. The proposed project, including subsequent oil well drilling and site development may take up to one hundred individuals of the short-spined phase of Sclerocactus glaucus.

PROJECT DESCRIPTION

Inland Production Company (Inland) proposes to develop roadways, buried water pipelines and surface laid natural gas pipelines within Inland's Humpback and Greater Boundary Oil Field Units (Township 8 South, Range 17 East, Sections 23, 24, 25, 26, 27, 28, 33, 34, and 35 SLBM) within Duchesne and Uintah Counties, Utah. These oil field facilities will enable petroleum extraction for the above oil field units with a projected well density of 40 acres per well (16 wells per section).

BASIS FOR BIOLOGICAL OPINION

The short spined phase of Sclerocactus glaucus is known from one scattered population primarily on Federal Lands managed by the Bureau with a small portion on the Uintah and Ouray Reservation of the Ute Indian Tribe. The entire population of short spined phase of Sclerocactus glaucus is experiencing or is vulnerable to over-collecting and off-road vehicle damage. Most of the species population is within active oil and gas fields. Continued unrestricted off-road vehicle use and future development of the oil and gas fields is likely to jeopardize the continued existence of short spined phase of Sclerocactus glaucus unless specific measures are taken to protect this species and its occupied habitat.

Heil and Porter (1994) and Hochstatter (1993) have demonstrated that the population of diminutive short spined sclerocactii endemic to clay badlands of the Duchesne River Formation south of Myton is a distinct species. The short-spined phase population of Sclerocactus glaucus impacted by the proposed project is the species Sclerocactus brevispinus (Heil and Porter 1994) or Sclerocactus wetlandicus var. ilsea (Hochstatter 1993). This population is a portion of the species S. glaucus listed by the Service as threatened (44 FR 58870 see, also 62 FR 49401).

The Bureau in consultation with both the Service and the project sponsor has designed those oil field projects to impact the minimum number of S. glaucus individuals and the smallest amount of the species potential habitat while still allowing for the development of those projects. Potential secondary impacts will be mitigated to avoid additional impact to S. glaucus populations and habitat. The Service makes the following conservation recommendations, to reclaim lost individuals and habitat, to lessen the impacts of the project.

CONSERVATION RECOMMENDATIONS

The following are conservation recommendations the Service considers crucial in maintaining the population viability of the short-spined phase of S. glaucus.

1. Survey all road and pipeline routes and oil and gas well locations using appropriate cactus survey techniques for the season of survey. Thirty (30) foot wide survey transects through

all suitable habitat will be required during the plants flowering period. Five (5) foot wide transects will be required during non flowering periods. Surveys cannot be done during periods of snow cover.

2. Remove the Sclerocactus glaucus individuals to be lost and, with coordination with the Service, either transmit them to the Service's Utah Field Office for disposition as specimens for biological research in support of the species recovery plan, or utilize them in re-vegetation actions to support the oil fields reclamation actions.

3. Remove the soil surrounding each lost Sclerocactus glaucus plant in circular area with a radius of one meter to depth of 5 centimeters centered on the plant. Secure the soil in a water proof container and maintain the soil container. The Bureau, with coordination with the Service, will use this soil with its presumed Sclerocactus glaucus seed bank in this oil field's reclamation actions.

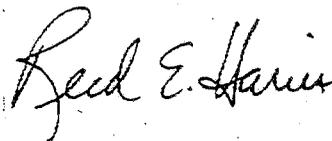
4. Prohibit unauthorized off-road vehicle use and unauthorized routes off established roads.

5. Sign all appropriate roads to advise all motorists to remain on existing roads. Instruct all vehicle users associated with the field operations to remain on legally defined existing roads and well pads at all times. Enforce off-road vehicle closures within the habitat of S. glaucus.

CONCLUSION

This concludes the Service's biological opinion on the impacts of the proposed projects. This opinion was based upon the information described herein. If new information becomes available, new species listed, if the projected loss of S. glaucus plants exceeds 100 individuals, or any other change which alters the operation of the projects from that which is described in your correspondence and which may affect any endangered or threatened species in a manner or to an extent not considered in this biological opinion (see 50 CFR 402.16), formal section 7 consultation should be reinitiated.

Thank you for your cooperation in the formulation of this biological opinion and your interest in conserving endangered species.



REFERENCES

Heil, K.D. and J.M. Porter. 1994. Sclerocactus (Cactaceae): A Revision. *Haseltonia* 2:20-46

Hochstatter, F. 1993. The Genus Sclerocactus. Published by the Author, Mannheim, Germany. 128 pp.

INLAND PRODUCTION COMPANY
GREATER BOUNDARY #14-26-8-17
SE/SW SECTION 26, T8S, R17E
UINTAH COUNTY, UTAH

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. GEOLOGIC SURFACE FORMATION:

Uinta formation of Upper Eocene Age

2. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:

Uinta	0' – 1640'
Green River	1640'
Wasatch	6500'

3. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:

Green River Formation 1640' – 6500' - Oil

4. PROPOSED CASING PROGRAM

Please refer to the Monument Butte Field Standard Operation Procedure (SOP).

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

Please refer to the Monument Butte Field SOP. See Exhibit "C".

6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

Please refer to the Monument Butte Field SOP.

7. AUXILIARY SAFETY EQUIPMENT TO BE USED:

Please refer to the Monument Butte Field SOP.

8. TESTING, LOGGING AND CORING PROGRAMS:

Please refer to the Monument Butte Field SOP.

9. ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:

The anticipated maximum bottom hole pressure is 2000 psi. It is not anticipated that abnormal temperatures will be encountered.

10. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:

Please refer to the Monument Butte Field SOP.

INLAND PRODUCTION COMPANY
GREATER BOUNDARY #14-26-8-17
SE/SW SECTION 26, T8S, R17E
UINTAH COUNTY, UTAH

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. EXISTING ROADS

See attached Topographic Map "A"

To reach Inland Production Company well location site Greater Boundary # 14-26-8-17 located in the SE 1/4 SW 1/4 Section 26, T8S, R17E, Uintah County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 - 1.6 miles \pm to the junction of this highway and UT State Hwy 53; proceed southeasterly along Hwy 53 - 9.1 miles \pm to its junction with an existing road to the east; proceed northeasterly 5.5 miles \pm to the beginning of the proposed access road; proceed northeasterly along the proposed access road 2465' \pm to the proposed well location.

2. PLANNED ACCESS ROAD

See Topographic Map "B" for the location of the proposed access road.

3. LOCATION OF EXISTING WELLS

Refer to Exhibit "B".

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

Please refer to the Monument Butte Field Standard Operating Procedure (SOP).

5. LOCATION AND TYPE OF WATER SUPPLY

Please refer to the Monument Butte Field SOP. See Exhibit "A".

6. SOURCE OF CONSTRUCTION MATERIALS

Please refer to the Monument Butte Field SOP.

7. METHODS FOR HANDLING WASTE DISPOSAL

Please refer to the Monument Butte Field SOP.

8. ANCILLARY FACILITIES

Please refer to the Monument Butte Field SOP.

9. WELL SITE LAYOUT

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

10. PLANS FOR RESTORATION OF SURFACE

Please refer to the Monument Butte Field SOP.

11. SURFACE OWNERSHIP - Bureau Of Land Management

12. OTHER ADDITIONAL INFORMATION

The Paleontological Resource Survey and Archaeological Resource Survey for this area are attached.

Inland Production Company requests a 60' ROW for the Greater Boundary #14-26-8-17 to allow for construction of a 6" gas gathering line, and a 3" poly fuel gas line. Both lines will tie in to the existing pipeline infrastructure. **Refer to Topographic Map "C."**

Inland Production Company also requests a 60' ROW be granted for the Greater Boundary #14-26-8-17 to allow for construction of a 3" steel water injection line and a 3" poly water return line. **Refer to Topographic Map "C."**

13. LESSEE'S OR OPERATORS REPRESENTATIVE AND CERTIFICATION

Representative

Name: Mandie Crozier
Address: Route #3 Box 3630
Myton, UT 84052
Telephone: (435) 646-3721

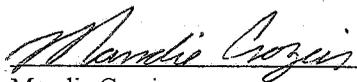
Certification

Please be advised that INLAND PRODUCTION COMPANY is considered to be the operator of well #14-26-8-17 SE/SW Section 26, Township 8S, Range 17E: Lease UTU-76241 Uintah County, Utah: and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by Hartford Accident #4488944.

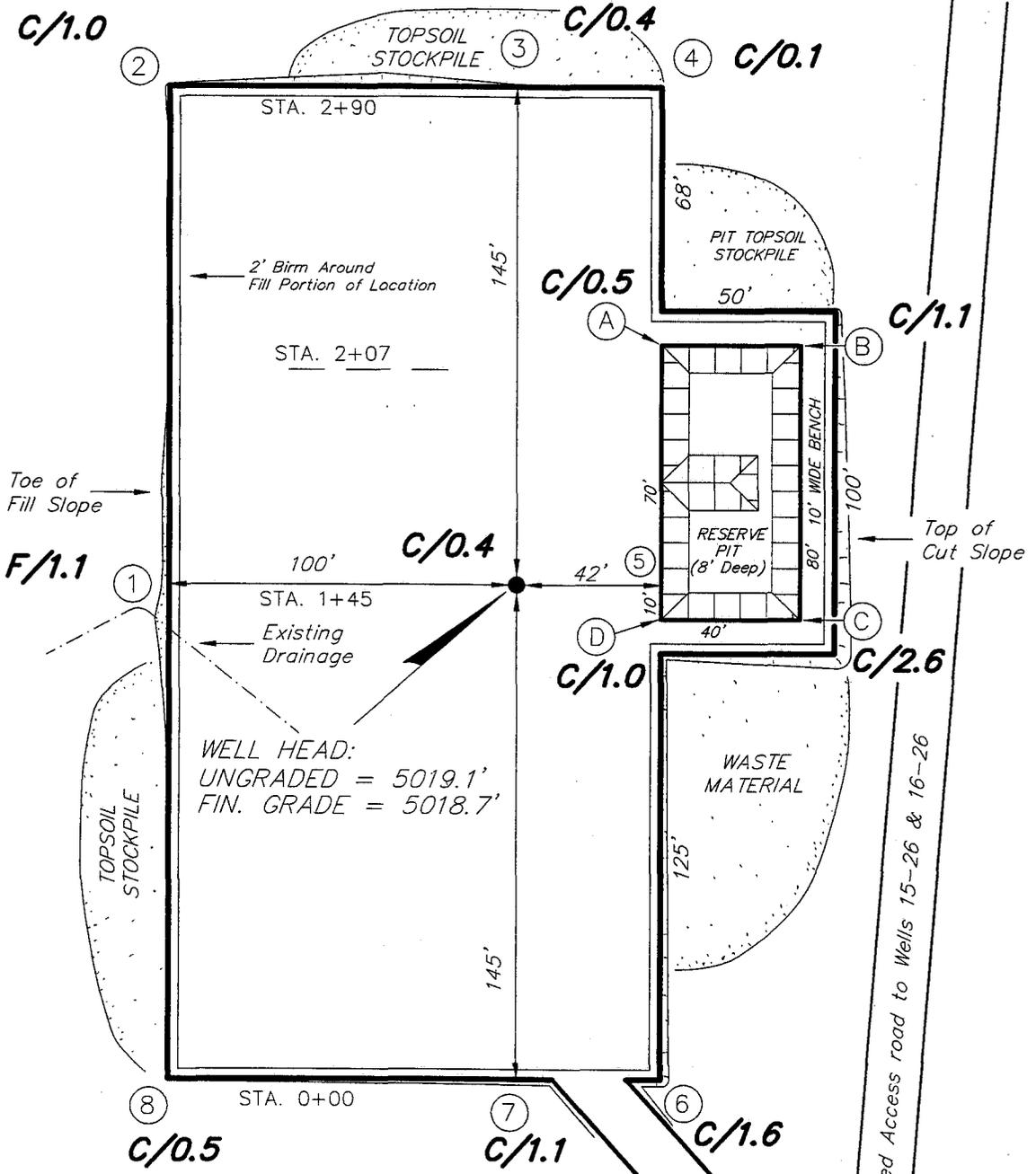
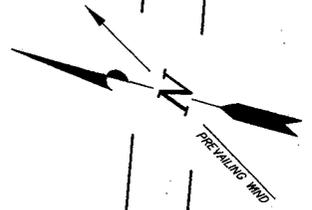
I hereby certify that the proposed drillsite and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Inland Production Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

July 3, 2001

Date


Mandie Crozier
Permit Clerk

INLAND PRODUCTION COMPANY
GREATER BOUNDARY UNIT #14-26-8-17
 SEC. 26, T8S, R17E, S.L.B.&M.



WELL HEAD:
 UNGRADED = 5019.1'
 FIN. GRADE = 5018.7'

REFERENCE POINTS
 150' NORTHWEST = 5015.6'
 200' NORTHWEST = 5014.9'

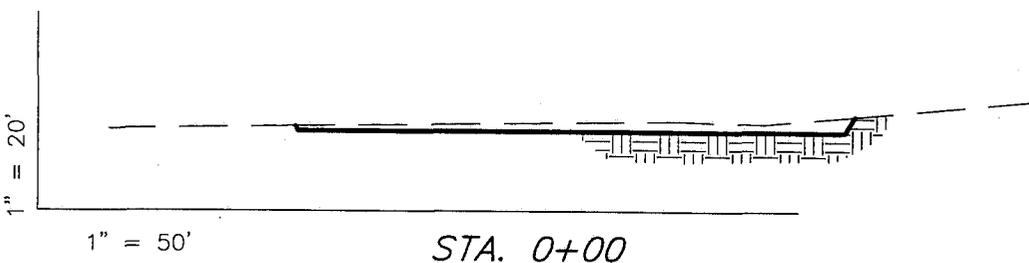
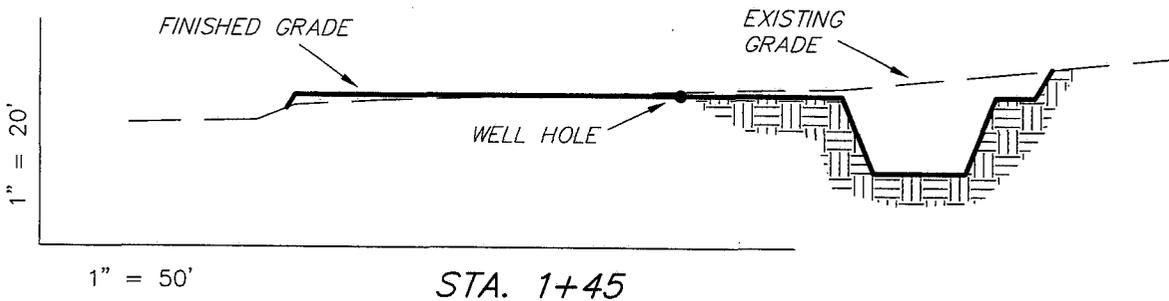
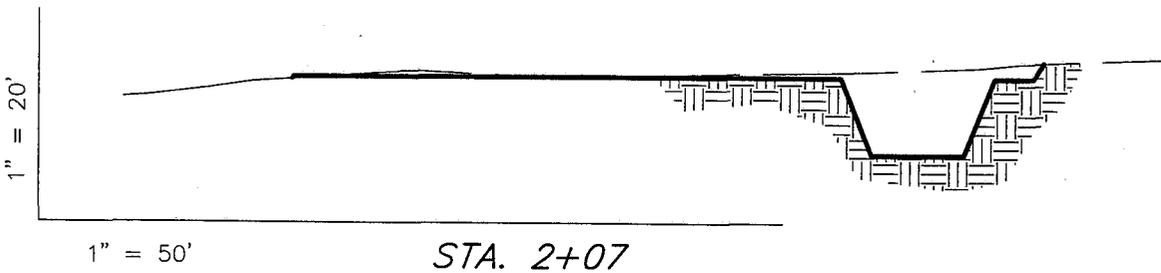
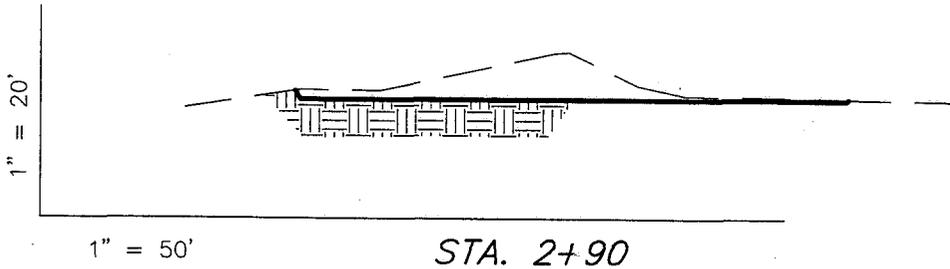
SURVEYED BY: C.D.S.	SCALE: 1" = 50'
DRAWN BY: J.R.S.	DATE: 5-31-01

Tri State (435) 781-2501
Land Surveying, Inc.
 38 WEST 100 NORTH VERNAL, UTAH 84078

INLAND PRODUCTION COMPANY

CROSS SECTIONS

GREATER BOUNDARY UNIT #14-26-8-17



APPROXIMATE YARDAGES

- CUT = 530 Cu. Yds.
- FILL = 530 Cu. Yds.
- PIT = 640 Cu. Yds.
- 6" TOPSOIL = 1,010 Cu. Yds.

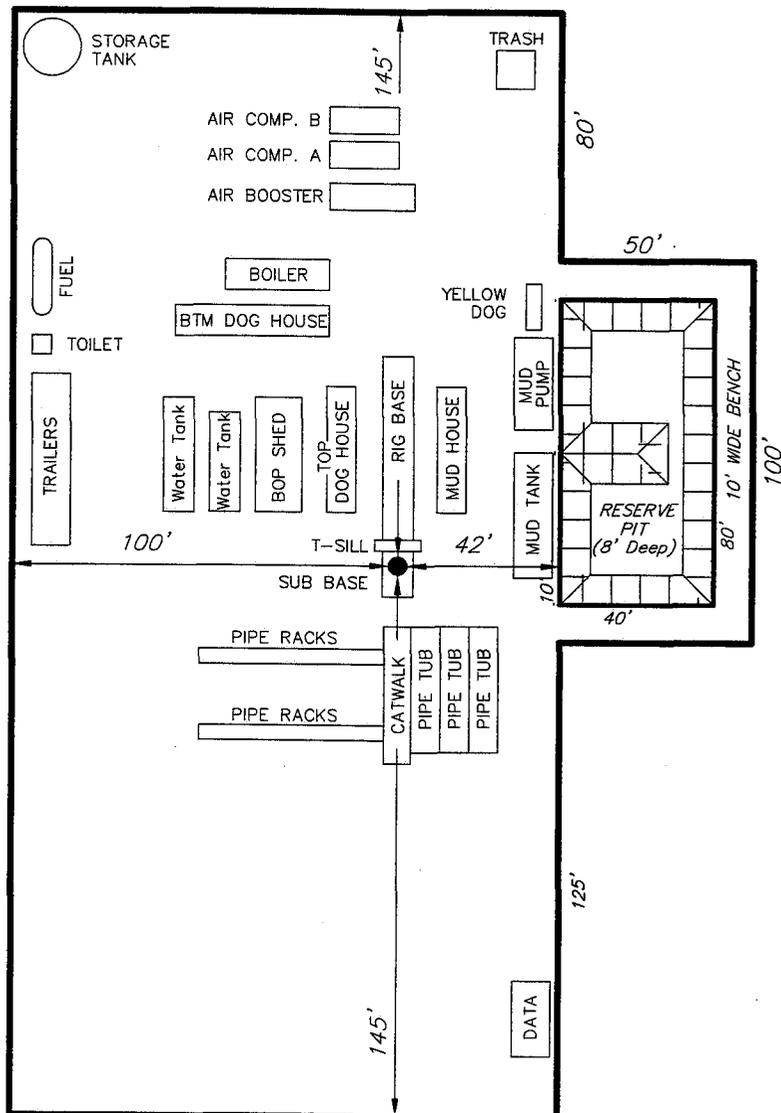
SURVEYED BY: C.D.S.	SCALE: 1" = 50'
DRAWN BY: J.R.S.	DATE: 5-31-01

Tri State (435) 781-2501
Land Surveying, Inc.
38 WEST 100 NORTH VERNAL, UTAH 84078

INLAND PRODUCTION COMPANY

TYPICAL RIG LAYOUT

GREATER BOUNDARY UNIT #14-26-8-17



PROPOSED ACCESS ROAD (Max. 6% Grade)

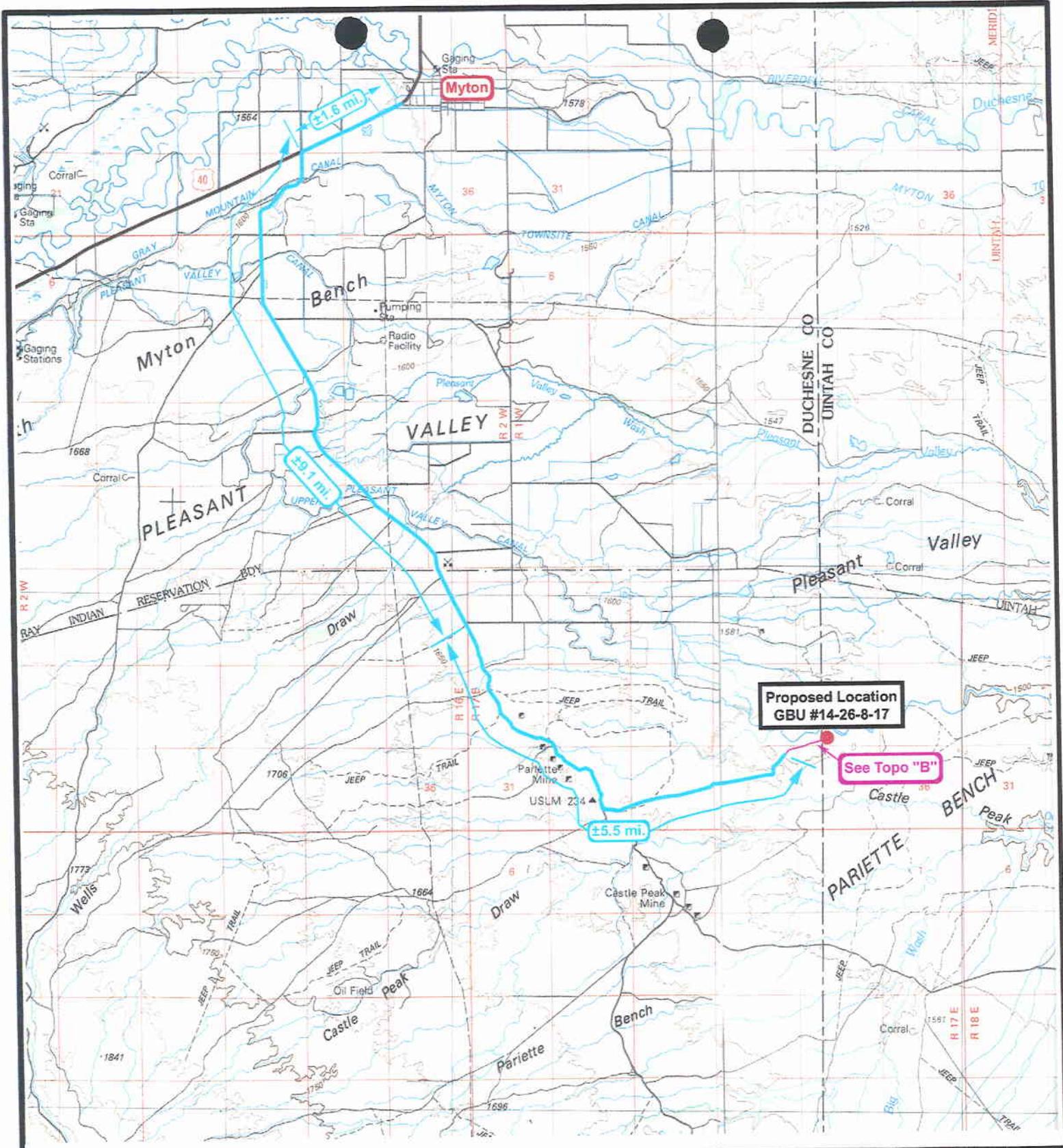
SURVEYED BY: C.D.S.

SCALE: 1" = 50'

DRAWN BY: J.R.S.

DATE: 5-31-01

Tri State Land Surveying, Inc. (435) 781-2501
38 WEST 100 NORTH VERNAL, UTAH 84078



**Greater Boundry Unit #14-26-8-17
SEC. 26, T8S, R17E, S.L.B.&M.**

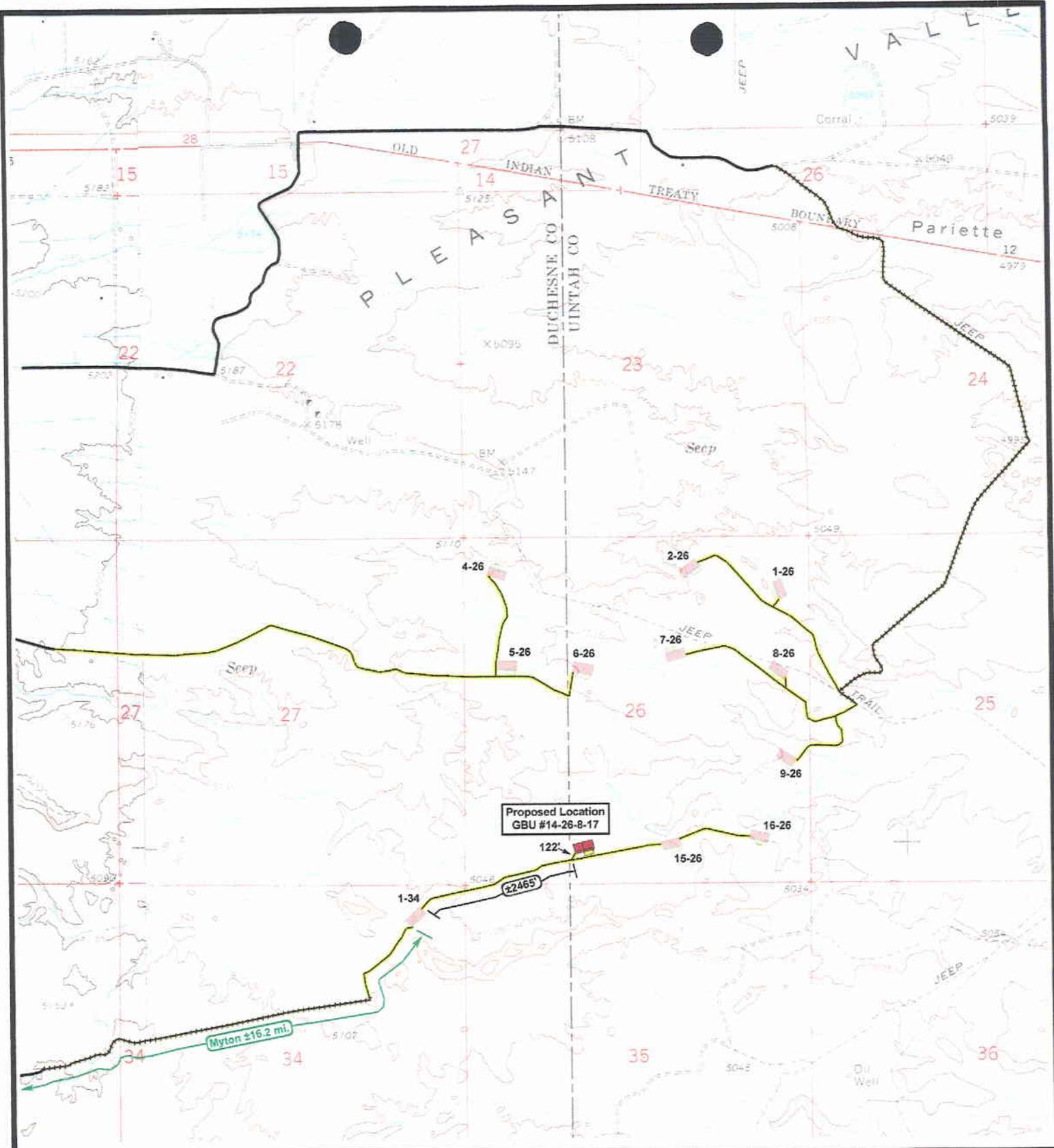


**Tri-State
Land Surveying Inc.**
(435) 781-2501
38 West 100 North Vernal, Utah 84078

SCALE: 1 : 100,000
DRAWN BY: bgm
DATE: 06-11-2001

Legend
Existing Road
Proposed Access

**TOPOGRAPHIC MAP
"A"**



**Greater Boundary Unit #14-26-8-17
SEC. 26, T8S, R17E, S.L.B.&M.**



*Tri-State
Land Surveying Inc.*
(435) 781-2501
38 West 100 North Vernal, Utah 84078

SCALE: 1" = 2000'
DRAWN BY: bgm
DATE: 06-11-2001

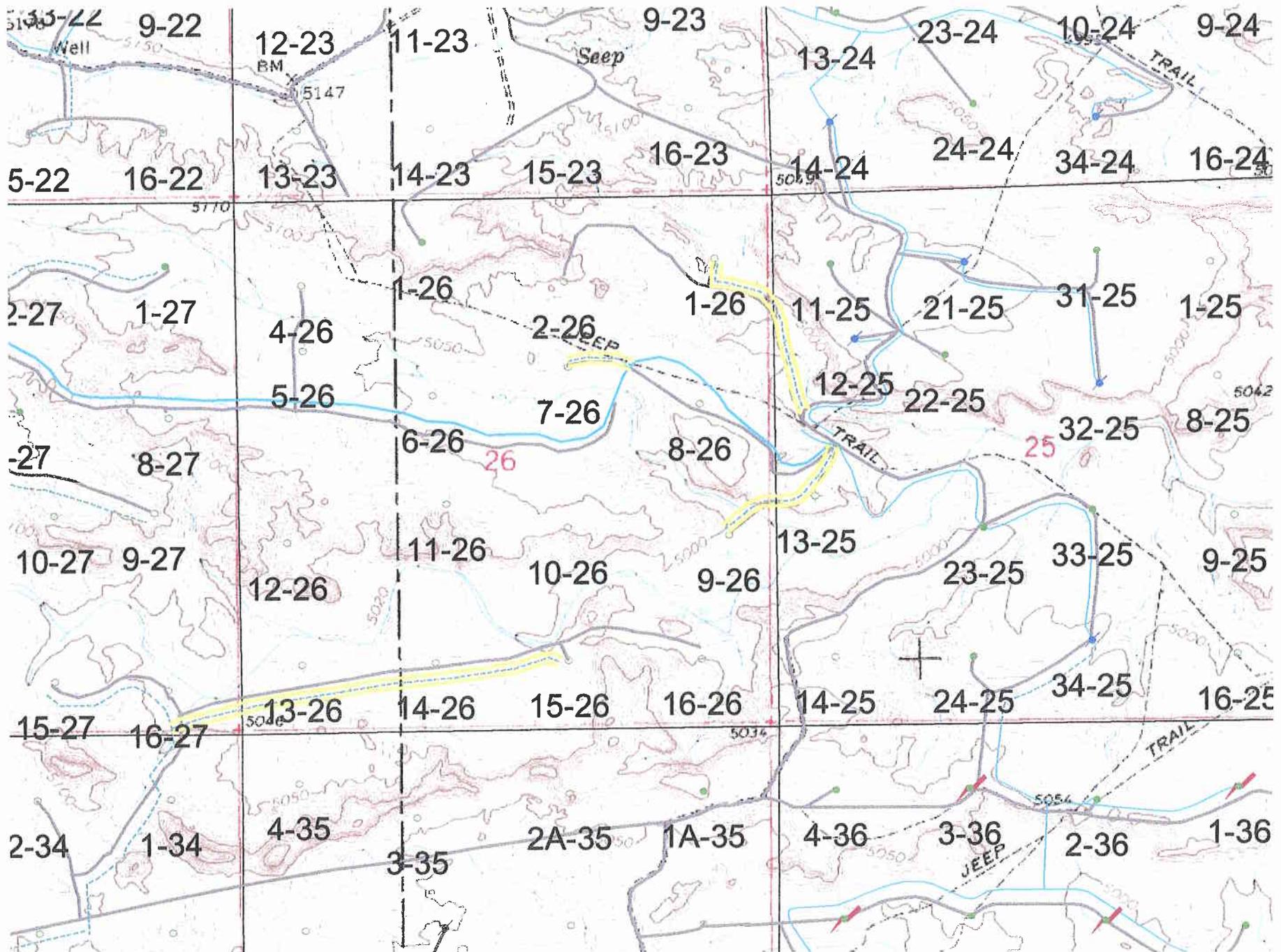
Legend

-  Existing Road
-  Proposed Access
-  Jeep Trail to be Upgraded

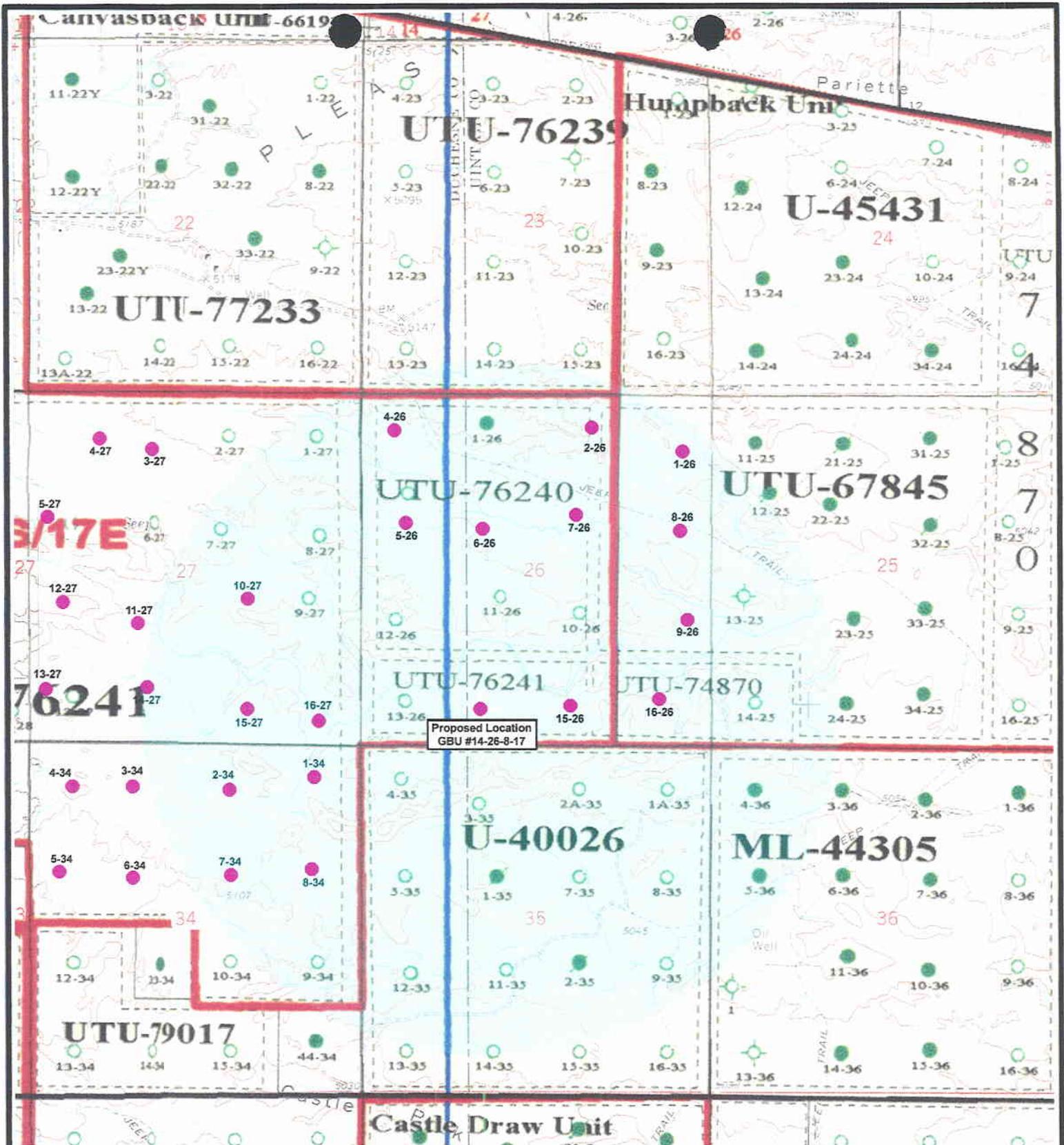
TOPOGRAPHIC MAP
"B"

PD SW

Topographic Map "C"
Proposed Water Line



----- Proposed water Line



Proposed Location
GBU #14-26-8-17



**Greater Boundary Unit #14-26-8-17
SEC. 26, T8S, R17E, S.L.B.&M.**



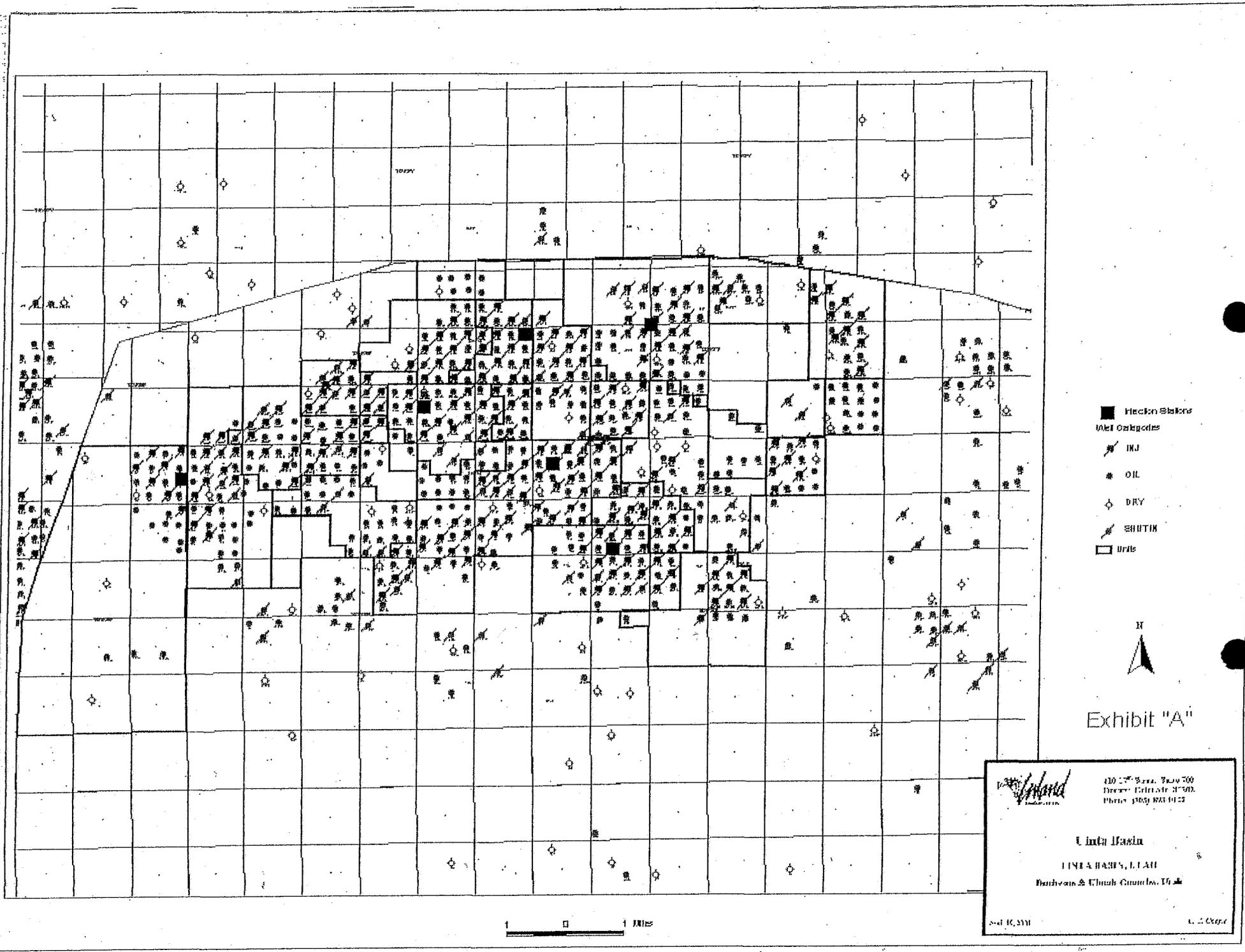
**Tri-State
Land Surveying Inc.**
(435) 781-2501
38 West 100 North Vernal, Utah 84078

SCALE: 1" = 2000'
DRAWN BY: bgm
DATE: 06-01-2001

Legend

- 2001 Wells
- One Mile Radius

**EXHIBIT
"B"**



- Section Station
- Well Categories
- INJ
- OIL
- DRY
- SHUTIN
- URIS



Exhibit "A"



110 1st Street, Suite 500
 Denver, Colorado 80202
 Phone: 303.833.0123

Uita Hasia
 UITA HASIA, L.L.C.
 Petroleum & Chemical Services, L.P.

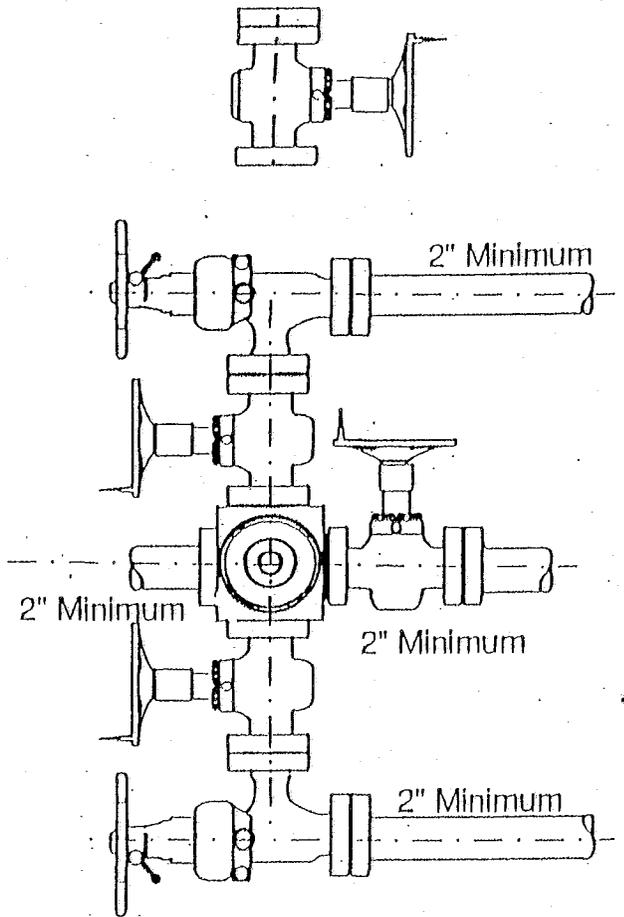
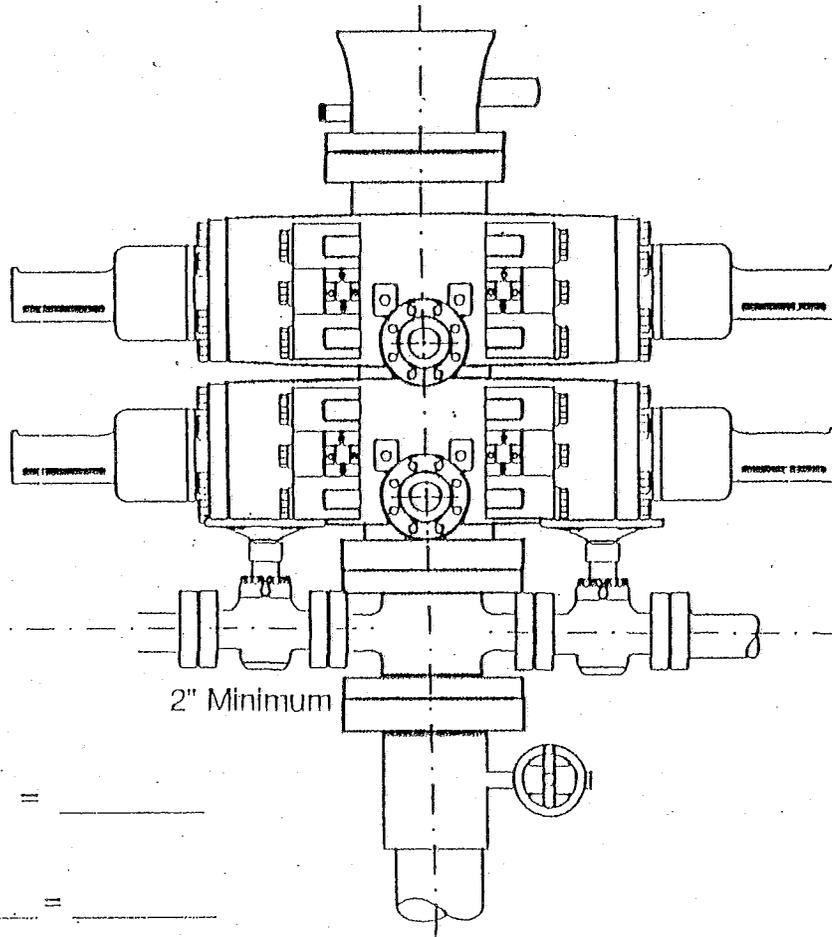
J. J. O'Connell

1 Mile

RAM TYPE B.O.P.
 Make:
 Size:
 Model:

2-M SYSTEM

EXHIBIT "C"



GAL TO CLOSE
 Annular BOP = _____
 Ramtype BOP
 _____ Rams x _____ = _____
 = _____ Gal.
 _____ x 2 = _____ Total Gal.

Rounding off to the next higher
 increment of 10 gal. would require
 _____ Gal. (total fluid & nitro volume)

**WORKSHEET
APPLICATION FOR PERMIT TO DRILL**

APD RECEIVED: 06/05/2001

API NO. ASSIGNED: 43-047-34175

WELL NAME: GBU 14-26-8-17
 OPERATOR: INLAND PRODUCTION (N5160)
 CONTACT: MANDIE CROZIER

PHONE NUMBER: 435-646-3721

PROPOSED LOCATION:

SESW 26 080S 170E
 SURFACE: 0546 FSL 1814 FWL
 BOTTOM: 0546 FSL 1814 FWL
 UINTAH
 MONUMENT BUTTE (105)

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

LEASE TYPE: 1 - Federal
 LEASE NUMBER: UTU-76241
 SURFACE OWNER: 1 - Federal

PROPOSED FORMATION: GRRV

RECEIVED AND/OR REVIEWED:

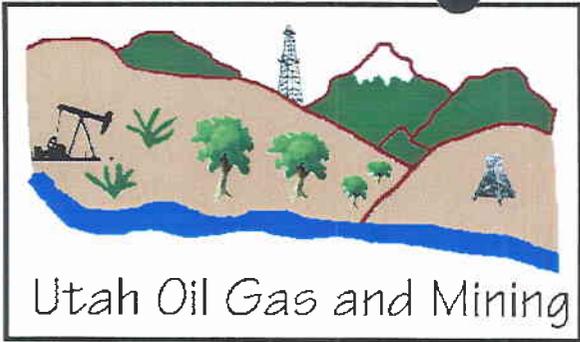
- Plat
- Bond: Fed[1] Ind[] Sta[] Fee[]
(No. 4488944)
- Potash (Y/N)
- Oil Shale 190-5 (B) or 190-3 or 190-13
- Water Permit
(No. MUNICIPAL)
- RDCC Review (Y/N)
(Date: _____)
- Fee Surf Agreement (Y/N)

LOCATION AND SITING:

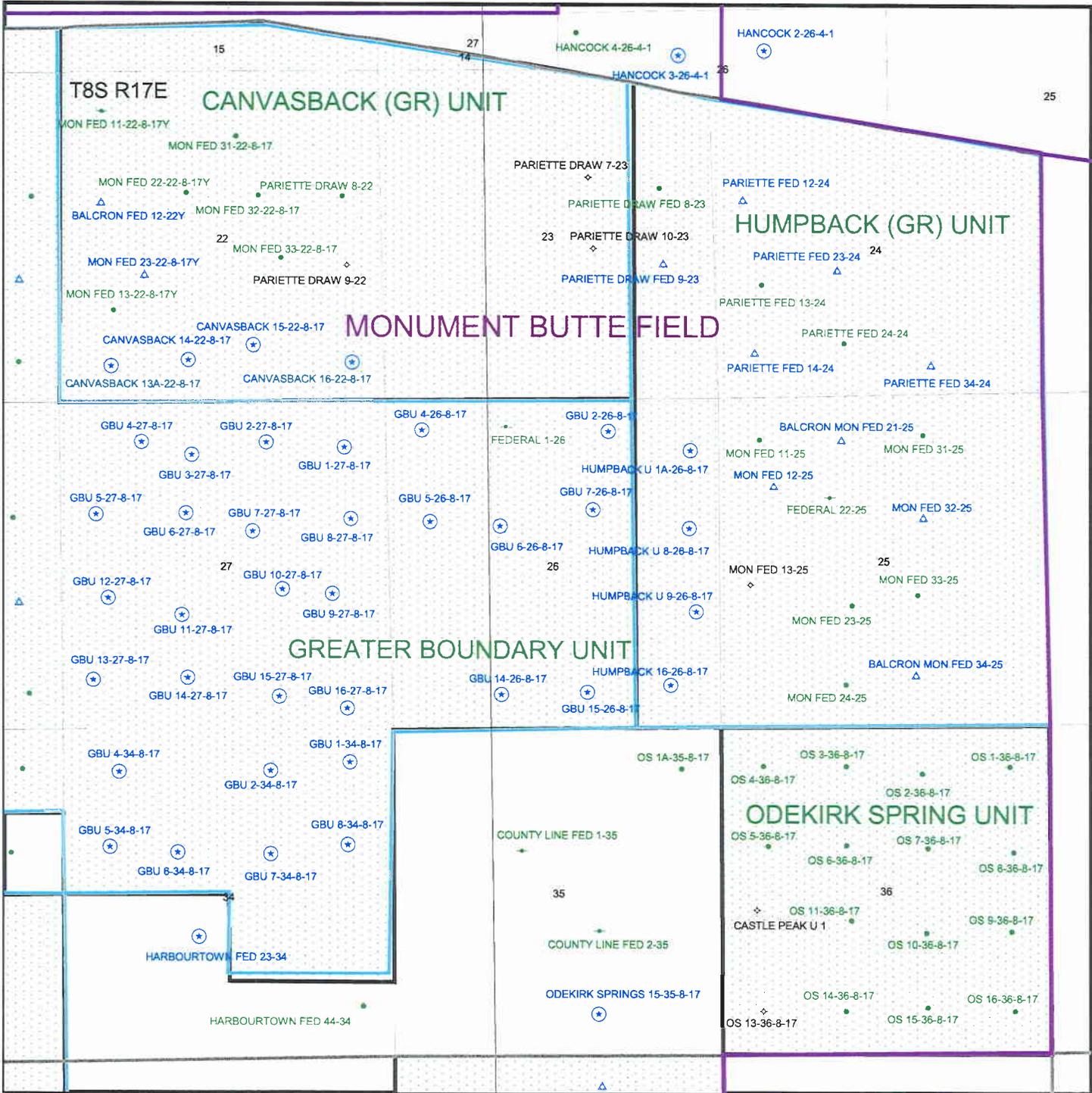
- R649-2-3. Unit GREATER BOUNDARY
- R649-3-2. General
Siting: 460 From Qtr/Qtr & 920' Between Wells
- R649-3-3. Exception
- Drilling Unit
Board Cause No: 225-2 * Unit & Enh. Rec.
Eff Date: 4-8-98
Siting: *Suspend Gen. Siting
- R649-3-11. Directional Drill

COMMENTS: Mon. Butte Field SOP, separate file.

STIPULATIONS: ① FEDERAL APPROVAL



OPERATOR: INLAND PROD CO (N5160)
 SEC. 26, T8S, R17E
 FIELD: MONUMENT BUTTE (105)
 COUNTY: UINTAH UNIT: GREATER BOUNDARY
 CAUSE: 225-2



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

IN REPLY REFER TO:
3160
(UT-922)

July 6, 2001

Memorandum

To: Assistant District Manager Minerals, Vernal District
From: Michael Coulthard, Petroleum Engineer
Subject: 2001 Plan of Development Greater Boundary
Unit Duchesne County, Utah.

Pursuant to email between Lisha Cordova, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management. The following wells are planned for calendar year 2001 within the Greater Boundary Unit, Duchesne County, Utah.

(Proposed PZ Green River)

43-047-34175 GBU 14-26-8-17 Sec. 26, T8S, R17E 0546 FSL 1814 FWL
43-047-34176 GBU 15-26-8-17 Sec. 26, T8S, R17E 0586 FSL 2120 FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Greater Boundary
Division of Oil Gas and Mining
Agr. Sec. Chron
Fluid Chron

Mcoulthard:mc:7-6-1



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)

July 9, 2001

Inland Production Company
Route 3 Box 3630
Myton, UT 84052

Re: Greater Boundary Unit 14-26-8-17 Well, 546' FSL, 1814' FWL, SE SW, Sec. 26,
T. 8 South, R. 17 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 43-047-34175.

Sincerely,

John R. Baza
Associate Director

er

Enclosures

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

Operator: Inland Production Company
Well Name & Number Greater Boundary Unit 14-26-8-17
API Number: 43-047-34175
Lease: UTU 76241

Location: SE SW **Sec.** 26 **T.** 8 South **R.** 17 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. **State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.**

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

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

SUBMIT IN TRIPLICATE

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Designation and Serial No. UTU-76241
2. Name of Operator INLAND PRODUCTION COMPANY		6. If Indian, Allottee or Tribe Name NA
3. Address and Telephone No. Rt. 3 Box 3630, Myton Utah, 84052 435-646-3721		7. If Unit or CA, Agreement Designation GREATER BOUNDARY
4. Location of Well (Footage, Sec., T., R., m., or Survey Description) 1814 FWL 546 FSL SE/SW Section 26, T8S R17E		8. Well Name and No. GREATER BOUNDARY 14-26-8-17
		9. API Well No. 43-015-34175
		10. Field and Pool, or Exploratory Area MONUMENT BUTTE
		11. County or Parish, State UINTAH COUNTY, UTAH

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent <input type="checkbox"/> Subsequent Report <input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Abandonment <input type="checkbox"/> Recompletion <input type="checkbox"/> Plugging Back <input type="checkbox"/> Casing Repair <input type="checkbox"/> Altering Casing <input checked="" type="checkbox"/> Other Permit Extension <input type="checkbox"/> Change of Plans <input type="checkbox"/> New Construction <input type="checkbox"/> Non-Routine Fracturing <input type="checkbox"/> Water Shut-Off <input type="checkbox"/> Conversion to Injection <input type="checkbox"/> Dispose Water
<small>(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)</small>	

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

Inland Production Company requests to extend the permit to drill this well for one year.

COPY SENT TO OPERATOR
 Date: 7-3-02
 Initials: CHD

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

Date: 07-02-02
By: *Bodley*

RECEIVED
JUN 27 2002
DIVISION OF
OIL, GAS AND MINING

14. I hereby certify that the foregoing is true and correct
Signed *Mandie Crozier* Title Permit Clerk Date 6/26/2002
Mandie Crozier

CC: UTAH DOGM

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____

Conditions of approval, if any:

CC: Utah DOGM

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

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK			5. LEASE DESIGNATION AND SERIAL NO. UTU-76241	
			6. IF INDIAN, ALLOTTEE OR TRIBE NAME N/A	
1a. TYPE OF WORK DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/>			7. UNIT AGREEMENT NAME Greater Boundary	
1b. TYPE OF WELL OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/> SINGLE ZONE <input type="checkbox"/> MULTIPLE ZONE <input checked="" type="checkbox"/>			8. FARM OR LEASE NAME WELL NO. 14-26-8-17	
2. NAME OF OPERATOR Inland Production Company			9. API WELL NO.	
3. ADDRESS OF OPERATOR Route #3 Box 3630, Myton, UT 84052 Phone: (435) 646-3721			10. FIELD AND POOL OR WILDCAT Monument Butte	
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)* At Surface SE/SW 1814' FWL 546' FSL At proposed Prod. Zone			11. SEC. T. R., M., OR BLK. AND SURVEY OR AREA SE/SW Sec. 26, T8S, R17E	
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* Approximately 16.2 miles southeast of Myton, Utah			12. County Uintah	13. STATE UT
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE. FT. (Also to Approx. 546' f/lse line & 546' f/unit line		16. NO. OF ACRES IN LEASE 1,920.00	17. NO. OF ACRES ASSIGNED TO THIS WELL 40	
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL. DRILLING, COMPLETED, OR APPLIED FOR ON THIS LEASE. FT. Approx. 1386'		19. PROPOSED DEPTH 6500'	20. ROTARY OR CABLE TOOLS Rotary	
21. ELEVATIONS (Show whether DF, RT, GR, etc.) 5019.1' GR			22. APPROX. DATE WORK WILL START* 3rd Quarter 2001	
23. PROPOSED CASING AND CEMENTING PROGRAM				
SIZE OF HOLE	SIZE OF CASING	WEIGHT/FOOT	SETTING DEPTH	QUANTITY OF CEMENT
Refer to Monument Butte Field SOP's Drilling Program/Casing Design				

**RECEIVED
JUL - 5 2001**

Inland Production Company proposes to drill this well in accordance with the attached exhibits.

The Conditions of Approval are also attached.

**RECEIVED
JUN 11 2003**

DIV. OF OIL, GAS & MINING

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

24. SIGNED *Mandie Cozys* TITLE Permit Clerk DATE July 3, 2001

(This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____ **NOTICE OF APPROVAL**

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 *Howard B. Lawrence* TITLE Assistant Field Manager Mineral Resources DATE 05/30/2003

*See Instructions On Reverse Side

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

CONDITIONS OF APPROVAL ATTACHED

CONDITIONS OF APPROVAL
APPLICATION FOR PERMIT TO DRILL

Company/Operator: Inland Production Company

Well Name & Number: Greater Boundary 14-26-8-17

API Number: 43-047-34175

Lease Number: U-76241

Location: SESW Sec. 26 T.08S R. 17E

Agreement: Greater Boundary Unit

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

CONDITIONS OF APPROVAL 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

As a minimum, the usable water resources and other resources shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the top of the Green River Formation, identified at \pm 1,930 ft.

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

-No construction or drilling shall be allowed during the waterfowl nesting season (March 1 to May 25).

-Due to the highly erosive nature of the soil, no construction or drilling activities shall be allowed when soils are saturated. This applies mainly during the spring runoff period and during fall rains, but can apply any time the soils are extremely wet.

-In order to protect the Pariette 100 year floodplain, a dike capable of containing 150% of the total capacity of all storage vessels shall be constructed around the entire location.

-In order to protect the Pariette drainage from sedimentation contamination, a silt fence or other suitable device, shall be constructed between the well location and the drainage.



PRODUCTION COMPANY
A Subsidiary of Inland Resources Inc.

June 30, 2003

State of Utah
Division of Oil, Gas & Mining
Attn: Diana Mason
1594 West North Temple - Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: One Year Extensions on Applications for Permit to Drill.

Dear Diana:

We have already received a one year extension on these permits and would like to extend them for another year, since the approval that we have received from the BLM is not due to expire yet. If you have any questions, feel free to give me a call.

Sincerely,

Mandie Crozier
Regulatory Specialist

enclosures

RECEIVED
JUL 02 2003
DIV. OF OIL, GAS & MINING

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Designation and Serial No.
UTU-76241

6. If Indian, Allottee or Tribe Name
NA

7. If Unit or CA, Agreement Designation
GREATER BOUNDARY

8. Well Name and No.
GBU 14-26-8-17

9. API Well No.
43-047-34175

10. Field and Pool, or Exploratory Area
MONUMENT BUTTE

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

SUBMIT IN TRIPLICATE

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
INLAND PRODUCTION COMPANY

3. Address and Telephone No.
Rt. 3 Box 3630, Myton Utah, 84052 435-646-3721

4. Location of Well (Footage, Sec., T., R., m., or Survey Description)
1814 FWL 546 FSL SE/SW Section 26, T8S R17E

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent <input type="checkbox"/> Subsequent Report <input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Abandonment <input type="checkbox"/> Recompletion <input type="checkbox"/> Plugging Back <input type="checkbox"/> Casing Repair <input type="checkbox"/> Altering Casing <input checked="" type="checkbox"/> Other Permit Extension
	<input type="checkbox"/> Change of Plans <input type="checkbox"/> New Construction <input type="checkbox"/> Non-Routine Fracturing <input type="checkbox"/> Water Shut-Off <input type="checkbox"/> Conversion to Injection <input type="checkbox"/> Dispose Water

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

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

Inland Production Company requests to extend the Permit to Drill this well for one year.

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

Date: 07-03-03
By: [Signature]

COPY SENT TO OPERATOR
Date: 7-8-03
Initials: CHD

**RECEIVED
JUL 02 2003
DIV. OF OIL, GAS & MINING**

14. I hereby certify that the foregoing is true and correct
Signed Mandie Crozier Title Regulatory Specialist Date 6/30/2003
Mandie Crozier

CC: UTAH DOGM

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____

Conditions of approval, if any:

CC: Utah DOGM



**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-34175
Well Name: GBU 14-26-8-17
Location: SE/SW Section 26, T8S R17E
Company Permit Issued to: Inland Production Company
Date Original Permit Issued: 7/9/2001

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No ~~NA~~

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No

Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes No

Has the approved source of water for drilling changed? Yes No

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No

Is bonding still in place, which covers this proposed well? Yes No

Mandi Crezies
Signature

6/30/2003
Date

Title: Regulatory Specialist

Representing: Inland Production Company



June 30, 2004

State of Utah
Division of Oil, Gas & Mining
Attn: Diana Whitney
1594 West North Temple - Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: One Year Extensions on Applications for Permit to Drill.

Dear Diana:

Enclosed find one year extensions on Applications for Permit to Drill. We have already received a one year extension on these APD's and would like to extend it them for another year, since the approval that we have received from the BLM is not yet due to expire. If you have any questions, feel free to give me a call.

Sincerely,

Mandie Crozier
Regulatory Specialist

enclosures

RECEIVED
JUN 30 2004
DIV. OF OIL, GAS & MINING

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Designation and Serial No.

UTU-76241

6. If Indian, Allottee or Tribe Name

NA

7. If Unit or CA, Agreement Designation

GREATER BOUNDARY

8. Well Name and No.

GREATER BOUNDARY 14-26-8-17

9. API Well No.

43-047-34175

10. Field and Pool, or Exploratory Area

MONUMENT BUTTE

11. County or Parish, State

UINTAH COUNTY, UT.

SUBMIT IN TRIPLICATE

1. Type of Well

Oil Well Gas Well Other

2. Name of Operator

INLAND PRODUCTION COMPANY

3. Address and Telephone No.

Rt. 3 Box 3630, Myton Utah, 84052 435-646-3721

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

1814 FWL 546 FSL SE/SW Section 26, T8S R17E

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

TYPE OF SUBMISSION

TYPE OF ACTION

Notice of Intent
 Subsequent Report
 Final Abandonment Notice

Abandonment
 Recompletion
 Plugging Back
 Casing Repair
 Altering Casing
 Other **Permit Extension**

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

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

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

Inland Production Company requests to extend the Permit to Drill this well for one year.

**Approved by the
Utah Division of
Oil, Gas and Mining**
Date: 06-30-04
By: [Signature]

COPY SENT TO OPERATOR
Date: 7-1-04
Initial: [Signature]

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

Signed Mandie Crozier Title Regulatory Specialist Date 6/30/04

Mandie Crozier

CC: UTAH DOGM

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____

Conditions of approval, if any:

CC: Utah DOGM

**RECEIVED
JUN 30 2004**



**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-34175
Well Name: Greater Boundary 14-26-8-17
Location: SE/SW Section 26, T8S R17E
Company Permit Issued to: Inland Production Company
Date Original Permit Issued: 7/9/2001

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No *NA*

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No

Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes No

Has the approved source of water for drilling changed? Yes No

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No

Is bonding still in place, which covers this proposed well? Yes No

Mandi Crozier
Signature

6/30/2004
Date

Title: Regulatory Specialist

Representing: Inland Production Company

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Designation and Serial No.
UTU-76241

6. If Indian, Allottee or Tribe Name
NA

7. If Unit or CA, Agreement Designation
GREATER BOUNDARY

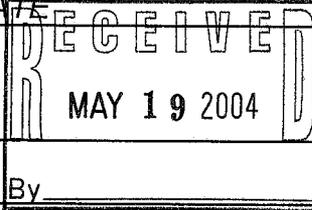
8. Well Name and No.
GREATER BOUNDARY 14-26-8-17

9. API Well No.
43-047-34175

10. Field and Pool, or Exploratory Area
MONUMENT BUTTE

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

SUBMIT IN TRIPLICATE



1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
INLAND PRODUCTION COMPANY

3. Address and Telephone No.
Rt. 3 Box 3630, Myton Utah, 84052 435-646-3721

4. Location of Well (Footage, Sec., T., R., m., or Survey Description)
1814 FWL 546 FSL SE/SW Section 26, T8S R17E

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA	
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	<input type="checkbox"/> Change of Plans <input type="checkbox"/> New Construction <input type="checkbox"/> Non-Routine Fracturing <input type="checkbox"/> Water Shut-Off <input type="checkbox"/> Conversion to Injection <input type="checkbox"/> Dispose Water

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

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

Inland Production Company requests to extend the Permit to Drill this well for one year. The original approval date was 5/30/03 (expiration 5/30/04).

RECEIVED
JUL 27 2004
DIV. OF OIL, GAS & MINING

CONDITIONS OF APPROVAL ATTACHED

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

Signed Mandie Crozier Title Regulatory Specialist Date 5/18/2004
Mandie Crozier

CC: UTAH DOGM

(This space for Federal or State office use)

Approved by Paul Johnson Title Petroleum Engineer Date 7/22/04

Conditions of approval, if any:

CC: Utah DOGM



Inland Production Company
APD Extension

Well: GBU 14-26-8-17

Location: SESW Sec. 26, T8S, R17E

Lease: U-76241

CONDITIONS OF APPROVAL

An extension for the referenced APD is granted with the following conditions:

1. The extension will expire 05/30/05
2. No other extensions beyond that time frame will be granted or allowed.

If you have any other questions concerning this matter, please contact Kirk Fleetwood of this office at (435) 781-4486



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-924)

September 16, 2004

Memorandum

To: Vernal Field Office

From: Acting Chief, Branch of Fluid Minerals

Subject: Merger Approval

Attached is an approved copy of the name change recognized by the Utah State Office. We have updated our records to reflect the merger from Inland Production Company into Newfield Production Company on September 2, 2004.

Michael Coulthard
Acting Chief, Branch of
Fluid Minerals

Enclosure

1. State of Texas Certificate of Registration

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

UTSL-	15855	61052	73088	76561	
071572A	16535	62848	73089	76787	
065914	16539	63073B	73520A	76808	
	16544	63073D	74108	76813	
	17036	63073E	74805	76954	63073X
	17424	63073O	74806	76956	63098A
	18048	64917	74807	77233	68528A
UTU-	18399	64379	74808	77234	72086A
	19267	64380	74389	77235	72613A
02458	26026A	64381	74390	77337	73520X
03563	30096	64805	74391	77338	74477X
03563A	30103	64806	74392	77339	75023X
04493	31260	64917	74393	77357	76189X
05843	33992	65207	74398	77359	76331X
07978	34173	65210	74399	77365	76788X
09803	34346	65635	74400	77369	77098X
017439B	36442	65967	74404	77370	77107X
017985	36846	65969	74405	77546	77236X
017991	38411	65970	74406	77553	77376X
017992	38428	66184	74411	77554	78560X
018073	38429	66185	74805	78022	79485X
019222	38431	66191	74806	79013	79641X
020252	39713	67168	74826	79014	80207X
020252A	39714	67170	74827	79015	81307X
020254	40026	67208	74835	79016	
020255	40652	67549	74868	79017	
020309D	40894	67586	74869	79831	
022684A	41377	67845	74870	79832	
027345	44210	68105	74872	79833	
034217A	44426	68548	74970	79831	
035521	44430	68618	75036	79834	
035521A	45431	69060	75037	80450	
038797	47171	69061	75038	80915	
058149	49092	69744	75039	81000	
063597A	49430	70821	75075		
075174	49950	72103	75078		
096547	50376	72104	75089		
096550	50385	72105	75090		
	50376	72106	75234		
	50750	72107	75238		
10760	51081	72108	76239		
11385	52013	73086	76240		
13905	52018	73087	76241		
15392	58546	73807	76560		

Corporations Section
P.O.Box 13697
Austin, Texas 78711-3697



Geoffrey S. Connor
Secretary of State

Office of the Secretary of State

The undersigned, as Secretary of State of Texas, does hereby certify that the attached is a true and correct copy of each document on file in this office as described below:

Newfield Production Company
Filing Number: 41530400

Articles of Amendment

September 02, 2004

In testimony whereof, I have hereunto signed my name officially and caused to be impressed hereon the Seal of State at my office in Austin, Texas on September 10, 2004.



A handwritten signature in black ink, appearing to read "G. Connor".

Secretary of State

ARTICLES OF AMENDMENT
TO THE
ARTICLES OF INCORPORATION
OF
INLAND PRODUCTION COMPANY

FILED
In the Office of the
Secretary of State of Texas
SEP 02 2004
Corporations Section

Pursuant to the provisions of Article 4.04 of the Texas Business Corporation Act (the "TBCA"), the undersigned corporation adopts the following articles of amendment to the articles of incorporation:

ARTICLE 1 – Name

The name of the corporation is Inland Production Company.

ARTICLE 2 – Amended Name

The following amendment to the Articles of Incorporation was approved by the Board of Directors and adopted by the shareholders of the corporation on August 27, 2004.

The amendment alters or changes Article One of the Articles of Incorporation to change the name of the corporation so that, as amended, Article One shall read in its entirety as follows:

“ARTICLE ONE – The name of the corporation is Newfield Production Company.”

ARTICLE 3 – Effective Date of Filing

This document will become effective upon filing.

The holder of all of the shares outstanding and entitled to vote on said amendment has signed a consent in writing pursuant to Article 9.10 of the TBCA, adopting said amendment, and any written notice required has been given.

IN WITNESS WHEREOF, the undersigned corporation has executed these Articles of Amendment as of the 1st day of September, 2004.

INLAND RESOURCES INC.

By: Susan G. Riggs
Susan G. Riggs, Treasurer

6a. (R649-9-2)Waste Management Plan has been received on: IN PLACE
6b. Inspections of LA PA state/fee well sites complete on: waived

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 BIA

8. **Federal and Indian Units:**
The BLM or BIA has approved the successor of unit operator for wells listed on: n/a

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

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: 2/23/2005

DATA ENTRY:

1. Changes entered in the **Oil and Gas Database** on: 2/28/2005
2. Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 2/28/2005
3. Bond information entered in RBDMS on: 2/28/2005
4. Fee/State wells attached to bond in RBDMS on: 2/28/2005
5. Injection Projects to new operator in RBDMS on: 2/28/2005
6. Receipt of Acceptance of Drilling Procedures for APD/New on: waived

FEDERAL WELL(S) BOND VERIFICATION:

1. Federal well(s) covered by Bond Number: UT 0056

INDIAN WELL(S) BOND VERIFICATION:

1. Indian well(s) covered by Bond Number: 61BSBDH2912

FEE & STATE WELL(S) BOND VERIFICATION:

1. (R649-3-1) The **NEW** operator of any fee well(s) listed covered by Bond Number 61BSBDH2919
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:

*Bond rider changed operator name from Inland Production Company to Newfield Production Company - received 2/23/05



State of Utah

**Department of
Natural Resources**

MICHAEL R. STYLER
Executive Director

**Division of
Oil, Gas & Mining**

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

August 3, 2005

Mandy Crozier
Newfield Production Co
Route 3 Box 3630
Myton, UT 84052

Re: APD Rescinded - GBU 14-26-8-17 Sec. 26, T.8S, R. 17E Uintah County,
Utah API No. 43-047-34175

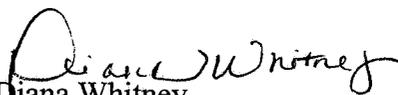
Dear Ms. Crozier:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on July 9, 2001. On July 2, 2002, July 3, 2003 and June 30, 2004, the Division granted a one-year APD extension. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective August 3, 2005.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,


Diana Whitney
Engineering Technician

cc: Well File
Bureau of Land Management, Vernal



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal Field Office

170 South 500 East

Vernal, UT 84078

(435) 781-4400 Fax: (435) 781-4410

<http://www.blm.gov/utah/vernal>



IN REPLY REFER TO:

3160

UT08300

August 12, 2005

43-047-34175

Mandie Crozier
Newfield Production Co.
Route 3 Box 3630
Myton, UT 84052

Re: Notification of Expiration
Well No. GBU 14-26-8-17
SESW, Sec. 26, T8S, R17E
Uintah County, Utah
Lease No. UTU-76241
Greater Boundary II (GR)

Dear Ms. Crozier:

The Application for Permit to Drill the above-referenced well was approved on May 30, 2003. Inland Production Company requested an extension of the original APD approval for an additional year. The request was reviewed and the extension approved until May 30, 2005. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you the approval of the referenced application has expired. If you intend to drill at this location at a future date, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

Sincerely,

Leslie Wilcken
Legal Instruments Examiner

cc: UDOGM

RECEIVED

AUG 22 2005

DIV. OF OIL, GAS & MINING