002

Inland
RESOURCES INC.

July 29, 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: Applications for Permit to Drill: Ashley Federal 12-27-9-15, Federal 6-1-9-17, 7-1-9-17, and 5-1-9-18.

Dear Diana:

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

Mandie Crozier
Regulatory Specialist

mc
enclosures

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

410 Seventeenth Street, Suite 700, Denver, CO 80202 • 303-893-0102 • FAX 303-893-0103

001

Form 3160-3
(September 2001)

FORM APPROVED
OMB No. 1004-0136
Expires January 31, 2004

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No.: UTU-79014

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

1a. Type of Work: [X] DRILL [ ] REENTER

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

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

8. Lease Name and Well No.: Federal 7-1-9-17

2. Name of Operator: Inland Production Company

9. API Well No.: 43-047-35849

3a. Address: Route #3 Box 3630, Myton UT 84052

3b. Phone No. *(include area code)*: (435) 646-3721

10. Field and Pool, or Exploratory: ~~Monument Butte~~ Eight Mile Flat North

4. Location of Well *(Report location clearly and in accordance with any State requirements.*)*
At surface SW/NE 1915' FNL 2091' FEL 589342 X 40.06198
At proposed prod. zone 4434952 Y -109.95244

11. Sec., T., R., M., or Blk. and Survey or Area: SW/NE Sec. 1, T9S R17E

14. Distance in miles and direction from nearest town or post office*: Approximatley 16.9 miles southeast of Myton, Utah

12. County or Parish: Uintah

13. State: UT

15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) Approx. 1869' f/lse, NA f/unit

16. No. of Acres in lease: 440.09

17. Spacing Unit dedicated to this well: 40 Acres

18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 1277'

19. Proposed Depth: 6500'

20. BLM/BIA Bond No. on file: UTU0056

21. Elevations (Show whether DF, KDB, RT, GL, etc.): 4955' GL

22. Approximate date work will start*: 1st Quarter 2005

23. Estimated duration: Approximately seven (7) days from spud to rig release.

24. Attachments

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

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature: Mandie Crozier — Name *(Printed/Typed)*: Mandie Crozier — Date: 7/29/04

Title: Regulatory Specialist

Approved by *(Signature)*: — Name *(Printed/Typed)*: BRADLEY G. HILL — Date: 08-03-04

Title: — Office: ENVIRONMENTAL SCIENTIST III

Application approval does not warrant or certify the 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.

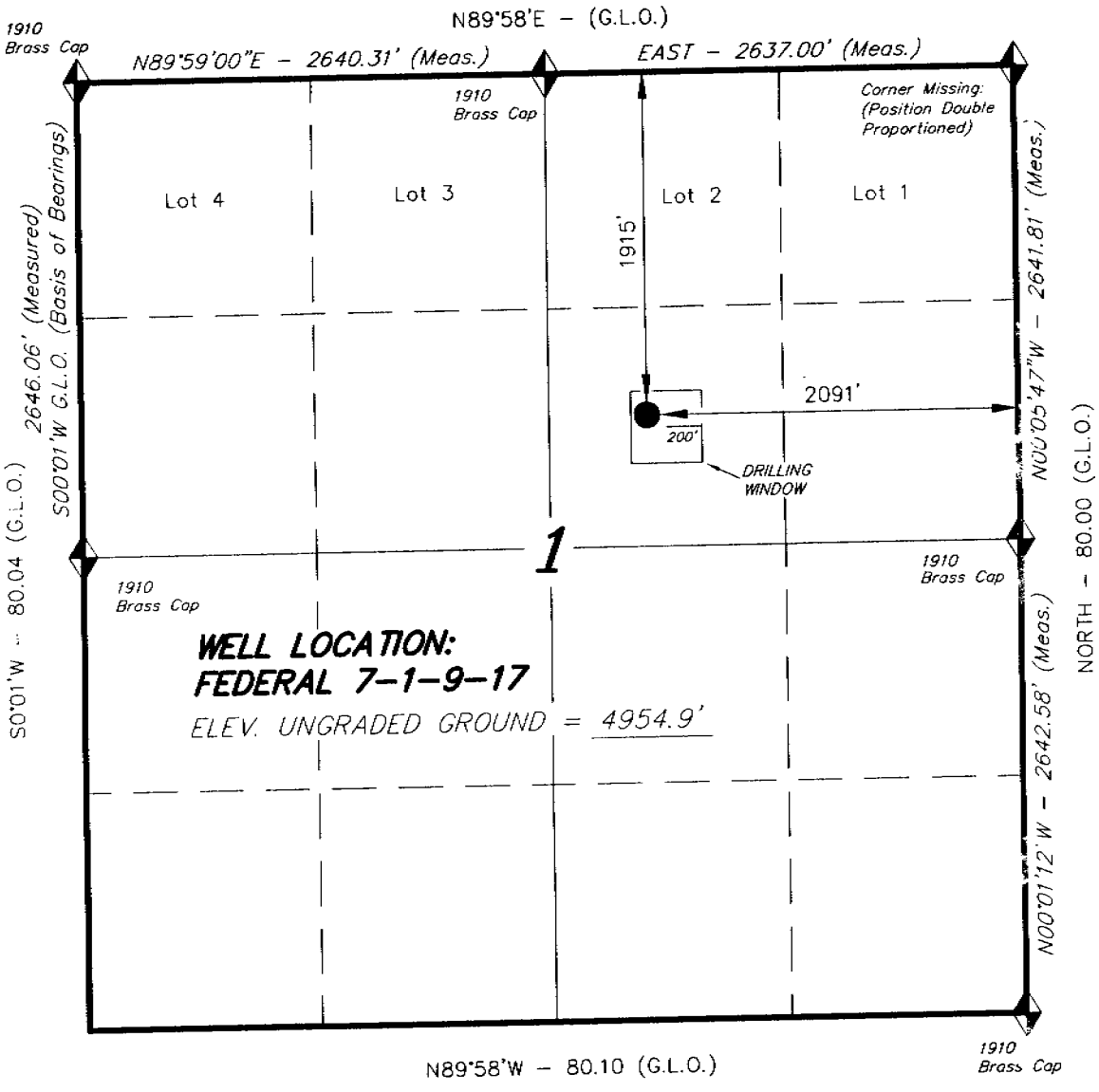
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on reverse)

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

Federal Approval of this Action is Necessary

T9S, R17E, S.L.B.&M.



◆ = SECTION CORNERS LOCATED

BASIS OF ELEV; U.S.G.S. 7-1/2 min QUAD (PARIETTE DRAW SW)

INLAND PRODUCTION COMPANY

WELL LOCATION, FEDERAL 7-1-9-17, LOCATED AS SHOWN IN THE SW 1/4 NE 1/4 OF SECTION 1, T9S, R17E, S.L.B.&M. UINTAH COUNTY, UTAH.

N

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.

REGISTERED LAND SURVEYOR No.189377 STATE OF UTAH

STACY W. STEWART
REGISTERED LAND SURVEYOR
REGISTRATION NO. 189377
STATE OF UTAH

TRI STATE LAND SURVEYING & CONSULTING
38 WEST 100 NORTH - VERNAL, UTAH 84078
(435) 781-2501

SCALE: 1" = 1000'	SURVEYED BY: K.G.S.
DATE: 3-21-03	DRAWN BY: R.V.C.
NOTES:	FILE #

INLAND PRODUCTION COMPANY
FEDERAL #7-1-9-17
SW/NE SECTION 1, T9S, 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	6050'

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
FEDERAL #7-1-9-17
SW/NE SECTION 1, T9S, 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 Federal #7-1-9-17 located in the SW 1/4 NE 1/4 Section 1, T9S, R17E, Uintah County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 - 1.6 miles ± to the junction of this highway and UT State Hwy 53; proceed southeasterly along Hwy 53 – 11.8 miles ± to it's junction with an existing dirt road to the southeast; proceed southeasterly – 2.4 miles ± to it's junction with an existing dirt road to the northeast; proceed northeasterly – 1.1 miles ± to it's junction with the beginning of the proposed access road; proceed southeasterly and then northeasterly along the proposed access road 4,875' ± 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***

See attached Location Layout Diagram.

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. MOAC Report #03-11, 4/14/03. Paleontological Resource Survey prepared by, Wade E. Miller, 3/19/03. See attached report cover pages, Exhibit "D".

For the Federal #7-1-9-17 Inland Production Company requests a 745' ROW be granted in Lease ML-45555 and 4,200' of disturbed area be granted in Lease UTU-79014 to allow for construction of the proposed access road. **Refer to Topographic Map "B".** The proposed access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%. There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road. There are no fences encountered along this proposed road. There will be no new gates or cattle guards required. All construction material for this access road will be borrowed material accumulated during construction of the access road.

Inland Production Company requests a 1,200' ROW in Lease ML-45555 and 4,200' of disturbed area be granted in Lease UTU-79014 to allow for construction of the proposed gas lines. It is proposed that the ROW and disturbed area will be 50' wide 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."** For a ROW plan of development, please refer to the Monument Butte Field SOP.

Inland Production Company requests a 1,200' ROW in Lease ML-45555 and 4,200' of disturbed area be granted in Lease UTU-79014 to allow for construction of the proposed water lines. It is proposed that the ROW and disturbed area will be 50' wide to allow for construction of a buried 3" steel water injection line and a 3" poly water return line. **Refer to Topographic Map "C."** For a ROW plan of development, please refer to the Monument Butte Field SOP.

Water Disposal
Immediately upon first production, all produced water will be confined to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Inland's secondary recovery project.

Water not meeting quality criteria, is disposed at Inland's Pariette #4 disposal well (Sec. 7, T9S R19E) or at State of Utah approved surface disposal facilities.

Threatened, Endangered, And Other Sensitive Species

Ferruginous Hawk: Due to this proposed well location's proximity (less that 0.5 mile) to an existing inactive ferruginous hawk nest site, no new construction or surface disturbing activities will be allowed between March 1 and July 31. If the nest remains inactive on May 30th (based on a pre-construction survey by a qualified biologist), the operator may construct and drill the location after that date. If the nest site becomes active prior to May 30, no new construction or surface

disturbing activities will be allowed within 0.5 mile of the nest until the nest becomes inactive for two full breeding seasons. In the event that this well becomes a producing well, it must be equipped with a multi-cylinder engine or hospital muffler to reduce noise levels.

Reserve Pit Liner
A 12 mil liner is required. Please refer to the Monument Butte Field SOP.

Location and Reserve Pit Reclamation
Please refer to the Monument Butte Field SOP.

The following seed mixture will be used on the topsoil stockpile, the recontoured surface of the reserve pit, and for final reclamation: (All poundages are in pure live seed)

Four Wing Salt Bush	*Atriplex canescens*	4 lbs/acre
Sand Drop Seed	*Poa sanbergii*	4 lbs/acre
Indian Rice Grass	*Oryzopsis hymenoides*	4 lbs/acre

Details of the On-Site Inspection
The proposed Federal #7-1-9-17 was on-sited on 7/7/04. The following were present; Brad Mecham (Inland Production) and Byron Tolman (Bureau of Land Management). Weather conditions were clear.

13. *LESSEE'S OR OPERATORS REPRESENTATIVE AND CERTIFICATION*

Representative

Name: Brad Mecham

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 #7-1-9-17 SW/NE Section 1, Township 9S, Range 17E: Lease UTU-79014 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.

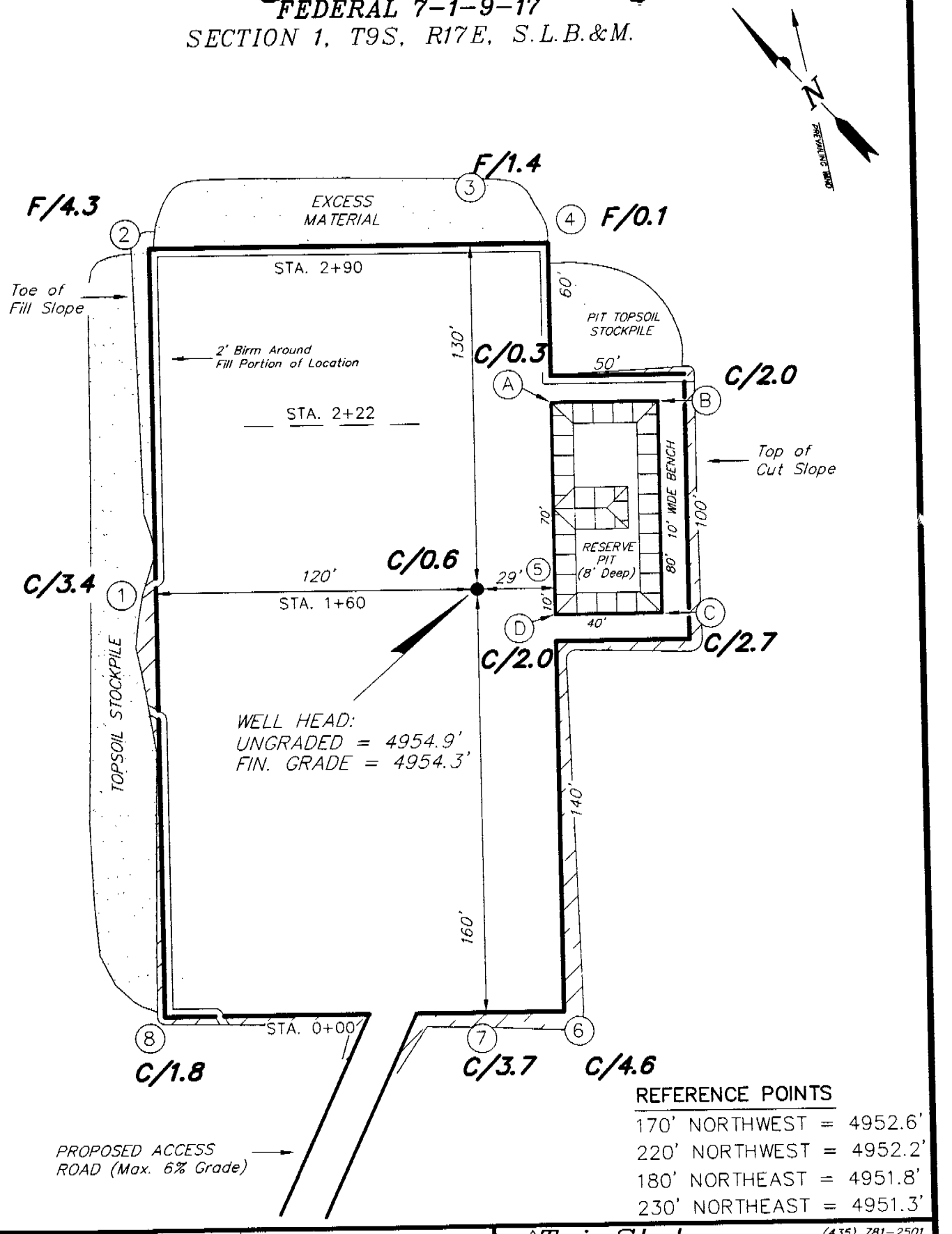
7/29/04
Date

Mandie Crozier
Regulatory Specialist

INLAND PRODUCTION COMPANY

FEDERAL 7-1-9-17

SECTION 1, T9S, R17E, S.L.B.&M.



REFERENCE POINTS	
170' NORTHWEST	= 4952.6'
220' NORTHWEST	= 4952.2'
180' NORTHEAST	= 4951.8'
230' NORTHEAST	= 4951.3'

SURVEYED BY:	K.G.S.	SCALE:	1" = 50'
DRAWN BY:	R.V.C.	DATE:	3-24-03

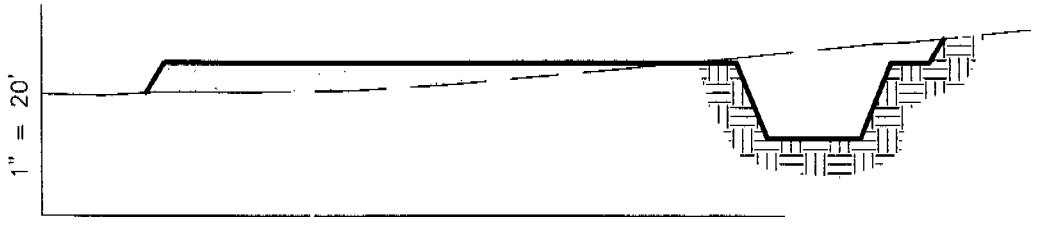
Tri State Land Surveying, Inc. (435) 781-2501
38 WEST 100 NORTH VERNAL, UTAH 84078

INLAND PRODUCTION COMPANY

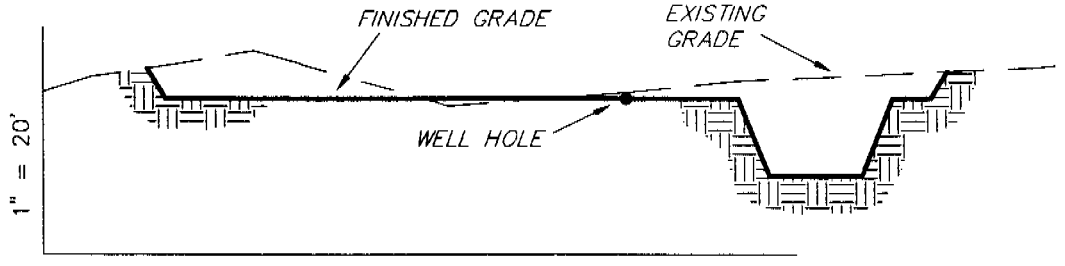
CROSS SECTIONS

FEDERAL 7-1-9-17

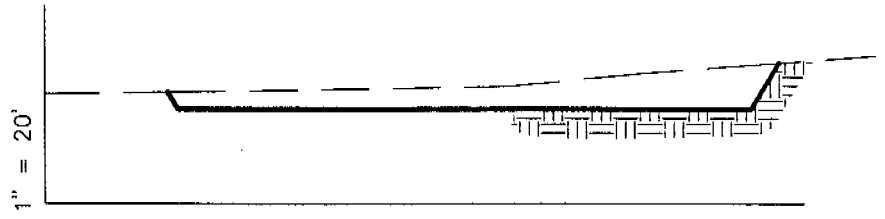
STA. 2+90



STA. 2+22



STA. 1+60



STA. 0+00

ESTIMATED EARTHWORK QUANTITIES (Expressed in Cubic Yards)				
ITEM	CUT	FILL	6" TOPSOIL	EXCESS
PAD	1,560	1,560	Topsoil is not included in Pad Cut	0
PIT	640	0		640
TOTALS	2,200	1,560	890	640

NOTE:
UNLESS OTHERWISE NOTED
ALL CUT/FILL SLOPES ARE
AT 1.5:1

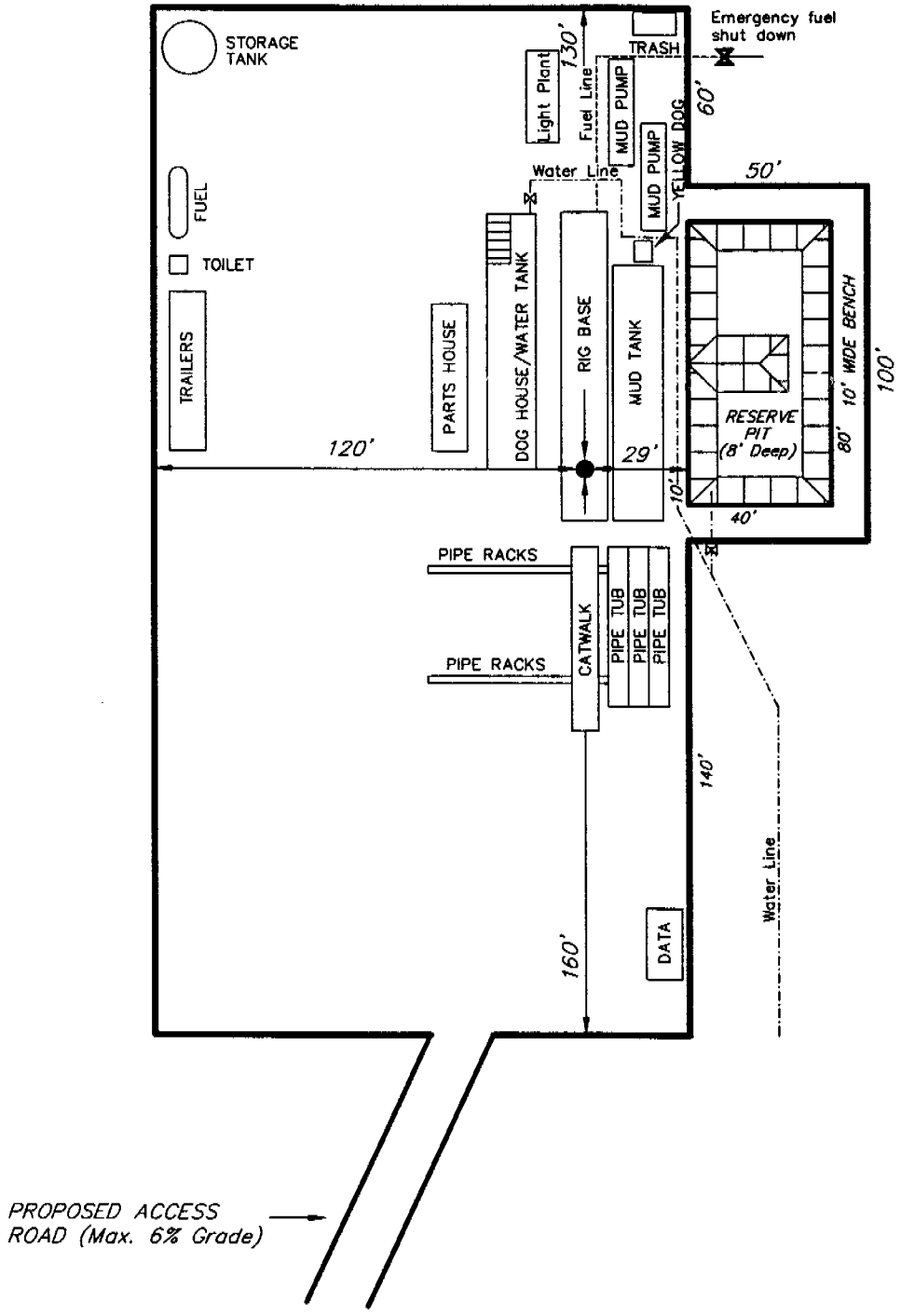
SURVEYED BY:	K.G.S.	SCALE:	1" = 50'
DRAWN BY:	R.V.C.	DATE:	3-24-03

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

INLAND PRODUCTION COMPANY

TYPICAL RIG LAYOUT

FEDERAL 7-1-9-17



SURVEYED BY: K.G.S.	SCALE: 1" = 50'	Tri State Land Surveying, Inc.	(435) 781-2501
DRAWN BY: R.V.C.	DATE: 3-24-03	38 WEST 100 NORTH VERNAL, UTAH 84078	

2-M SYSTEM

Blowout Prevention Equipment Systems

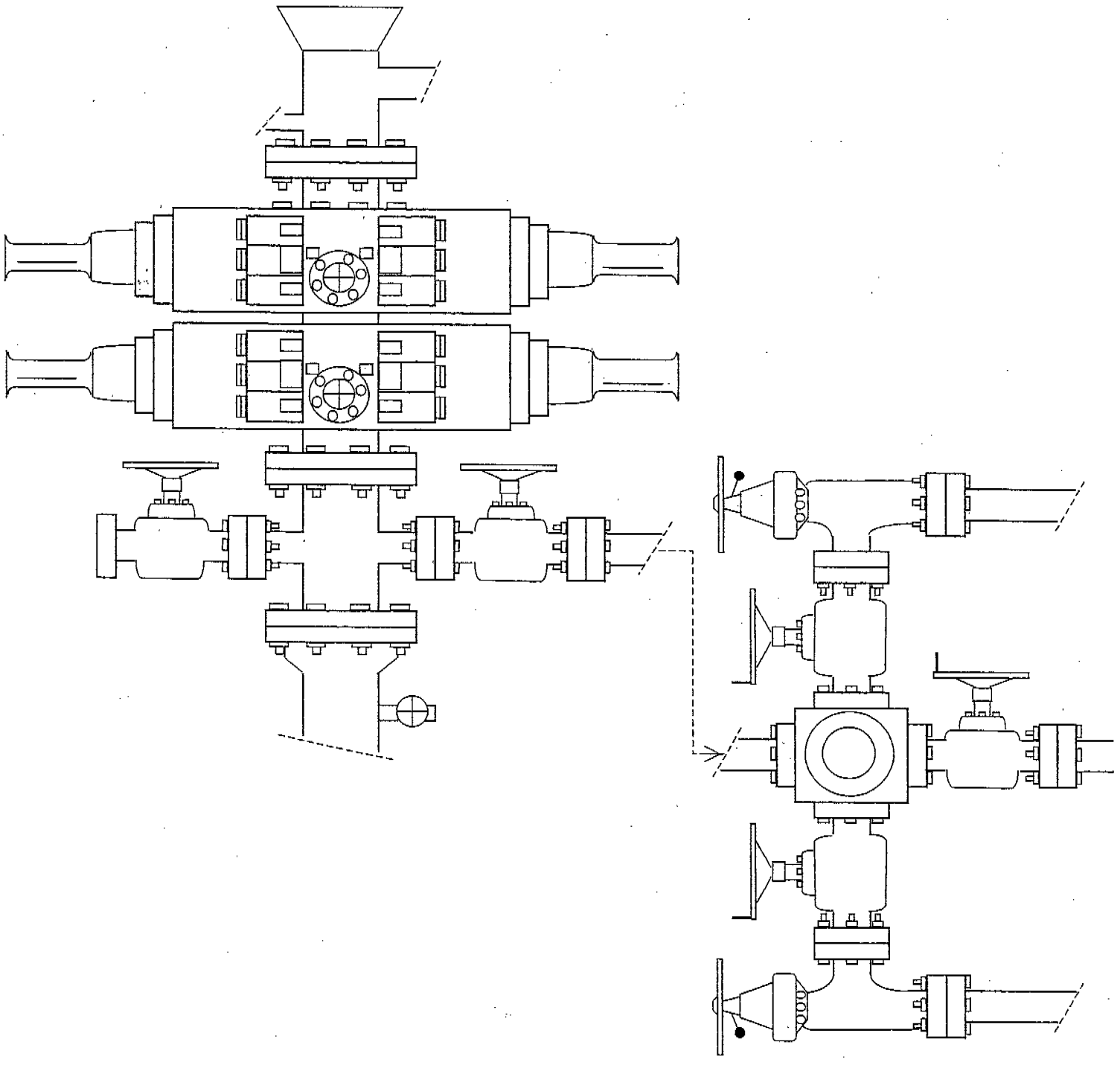


EXHIBIT C

Exhibit "D"
Page 1 of 2

CULTURAL RESOURCE INVENTORY OF INLAND RESOURCES' SEVEN 40 ACRE PARCELS ON PARIETTE BENCH, UINTAH COUNTY, UTAH.

by

David Guilfoyle
and
Keith R. Montgomery

Prepared For:

Bureau of Land Management
Vernal Field Office
and
State of Utah
School and Institutional Trust Lands Administration
Salt Lake City

Prepared Under Contract With:

Jon D. Holst & Associates
for
Inland Resources
2507 Flintridge Place
Fort Collins, CO 80521

Prepared By:

Montgomery Archaeological Consultants
P.O. Box 147
Moab, Utah 84532

MOAC Report No. 03-11

April 14, 2003

United States Department of Interior (FLPMA)
Permit No. 03-UT-60122

State of Utah Antiquities Project (Survey)
Permit No. U-03-MQ-0057b,s

INLAND RESOURCES, INC.

PALEONTOLOGICAL FIELD SURVEY OF PROPOSED PRODUCTION DEVELOPMENT AREAS, DUCHESNE AND UINTAH COUNTIES, UTAH

(NW 1/4 SE 1/4, Sec. 31, T 8 S, R 17 E, Duchesne County: SW 1/4 NW 1/4, Sec. 1, T 9 S, R 18 E; NE 1/4 NE 1/4, NW 1/4 NE 1/4, NE 1/4 NW 1/4, SE 1/4 NW 1/4, SW 1/4 NE 1/4, SE 1/4 NE 1/4, Sec. 1, T 9 S, R 17 E; all quarter, quarter sections in the North ½, Sec. 6, T 9 S, R 18 E, Uintah County)

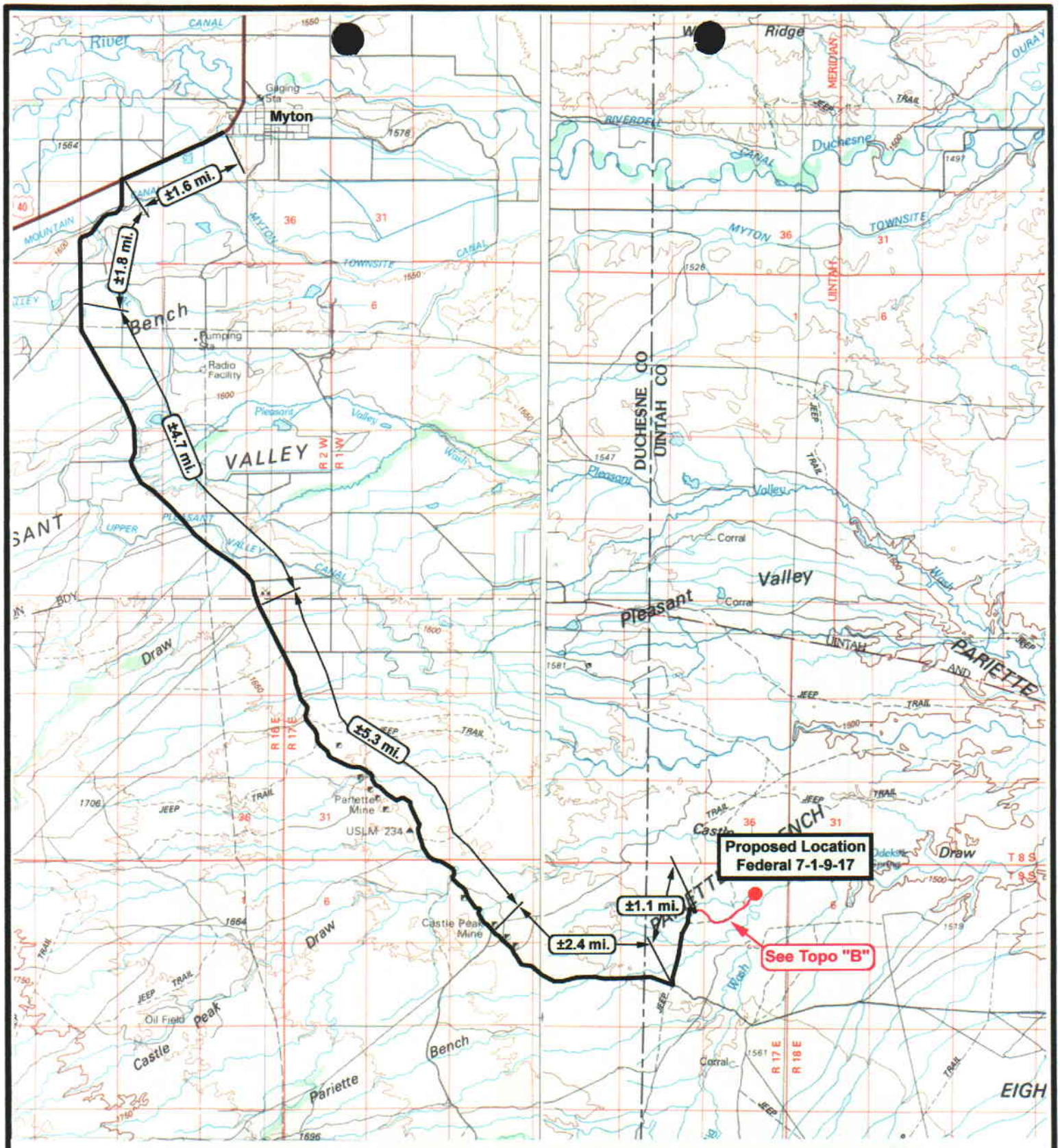
REPORT OF SURVEY

Prepared for:

Inland Resources, Inc.

Prepared by:

Wade E. Miller
Consulting Paleontologist
March 19, 2003



Inland RESOURCES INC.

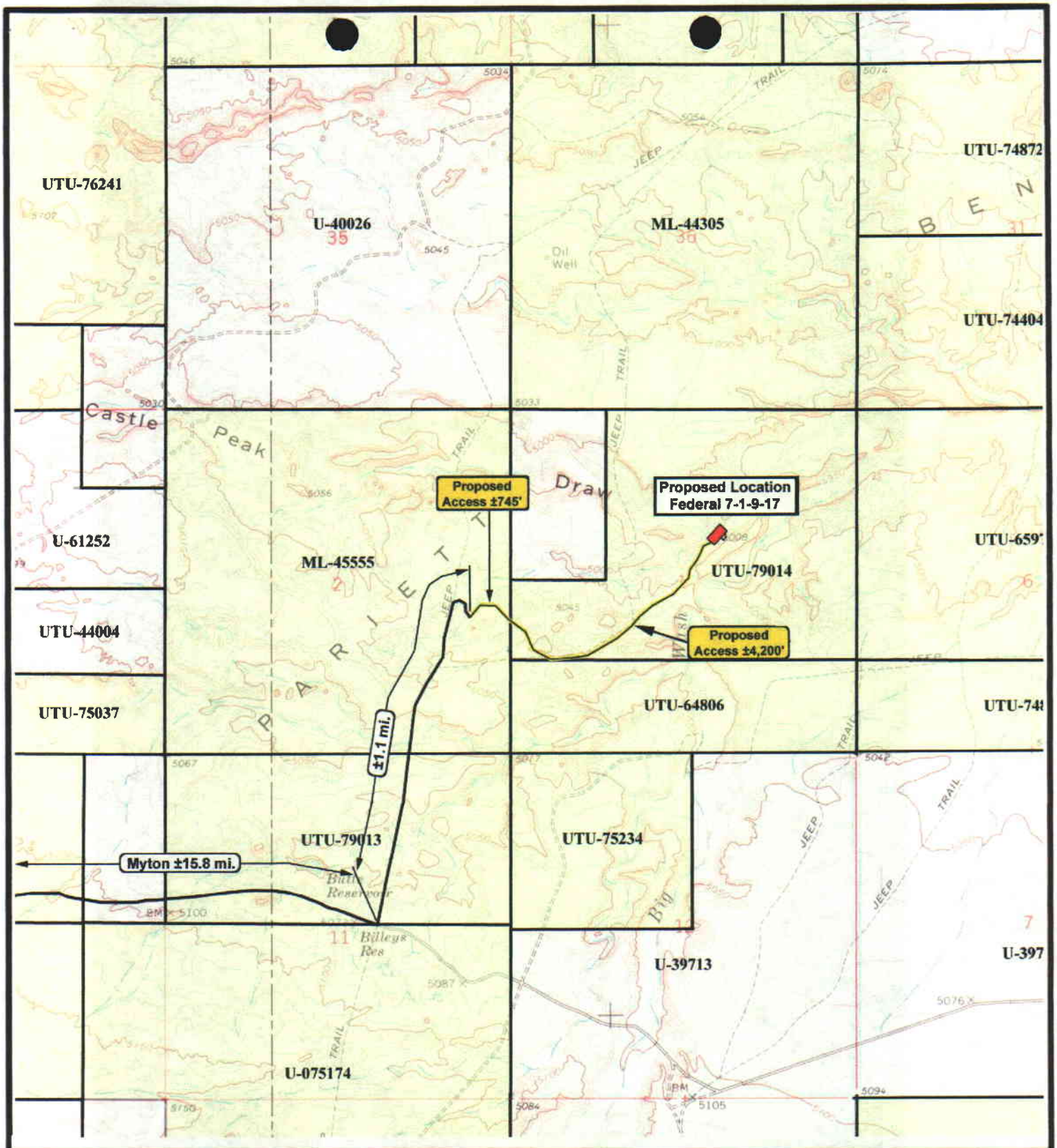
Federal 7-1-9-17
SEC. 1, T9S, R17E, S.L.B.&M.

N

Tri-State Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1 = 100,000
DRAWN BY: R.A.B.
DATE: 03-31-2003

TOPOGRAPHIC MAP
"A"



Inland RESOURCES INC.

Tri-State Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

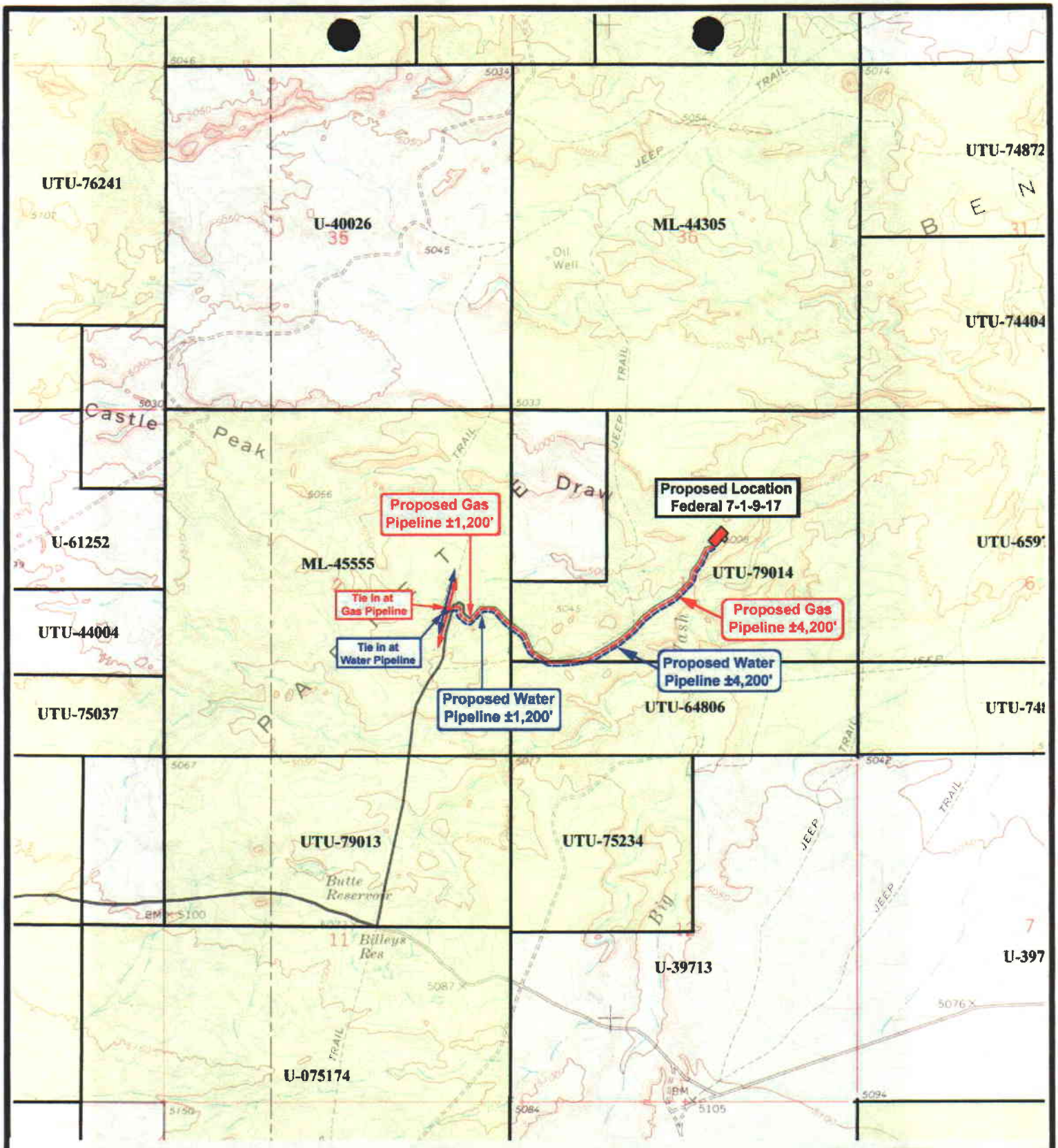
N

Federal 7-1-9-17
SEC. 1, T9S, R17E, S.L.B.&M.

SCALE: 1" = 2,000'
DRAWN BY: bgm
DATE: 07-28-2004

Legend
Existing Road
Proposed Access

TOPOGRAPHIC MAP
"B"



Inland RESOURCES INC.

Federal 7-1-9-17
SEC. 1, T9S, R17E, S.L.B.&M.

N

Tri-State Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

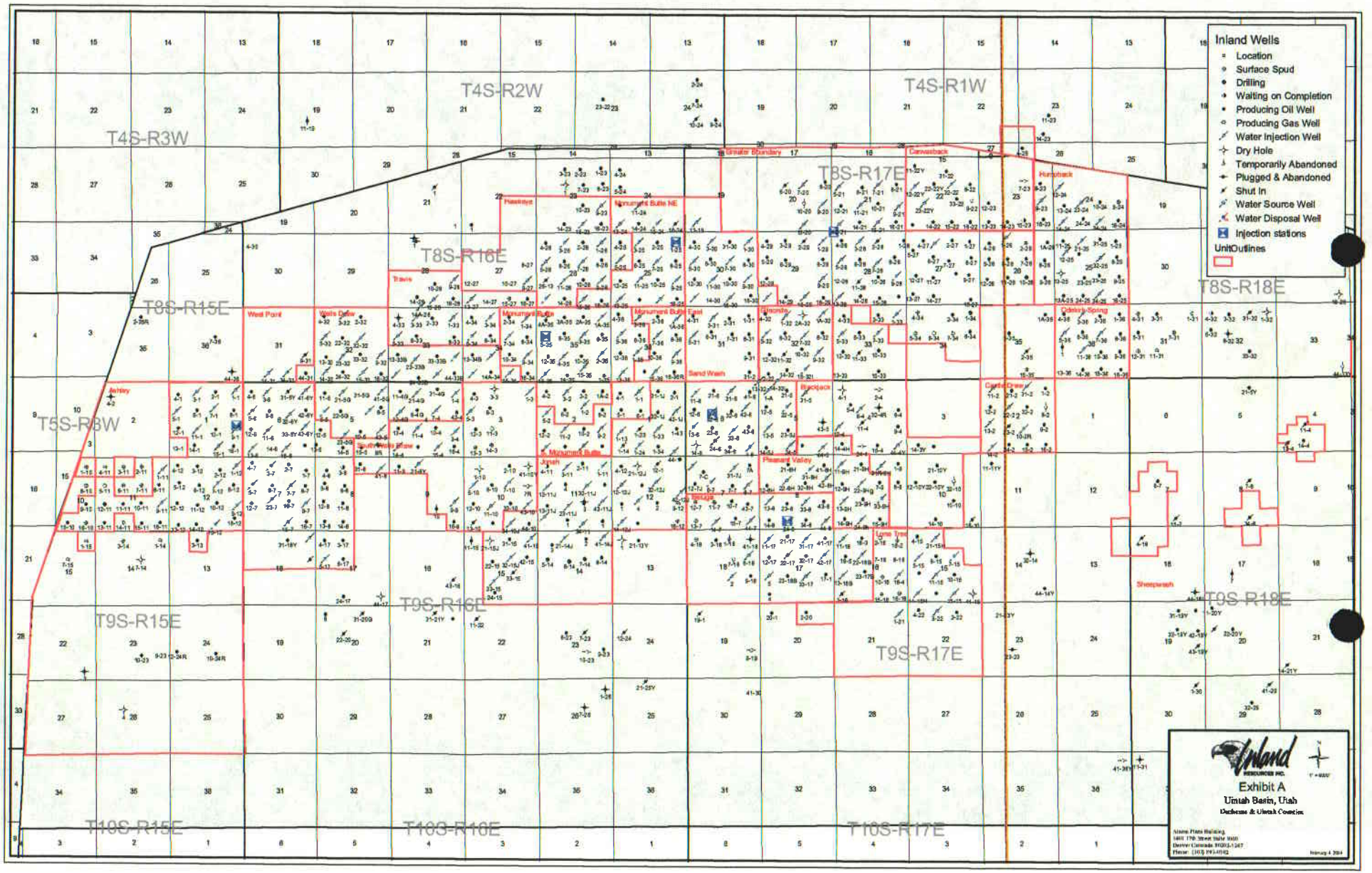
SCALE: 1" = 2,000'
DRAWN BY: bgm
DATE: 07-28-2004

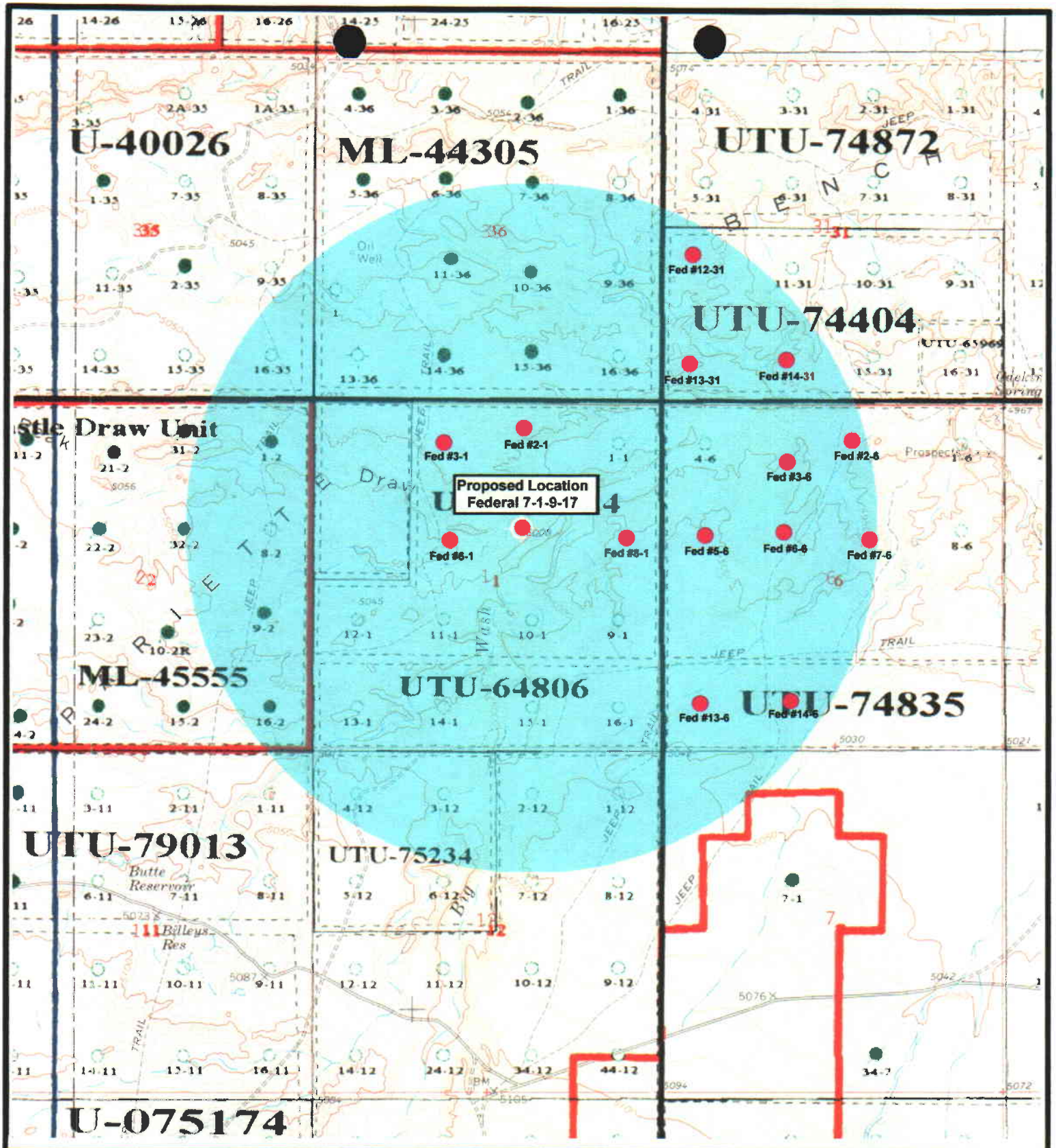
Legend

- Roads
- Existing Gas Line
- Proposed Gas Line
- Existing Water Line
- Proposed Water Line

TOPOGRAPHIC MAP

"C"


Inland Wells
Location
Surface Spud
Drilling
Waiting on Completion
Producing Oil Well
Producing Gas Well
Water Injection Well
Dry Hole
Temporarily Abandoned
Plugged & Abandoned
Shut In
Water Source Well
Water Disposal Well
Injection stations
UnitOutlines
T4S-R3W
T4S-R2W
T4S-R1W
T8S-R17E
T8S-R16E
T8S-R15E
T8S-R18E
T5S-R3W
T9S-R15E
T9S-R16E
T9S-R17E
T9S-R18E
T10S-R15E
T10S-R16E
T10S-R17E
Uinta Boundary
Canvasback
Hancock
Monument Butte NE
Travis
Monument Butte East
Jonah
Pleasant Valley
Castle Draw
Odekirk Spring
Sand Wash
Blackjack
Sheepwash
Exhibit A
Uintah Basin, Utah
Duchesne & Uintah Counties



Inland RESOURCES INC.

Tri-State Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

Legend

- Well Locations
- One-Mile Radius

Federal 7-1-9-17
SEC. 1, T9S, R17E, S.L.B.&M.

SCALE: 1" = 2,000'
DRAWN BY: R.A.B.
DATE: 03-25-2003

Exhibit "B"

003

WORKSHEET
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 07/30/2004

API NO. ASSIGNED: 43-047-35849

WELL NAME: FEDERAL 7-1-9-17

OPERATOR: INLAND PRODUCTION (N5160)

CONTACT: MANDIE CROZIER

PHONE NUMBER: 435-646-3721

PROPOSED LOCATION:

SWNE 01 090S 170E

SURFACE: 1915 FNL 2091 FEL

BOTTOM: 1915 FNL 2091 FEL

UINTAH

8 MILE FLAT NORTH (590)

LEASE TYPE: 1 - Federal

LEASE NUMBER: UTU-79014

SURFACE OWNER: 1 - Federal

PROPOSED FORMATION: GRRV

COALBED METHANE WELL? NO

INSPECT LOCATN BY: / /

Tech Review	Initials	Date
Engineering		
Geology		
Surface		

LATITUDE: 40.06198

LONGITUDE: 109.95244

RECEIVED AND/OR REVIEWED:

✓ Plat

✓ Bond: Fed[1] Ind[] Sta[] Fee[]
(No. UTU0056)

N Potash (Y/N)

N Oil Shale 190-5 (B) or 190-3 or 190-13

✓ Water Permit
(No. MUNICIPAL)

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

NA Fee Surf Agreement (Y/N)

LOCATION AND SITING:

___ R649-2-3.

Unit ___

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

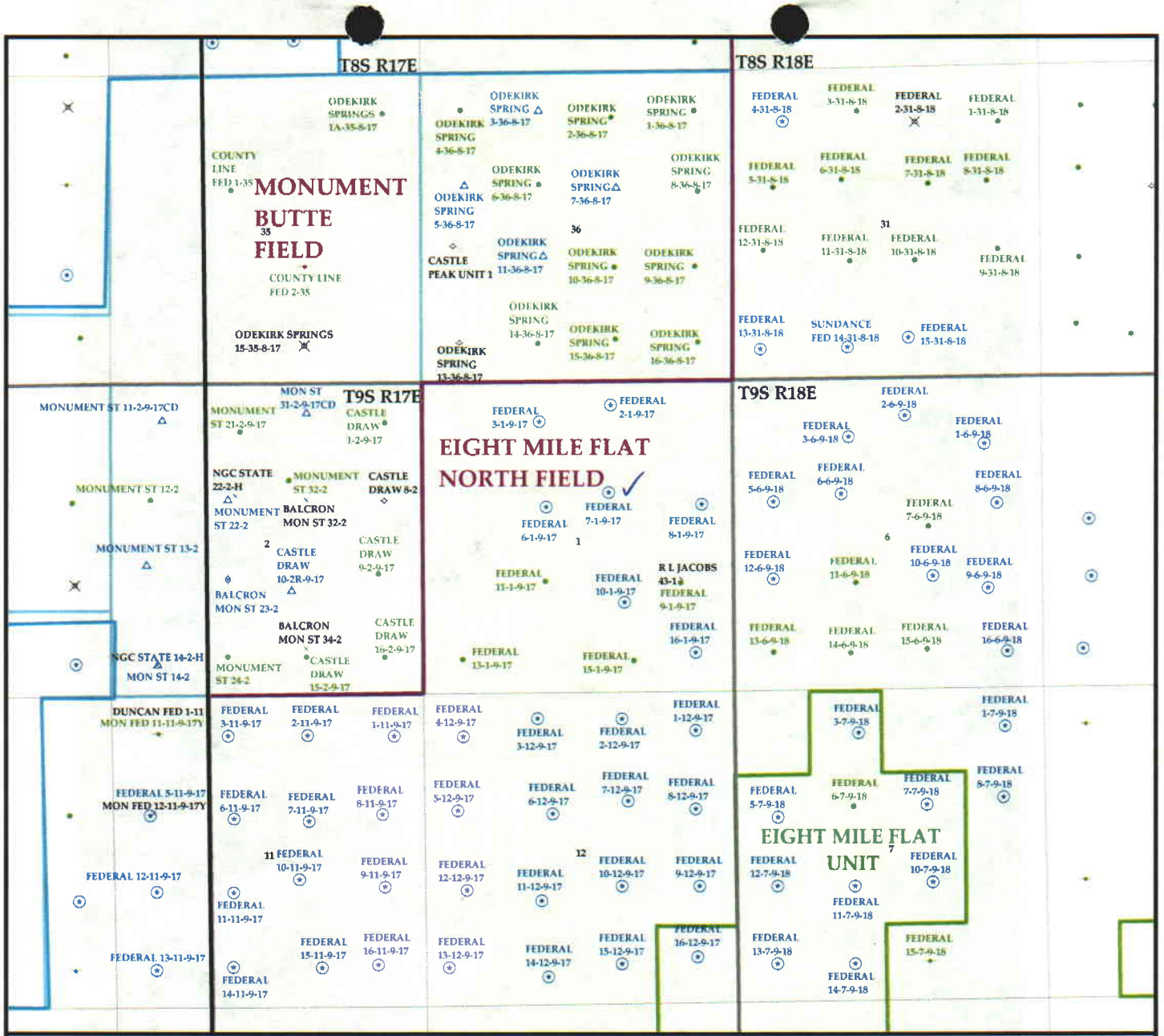
___ R649-3-3. Exception

___ Drilling Unit
Board Cause No: ___
Eff Date: ___
Siting: ___

___ R649-3-11. Directional Drill

COMMENTS: Sop, Separate File

STIPULATIONS: 1- Federal Approval
2- Spacing Slip



OPERATOR: INLAND PRODUCTION CO (N5160)

SEC. 1 **T.** 9S **R.** 17E

FIELD: EIGHT MILE FLAT NORTH (590)

COUNTY: UINTAH

SPACING: R649-3-2 / GENERAL SITING

Utah Oil Gas and Mining

Wells
- GAS INJECTION
- GAS STORAGE
- LOCATION ABANDONED
- NEW LOCATION
- PLUGGED & ABANDONED
- PRODUCING GAS
- PRODUCING OIL
- SHUT-IN GAS
- SHUT-IN OIL
- TEMP. ABANDONED
- TEST WELL
- WATER INJECTION
- WATER SUPPLY
- WATER DISPOSAL

Units.shp
- EXPLORATORY
- GAS STORAGE
- NF PP OIL
- NF SECONDARY
- PENDING
- PI OIL
- PP GAS
- PP GEOTHERML
- PP OIL
- SECONDARY
- TERMINATED

Fields.shp
- ABANDONED
- ACTIVE
- COMBINED
- INACTIVE
- PROPOSED
- STORAGE
- TERMINATED

N W E S

PREPARED BY: DIANA WHITNEY
DATE: 2-AUG-2004

004

State of Utah

Department of
Natural Resources

ROBERT L. MORGAN
Executive Director

Division of
Oil, Gas & Mining

LOWELL P. BRAXTON
Division Director

OLENE S. WALKER
Governor

GAYLE F. McKEACHNIE
Lieutenant Governor

August 3, 2004

Inland Production Company
Rt. #3, Box 3630
Myton, UT 84052

Re: Federal 7-1-9-17 Well, 1915' FNL, 2091' FEL, SW NE, Sec. 1, T. 9 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 43-047-35849.

Sincerely,

John R. Baza
Associate Director

pab
Enclosures

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

Operator: Inland Production Company

Well Name & Number Federal 7-1-9-17

API Number: 43-047-35849

Lease: UTU-79014

Location: SW NE **Sec.** 1 **T.** 9 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.

5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

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.

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

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

TAKE PRIDE IN AMERICA

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

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77107X
77236X
77376X
78560X
79485X
79641X
80207X
81307X

Division of Oil, Gas and Mining

OPERATOR CHANGE WORKSHEET

ROUTING
1. GLH
2. CDW
3. FILE

005 Change of Operator (Well Sold)

Designation of Agent/Operator

X Operator Name Change

Merger

The operator of the well(s) listed below has changed, effective: **9/1/2004**

FROM: (Old Operator):	**TO:** (New Operator):
N5160-Inland Production Company	N2695-Newfield Production Company
Route 3 Box 3630	Route 3 Box 3630
Myton, UT 84052	Myton, UT 84052
Phone: 1-(435) 646-3721	Phone: 1-(435) 646-3721

CA No. **Unit:**

WELL(S)

NAME	SEC	TWN	RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS	
FEDERAL 6-1-9-17	01	090S	170E	4304735848		Federal	OW	APD	K
FEDERAL 7-1-9-17	01	090S	170E	4304735849		Federal	OW	APD	K
FEDERAL 5-1-9-18	01	090S	180E	4304735847		Federal	OW	APD	K
FEDERAL 6-5-9-18	05	090S	180E	4304735890		Federal	OW	APD	K
FEDERAL 10-5-9-18	05	090S	180E	4304735891		Federal	OW	NEW	K
FEDERAL 4-8-9-18	08	090S	180E	4304731545	10275	Federal	OW	S	
FEDERAL 12-8-9-18	08	090S	180E	4304731546	10975	Federal	OW	S	
FEDERAL 15-9-9-18	09	090S	180E	4304735842		Federal	OW	APD	K

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: 9/15/2004
2. (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 9/15/2004

3. The new company was checked on the **Department of Commerce, Division of Corporations Database on:** 2/23/2005
4. Is the new operator registered in the State of Utah: YES Business Number: 755627-0143
5. If **NO**, the operator was contacted contacted on:

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**

FORM 3160-5
(June 1990)

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

5. Lease Designation and Serial No.: **UTU-79014**

6. If Indian, Allottee or Tribe Name: **NA**

7. If Unit or CA, Agreement Designation: **SUNDANCE**

1. Type of Well: [X] Oil Well [ ] Gas Well [ ] Other

8. Well Name and No.: **FEDERAL 7-1-9-17**

2. Name of Operator: **NEWFIELD PRODUCTION COMPANY**

9. API Well No.: **43-047-35849**

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

10. Field and Pool, or Exploratory Area: **MONUMENT BUTTE**

4. Location of Well (Footage, Sec., T., R., m., or Survey Description): **1915 FNL 2091 FEL SW/NE Section 1, T9S R17E**

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

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

TYPE OF SUBMISSION	TYPE OF ACTION	
[X] Notice of Intent	[ ] Abandonment	[ ] Change of Plans
[ ] Subsequent Report	[ ] Recompletion	[ ] New Construction
[ ] Final Abandonment Notice	[ ] Plugging Back	[ ] Non-Routine Fracturing
	[ ] Casing Repair	[ ] Water Shut-Off
	[ ] Altering Casing	[ ] Conversion to Injection
	[X] Other **Permit Extension**	[ ] 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.)*

Newfield Production Company requsts to extend the Permit to Drill this well for one year. The original approval date was 8/3/04 (expiration 8/3/05).

This APD has not been approved yet by the BLM.

Approved by the
Utah Division of
Oil, Gas and Mining
Date: 08-02-05
By:

RECEIVED
AUG 0 1 2005
DIV. OF OIL, GAS & MINING

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

Signed Mandie Crozier Title Regulatory Specialist Date 7/26/2005

CC: UTAH DOGM

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____

Conditions of approval, if any:

CC: Utah DOGM

RECEIVED
8-3-05
CHD

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.

RESET

Application for Permit to Drill
Request for Permit Extension
Validation
(this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-35849
Well Name: Federal 7-1-9-17
Location: SW/NE Section 1, T9S R17E
Company Permit Issued to: Newfield Production Company
Date Original Permit Issued: 8/3/2004

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☐

Mandie Crozier
Signature

7/28/05
Date

Title: Regulatory Specialist

Representing: Newfield Production Company

RECEIVED
AUG 01 2005
DIV. OF OIL, GAS & MINING

RECEIVED
JUL 3 0 2004
BLM VERNAL, UTAH

Form 3160-3
(September 2001)

FORM APPROVED
OMB No. 1004-0136
Expires January 31, 2004

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No.: UTU-79014

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

1a. Type of Work: ☒ DRILL ☐ REENTER

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

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

8. Lease Name and Well No.: Federal 7-1-9-17

2. Name of Operator: Newfield Production Company

9. API Well No.: 4304735849

3a. Address: Route #3 Box 3630, Myton UT 84052

3b. Phone No. *(include area code)*: (435) 646-3721

10. Field and Pool, or Exploratory: Monument Butte

4. Location of Well *(Report location clearly and in accordance with any State requirements.*)*
At surface SW/NE 1915' FNL 2091' FEL
At proposed prod. zone

11. Sec., T., R., M., or Blk. and Survey or Area: SW/NE Sec. 1, T9S R17E

14. Distance in miles and direction from nearest town or post office*: Approximatley 16.9 miles southeast of Myton, Utah

12. County or Parish: Uintah

13. State: UT

15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) Approx. 1869' f/lse, NA f/unit

16. No. of Acres in lease: 440.09

17. Spacing Unit dedicated to this well: 40 Acres

18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 1277'

19. Proposed Depth: 6500'

20. BLM/BIA Bond No. on file: ~~UTU0056~~ UTB000192

21. Elevations (Show whether DF, KDB, RT, GL, etc.): 4955' GL

22. Approximate date work will start*: 1st Quarter 2005

23. Estimated duration: Approximately seven (7) days from spud to rig release.

24. Attachments

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

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature: Mandie Crozier — Name *(Printed/Typed)*: Mandie Crozier — Date: 7/29/04

Title: Regulatory Specialist

Approved by *(Signature)*: — Name *(Printed/Typed)*: — Date: 01/23/2006

Title: — Office:

Application approval does not warrant or certify the 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. **CONDITIONS OF APPROVAL 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 any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**(Instructions on reverse)*

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

NOTICE OF APPROVAL

RECEIVED
FEB 0 1 2006
DIV. OF OIL, GAS & MINING

UDOGM

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
VERNAL FIELD OFFICE
170 South 500 East VERNAL, UT 84078 (435) 781-4400

CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company:	**Newfield Production Co.**	**Location:**	**SWNE, Sec 1, T9S, R17E**
Well No:	**Federal 7-1-9-17**	**Lease No:**	**UTU-79014**
API No:	**43-047-35849**	**Agreement:**	**N/A**

Petroleum Engineer:	Matt Baker	Office: 435-781-4490	Cell: 435-828-4470
Petroleum Engineer:	Michael Lee	Office: 435-781-4432	Cell: 435-828-7875
Supervisory Petroleum Technician:	Jamie Sparger	Office: 435-781-4502	Cell: 435-828-3913
Environmental Scientist:	Paul Buhler	Office: 435-781-4475	Cell: 435-828-4029
Environmental Scientist:	Karl Wright	Office: 435-781-4484	
Natural Resource Specialist:	Holly Villa	Office: 435-781-4404	
Natural Resource Specialist:	Melissa Hawk	Office: 435-781-4476	
After Hours Contact Number: 435-781-4513		Fax: 435-781-4410	

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations.

NOTIFICATION REQUIREMENTS

Location Construction (Notify Melissa Hawk)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Melissa Hawk)	-	Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Jamie Sparger)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings.
BOP & Related Equipment Tests (Notify Jamie Sparger)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

SURFACE USE PROGRAM
CONDITIONS OF APPROVAL (COAs)

This well is being approved in accordance with Washington Instruction Memorandum 2005-247 and Section 390 (Category 3) of the Energy Policy Act which establishes statutory categorical exclusions (CX) under the National Environmental Policy Act (NEPA). Category 3 states that an oil or gas well can be drilled within a developed field for which an approved land use plan or any environmental document prepared pursuant to NEPA analyzed drilling as a reasonably foreseeable activity, so long as such plan or document was approved within five (5) years prior to the date of spudding the well. This well is covered under the *Final Environmental Impact Statement and Record of Decision Castle Peak and Eightmile Flat Oil and Gas Exploration Project Newfield Rocky Mountains Inc.,* signed November 21, 2005. If the well has not been spudded by November 21, 2010, a new environmental document will have to be prepared prior to the approval of the APD.

4 to 6 inches of topsoil shall be stripped from the location and placed where it can most easily be accessed for interim reclamation instead of as shown in the APD.

Within 90 calendar days of the approval date for this Application for Permit to Drill (APD), the operator/lessee shall submit to the Authorized Officer (AO), on Sundry Notice Form 3160-5, an Interim Surface Reclamation Plan for surface disturbance on well Pads, access roads, and pipelines. At a minimum, this will include the reshaping of the pad to the original contour to the extent possible; the respreading of the topsoil up to the rig anchor points; and the area reseeded using appropriate reclamation methods. The AO will provide written approval or concurrence within 30 calendar days of receipt.

The pipeline(s) shall be buried within the identified construction width of an access corridor that contains the access road and pipelines. The operator may request in writing an exception to this COA. Exceptions to this COA may include but are not limited to: laterally extensive, hard indurated bedrock, such as sandstone, which is at or within 2 feet of the surface; and soil types with a poor history for successful rehabilitation. The exception request will be reviewed by the AO and a determination made.

Following well plugging and abandonment, the location, access roads, pipelines, and other facilities shall be reclaimed. All disturbed surfaces shall be reshaped to approximate the original contour; the top soil respread over the surface; and, the surface revegetated. The surface of approved staging areas where construction activities did not occur may require disking or ripping and reseeding.

Prior to abandonment of a buried pipeline, the operator will obtain authorization from the appropriate regulatory agency. BLM will determine whether the pipeline and all above ground pipeline facilities shall be removed and unsalvageable materials disposed of at approved sites or abandoned in place. Reshaping and revegetation of disturbed land areas will be completed where necessary. The seed mix identified in the APD shall be used. Other reclamation methods including but not limited to mulching or soil treatments may be require on a site-specific basis.

DOWNHOLE CONDITIONS OF APPROVAL

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

SITE SPECIFIC DOWNHOLE CONDITIONS OF APPROVAL

1. None.

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

1. There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well. Any changes in operation must have prior approval from the BLM, Vernal Field Office Petroleum Engineers.

2. The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.

3. **Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.**

4. Blowout prevention equipment (BOPE) will remain in use until the well is completed or abandoned. Closing unit controls must remain unobstructed and readily accessible at all times. Choke manifolds must be located outside of the rig substructure.

   All BOPE components will be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests must be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test must be reported in the driller's log.

   BOP drills must be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.

   Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.

   No aggressive/fresh hard-banded drill pipe shall be used within casing.

5. All shows of fresh water and minerals will be reported and protected. A sample will be taken of any water flows and a water analysis furnished the BLM, Vernal Field Office. All oil and gas shows will be adequately tested for commercial possibilities, reported, and protected.

6. No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the BLM, Vernal Field Office. If operations are to be suspended for more than 30 days, prior approval of the BLM, Vernal Field Office must be obtained and notification given before resumption of operations.

7. Chronologic drilling progress reports must be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.

   Any change in the program must be approved by the BLM, Vernal Field Office. "Sundry Notices and Reports on Wells" (Form BLM 3160-5) must be filed for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.

   Emergency approval may be obtained orally, but such approval does not waive the written report requirement. Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, will require the filing of a suitable plan pursuant to Onshore Oil & Gas Order No. 1 of 43 CFR 3164.1 and prior approval by the BLM, Vernal Field Office.

   In accordance with 43 CFR 3162.4-3, this well must be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.

8. Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) will be submitted only when requested by the BLM, Vernal Field Office.

   Please submit an electronic copy of all logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM. The cement bond log must be submitted in raster format (TIF, PDF other).

9. All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the BLM, Vernal Field Office.

All measurement points shall be identified as point of sales or allocation for royalty determination prior to the installation of facilities.

10. Oil and gas meters will be calibrated in place prior to any deliveries. The Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the BLM, Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement.

11. A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM, Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.

12. This APD is approved subject to the requirement that, should the well be successfully completed for production, the BLM, Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:

    a. Operator name, address, and telephone number.

    b. Well name and number.

    c. Well location (¼¼, Sec., Twn, Rng, and P.M.).

    d. Date well was placed in a producing status (date of first production for which royalty will be paid).

    e. The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).

    f. The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.

    g. Unit agreement and / or participating area name and number, if applicable.

    h. Communitization agreement number, if applicable.

13. Any venting or flaring of gas will be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from Field Office Petroleum Engineers.

14. All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events as defined in NTL3A, will be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production

15. Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.

16. Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

FORM 3160-5
(June 1990)

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

5. Lease Designation and Serial No.
UTU-79014

6. If Indian, Allottee or Tribe Name
NA

7. If Unit or CA, Agreement Designation
SUNDANCE

1. Type of Well
[X] Oil Well [ ] Gas Well [ ] Other

8. Well Name and No.
FEDERAL 7-1-9-17

9. API Well No.
43-047-35849

2. Name of Operator
NEWFIELD PRODUCTION COMPANY

10. Field and Pool, or Exploratory Area
MONUMENT BUTTE

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

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

4. Location of Well (Footage, Sec., T., R., m., or Survey Description)
1915 FNL 2091 FEL SW/NE Section 1, T9S R17E

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

TYPE OF SUBMISSION	TYPE OF ACTION	
[X] Notice of Intent	[ ] Abandonment	[ ] Change of Plans
[ ] Subsequent Report	[ ] Recompletion	[ ] New Construction
[ ] Final Abandonment Notice	[ ] Plugging Back	[ ] Non-Routine Fracturing
	[ ] Casing Repair	[ ] Water Shut-Off
	[ ] Altering Casing	[ ] Conversion to Injection
	[X] Other **Permit Extension**	[ ] 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.)*

Newfield Production Company requests to extend the Permit to Drill this well for one year. The original approval date was 8/3/04 (expiration 8/3/06).

This APD is not yet due to expire with the BLM.

Approved by the
Utah [illegible]
Oil, Gas [illegible]
Date: 08-01-06
By:

COPY SENT TO OPERATOR
Date: 10.11.06
Initials: DM

RECEIVED
AUG 0 1 2006
DIV. OF OIL, GAS & MINING

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

Signed Mandie Crozier Title Regulatory Specialist Date 7/31/2006

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
AUG 0 1 2006
DIV. OF OIL, GAS & MINING

RESET

Application for Permit to Drill
Request for Permit Extension
Validation
(this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-35849
Well Name: Federal 7-1-9-17
Location: SW/NE Section 1, T9S R17E
Company Permit Issued to: Newfield Production Company
Date Original Permit Issued: 8/3/2004

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☐

Mandie Crozier
Signature

7/31/2006
Date

Title: Regulatory Specialist

Representing: Newfield Production Company

FORM 3160-5
(June 1990)

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

5. Lease Designation and Serial No.
UTU-79014

6. If Indian, Allottee or Tribe Name
NA

7. If Unit or CA, Agreement Designation
SUNDANCE

1. Type of Well
[X] Oil Well [ ] Gas Well [ ] Other

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JAN - 5 2007
BLM VERNAL, UTAH

8. Well Name and No.
FEDERAL 7-1-9-17

9. API Well No.
43-047-35849

2. Name of Operator
NEWFIELD PRODUCTION COMPANY

10. Field and Pool, or Exploratory Area
MONUMENT BUTTE

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

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

4. Location of Well (Footage, Sec., T., R., m., or Survey Description)
1915 FNL 2091 FEL SW/NE Section 1, T9S R17E

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

TYPE OF SUBMISSION	TYPE OF ACTION	
[X] Notice of Intent	[ ] Abandonment	[ ] Change of Plans
[ ] Subsequent Report	[ ] Recompletion	[ ] New Construction
[ ] Final Abandonment Notice	[ ] Plugging Back	[ ] Non-Routine Fracturing
	[ ] Casing Repair	[ ] Water Shut-Off
	[ ] Altering Casing	[ ] Conversion to Injection
	[X] Other **Permit Extension**	[ ] 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.)*

Newfield Production Company requests to extend the Permit to Drill this well for one year. The original approval date was 1/26/06 (expiration 1/26/07).

RECEIVED
MAR 05 2007
DIV. OF OIL, GAS & MINING

14. I hereby certify that the foregoing is true and correct
Signed Mandie Crozier Title Regulatory Specialist Date 1/5/2007
Mandie Crozier

CC: UTAH DOGM

(This space for Federal or State office use)
Approved by _____ Title **Petroleum Engineer** Date FEB 6 200
Conditions of approval, if any:

CC: Utah DOGM

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.

UDOGM

CONDITIONS OF APPROVAL ATTACHED

CONDITIONS OF APPROVAL

Newfield Production Company

Notice of Intent
APD Extension

Lease: UTU-79014
Well: Federal 7-1-9-17
Location: SWNE Sec 1-T9S-R17E

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

---

1. The extension and APD shall expire on ~~2/6/08~~ 1/26/08.

2. No other extension shall be granted.

If you have any other questions concerning this matter, please contact Matt Baker of this office at (435) 781-4490

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MAR 0 5 2007
DIV. OF OIL, GAS & MINING

FORM 3160-5
(June 1990)

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

5. Lease Designation and Serial No.: **UTU-79014**

6. If Indian, Allottee or Tribe Name: **NA**

7. If Unit or CA, Agreement Designation: **SUNDANCE**

1. Type of Well: [X] Oil Well [ ] Gas Well [ ] Other

8. Well Name and No.: **FEDERAL 7-1-9-17**

9. API Well No.: **43-047-35849**

2. Name of Operator: **NEWFIELD PRODUCTION COMPANY**

10. Field and Pool, or Exploratory Area: **MONUMENT BUTTE**

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

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

4. Location of Well (Footage, Sec., T., R., m., or Survey Description)
1915 FNL 2091 FEL SW/NE Section 1, T9S R17E

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

TYPE OF SUBMISSION	TYPE OF ACTION	
[X] Notice of Intent	[ ] Abandonment	[ ] Change of Plans
[ ] Subsequent Report	[ ] Recompletion	[ ] New Construction
[ ] Final Abandonment Notice	[ ] Plugging Back	[ ] Non-Routine Fracturing
	[ ] Casing Repair	[ ] Water Shut-Off
	[ ] Altering Casing	[ ] Conversion to Injection
	[X] Other **Permit Extension**	[ ] 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.)*

Newfield Production Company requests to extend the Permit to Drill this well for one year. The original approval date was 8/3/04 (expiration 8/3/07).

This APD is not yet due to expire with the BLM.

Approved by the
Utah Division of
Oil, Gas and Mining

Date: 08-06-07

By:

8-7-07
RM

RECEIVED
AUG 06 2007
DIV. OF OIL, GAS & MINING

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

Signed Mandie Crozier Title Regulatory Specialist Date 8/3/2007

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

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 fradulent statements or representations as to any matter within its jurisdiction.

[redacted]

Application for Permit to Drill
Request for Permit Extension
Validation
(this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-35849
Well Name: Federal 7-1-9-17
Location: SW/NE Section 1,T9S R17E
Company Permit Issued to: Newfield Production Company
Date Original Permit Issued: 8/3/2004

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☐

Mandie Crozier
Signature

8/2/2007
Date

Title: Regulatory Specialist

Representing: Newfield Production Company

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AUG 06 2007
DIV. OF OIL, GAS & MINING

STATE OF UTAH
DIVISION OF OIL, GAS AND MINING
ENTITY ACTION FORM -FORM 6

OPERATOR: NEWFIELD PRODUCTION COMPANY
ADDRESS: RT. 3 BOX 3630
MYTON, UT 84052

OPERATOR ACCT. NO. N2695

ACTION CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API NUMBER	WELL NAME	QQ	SC	TP	RG	COUNTY	SPUD DATE	EFFECTIVE DATE
B	99999	11492 ✓	4301333498	JONAH FED L-6-9-17	NWSE	6	9S	17E	DUCHESNE	9/27/2007	10/17/07
WELL 1 COMMENTS: GRRV BHL = NWSE											—
B	99999	11492 ✓	4301333497	JONAH FED K-6-9-17	NWSW	5	9S	17E	DUCHESNE	9/29/2007	10/17/07
GRRV BHL = Sec 6 NESE											—
A	99999	16406	4301333700	HANCOCK 8-19-4-1	SENE	19	4S	1W	DUCHESNE	9/28/2007	10/17/07
GRRV											—
B	99999	12417 ✓	4301333285	LONE TREE FED 11-21-9-17	NESW	21	9S	17E	DUCHESNE	10/2/2007	10/17/07
GRRV											—
A	99999	16407	4301333685	UTE TRIBAL 8-21-4-1	SENE	21	4S	1W	DUCHESNE	10/2/2007	10/17/07
WELL 5 COMMENTS: GRRV											—
B	99999	14844 ✓	4304736849	FEDERAL 7-1-9-17	SWNE	1	9S	17E	UINTAH	10/4/2007	10/17/07
WELL 5 COMMENTS: GRRV											—

ACTION CODES (See instructions on back of form)
- A - new entity for new well (single well only)
- B - well to existing entity (group or unit well)
- C - from one existing entity to another existing entity
- D - 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.

Jentri Park
Signature
Production Clerk
10/04/07
Date

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OCT 04 2007
DIV. OF OIL, GAS & MINING

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Company: **NEWFIELD PRODUCTION COMPANY**

Well Name: **FEDERAL 7-1-9-17**

Api No: **43-047-35849** Lease Type: **FEDERAL**

Section **01** Township **09S** Range **17E** County **UINTAH**

Drilling Contractor **NDSI** RIG # **NS#1**

SPUDDED:

Date **10/ 04/07**

Time **7:30 AM**

How **DRY**

Drilling will Commence:

Reported by **DELL RAY**

Telephone # **(435) 828-6110**

Date **10/04/07** **Signed** **CHD**

FORM 3160-5
(September 2001)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires January 31,2004

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.
Federal 7-1-9-17

6. If Indian, Allottee or Tribe Name.

7. If Unit or CA/Agreement, Name and/or
SUNDANCE UNIT

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.
FEDERAL 7-1-9-17

2. Name of Operator
NEWFIELD PRODUCTION COMPANY

9. API Well No.
4304735849

3a. Address Route 3 Box 3630
Myton, UT 84052

3b. Phone *(include are code)*
435.646.3721

10. Field and Pool, or Exploratory Area
MONUMENT BUTTE

4. Location of Well *(Footage, Sec., T., R., M., or Survey Description)*
Section 1 T9S R17E

11. County or Parish, State
, UT

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

TYPE OF SUBMISSION	TYPE OF ACTION			
☐ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production(Start/Resume)	☐ Water Shut-Off
☒ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other Spud Notice
	☐ Change Plans	☐ Plug & Abandon	☐ Temporarily Abandon	
	☐ Convert to	☐ Plug Back	☐ 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.)

On 10/4/07 MIRU NDSI NS #1.Spud well @ 7:30am. Drill 330' of 12 1/4" hole with air mist. TIH W/ 7 Jt's 8 5/8" J-55 24 # csgn. Set @ 321.62'On 10/13/07cement with 160 sks of class "G" w/ 3% CaCL2 + 1/4# sk Cello- Flake Mixed @ 15.8 ppg > 1.17 cf/ sk yeild. Returned 5 bbls cement to pit. WOC. Hit Water Flow @ 74' 350 gal/min. Sent Copys Of Water test To BLM Office in Vernal.

I hereby certify that the foregoing is true and correct *(Printed/ Typed)*
Don Bastian

Title
Drilling Foreman

Signature
Don Bastian

Date
10/15/2007

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 and fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on reverse)

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OCT 16 2007
DIV. OF OIL, GAS & MINING

NEWFIELD PRODUCTION COMPANY - CASING & CEMENT REPORT

8 5/8 CASING SET AT 321.62

LAST CASING 8 5/8" SET AT 321.62'
DATUM 12' KB
DATUM TO CUT OFF CASING
DATUM TO BRADENHEAD FLANGE
TD DRILLER 330' LOGGER
HOLE SIZE 12 1/4

OPERATOR NewField Production Company
WELL Federal 7-1-9-17
FIELD/PROSPECT Monument Butte
CONTRACTOR & RIG # NDSI NS#1

LOG OF CASING STRING:

PIECES	OD	ITEM - MAKE - DESCRIPTION	WT / FT	GRD	THREAD	CONDT	LENGTH
		Shoe Joint 41.77'					
		WHI - 92 csg head			8rd	A	0.95
7	8 5/8"	Maverick ST&C csg	24#	J-55	8rd	A	309.77
		GUIDE shoe			8rd	A	0.9

CASING INVENTORY BAL.	FEET	JTS
TOTAL LENGTH OF STRING	311.62	7
LESS NON CSG. ITEMS	1.85	
PLUS FULL JTS. LEFT OUT	0	
TOTAL	309.77	7
TOTAL CSG. DEL. (W/O THRDS)	309.77	7
TIMING	1ST STAGE	
BEGIN RUN CSG. Spud	10/4/2007	7:30 AM
CSG. IN HOLE	10/4/2007	2:00 PM
BEGIN CIRC	10/13/2007	2:15 PM
BEGIN PUMP CMT	10/13/2007	3:40 PM
BEGIN DSPL. CMT	10/13/2007	3:50 PM
PLUG DOWN	10/13/2007	4:00 PM

TOTAL LENGTH OF STRING	311.62
LESS CUT OFF PIECE	2
PLUS DATUM TO T/CUT OFF CSG	12
CASING SET DEPTH	321.62

} COMPARE

GOOD CIRC THRU JOB NO
Bbls CMT CIRC TO SURFACE 5
RECIPROCATED PIPE FOR ____ THRU ____ FT STROKE
N/A
BUMPED PLUG TO 35 PSI

CEMENT USED		CEMENT COMPANY- B. J.
STAGE	# SX	CEMENT TYPE & ADDITIVES
1	160	Class "G" w/ 2% CaCL2 + 1/4#/sk Cello-Flake mixed @ 15.8 ppg 1.17 cf/sk yield

CENTRALIZER & SCRATCHER PLACEMENT	SHOW MAKE & SPACING
Centralizers - Middle first, top second & third for 3	

COMPANY REPRESENTATIVE Don Bastian DATE 10/15/2007

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

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:	SUNDANCE UNIT
6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
7. UNIT or CA AGREEMENT NAME:	SUNDANCE UNIT
1. TYPE OF WELL:	OIL WELL [X] GAS WELL [ ] OTHER
8. WELL NAME and NUMBER:	FEDERAL 7-1-9-17
2. NAME OF OPERATOR:	NEWFIELD PRODUCTION COMPANY
9. API NUMBER:	4304735849
3. ADDRESS OF OPERATOR:	Route 3 Box 3630 CITY Myton STATE UT ZIP 84052
PHONE NUMBER	435.646.3721
10. FIELD AND POOL, OR WILDCAT:	MONUMENT BUTTE
4. LOCATION OF WELL: FOOTAGES AT SURFACE:	COUNTY:
OTR/OTR. SECTION. TOWNSHIP. RANGE. MERIDIAN:	, 1, T9S, R17E STATE: UT

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

TYPE OF SUBMISSION	TYPE OF ACTION		
[ ] NOTICE OF INTENT (Submit in Duplicate)	[ ] ACIDIZE	[ ] DEEPEN	[ ] REPERFORATE CURRENT FORMATION
Approximate date work will	[ ] ALTER CASING	[ ] FRACTURE TREAT	[ ] SIDETRACK TO REPAIR WELL
	[ ] CASING REPAIR	[ ] NEW CONSTRUCTION	[ ] TEMPORARITLY ABANDON
	[ ] CHANGE TO PREVIOUS PLANS	[ ] OPERATOR CHANGE	[ ] TUBING REPAIR
	[ ] CHANGE TUBING	[ ] PLUG AND ABANDON	[ ] VENT OR FLAIR
[X] SUBSEQUENT REPORT (Submit Original Form Only)	[ ] CHANGE WELL NAME	[ ] PLUG BACK	[ ] WATER DISPOSAL
Date of Work Completion:	[ ] CHANGE WELL STATUS	[ ] PRODUCTION (START/STOP)	[ ] WATER SHUT-OFF
11/23/2007	[ ] COMMINGLE PRODUCING FORMATIONS	[ ] RECLAMATION OF WELL SITE	[X] OTHER: - Weekly Status Report
	[ ] CONVERT WELL TYPE	[ ] RECOMPLETE - DIFFERENT FORMATION	

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

The above subject well was completed on 11/23/01, attached is a daily completion status report.

NAME (PLEASE PRINT) Tammi Lee TITLE Production Clerk

SIGNATURE Tammi Lee DATE 12/28/2007

(This space for State use only)

RECEIVED
JAN 03 2008
DIV. OF OIL, GAS & MINING

Daily Activity Report

Format For Sundry

FEDERAL 7-1-9-17

9/1/2007 To 1/30/2008

11/7/2007 Day: 1 **Completion**

Rigless on 11/6/2007 - Install 5M frac head. NU 6" 5M Cameron BOP. RU H/O truck & pressure test casing, blind rams, frac head & casing valves to 4500 psi. RU Perforators LLC WLT w/ mast & run CBL under pressure. WLTD @ 5896' & cement top @ 93'. Perforate stage #1. CP5 sds @ 5797-5806' w/ 3 1/8" slick guns (19 gram, .49" HE, 120°, 21.92" pen, EXP-3319-331 Titan) w/ 4 spf for total of 36 shots. 141 BWTR. SIFN.

11/15/2007 Day: 2 **Completion**

Rigless on 11/14/2007 - RU BJ Services "Ram Head" frac flange. RU BJ & frac CP5 sds, stage #1 down casing w/ 24,187#'s of 20/40 sand in 372 bbls of Lightning 17 frac fluid. Open well w/ 0 psi on casing. Perfs broke down @ 3517 psi. Pump 30 gals of Techna Hib. Treated @ ave pressure of 1916 w/ ave rate of 24.7 bpm w/ 6.5 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 1919. 513 bbls EWTR. Leave pressure on well. RU Lone Wolf WLT, crane & lubricator. RIH w/ Weatherford 5-1/2" (6K) composite flow through frac plug & 8' perf gun. Set plug @ 5730'. Perforate CP3 sds @ 5672-80' w/ 3-1/8" Slick Guns (23 gram, .43"HE, 90°) w/ 4 spf for total of 32 shots. RU BJ & perfs won't break down. RIH & spot 10 gals of 15% HCL acid on perfs. RU BJ & frac stage #2 w/ 14,605#'s of 20/40 sand in 275 bbls of Lightning 17 frac fluid. Open well w/ 1346 psi on casing. Perfs broke down @ 4172 psi. Pump 30 gals of Techna Hib. Treated @ ave pressure of 1959 w/ ave rate of 24.8 bpm w/ 6.5 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 1700. 788 bbls EWTR. Leave pressure on well. SIFN.

11/16/2007 Day: 3 **Completion**

Rigless on 11/15/2007 - RU WLT. RIH w/ frac plug & 11' perf gun. Set plug @ 5630'. Perforate CP2 sds @ 5583-94', 5540-60' w/ 4 spf for total of 124 shots. RU BJ & frac stage #3 w/ 129,951#'s of 20/40 sand in 933 bbls of Lightning 17 frac fluid. Open well w/ 760 psi on casing. Perfs broke down @ 3703 psi. Pump 30 gals of Techna Hib. Treated @ ave pressure of 1574 w/ ave rate of 24.8 bpm w/ 8 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 1800. 1721 bbls EWTR. Leave pressure on well. RU WLT. RIH w/ frac plug & 10' perf gun. Set plug @ 5080'. Perforate B2 sds @ 4974-84' w/ 4 spf for total of 40 shots. RU BJ & frac stage #4 w/ 34,661#'s of 20/40 sand in 410 bbls of Lightning 17 frac fluid. Open well w/ 1358 psi on casing. Perfs broke down @ 1560 psi. Pump 30 gals of Techna Hib. Treated @ ave pressure of 1879 w/ ave rate of 24.7 bpm w/ 6.5 ppg of sand. Spot 12 bbls of 15% HCL acid in flush for next stage. ISIP was 1960. 2131 bbls EWTR. Leave pressure on well. RU WLT. RIH w/ frac plug & 7' perf gun. Set plug @ 4280'. Perforate GB4 sds @ 4174-81' w/ 4 spf for total of 28 shots. RU BJ & frac stage #5 w/ 8532#'s of 20/40 sand in 223 bbls of Lightning 17 frac fluid. Open well w/ 1395 psi on casing. Perfs broke down @ 1983 psi. Pump 30 gals of Techna Hib. Treated @ ave pressure of 2285 w/ ave rate of 24.7 bpm w/ 6.5 ppg of sand. ISIP was 2082. 2354 bbls EWTR. RD BJ & WLT. Flow well back. Well flowed for 4 hours & died w/ 310 bbls rec'd. SIFN.

11/20/2007 Day: 4 **Completion**

NC #2 on 11/19/2007 - MIRU NC #2. Bleed off well. ND 5000# Cameron BOPs & 5000# frac head. NU 3000# wellhead & BOPs. PU 2 7/8" J-55 6.5# tbg (tallying & drifting). Tag fill @ 4260'. RU power swivel. RU pump & pump lines. Clean out to BP @ 4280'. Drill out plug in 30 minutes. Circulate well clean. Drain rig pump & pump lines. SDFN.

11/21/2007 Day: 5 **Completion**

NC #2 on 11/20/2007 - Change out weight indicator. Open well. RD power swivel. Cont. PU 2 7/8" J-55 6.5# tbg (drifting). Tag fill @ 5620'. RU power swivel. RU pump & lines. Clean out to BP @

5080'. Drill out plug in 20 min. Cont PU tbg to tag fill @ 5565'. Clean out to BP @ 5630'. Drill out plug in 20 min. Cont PU tbg to tag fill @ 5715'. Clean out to BP @ 5730'. Drill out plug in 20 min. Cont PU tbg to tag fill @ 5833'. Clean out to PBTD @ 5940'. Circ clean. RD swivel LD 2 jts tbg. RU sandline to swab. RIH w/ sandline. Starting fluid level @ surface. After 12 runs fluid level @1300'. Recovered 108 BW. SDFN

11/22/2007 Day: 6 **Completion**

NC #2 on 11/21/2007 - Open well. RU to swab. Could not get in with swab (due to oil). TIH w/ 2 jts tbg to tag fill. No fill. Circulate clean. TOOH w/ tbg. Lay down bit. TIH w/ tbg as detailed below. Get in w/ tbg. RD floor. ND BOP. Set TAC & land tbg w/ 16000# tension. Flush tbg w/ 60 BW. X-over to rod equip. Pick up CDI 2 1/2"X1 1/2"X12'X16' RHAC pump. Pick up & TIH w/ rods as detailed below. Space out rod pump. Pick up new 1 1/2"X 26' polish rod. Seat pump. Fill tbg w/ 2 BW & test to 800 PSI. RU pumping unit & stroke test pump w/ unit to 800 PSI. RDMO PWOP @ 6:00 PM @ 5 SPM w/ 86" SL. FINAL REPORT!

Pertinent Files: Go to File List

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

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SIGNATURE Tammi Lee DATE 12/28/2007

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JAN 03 2008
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Pertinent Files: Go to File List

FORM 3160-4 (November 1992)

SUBMIT IN DUPLICATE* (See other instructions on reverse side)

FORM APPROVED
OMB NO. 1004-0137
Expires: February 28, 1995

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

WELL COMPLETION OR RECOMPLETION REPORT AND LOG*

5. LEASE DESIGNATION AND SERIAL NO.: UTU-79014

6. IF INDIAN, ALLOTTEE OR TRIBE NAME: NA

7. UNIT AGREEMENT NAME: Sundance

8. FARM OR LEASE NAME, WELL NO.: FEDERAL 7-1-9-17

9. WELL NO.: 43-047-35849

10. FIELD AND POOL OR WILDCAT: MONUMENT BUTTE

11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA: SEC. 1,T9S,R17E

12. COUNTY OR PARISH: UINTAH

13. STATE: UT

1a. TYPE OF WORK: OIL WELL [X] GAS WELL [ ] DRY [ ] Other

1b. TYPE OF WELL: NEW WELL [X] WORK OVER [ ] DEEPEN [ ] PLUG BACK [ ] DIFF RESVR. [ ] Other

2. NAME OF OPERATOR: Newfield Exploration Company

3. ADDRESS AND TELEPHONE NO.: 1401 17th St. Suite 1000 Denver, CO 80202

4. LOCATION OF WELL (Report locations clearly and in accordance with any State requirements.*)
At Surface: 1315' FNL 2031' FWL SW/NE SEC. 1, T9S, R16E
At top prod. Interval reported below
At total depth

14. API NO.: 43-047-35849 DATE ISSUED: 8/3/07

15. DATE SPUDDED: 10/4/07
16. DATE T.D. REACHED: 10/25/07
17. DATE COMPL. (Ready to prod.): 11/21/07
18. ELEVATIONS (DF, RKB, RT, GR, ETC.)*: 4955' GL 4967' KB
19. ELEV. CASINGHEAD:

20. TOTAL DEPTH, MD & TVD: 5975'
21. PLUG BACK T.D., MD & TVD: 5940
22. IF MULTIPLE COMPL., HOW MANY*:
23. INTERVALS DRILLED BY: ------> ROTARY TOOLS: X CABLE TOOLS:

24. PRODUCING INTERVAL(S), OF THIS COMPLETION--TOP, BOTTOM, NAME (MD AND TVD)*: Green River 4174'-5806'

25. WAS DIRECTIONAL SURVEY MADE: No

26. TYPE ELECTRIC AND OTHER LOGS RUN: Dual Induction Guard, SP, Compensated Density, Compensated Neutron, GR, Caliper, Cement Bond Log

27. WAS WELL CORED: No

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

CASING SIZE/GRADE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	TOP OF CEMENT, CEMENTING RECORD	AMOUNT PULLED
8-5/8" - J-55	24#	322'	12 1/4	SURFACE W/160 SX CLASS "G" CEME	
5-1/2" J-55	15.5#	5961'	7 7/8	300SX PRIMLITE II & 450 SX 50/50 POZ	

29. LINER RECORD

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

30. TUBING RECORD

SIZE	DEPTH SET (MD)	PACKER SET (MD)
2-7/8"	EOT @ 5842'	TA @ 5779'

31. PERFORATION RECORD (Interval, size and number)

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

INTERVAL	SIZE	SPF/NUMBER	DEPTH INTERVAL (MD)	AMOUNT AND KIND OF MATERIAL USED
CP5 sds 5797'-5806'	.49"	4/36	5797'-5806'	Frac w/24,187#'s of 20/40 in 372 bbl of fluid
CP3 sds 5672'-5680'	.49"	4/32	5672'-5680'	Frac w/ 14,605 #'s of 20/40 in 275 bbl of fluid
CP2 sds 5583'-5594'	.49"	4/124	5540'-5594'	Frac w/129,951 #'s of 20/40 in 933 bbls of fluid
B2 sds 4974'-4984'	.49"	4/40	4974'-4984'	Frac w/ 34,661 #'s 20/40 in 410 bbls of fluid
GB4 sds 4174'-4181'	.49"	4/28	4174'-4181'	Frac w/ 8532 #'s 20/40 in 223 bbls of fluid

33.* PRODUCTION

DATE FIRST PRODUCTION	PRODUCTION METHOD (Flowing, gas lift, pumping--size and type of pump)	WELL STATUS (Producing or shut-in)
11/23/07	2-1/2" x 1-1/2" x 12 x16' RHAC SM Pump	PRODUCING

DATE OF TEST	HOURS TESTED	CHOKE SIZE	PROD'N. FOR TEST PERIOD	OIL--BBLS.	GAS--MCF.	WATER--BBL.	GAS-OIL RATIO
10 day ave			----->	720	566	166	484

FLOW. TUBING PRESS.	CASING PRESSURE	CALCULATED 24-HOUR RATE	OIL-BBL.	GAS--MCF.	WATER--BBL.	OIL GRAVITY-API (CORR.)
		----->				

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.): Sold & Used for Fuel

TEST WITNESSED BY:

35. LIST OF ATTACHMENTS

RECEIVED
JAN 18 2008
DIV. OF OIL, GAS & MINING

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records

SIGNED Tammi Lee TITLE Production Technician DATE 12/28/2027

Tammi Lee

TL

*(See Instructions and Spaces for Additional Data 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.

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

FORMATION	TOP	BOTTOM	DESCRIPTION, CONTENTS, ETC.
			Well Name **Federal 7-1-9-17**

38. GEOLOGIC MARKERS

NAME	TOP	
	MEAS. DEPTH	TRUE VERT. DEPTH
Garden Gulch Mkr	3712'	
Garden Gulch 1	3889'	
Garden Gulch 2	3999'	
Point 3 Mkr	4255'	
X Mkr	4490'	
Y-Mkr	4528'	
Douglas Creek Mkr	4660'	
BiCarbonate Mkr	4895'	
B Limestone Mkr	5025'	
Castle Peak	5468'	
Basal Carbonate	5886'	
Wasatch	0	
Total Depth (Loggers)	5970'	

Well Name: Federal 7-1-9-17
LOCATION: S1, T9S, R17E
COUNTY/STATE: Duchesne
API: 43-047-35849

Spud Date: 10-4-07
TD: 5975'
CSG: 10-25-07
POP; 10-21-07

DATE	HRS	Oil (bbls)	Water (bbls)	Recovered Water (bbls)	Gas (mcf)	Casing Pressure (psi)	SPM	Comments
11/23/2007				1936				POP @ 6:00 P.M. w/ 86" SL @ 5 SPM. 1936 Total water to recover.
11/24/2007	24	0	70	1866	0	0	4 1/2	
11/25/2007	24	0	85	1781	0	0	5	
11/26/2007	24	33	70	1711	0	0	5	
11/27/2007	24	63	15	1696	24	30	5	
11/28/2007	24	67	33	1663	26	47	5	
11/29/2007	24	72	20	1643	24	46	5	
11/30/2007	24	56	15	1628	29	50	4 1/2	
12/1/2007	24	100	32	1596	28	50	5	
12/2/2007	24	50	9	1587	53	53	5	
12/3/2007	24	73		1587	39	60	5	Pumper thought 30 on water, not sure because Hot oiler didn't leave a ticket
12/4/2007	24	65	12	1575	58	60	5	
12/5/2007	24	73	17	1558	35	60	4 1/2	
12/6/2007	24	72	14	1544	24	50	5	
12/7/2007	24	60	20	1524	33	50	5	
12/8/2007	24	81	17	1507	33	50	5	
12/9/2007	24	77	20	1487	33	50	5	
12/10/2007	24	40	13	1474	35	48	6	
12/11/2007	24	67	10	1464	31	50	6	
12/12/2007	24	72	32	1432	47	50	5	
12/13/2007	24	63	0	1432	45	30	5	
12/14/2007	24	75	15	1417	53	50	5	
12/15/2007	24	80	13	1404	80	50	5	
12/16/2007	12	20	7	1397	26	60	5	Clutched for oil sale
12/17/2007	0	0	0	1397	0	0	0	Clutched for oil sale
12/18/2007	24	74	23	1374	119	60	5	
12/19/2007	24	87	11	1363	29	60	5	
12/20/2007	24	70	0	1363	0	70	5	Clutched for oil sale
12/21/2007	24	90	17	1346	35	70	5	
12/22/2007	24	70	15	1331	37	70	5	
12/23/2007	24	88	13	1318	79	70	5	
12/24/2007	24	66	20	1298	63	70	5	FINAL
		1904	**638**		**1118**			

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
REGION 8
1595 WYNKOOP STREET
DENVER, CO 80202-1129
http://www.epa.gov/region8

FEB 0 3 2010

Ref: 8P-W-GW

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

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

RECEIVED
FEB 1 1 2010
DIV. OF OIL, GAS & MINING

Mr. Eric Sundberg
Regulatory Analyst
Newfield Production Company
1001 Seventeenth Street, Suite 2000
Denver, CO 80202

Re: Final Permit
EPA UIC Permit UT22157-08663
Federal 7-1-9-17
SW NE Sec. 1-T9S-R17E
Uintah County, Utah
API No.: 43-047-35849

Dear Mr. Sundberg:

Enclosed is your copy of the FINAL Underground Injection Control (UIC) Permit for the proposed Federal 7-1-9-17 injection well. A Statement of Basis that discusses the conditions and requirements of this EPA UIC Permit, is also included.

The Public Comment period for this Permit ended on JAN 2 8 2010. No comments on the Draft Permit were received during the Public Notice period; therefore the Effective Date for this EPA UIC Permit is the date of issuance. All conditions set forth herein refer to Title 40 Parts 124, 144, 146, and 147 of the Code of Federal Regulations (CFR) and are regulations that are in effect as of the Effective Date of this Permit.

Please note that under the terms and conditions of this Final Permit you are authorized only to construct the proposed injection well. Prior to commencing injection, you first must fulfill all "Prior to Commencing Injection" requirements of the Final Permit, Part II Section C.1, and obtain written Authorization to Inject from the EPA. It is your responsibility to be familiar with and to comply with all provisions of your Final Permit. The EPA forms referenced in the permit are available at http://www.epa.gov/safewater/uic/reportingforms.html. Guidance documents for Cement Bond Logging, Radioactive Tracer testing, Step Rate testing, Mechanical Integrity demonstration, Procedure in the Event of a Mechanical Integrity Loss, and other UIC guidances, are available at http://www.epa.gov/region8/water/uic/ deep_injection.html. Upon request, hard copies of the EPA forms and guidances can be provided.

This EPA UIC Permit is issued for the operating life of the well unless terminated (Part III, Section B). The EPA may review this Permit at least every five (5) years to determine whether any action is warranted pursuant to 40 CFR § 144.36(a).

If you have any questions on the enclosed Final Permit or Statement of Basis, please call Emmett Schmitz of my staff at (303) 312-6174, or toll-free at (800) 227-8917, ext. 312-6174.

Sincerely,

Stephen S. Tuber
Assistant Regional Administrator
Office of Partnerships and Regulatory Assistance

enclosure: Final UIC Permit
Statement of Basis

cc: Letter:

Uintah & Ouray Business Committee, Ute Indian Tribe:
Curtis Cesspooch, Chairman
Irene Cuch, Vice-Chairwoman
Frances Poowegup, Councilwoman
Ronald Groves, Councilman
Phillip Chimburas, Councilman
Steven Cesspooch, Councilman

Daniel Picard, Superintendent
Uintah & Ouray Indian Agency
U.S. Bureau of Indian Affairs

cc: all enclosures:

Michael Guinn
District Manager
Newfield Production Company
Myton, Utah

Larry Love
Director
Energy & Minerals Dept.
Ute Indian Tribe

Ferron Secakuku
Director, Natural Resources
Ute Indian Tribe

Gilbert Hunt
Associate Director
State of Utah - Natural Resources

Fluid Minerals Engineering Dept.
U.S. Bureau of Land Management
Vernal, Utah

EPA

UNDERGROUND INJECTION CONTROL PROGRAM

PERMIT

PREPARED: January 2010

Permit No. UT22157-08663

Class II Enhanced Oil Recovery Injection Well

Federal 7-1-9-17
Uintah County, UT

Issued To

Newfield Production Co.
1001 Seventeenth Street, Suite 2000
Denver, CO 80202

Part I. AUTHORIZATION TO CONSTRUCT AND OPERATE

Under the authority of the Safe Drinking Water Act and Underground Injection Control (UIC) Program regulations of the U. S. Environmental Protection Agency (EPA) codified at Title 40 of the Code of Federal Regulations (40 CFR) Parts 2, 124, 144, 146, and 147, and according to the terms of this Permit,

Newfield Production Co.
1001 Seventeenth Street, Suite 2000
Denver, CO 80202

is authorized to construct and to operate the following Class II injection well or wells:

Federal 7-1-9-17
1,915' FNL & 2,091 ' FEL, SWNE S1, T9S, R17E
Uintah County, UT

EPA regulates the injection of fluids into injection wells so that injection does not endanger underground sources of drinking water (USDWs). EPA UIC Permit conditions are based on authorities set forth at 40 CFR Parts 144 and 146, and address potential impacts to USDWs.

Under 40 CFR Part 144, Subpart D, certain conditions apply to all UIC Permits and may be incorporated either expressly or by reference. General permit conditions for which the content is mandatory and not subject to site-specific differences are not discussed in this document. Issuance of this Permit does not convey any property rights of any sort or any exclusive privilege, nor does it authorize injury to persons or property or invasion of other private rights, or any infringement of other Federal, State or local laws or regulations. (40 CFR §144.35) An EPA UIC Permit may be issued for the operating life of the injection well or project unless terminated for reasonable cause under 40 CFR §144.39, 144.40 and 144.41, and may be reviewed at least once every five (5) years to determine if action is required under 40 CFR §144.36(a).

This Permit is issued for the life of the well(s) unless modified, revoked and reissued, or terminated under 40 CFR §144.39 or 144.40. This EPA Permit may be adopted, modified, revoked and reissued, or terminated if primary enforcement authority for a UIC Program is delegated to an Indian Tribe or State. Upon the effective date of delegation, reports, notifications, questions and other correspondence should be directed to the Indian Tribe or State Director.

Issue Date: FEB 0 3 2010 Effective Date FEB 0 3 2010

Stephen S. Tuber
Assistant Regional Administrator*
Office of Partnerships and Regulatory Assistance

*NOTE: The person holding this title is referred to as the "Director" throughout this Permit.

PART II. SPECIFIC PERMIT CONDITIONS

Section A. WELL CONSTRUCTION REQUIREMENTS

These requirements represent the approved minimum construction standards for well casing and cement, injection tubing, and packer.

Details of the approved well construction plan are incorporated into this Permit as APPENDIX A. Changes to the approved plan that may occur during construction must be approved by the Director prior to being physically incorporated.

1. Casing and Cement.

The well or wells shall be cased and cemented to prevent the movement of fluids into or between underground sources of drinking water. The well casing and cement shall be designed for the life expectancy of the well and of the grade and size shown in APPENDIX A. Remedial cementing may be required if shown to be inadequate by cement bond log or other attempted demonstration of Part II (External) mechanical integrity.

2. Injection Tubing and Packer.

Injection tubing is required, and shall be run and set with a packer at or below the depth indicated in APPENDIX A. The packer setting depth may be changed provided it remains below the depth indicated in APPENDIX A and the Permittee provides notice and obtains the Director's approval for the change.

3. Sampling and Monitoring Devices.

The Permittee shall install and maintain in good operating condition:

(a) a "tap" at a conveniently accessible location on the injection flow line between the pump house or storage tanks and the injection well, isolated by shut-off valves, for collection of representative samples of the injected fluid; and

(b) one-half (1/2) inch female iron pipe fitting, isolated by shut-off valves and located at the wellhead at a conveniently accessible location, for the attachment of a pressure gauge capable of monitoring pressures ranging from normal operating pressures up to the Maximum Allowable Injection Pressure specified in APPENDIX C:

  (i) on the injection tubing; and

  (ii) on the tubing-casing annulus (TCA); and

(c) a pressure actuated shut-off device attached to the injection flow line set to shut-off the injection pump when or before the Maximum Allowable Injection Pressure (MAIP) specified in APPENDIX C is reached at the wellhead; and

(d) a non-resettable cumulative volume recorder attached to the injection line.

4. Well Logging and Testing

Well logging and testing requirements are found in APPENDIX B. The Permittee shall ensure the log and test requirements are performed within the time frames specified in APPENDIX B. Well logs and tests shall be performed according to current EPA-approved procedures. Well log and test results shall be submitted to the Director within sixty (60) days of completion of the logging or testing activity, and shall include a report describing the methods used during logging or testing and an interpretation of the test or log results.

5. Postponement of Construction or Conversion

The Permittee shall complete well construction within one year of the Effective Date of the Permit, or in the case of an Area Permit within one year of Authorization of the additional well. Authorization to construct and operate shall expire if the well has not been constructed within one year of the Effective Date of the Permit or Authorization and the Permit may be terminated under 40 CFR 144.40, unless the Permittee has notified the Director and requested an extension prior to expiration. Notification shall be in writing, and shall state the reasons for the delay and provide an estimated completion date. Once Authorization has expired under this part, the complete permit process including opportunity for public comment may be required before Authorization to construct and operate may be reissued.

6. Workovers and Alterations

Workovers and alterations shall meet all conditions of the Permit. Prior to beginning any addition or physical alteration to an injection well that may significantly affect the tubing, packer or casing, the Permittee shall give advance notice to the Director and obtain the Director's approval. The Permittee shall record all changes to well construction on a Well Rework Record (EPA Form 7520-12), and shall provide this and any other record of well workover, logging, or test data to EPA within sixty (60) days of completion of the activity.

A successful demonstration of Part I MI is required following the completion of any well workover or alteration which affects the casing, tubing, or packer. Injection operations shall not be resumed until the well has successfully demonstrated mechanical integrity and the Director has provided written approval to resume injection.

Section B. MECHANICAL INTEGRITY

The Permittee is required to ensure each injection well maintains mechanical integrity at all times. The Director, by written notice, may require the Permittee to comply with a schedule describing when mechanical integrity demonstrations shall be made.

An injection well has mechanical integrity if:

(a) There is no significant leak in the casing, tubing, or packer (Part I); and

(b) There is no significant fluid movement into an underground source of drinking water through vertical channels adjacent to the injection well bore (Part II).

1. Demonstration of Mechanical Integrity (MI).

The operator shall demonstrate MI prior to commencing injection and periodically thereafter. Well-specific conditions dictate the methods and the frequency for demonstrating MI and are discussed in the Statement of Basis. The logs and tests are designed to demonstrate both internal (Part I) and external (Part II) MI as described above. The conditions present at this well site warrant the methods and frequency required in Appendix B of this Permit.

In addition to these regularly scheduled demonstrations of MI, the operator shall demonstrate internal (Part I) MI after any workover which affects the tubing, packer or casing.

The Director may require additional or alternative tests if the results presented by the operator are not satisfactory to the Director to demonstrate there is no movement of fluid into or between USDWs resulting from injection activity. Results of MI tests shall be submitted to the Director as soon as possible but no later than sixty (60) days after the test is complete.

2. Mechanical Integrity Test Methods and Criteria

EPA-approved methods shall be used to demonstrate mechanical integrity. Ground Water Section Guidance No. 34 "Cement Bond Logging Techniques and Interpretation", Ground Water Section Guidance No. 37, "Demonstrating Part II (External) Mechanical Integrity for a Class II injection well permit", and Ground Water Section Guidance No. 39, "Pressure Testing Injection Wells for Part I (Internal) Mechanical Integrity" are available from EPA and will be provided upon request.

The Director may stipulate specific test methods and criteria best suited for a specific well construction and injection operation.

3. Notification Prior to Testing.

The Permittee shall notify the Director at least 30 days prior to any scheduled mechanical integrity test. The Director may allow a shorter notification period if it would be sufficient to enable EPA to witness the mechanical integrity test. Notification may be in the form of a yearly or quarterly schedule of planned mechanical integrity tests, or it may be on an individual basis.

4. Loss of Mechanical Integrity.

If the well fails to demonstrate mechanical integrity during a test, or a loss of mechanical integrity becomes evident during operation (such as presence of pressure in the TCA, water flowing at the surface, etc.), the Permittee shall notify the Director within 24 hours (see Part III Section E Paragraph 11(e) of this Permit) and the well shall be shut-in within 48 hours unless the Director requires immediate shut-in.

Within five days, the Permittee shall submit a follow-up written report that documents test results, repairs undertaken or a proposed remedial action plan.

Injection operations shall not be resumed until after the well has successfully been repaired and demonstrated mechanical integrity, and the Director has provided approval to resume injection.

Section C. WELL OPERATION

INJECTION BETWEEN THE OUTERMOST CASING PROTECTING UNDERGROUND SOURCES OF DRINKING WATER AND THE WELL BORE IS PROHIBITED.

Injection is approved under the following conditions:

1. Requirements Prior to Commencing Injection.

Well injection, including for new wells authorized by an Area Permit under 40 CFR 144.33 (c), may commence only after all well construction and pre-injection requirements herein have been met and approved. The Permittee may not commence injection until construction is complete, and

(a) The Permittee has submitted to the Director a notice of completion of construction and a completed EPA Form 7520-10 or 7520-12; all applicable logging and testing requirements of this Permit (see APPENDIX B) have been fulfilled and the records submitted to the Director; mechanical integrity pursuant to 40 CFR 146.8 and Part II Section B of this Permit has been demonstrated; and

(i) The Director has inspected or otherwise reviewed the new injection well and finds it is in compliance with the conditions of the Permit; or

(ii) The Permittee has not received notice from the Director of his or her intent to inspect or otherwise review the new injection well within 13 days of the date of the notice in Paragraph 1a, in which case prior inspection or review is waived and the Permittee may commence injection.

2. Injection Interval.

Injection is permitted only within the approved injection interval, listed in APPENDIX C. Additional individual injection perforations may be added provided that they remain within the approved injection interval and the Permittee provides notice to the Director in accordance with Part II, Section A, Paragraph 6.

3. Injection Pressure Limitation

(a) The permitted Maximum Allowable Injection Pressure (MAIP), measured at the wellhead, is found in APPENDIX C. Injection pressure shall not exceed the amount the Director determines is appropriate to ensure that injection does not initiate new fractures or propagate existing fractures in the confining zone adjacent to USDWs. In no case shall injection pressure cause the movement of injection or formation fluids into a USDW.

(b) The Permittee may request a change of the MAIP, or the MAIP may be increased or decreased by the Director in order to ensure that the requirements in Paragraph (a) above are fulfilled. The Permitee may be required to conduct a step rate injection test or other suitable test to provide information for determining the fracture pressure of the injection zone. Change of the permitted MAIP by the Director shall be by modification of this Permit and APPENDIX C.

4. Injection Volume Limitation.

Injection volume is limited to the total volume specified in APPENDIX C.

5. Injection Fluid Limitation.

Injected fluids are limited to those identified in 40 CFR 144.6(b)(2) as fluids used for enhanced recovery of oil or natural gas, including those which are brought to the surface in connection with conventional oil or natural gas production that may be commingled with waste waters from gas plants which are an integral part of production operations unless those waters are classified as a hazardous waste at the time of injection, pursuant to 40 CFR 144.6(b). Non-exempt wastes, including unused fracturing fluids or acids, gas plant cooling tower cleaning wastes, service wastes and vacuum truck wastes, are NOT approved for injection. This well is NOT approved for commercial brine injection, industrial waste fluid disposal or injection of hazardous waste as defined by CFR 40 Part 261. The Permittee shall provide a listing of the sources of injected fluids in accordance with the reporting requirements in Part II Section D Paragraph 4 and APPENDIX D of this Permit.

6. Tubing-Casing Annulus (TCA)

The tubing-casing annulus (TCA) shall be filled with water treated with a corrosion inhibitor, or other fluid approved by the Director. The TCA valve shall remain closed during normal operating conditions and the TCA pressure shall be maintained at zero (0) psi.

If TCA pressure cannot be maintained at zero (0) psi, the Permittee shall follow the procedures in Ground Water Section Guidance No. 35 "Procedures to follow when excessive annular pressure is observed on a well."

Section D. MONITORING, RECORDKEEPING, AND REPORTING OF RESULTS

1. Monitoring Parameters, Frequency, Records and Reports.

Monitoring parameters are specified in APPENDIX D. Pressure monitoring recordings shall be taken at the wellhead. The listed parameters are to be monitored, recorded and reported at the frequency indicated in APPENDIX D even during periods when the well is not operating.

Monitoring records must include:

(a) the date, time, exact place and the results of the observation, sampling, measurement, or analysis, and;

(b) the name of the individual(s) who performed the observation, sampling, measurement, or analysis, and;

(c) the analytical techniques or methods used for analysis.

2. Monitoring Methods.

(a) Monitoring observations, measurements, samples, etc. taken for the purpose of complying with these requirements shall be representative of the activity or condition being monitored.

(b) Methods used to monitor the nature of the injected fluids must comply with analytical methods cited and described in Table 1 of 40 CFR 136.3 or Appendix III of 40 CFR 261, or by other methods that have been approved in writing by the Director.

(c) Injection pressure, annulus pressure, injection rate, and cumulative injected volumes shall be observed and recorded at the wellhead under normal operating conditions, and all parameters shall be observed simultaneously to provide a clear depiction of well operation.

(d) Pressures are to be measured in pounds per square inch (psi).

(e) Fluid volumes are to be measured in standard oil field barrels (bbl).

(f) Fluid rates are to be measured in barrels per day (bbl/day).

3. Records Retention.

(a) Records of calibration and maintenance, and all original strip chart recordings for continuous monitoring instrumentation, copies of all reports required by this permit, and records of all data used to complete the application for this permit shall be retained for a period of AT LEAST THREE (3) YEARS from the date of the sample, measurement, report, or application. This period may be extended anytime prior to its expiration by request of the Director.

(b) Records of the nature and composition of all injected fluids must be retained until three (3) years after the completion of any plugging and abandonment (P&A) procedures specified under 40 CFR 144.52(a)(6) or under Part 146 Subpart G, as appropriate. The Director may require the Permittee to deliver the records to the Director at the conclusion of the retention period. The Permittee shall continue to retain the records after the three (3) year retention period unless the Permittee delivers the records to the Director or obtains written approval from the Director to discard the records.

4. Annual Reports.

Whether the well is operating or not, the Permittee shall submit an Annual Report to the Director that summarizes the results of the monitoring required by Part II Section D and APPENDIX D.

The first Annual Report shall cover the period from the effective date of the Permit through December 31 of that year. Subsequent Annual Reports shall cover the period from January 1 through December 31 of the reporting year. Annual Reports shall be submitted by February 15 of the year following data collection. EPA Form 7520-11 may be copied and shall be used to submit the Annual Report, however, the monitoring requirements specified in this Permit are mandatory even if EPA Form 7520-11 indicates otherwise.

Section E. PLUGGING AND ABANDONMENT

1. Notification of Well Abandonment, Conversion or Closure.

The Permittee shall notify the Director in writing at least forty-five (45) days prior to: 1) plugging and abandoning an injection well, 2) converting to a non-injection well, and 3) in the case of an Area Permit, before closure of the project.

2. Well Plugging Requirements

Prior to abandonment, the injection well shall be plugged with cement in a manner which isolates the injection zone and prevents the movement of fluids into or between underground sources of drinking water, and in accordance with 40 CFR 146.10 and other applicable Federal, State or local law or regulations. Tubing, packer and other downhole apparatus shall be removed. Cement with additives such as accelerators and retarders that control or enhance cement properties may be used for plugs; however, volume-extending additives and gel cements are not approved for plug use. Plug placement shall be verified by tagging. Plugging gel of at least 9.6 lb/gal shall be placed between all plugs. A minimum 50 ft surface plug shall be set inside and outside of the surface casing to seal pathways for fluid migration into the subsurface. The Plugging Record must be certified as accurate and complete by the person responsible for the plugging operation. Prior to placement of the cement plug(s) the well shall be in a state of static equilibrium with the mud weight equalized top to bottom, either by circulating the mud in the well at least once or by a comparable method prescribed by the Director.

3. Approved Plugging and Abandonment Plan.

The approved plugging and abandonment plan is incorporated into this Permit as APPENDIX E. Changes to the approved plugging and abandonment plan must be approved by the Director prior to beginning plugging operations. The Director also may require revision of the approved plugging and abandonment plan at any time prior to plugging the well.

4. Forty Five (45) Day Notice of Plugging and Abandonment.

The Permittee shall notify the Director at least forty-five (45) days prior to plugging and abandoning a well and provide notice of any anticipated change to the approved plugging and abanonment plan.

5. Plugging and Abandonment Report.

Within sixty (60) days after plugging a well, the Permittee shall submit a report (EPA Form 7520-13) to the Director. The plugging report shall be certified as accurate by the person who performed the plugging operation. Such report shall consist of either:

(a) A statement that the well was plugged in accordance with the approved plugging and abandonment plan; or

(b) Where actual plugging differed from the approved plugging and abandonment plan, an updated version of the plan, on the form supplied by the Director, specifying the differences.

6. Inactive Wells.

After any period of two years during which there is no injection the Permittee shall plug and abandon the well in accordance with Part II Section E Paragraph 2 of this Permit unless the Permittee:

(a) Provides written notice to the Director;

(b) Describes the actions or procedures the Permittee will take to ensure that the well will not endanger USDWs during the period of inactivity. These actions and procedures shall include compliance with mechanical integrity demonstration, Financial Responsibility and all other permit requirements designed to protect USDWs; and

(c) Receives written notice by the Director temporarily waiving plugging and abandonment requirements.

PART III. CONDITIONS APPLICABLE TO ALL PERMITS

Section A. EFFECT OF PERMIT

The Permittee is allowed to engage in underground injection in accordance with the conditions of this Permit. The Permittee shall not construct, operate, maintain, convert, plug, abandon, or conduct any other activity in a manner that allows the movement of fluid containing any contaminant into underground sources of drinking water, if the presence of that contaminant may cause a violation of any primary drinking water regulation under 40 CFR 142 or may otherwise adversely affect the health of persons. Any underground injection activity not authorized by this Permit or by rule is prohibited. Issuance of this Permit does not convey property rights of any sort or any exclusive privilege; nor does it authorize any injury to persons or property, any invasion of other private rights, or any infringement of any other Federal, State or local law or regulations. Compliance with the terms of this Permit does not constitute a defense to any enforcement action brought under the provisions of Section 1431 of the Safe Drinking Water Act (SDWA) or any other law governing protection of public health or the environment, for any imminent and substantial endangerment to human health or the environment, nor does it serve as a shield to the Permittee's independent obligation to comply with all UIC regulations. Nothing in this Permit relieves the Permittee of any duties under applicable regulations.

Section B. CHANGES TO PERMIT CONDITIONS

1. Modification, Reissuance, or Termination.

The Director may, for cause or upon a request from the Permittee, modify, revoke and reissue, or terminate this Permit in accordance with 40 CFR 124.5, 144.12, 144.39, and 144.40. Also, this Permit is subject to minor modification for causes as specified in 40 CFR 144.41. The filing of a request for modification, revocation and reissuance, termination, or the notification of planned changes or anticipated noncompliance on the part of the Permittee does not stay the applicability or enforceability of any condition of this Permit.

2. Conversions.

The Director may, for cause or upon a written request from the Permittee, allow conversion of the well from a Class II injection well to a non-Class II well. Conversion may not proceed until the Permittee receives written approval from the Director. Conditions of such conversion may include but are not limited to, approval of the proposed well rework, follow up demonstration of mechanical integrity, well-specific monitoring and reporting following the conversion, and demonstration of practical use of the converted configuration.

3. Transfer of Permit.

Under 40 CFR 144.38, this Permit is transferable provided the current Permittee notifies the Director at least thirty (30) days in advance of the proposed transfer date (EPA Form 7520-7) and provides a written agreement between the existing and new Permittees containing a specific date for transfer of Permit responsibility, coverage and liability between them. The notice shall adequately demonstrate that the financial responsibility requirements of 40 CFR 144.52(a)(7) will be met by the new Permittee. The Director may require modification or revocation and reissuance of the Permit to change the name of the Permittee and incorporate such other requirements as may be necessary under the Safe Drinking Water Act; in some cases, modification or revocation and reissuance is mandatory.

4. Permittee Change of Address.

Upon the Permittee's change of address, or whenever the operator changes the address where monitoring records are kept, the Permittee must provide written notice to the Director within 30 days.

5. Construction Changes, Workovers, Logging and Testing Data

The Permittee shall give advance notice to the Director, and shall obtain the Director's written approval prior to any physical alterations or additions to the permitted facility. Alterations or workovers shall meet all conditions as set forth in this permit. The Permittee shall record any changes to the well construction on a Well Rework Record (EPA Form 7520-12), and shall provide this and any other record of well workovers, logging , or test data to EPA within sixty (60) days of completion of the activity.

Following the completion of any well workovers or alterations which affect the casing, tubing, or packer, a successful demonstration of mechanical integrity (Part III, Section F of this Permit) shall be made, and written authorization from the Director received, prior to resuming injection activities.

Section C. SEVERABILITY

The Provisions of this Permit are severable, and if any provision of this Permit or the application of any provision of this Permit to any circumstance, is held invalid, the application of such provision to other circumstances, and the remainder of this Permit shall not be affected thereby.

Section D. CONFIDENTIALITY

In accordance with 40 CFR Part 2 and 40 CFR 144.5, information submitted to EPA pursuant to this Permit may be claimed as confidential by the submitter. Any such claim must be asserted at the time of submission by stamping the words "confidential business information" on each page containing such information. If no claim is made at the time of submission, EPA may make the information available to the public without further notice. If a claim is asserted, the validity of the claim will be assessed in accordance with the procedures in 40 CFR Part 2 (Public Information). Claims of confidentiality for the following information will be denied:

- The name and address of the Permittee, and
- information which deals with the existence, absence or level of contaminants in drinking water.

Section E. GENERAL PERMIT REQUIREMENTS

1. Duty to Comply.

The Permittee must comply with all conditions of this Permit. Any noncompliance constitutes a violation of the Safe Drinking Water Act (SDWA) and is grounds for enforcement action; for Permit termination, revocation and reissuance, or modification; or for denial of a permit renewal application; except that the Permittee need not comply with the provisions of this Permit to the extent and for the duration such noncompliance is authorized in an emergency permit under 40 CFR 144.34. All violations of the SDWA may subject the Permittee to penalties and/or criminal prosecution as specified in Section 1423 of the SDWA.

2. Duty to Reapply.

If the Permittee wishes to continue an activity regulated by this Permit after the expiration date of this Permit, under 40 CFR 144.37 the Permittee must apply for a new permit prior to the expiration date.

3. Need to Halt or Reduce Activity Not a Defense.

It shall not be a defense for a Permittee in an enforcement action that it would have been necessary to halt or reduce the permitted activity in order to maintain compliance with the conditions of this Permit.

4. Duty to Mitigate.

The Permittee shall take all reasonable steps to minimize or correct any adverse impact on the environment resulting from noncompliance with this Permit.

5. Proper Operation and Maintenance.

The Permittee shall at all times properly operate and maintain all facilities and systems of treatment and control (and related appurtenances) which are installed or used by the Permittee to achieve compliance with the conditions of this Permit. Proper operation and maintenance includes effective performance, adequate funding, adequate operator staffing and training, and adequate laboratory and process controls, including appropriate quality assurance procedures. This provision requires the operation of back-up or auxiliary facilities or similar systems only when necessary to achieve compliance with the conditions of this Permit.

6. Permit Actions.

This Permit may be modified, revoked and reissued or teminated for cause. The filing of a request by the Permittee for a permit modification, revocation and reissuance, or termination, or a notification of planned changes or anticipated noncompliance, does not stay any permit condition.

7. Property Rights.

This Permit does not convey any property rights of any sort, or any exclusive privilege.

8. Duty to Provide Information.

The Permittee shall furnish to the Director, within a time specified, any information which the Director may request to determine whether cause exists for modifying, revoking and reissuing, or terminating this permit, or to determine compliance with this permit. The Permittee shall also furnish to the Director, upon request, copies of records required to be kept by this Permit. The Permittee is required to submit any information required by this Permit or by the Director to the mailing address designated in writing by the Director.

9. Inspection and Entry.

The Permittee shall allow the Director, or an authorized representative, upon the presentation of credentials and other documents as may be required by law, to:

(a) Enter upon the Permittee's premises where a regulated facility or activity is located or conducted, or where records must be kept under the conditions of this Permit;

(b) Have access to and copy, at reasonable times, any records that must be kept under the conditions of this Permit;

(c) Inspect at reasonable times any facilities, equipment (including monitoring and control equipment), practices, or operations regulated or required under this Permit; and,

(d) Sample or monitor at reasonable times, for the purpose of assuring permit compliance or as otherwise authorized by the SDWA, any substances or parameters at any location.

10. Signatory Requirements.

All applications, reports or other information submitted to the Director shall be signed and certified according to 40 CFR 144.32. This section explains the requirements for persons duly authorized to sign documents, and provides wording for required certification.

11. Reporting Requirements.

(a) Planned changes. The Permittee shall give notice to the Director as soon as possible of any planned changes, physical alterations or additions to the permitted facility, and prior to commencing such changes.

(b) Anticipated noncompliance. The Permittee shall give advance notice to the Director of any planned changes in the permitted facility or activity which may result in noncompliance with permit requirements.

(c) Monitoring Reports. Monitoring results shall be reported at the intervals specified in this Permit.

(d) Compliance schedules. Reports of compliance or noncompliance with, or any progress reports on, interim and final requirements contained in any compliance schedule of this Permit shall be submitted no later than 30 days following each schedule date.

(e) Twenty-four hour reporting. The Permittee shall report to the Director any noncompliance which may endanger human health or the environment, including:

(i) Any monitoring or other information which indicates that any contaminant may cause endangerment to a USDW; or

(ii) Any noncompliance with a permit condition or malfunction of the injection system which may cause fluid migration into or between USDWs.

Information shall be provided, either directly or by leaving a message, within twenty-four (24) hours from the time the permittee becomes aware of the circumstances by telephoning (800) 227-8917 and requesting EPA Region VIII UIC Program Compliance and Technical Enforcement Director, or by contacting the EPA Region VIII Emergency Operations Center at (303) 293-1788.

In addition, a follow up written report shall be provided to the Director within five (5) days of the time the Permittee becomes aware of the circumstances. The written submission shall contain a description of the noncompliance and its cause, the period of noncompliance including exact dates and times, and if the noncompliance has not been corrected the anticipated time it is expected to continue; and the steps taken or planned to reduce, eliminate, and prevent recurrence of the noncompliance.

(f) Oil Spill and Chemical Release Reporting: The Permittee shall comply with all reporting requirements related to the occurence of oil spills and chemical releases by contacting the National Response Center (NRC) at (800) 424-8802, (202) 267-2675, or through the NRC website http://www.nrc.uscg.mil/index.htm.

(g) Other Noncompliance. The Permittee shall report all instances of noncompliance not reported under paragraphs Part III, Section E Paragraph 11(b) or Section E, Paragraph 11(e) at the time the monitoring reports are submitted. The reports shall contain the information listed in Paragraph 11(e) of this Section.

(h) Other information. Where the Permittee becomes aware that it failed to submit any relevant facts in the permit application, or submitted incorrect information in a permit application or in any report to the Director, the Permittee shall promptly submit such facts or information to the Director.

Section F. FINANCIAL RESPONSIBILITY

1. Method of Providing Financial Responsibility.

The Permittee shall maintain continuous compliance with the requirement to maintain financial responsibility and resources to close, plug, and abandon the underground injection well(s). No substitution of a demonstration of financial responsibility shall become effective until the Permittee receives written notification from the Director that the alternative demonstration of financial responsibility is acceptable. The Director may, on a periodic basis, require the holder of a permit to revise the estimate of the resources needed to plug and abandon the well to reflect changes in such costs and may require the Permittee to provide a revised demonstration of financial responsibility.

2. Insolvency.

In the event of:

(a) the bankruptcy of the trustee or issuing institution of the financial mechanism; or

(b) suspension or revocation of the authority of the trustee institution to act as trustee; or

(c) the institution issuing the financial mechanism losing its authority to issue such an instrument

the Permittee must notify the Director in writing, within ten (10) business days, and the Permittee must establish other financial assurance or liability coverage acceptable to the Director within sixty (60) days after any event specified in (a), (b), or (c) above.

The Permittee must also notify the Director by certified mail of the commencement of voluntary or involuntary proceedings under Title 11 (Bankruptcy), U.S. Code naming the owner or operator as debtor, within ten (10) business days after the commencement of the proceeding. A guarantor, if named as debtor of a corporate guarantee, must make such a notification as required under the terms of the guarantee.

APPENDIX A

WELL CONSTRUCTION REQUIREMENTS

See diagram.

Federal No. 7-1-9-17 was drilled to a depth of 5,975 feet (KB) feet in the Basal Carbonate Member of the Green River Formation.

Surface casing (8-5/8 inch) was set at a depth of 322 feet in a 12-1/4 inch hole using 160 sacks of cement which was circulated to the surface.

Production casing (5-1/2 inch) was set at a depth of 5,961feet (KB) in a 7-7/8 inch hole with 750 sacks of cement. Cement Bond Log (CBL) identifies adequate cement bond across the Confining Zone.

The schematic diagram shows enhanced recovery injection perforations in the Garden Gulch and Douglas Creek Members of the Green River Formation. Additional perforations may be added at a later time between the depths of 3,711 feet and the estimated top of the Wasatch Formation (6,011 feet) provided the operator first notifies the Director and later submits an updated well completion report (EPA Form 7520-12) and schematic diagram.

CBL shows top of cement at 93 feet. EPA estimates top of cement 1,115 feet.

The packer will be set no higher than 100 feet above the top perforation.

UT22157-08663

Federal #7-1-9-17

Spud Date: 10/04/07
Put on Production: 11/21/07
GL: 4955' KB: 4967'

Proposed Injection
Wellbore Diagram

Initial Production: BOPD,
MCFD, BWPD

SURFACE CASING

CSG SIZE: 8-5/8"
GRADE: J-55
WEIGHT: 24#
LENGTH: 7 jts. (309.77') Base USDW 275'
DEPTH LANDED: 321.62' KB
HOLE SIZE:12-1/4"
CEMENT DATA:1- 160, sxs Class "G" cmt, est 5 bbls cmt to surf.

Green River 1361'

PRODUCTION CASING

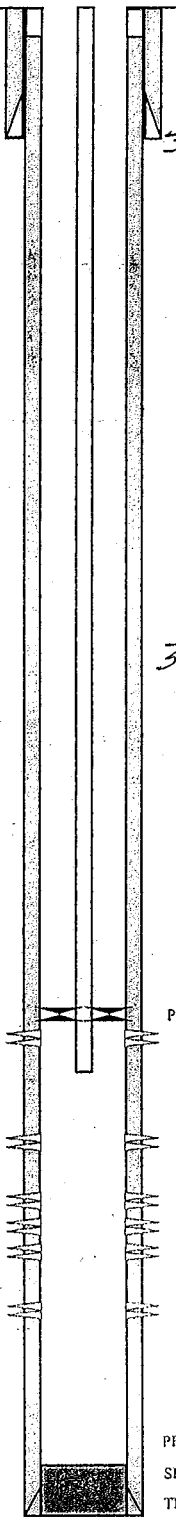
CSG SIZE: 5-1/2" Trona 2878'-2914'
GRADE: J-55
WEIGHT: 15.5# Mahogany 2914'-2920'
LENGTH: 154 jts. (5947.52')
DEPTH LANDED: 5960.77' KB
HOLE SIZE: 7-7/8"
CEMENT DATA: 300 sxs Prem. Lite II mixed & 450 sxs 50/50 POZ.
CEMENT TOP: 93'

80% BOND 3514'-3590'

TUBING

SIZE/GRADE/WT.: 2-7/8" / J-55 / 6.5#
NO. OF JOINTS: 184 jts (5764.86')
TUBING ANCHOR: 5779.66' KB
NO. OF JOINTS: 1 jts (31.43')
SEATING NIPPLE: 2-7/8" (1.10')
SN LANDED AT: 5811.09' KB
NO. OF JOINTS: 1 jts (31.41')
TOTAL STRING LENGTH: EOT @ 5842.50' KB

Douglas Creek 4660'



FRAC JOB

11/14/07	5797-5806'	**Frac CP5 sands as follows:** 24187# 20/40 sand in 372 bbls Lightning 17 frac fluid. Treated @ avg press of 1916 psi w/avg rate of 24.7 BPM. ISIP 1919 psi. Calc flush: 5795 gal. Actual flush: 5334 gal.
11/14/07	5672-5680'	**Frac CP3 sands as follows:** 14605# 20/40 sand in 275 bbl Lightning 17 frac fluid. Treated @ avg press of 1959 psi w/avg rate of 24.8 BPM. ISIP 1700 psi. Calc flush: 5670 gal. Actual flush: 5208 gal.
11/15/07	5540-5594'	**Frac CP2 sands as follows:** 129951# 20/40 sand in 933 bbls Lightning 17 frac fluid. Treated @ avg press of 1574 psi w/avg rate of 24.8 BPM. ISIP 1800 psi. Calc flush: 5538 gal. Actual flush: 4998 gal.
11/15/07	4974-4984'	**Frac B2 sands as follows:** 34661# 20/40 sand in 410 bbls Lightning 17 frac fluid. Treated @ avg press of 1879 psi w/avg rate of 24.7 BPM. ISIP 1960 psi. Calc flush: 4972 gal. Actual flush: 4452 gal.
11/15/07	4174-4181'	**Frac GB4 sands as follows:** 8532# 20/40 sand in 223 bbls Lightning 17 frac fluid. Treated @ avg press of 2285 psi w/avg rate of 24.7 BPM. ISIP 2082 psi. Calc flush: 4172 gal. Actual flush: 4070 gal.
9/12/08		Pump Change

3512'-3711' Confining Zone
3711' Garden Gulch

PERFORATION RECORD

5797-5806'	4 JSPF	36 holes
5672-5680'	4 JSPF	32 holes
5583-5594'	4 JSPF	44 holes
5540-5560'	4 JSPF	80 holes
4974-4984'	4 JSPF	40 holes
4174-4181'	4 JSPF	28 holes

5866' Basal Carbonate

Est. Wasatch 6011'

NEWFIELD

Federal #7-1-9-17
1915'FNL & 2091' FEL
SW/NE Section 1-T9S-R17E
Uintah Co, Utah
API #43-047-35849; Lease # UTU-79104

CT 11/4/09

APPENDIX B

LOGGING AND TESTING REQUIREMENTS

Logs.

Logs will be conducted according to current UIC guidance. It is the responsibility of the Permittee to obtain and use guidance prior to conducting any well logging required as a condition of this permit.

NO LOGGING REQUIREMENTS

Tests.

Tests will be conducted according to current UIC guidance. It is the responsibility of the Permittee to obtain and use guidance prior to conducting any well test required as a condition of this permit.

WELL NAME: Federal 7-1-9-17

TYPE OF TEST	DATE DUE
Standard Annulus Pressure	Prior to receiving authorization to inject and at least once within a five (5) year period following the last successful test.
Pore Pressure	Prior to receiving authorization to inject.

APPENDIX C

OPERATING REQUIREMENTS

MAXIMUM ALLOWABLE INJECTION PRESSURE:

Maximum Allowable Injection Pressure (MAIP) as measured at the surface shall not exceed the pressure(s) listed below.

WELL NAME	MAXIMUM ALLOWED INJECTION PRESSURE (psi) ZONE 1 (Upper)
Federal 7-1-9-17	1,210

INJECTION INTERVAL(S):

Injection is permitted only within the approved injection interval listed below. Injection perforations may be altered provided they remain within the approved injection interval and the Permittee provides notice to the Director in accordance with Part II, Section A, Paragraph 6. Specific injection perforations can be found in Appendix A.

WELL NAME: Federal 7-1-9-17

FORMATION NAME	APPROVED INJECTION INTERVAL (KB, ft) TOP	BOTTOM	FRACTURE GRADIENT (psi/ft)
Green River	3,711.00	6,011.00	0.730

ANNULUS PRESSURE:

The annulus pressure shall be maintained at zero (0) psi as measured at the wellhead. If this pressure cannot be maintained, the Permittee shall follow the procedures listed under Part II, Section C. 6. of this permit.

MAXIMUM INJECTION VOLUME:

There is no limitation on the number of barrels per day (bbls/day) of water that shall be injected into this well, provided further that in no case shall injection pressure exceed that limit shown in Appendix C.

APPENDIX D

MONITORING AND REPORTING PARAMETERS

This is a listing of the parameters required to be observed, recorded, and reported. Refer to the permit Part II, Section D, for detailed requirements for observing, recording, and reporting these parameters.

OBSERVE MONTHLY AND RECORD AT LEAST ONCE EVERY THIRTY DAYS	
OBSERVE AND RECORD	Injection pressure (psig)
	Annulus pressure(s) (psig)
	Injection rate (bbl/day)
	Fluid volume injected since the well began injecting (bbls)

ANNUALLY	
ANALYZE	Injected fluid total dissolved solids (mg/l)
	Injected fluid specific gravity
	Injected fluid specific conductivity
	Injected fluid pH

ANNUALLY	
REPORT	Each month's maximum and averaged injection pressures (psig)
	Each month's maximum and minimum annulus pressure(s) (psig)
	Each month's injected volume (bbl)
	Fluid volume injected since the well began injecting (bbl)
	Written results of annual injected fluid analysis
	Sources of all fluids injected during the year

In addition to these items, additional Logging and Testing results may be required periodically. For a list of those items and their due dates, please refer to APPENDIX B - LOGGING AND TESTING REQUIREMENTS.

APPENDIX E

PLUGGING AND ABANDONMENT REQUIREMENTS

See diagram.

The well shall be plugged in a manner that isolates the injection zone and prevents movement of fluid into or between USDWs and in accordance with other applicable Federal, State or local law or regulation. Tubing, packers, and any downhole apparatus shall be removed. Class A, C, G, and H cements, with additives such as accelerators and retarders that control or enhance cement properties, may be used for plugs. However, volume extending additives and gel cements are not approved for plug use. Plug placement shall be verified by tagging. Plugging gel of at least 9.2 lb/gal shall be placed between all plugs. Within sixty (60) days after plugging, the owner or operator shall submit Plugging Record (EPA Form 7520-13) to the Director. The Plugging Record must be certified as accurate and complete by the person responsible for the plugging operation. At a minimum, the following plugs are required:

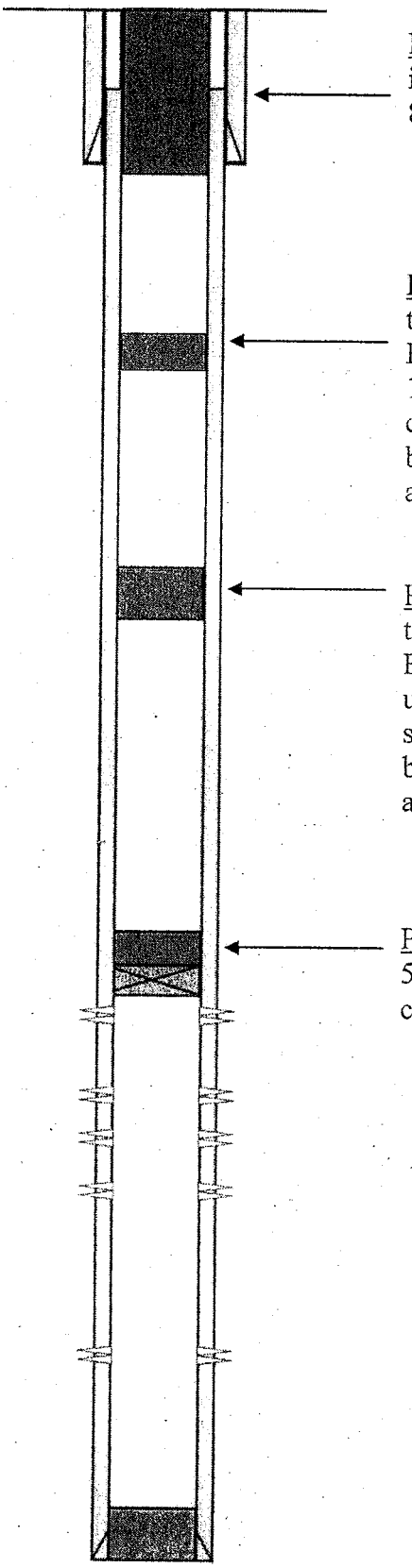
PLUG NO. 1: Seal Injection Zone: Set a cast iron bridge plug (CIBP) no more than fifty (50) feet above the top injection perforation. Place at least twenty (20) feet of cement plug on top of the CIBP.

PLUG NO. 2: Seal Mahogany Shale and Trona intervals: Squeeze a cement plug on the backside of the 5-1/2 inch casing across the Trona Zone and the Mahogany Shale approximately 2,810 feet to 2,980 feet (unless pre-existing backside cement precludes cement-squeezing this interval) followed by a minimum 170-foot balanced cement plug inside the 5-1/2 inch casing across the Trona Zone and the Mahogany Shale, approximately 2,810 feet to 2,980 feet.

PLUG NO. 3: Seal USDWs: Squeeze a cement plug (1,300 feet - 1,420 feet) on the backside of the 5-1/2 inch casing across the base of the Uinta Formation - top of Green River Formation (unless pre-existing backside cement precludes cement-squeezing this interval) followed by a minimum 120-foot (1,300 feet - 1,420 feet) balanced cement plug inside the 5-1/2 inch casing across the top of the Green River Formation.

PLUG NO.4: Seal Surface: Set a Class "G" cement plug within the 5-1/2 inch casing to 372 feet and up the 5-1/2 inch by 8-5/8 inch casings annulus to the surface.

Plugging and Abandonment Diagram
Federal No. 7-1-9-17



Plug 4: Set a Class "G" cement plug within the 5-1/2 inch casing surface to 372 feet and up the 5-1/2 inch X 8-5/8 inch casing annulus to the surface.

Plug 3: Perforate and squeeze cement up the backside of the casing across the contact between the Uinta Formation and Green River Formation 1,300 feet - 1,420 feet unless existing backside cement precludes cement-squeezing this interval. Set a minimum 120-foot balanced cement plug inside the casing from approximately 1,300 feet – 1,420 feet.

Plug 2: Perforate and squeeze cement up the backside of the casing across the Trona Zone and the Mahogany Bench from approximately 2,810 feet – 2,980 feet (KB) unless pre-existing backside cement precludes cement-squeezing this interval. Set a minimum 170-foot balanced cement plug inside the casing from approximately 2,810 feet – 2,980 feet.

Plug 1: Set a cast iron bridge plug (CIBP) no more than 50 ft above the top perforation with a minimum of 20 ft cement plug on top of the CIBP.

APPENDIX F

CORRECTIVE ACTION REQUIREMENTS

Federal No. 6-1-9-17 shall be monitored weekly at the surface for evidence of fluid movement out of the injection zone.

Newfield developed a corrective action monitoring program, effective July 10, 2008, entitled "Procedure related to proposed Class II Enhanced Oil Recovery Injection Wells determined by the EPA to have specific Area of Review (AOR) wells with inadequate cement across the Confining Zone".

If possible fluid movement out of the injection zone is identified, either through the weekly monitoring, through Newfield's July 10, 2008 procedure described above, or through any other means (for example, evidence of fluid flow or increased bradenhead annulus pressure readings, tubing-casing annulus pressure readings, or other evidence of a mechanical integrity failure), Permittee will shut in Federal No. 7-1-9-17 immediately and notify the Director. No injection into Federal No. 7-1-9-17 will be permitted until Permittee has notfied the Director that the situation has been resolved, submitted Rework Records (EPA Form No. 7520-12) and a schematic diagram, and received authorization from the Director to re-commence injection.

NEWFIELD

ROCKY MOUNTAINS

RE: Procedure related to proposed Class II Enhanced Oil Recovery Injection Wells determined by the EPA to have specific Area of Review (AOR) wells with inadequate cement across the confining zone

Effective July 10, 2008 Newfield Production Company will implement the following procedure to address concerns related to protection of Underground Sources of Drinking Water (USDW) in AOR wells where the interval of cement bond index across the confining zone behind pipe has been determined to be inadequate. The procedure is intended to meet the corrective action requirements found in the UIC Class II permit, as well as provide data that could be used to detect and prevent fluid movement out of the proposed injection zone.

1) Establish baseline production casing by surface casing annulus pressures prior to water injection in subject well with a calibrated gauge.
2) Record the baseline pressure, report findings to Newfield engineering group and keep on file so it is available upon request
3) Place injection well in service. Run packer integrity and radioactive tracer logs to verify wellbore integrity and determine zones taking water.
4) Construct a geologic cross section showing zones taking water and their geologic equivalent zones in the AOR wells.
5) Submit a report of the packer integrity log, radioactive tracer log, and geologic cross section to to the Newfield engineering staff for review and keep on file so it is available upon request
6) Weekly observations of the site will be made by Newfield during normal well operating activities. Any surface discharge of fluids will be reported immediately.
7) After injection well is placed in service, weekly observations of annulus pressure will be made and compared to baseline pressure and will be recorded once monthly. The recorded pressure information will be kept on file and be available upon request.
8) If pressure increases by more than 10% above baseline at any time in an AOR well with insufficient cement bond, Newfield will run a temperature survey log in subject well. This log, in concert with the geologic crossection, will enable the determination of water movement in the open hole by production casing annulus through a shift in geothermal gradient.
9) If water movement is determined in annulus, Newfield will shut in the injection well and repair the production casing by open hole annulus or leave the injection well out of service.

STATEMENT OF BASIS

NEWFIELD PRODUCTION CO.
FEDERAL 7-1-9-17
UINTAH COUNTY, UT

EPA PERMIT NO. UT22157-08663

CONTACT: Emmett Schmitz
U. S. Environmental Protection Agency
Ground Water Program, 8P-W-GW
1595 Wynkoop Street
Denver, Colorado 80202-1129
Telephone: 1-800-227-8917 ext. 312-6174

This STATEMENT OF BASIS gives the derivation of site-specific UIC Permit conditions and reasons for them. Referenced sections and conditions correspond to sections and conditions in the Permit.

EPA UIC permits regulate the injection of fluids into underground injection wells so that the injection does not endanger underground sources of drinking water. EPA UIC permit conditions are based upon the authorities set forth in regulatory provisions at 40 CFR Parts 144 and 146, and address potential impacts to underground sources of drinking water. Under 40 CFR 144.35 Issuance of this permit does not convey any property rights of any sort or any exclusive privilege, nor authorize injury to persons or property of invasion of other private rights, or any infringement of other Federal, State or local laws or regulations. Under 40 CFR 144 Subpart D, certain conditions apply to all UIC Permits and may be incorporated either expressly or by reference. General Permit conditions for which the content is mandatory and not subject to site-specific differences (40 CFR Parts 144, 146 and 147) are not discussed in this document.

PART I. General Information and Description of Facility

Newfield Production Co.
1001 Seventeenth Street, Suite 2000
Denver, CO 80202

on

November 10, 2009

submitted an application for an Underground Injection Control (UIC) Program Permit or Permit Modification for the following injection well or wells:

Federal 7-1-9-17
1,915' FNL & 2,091 ' FEL, SWNE S1, T9S, R17E
Uintah County, UT

Regulations specific to Uintah-Ouray Indian Reservation injection wells are found at 40 CFR 147 Subpart TT.

The application, including the required information and data necessary to issue or modify a UIC Permit in accordance with 40 CFR Parts 144, 146 and 147, was reviewed and determined by EPA to be complete.

The Permit will expire upon delegation of primary enforcement responsibility (primacy) for applicable portions of the UIC Program to the Ute Indian Tribe or the State of Utah unless the delegated agency has the authority and chooses to adopt and enforce this Permit as a Tribal or State Permit.

TABLE 1.1 shows the status of the well or wells as "New", "Existing", or "Conversion" and for Existing shows the original date of injection operation. Well authorization "by rule" under 40 CFR Part 144 Subpart C expires automatically on the Effective Date of an issued UIC Permit.

Federal No. 7-1-9-17 is currently an active Green River Formation Garden Gulch-Douglas Creek Members oil well. It is the initial intent of the applicant to use current production perforations for Class II enhanced recovery injection. Federal No. 7-1-9-17 has total depth in the Basal Carbonate Member. There is adequate cement bond across the Confining Zone.

TABLE 1.1

WELL STATUS / DATE OF OPERATION

NEW WELLS

Well Name	Well Status	Date of Operation
Federal 7-1-9-17	New	N/A

PART II. Permit Considerations (40 CFR 146.24)

Hydrogeologic Setting

Water wells for domestic supply in this area, when present, generally are completed into the shallow alluvium, the Duchesne River Formation, or the underlying Uinta Formation, and the water generally contains approximately 500 to 1,500 mg/l and higher total dissolved solids.

The Uinta-Animas aquifer in the Uinta Basin is present in water-yielding beds of sandstone, conglomerate, and siltstone of the Duchesne River and Uinta Formations, the Renegade Tongue of the Wasatch Formation, and the Douglas Creek Member of the Green River Formation. The Renegade Tongue of the Wasatch Formation and the Douglas Creek Member of the Green River Formation contain an aquifer along the southern and eastern margins of the basin where the rocks primarily consist of fluvial, massive, irregularly bedded sandstone and siltstone. Water-yielding units in the Uinta-Animas aquifer in the Uinta Basin commonly are separated from each other and from the underlying Mesaverde aquifer by units of low permeability composed of claystone, shale, marlstone, or limestone. In the Uinta Basin, for example, the part of the aquifer in the Duchesne River and Uinta Formations ranges in thickness from 0 feet at the southern margin of the aquifer to as much as 9,000 feet in the north-central part of the aquifer. Ground-water recharge to the Uinta-Animas aquifer generally occurs in the areas of higher altitude along the margins of the basin. Ground water is discharged mainly to streams, springs, and by transpiration from vegetation growing along stream valleys. The rate of ground-water withdrawal is small, and natural discharge is approximately equal to recharge. Recharge occurs near the southern margin of the aquifer, and discharge occurs near the White and Green Rivers (from USGS publication HA 730-C). Water samples from Mesaverde sands in the nearby Natural Buttes Unit yielded highly saline water.

Geologic Setting (TABLE 2.1)

The proposed enhanced oil recovery injection well is located in the Greater Monument Butte Field, T7-9S and R15-19E, which lies near the center of the broad, gently northward dipping south flank of the Uinta Basin. More than 450 million barrels of oil (63 MT) have been produced from sediments of the Uinta Basin. The Uinta Basin is a topographic and structural trough encompassing an area of more than 9,300 square mi (14,900 km) in northeast Utah. The basin is sharply asymmetrical, with a steep north flank bounded by the east-west-trending Uinta Mountains, and a gently dipping south flank. The Uinta Basin was formed in Paleocene to Eocene time, creating a large area of internal drainage which was filled by the ancestral Lake Uinta. The lacustrine, or fresh water lake-formed, sediments deposited in and around Lake Uinta make up the Uintah and Green River Formations. The southern shore of Lake Uinta was very broad and flat, resulting in large cyclic shifts of the location of the shoreline during the many repeated transgressive and regressive cycles caused by the climatic and tectonic-induced rise and fall of water levels of the lake. Distributary-mouth bars, distributary channels, and near-shore bars are the primary oil producing sandstone reservoirs in the area. (Ref: "Reservoir Characterization of the Lower Green River Formation, Southwest Uinta Basin, Utah Biannual Technical Progress Report, 4/1/99-9/30/99", by C. D. Morgan, Program Manager, November 1999, Contract DE-AC26-98BC15103).

The Duchesne River Formation is absent in this area. Shale and siltstone of the Uintah Formation outcrop and compose the surface rock throughout the area. The lower 600 feet to 800 feet of the Uinta Formation, consisting generally of shale interbedded with occasionally water-bearing sandstone lenses between 5 feet to 20 feet thick, is underlain by the Green River Formation. The

Green River Formation is further subdivided into several Member and local marker units. The cyclic nature of Green River deposition in the southern shore area resulted in numerous stacked, intertonguing deltaic and near-shore sand and silt deposits. Red alluvial shale and siltstone deposits that intertongue with the Green River sediments are of the Colton and Wasatch Formations. Under the Wasatch Formation is the Mesaverde Formation, which consists primarily of continental-origin deposits of interbedded shale, sandstone, and coal.

The geologic dip is about 200 feet per mile, and there are no known surface faults in this area. Veins of gilsonite, a natural resinous hydrocarbon occasionally mined as a resource, occurs in the greater Uintah Basin though it is predominantly found on the eastern margin of the basin near the Colorado border. Vertical veins, generally between 2 feet to 6 feet wide but up to 28 feet wide, may extend many miles in length and occasionally extend as deep as 2,000 feet. In this area within the Greater Monument Butte Field there is one known gilsonite vein. This vein is not considered to present a pathway for migration of fluid out of the injection zone because it terminates at depth of about 2,000 ft, far above the protective confining layer and much deeper injection zone.

TABLE 2.1
GEOLOGIC SETTING
Federal 7-1-9-17

Formation Name	Top (ft)	Base (ft)	TDS (mg/l)	Lithology
Uinta (Publication 92)	0	275	< 10,000	Sand and shale.
Uinta	275	1,361		Interbedded lacustrine sand, shale and carbonate with some fluvial sand and shale.
Green River	1,361	6,011		Interbedded lacustrine sand, shale and carbonate with some fluvial sand and shale.
Green River: Trona	2,878	2,914		Evaporite
Green River: Mahogany Bench	2,914	2,929		Shale
Green River: Confining Zone	3,512	3,711		Shale
Green River: Garden Gulch	3,711	4,660	13,947	Interbedded lacustrine sand, shale and carbonate with some fluvial sand and shale.
Garden Gulch: Douglas Creek Member	4,660	5,886	13,947	Interbedded lacustrine sand, shale and carbonate with some fluvial sand and shale.
Green River: Basal Carbonate Member	5,886	6,011		Carbonate

Proposed Injection Zone(s) (TABLE 2.2)

An injection zone is a geological formation, group of formations, or part of a formation that receives fluids through a well. The proposed injection zones are listed in TABLE 2.2.

Injection will occur into an injection zone that is separated from USDWs by a confining zone which is free of known open faults or fractures within the Area of Review.

The EPA approved interval for Class II enhanced recovery injection is located between the top of

the Garden Gulch Member (3,711 feet) and the top of the Wasatch Formation which is estimated to be 6,011 feet.

TABLE 2.2
INJECTION ZONES
Federal 7-1-9-17

Formation Name	Top (ft)	Base (ft)	TDS (mg/l)	Fracture Gradient (psi/ft)	Porosity	Exempted?*
Green River	3,711	6,011	13,947	0.730		N/A

* **C - Currently Exempted**
E - Previously Exempted
P - Proposed Exemption
N/A - Not Applicable

Confining Zone(s) (TABLE 2.3)

A confining zone is a geological formation, part of a formation, or a group of formations that limits fluid movement above the injection zone. The confining zone or zones are listed in TABLE 2.3.

A 199-foot (3,711 feet - 3,512 feet) shale Confining Zone overlies the top of the Garden Gulch Member.

TABLE 2.3
CONFINING ZONES
Federal 7-1-9-17

Formation Name	Formation Lithology	Top (ft)	Base (ft)
Green River	Shale	3,512	3,711

Underground Sources of Drinking Water (USDWs) (TABLE 2.4)

Aquifers or the portions thereof which contain less than 10,000 mg/l total dissolved solids (TDS) and are being or could in the future be used as a source of drinking water are considered to be USDWs. The USDWs in the area of this facility are identified in TABLE 2.4.

Throughout the Greater Monument Butte Field area undergoing enhanced oil recovery operations, water analyses of the Green River Formation generally exhibit total dissolved solids (TDS) content well in excess of 10,000 mg/l. However, some recent water analyses from the field showed lower TDS values closer to 10,000 mg/l. While rain and surface water recharge into Green River Formation outcrops further south along the Book Cliffs/Roan Cliffs in effect "freshens" the Green River Formation water near those outcrops, in this area of the Monument Butte Field the observed occasional 'freshening' is ascribed to the effective dilution of the originally in-place high TDS water from injection of relatively fresh water for enhanced oil recovery operations. Water samples from deeper Mesaverde Formation sands in the nearby Natural Buttes Unit yield highly saline water.

The State of Utah "Water Wells and Springs" identifies no public water supply wells within the one-quarter (1/4) mile Area-of-Review (AOR) around the Federal No. 7-1-9-17.

Technical Publication No. 92: State of Utah, Department of Natural Resources, cites the base of Underground Sources of Drinking Water (USDW) in the Uinta Formation occur approximately 275 feet from the surface. However, absent definitive information relaltive to the water quality of the Uinta Formation, from the depth of 275 feet to the base of the Uinta Formation (1,361 feet), the EPA will require, during plugging and abandonment, a cement plug at the base of the Uinta Formation to protect contamination of possible Uinta USDWs.

TABLE 2.4
UNDERGROUND SOURCES OF DRINKING WATER (USDW)
Federal 7-1-9-17

Formation Name	Formation Lithology	Top (ft)	Base (ft)	TDS (mg/l)
Uinta: Public. 92	Sand and shale.	0	275	< 10,000
Uinta	Interbedded sand, shale and carbonate with some fluvial sand and shale.	275	1,361	

PART III. Well Construction (40 CFR 146.22)

See diagram.

Federal No. 7-1-9-17 was drilled to a depth of 5,975 feet (KB) feet in the Basal Carbonate Member of the Green River Formation.

Surface casing (8-5/8 inch) was set at a depth of 322 feet in a 12-1/4 inch hole using 160 sacks of cement which was circulated to the surface.

Production casing (5-1/2 inch) was set at a depth of 5,961feet (KB) in a 7-7/8 inch hole with 750 sacks of cement. Cement Bond Log (CBL) identifies adequate cement bond across the Confining Zone.

The schematic diagram shows enhanced recovery injection perforations in the Garden Gulch and Douglas Creek Members of the Green River Formation. Additional perforations may be added at a later time between the depths of 3,711 feet and the estimated top of the Wasatch Formation (6,011 feet) provided the operator first notifies the Director and later submits an updated well completion report (EPA Form 7520-12) and schematic diagram.

CBL shows top of cement at 93 feet. EPA estimates top of cement 1,115 feet.

The packer will be set no higher than 100 feet above the top perforation.

TABLE 3.1
WELL CONSTRUCTION REQUIREMENTS
Federal 7-1-9-17

Casing Type	Hole Size (in)	Casing Size (in)	Cased Interval (ft)	Cemented Interval (ft)
Production	7.88	5.50	0 - 5,961	93 - 5,975
Surface	12.25	8.63	0 - 322	0 - 322

The approved well completion plan will be incorporated into the Permit as APPENDIX A and will be binding on the Permittee. Modification of the approved plan is allowed under 40 CFR 144.52(a)(1) provided written approval is obtained from the Director prior to actual modification.

Casing and Cementing (TABLE 3.1)

The construction plan for the well or wells proposed for conversion to an injection well was evaluated and determined to be in conformance with standard practices and guidelines that ensure well injection does not result in the movement of fluids into USDWs. Well construction and conversion details for the well or wells are shown in TABLE 3.1.

Tubing and Packer

Injection tubing is required to be installed from a packer up to the surface inside the well casing. The packer will be set above the uppermost perforation. The tubing and packer are designed to prevent injection fluid from coming into contact with the outermost casing.

Tubing-Casing Annulus (TCA)

The TCA allows the casing, tubing and packer to be pressure-tested periodically for mechanical integrity, and will allow for detection of leaks. The TCA will be filled with fresh water treated with a corrosion inhibitor or other fluid approved by the Director.

The tubing/casing annulus must be kept closed at all times so that it can be monitored as required under conditions of the Permit.

Monitoring Devices

The permittee will be required to install and maintain wellhead equipment that allows for monitoring pressures and providing access for sampling the injected fluid. Required equipment may include but is not limited to: 1) shut-off valves located at the wellhead on the injection tubing and on the TCA; 2) a flow meter that measures the cumulative volume of injected fluid; 3) fittings or pressure gauges attached to the injection tubing and the TCA for monitoring the injection and TCA pressure; and 4) a tap on the injection line, isolated by shut-off valves, for sampling the injected fluid.

All sampling and measurement taken for monitoring must be representative of the monitored activity.

PART IV. Area of Review, Corrective Action Plan (40 CFR 144.55)

TABLE 4.1
AOR AND CORRECTIVE ACTION

Well Name	Type	Status (Abandoned Y/N)	Total Depth (ft)	TOC Depth (ft)	CAP Required (Y/N)
Federal No. 6-1-9-17	Producer	No	5,916	124	Yes

TABLE 4.1 lists the wells in the Area of Review ("AOR") and shows the well type, operating status, depth, top of casing cement ("TOC") and whether a Corrective Action Plan ("CAP") is required for the well.

Area Of Review

Applicants for Class I, II (other than "existing" wells) or III injection well Permits are required to identify the location of all known wells within the injection well's Area of Review (AOR) which penetrate the injection zone, or in the case of Class II wells operating over the fracture pressure of the formation, all known wells within the area of review that penetrate formations which may be affected by increased pressure. Under 40 CFR 146.6 the AOR may be a fixed radius of not less than one quarter (1/4) mile or a calculated zone of endangering influence. For Area Permits, a fixed width of not less than one quarter (1/4) mile for the circumscribing area may be used.

Corrective Action Plan

For wells in the AOR which are improperly sealed, completed, or abandoned, the applicant shall develop a Corrective Action Plan (CAP) consisting of the steps or modifications that are necessary to prevent movement of fluid into USDWs.

The CAP will be incorporated into the Permit as APPENDIX F and become binding on the permittee.

TABLE 4.1 lists the wells in the AOR, and shows the well type, operating status, depth, top of casing cement and whether a CAP is required for this well.

PART V. Well Operation Requirements (40 CFR 146.23)

TABLE 5.1
INJECTION ZONE PRESSURES
Federal 7-1-9-17

Formation Name	Depth Used to Calculate MAIP (ft)	Fracture Gradient (psi/ft)	Initial MAIP (psi)
Green River	4,174	0.730	1,210

Approved Injection Fluid

The approved injection fluid is limited to Class II injection well fluids pursuant to 40 CFR § 144.6(b). For disposal wells injecting water brought to the surface in connection with natural gas storage operations, or conventional oil or natural gas production, the fluid may be commingled and the well used to inject other Class II wastes such as drilling fluids and spent well completion, treatment and stimulation fluid. Injection of non-exempt wastes, including unused fracturing fluids or acids, gas plant cooling tower cleaning wastes, service wastes, and vacuum truck and drum rinsate from trucks and drums transporting or containing non-exempt waste, is prohibited.

The proposed injectate will be a blend of water from the Johnson Water District pipeline and/or the Green River pipeline, and produced Green River Formation water from wells proximate to the Federal No. 7-1-9-17.

Injection Pressure Limitation

Injection pressure, measured at the wellhead, shall not exceed a maximum calculated to assure that the pressure used during injection does not initiate new fractures or propagate existing fractures in the confining zones adjacent to the USDWs.

The applicant submitted injection fluid density and injection zone data which was used to calculate a formation fracture pressure and to determine the maximum allowable injection pressure (MAIP), as measured at the surface, for this Permit.

TABLE 5.1 lists the fracture gradient for the injection zone and the approved MAIP, determined according to the following formula:

$$FP = [fg - (0.433 * sg)] * d$$

FP = formation fracture pressure (measured at surface)
fg = fracture gradient (from submitted data or tests)
sg = specific gravity (of injected fluid)
d = depth to top of injection zone (or top perforation)

Injection Volume Limitation

Cumulative injected fluid volume limits are set to assure that injected fluids remain within the boundary of the exempted area. Cumulative injected fluid volume is limited when injection occurs into an aquifer that has been exempted from protection as a USDW.

There will be no restrictions on the cumulative volume or daily volume of authorized Class II fluid to be injected into the approved Green River Formation interval. The Permittee shall not exceed the maximum authorized surface injection pressure.

Mechanical Integrity (40 CFR 146.8)

An injection well has mechanical integrity if:

1. there is no significant leak in the casing, tubing, or packer (Part I); and
2. there is no significant fluid movement into a USDW through vertical channels adjacent to the injection well bore (Part II).

The Permit prohibits injection into a well which lacks mechanical integrity.

The Permit requires that the well demonstrate mechanical integrity prior to injection and periodically thereafter. A demonstration of mechanical integrity includes both internal (Part I) and external (Part II). The methods and frequency for demonstrating Part I and Part II mechanical integrity are dependent upon well-specific conditions as explained below.

Well construction and site-specific conditions dictate the following requirements for mechanical integrity (MI) demonstrations:

Internal MI will be demonstrated prior to beginning injection. Since this well is constructed with a standard casing, tubing, and packer configuration, a successful mechanical integrity test (MIT) is required to take place at least once every five (5) years. A demonstration of Part I MI is also required prior to resuming injection following any workover operation that affects the casing, tubing, or packer. Part I MI may be demonstrated by a standard tubing-casing annulus pressure test using the maximum permitted injection pressure or 1,000 psi, which ever is less, with a ten (10) percent or less pressure loss over thirty (30) minutes.

PART VI. Monitoring, Recordkeeping and Reporting Requirements

Injection Well Monitoring Program

At least once a year the permittee must analyze a sample of the injected fluid for total dissolved solids (TDS), specific conductivity, pH, and specific gravity. This analysis shall be reported to EPA annually as part of the Annual Report to the Director. Any time a new source of injected fluid is added, a fluid analysis shall be made of the new source.

Instantaneous injection pressure, injection flow rate, cumulative fluid volume and TCA pressures must be observed on a weekly basis. A recording, at least once every thirty (30) days, must be made of the injection pressure, annulus pressure, monthly injection flow rate and cumulative fluid volume. This information is required to be reported annually as part of the Annual Report to the Director.

PART VII. Plugging and Abandonment Requirements (40 CFR 146.10)

Plugging and Abandonment Plan

Prior to abandonment, the well shall be plugged in a manner that isolates the injection zone and prevents movement of fluid into or between USDWs, and in accordance with any applicable Federal, State or local law or regulation. Tubing, packer and other downhole apparatus shall be removed. Cement with additives such as accelerators and retarders that control or enhance cement properties may be used for plugs; however, volume-extending additives and gel cements are not approved for plug use. Plug placement shall be verified by tagging. Plugging gel of at least 9.2 lb/gal shall be placed between all plugs. A minimum 50 ft surface plug shall be set inside and outside of the surface casing to seal pathways for fluid migration into the subsurface. Within sixty (60) days after plugging the owner or operator shall submit Plugging Record (EPA Form 7520 13) to the Director. The Plugging Record must be certified as accurate and complete by the person responsible for the plugging operation. The plugging and abandonment plan is described in Appendix E of the Permit.

The well shall be plugged in a manner that isolates the injection zone and prevents movement of fluid into or between USDWs and in accordance with other applicable Federal, State or local law or regulation. Tubing, packers, and any downhole apparatus shall be removed. Class A, C, G, and H cements, with additives such as accelerators and retarders that control or enhance cement

properties, may be used for plugs. However, volume extending additives and gel cements are not approved for plug use. Plug placement shall be verified by tagging. Plugging gel of at least 9.2 lb/gal shall be placed between all plugs. Within sixty (60) days after plugging, the owner or operator shall submit Plugging Record (EPA Form 7520-13) to the Director. The Plugging Record must be certified as accurate and complete by the person responsible for the plugging operation. At a minimum, the following plugs are required:

PLUG NO. 1: Seal Injection Zone: Set a cast iron bridge plug (CIBP) no more than fifty (50) feet above the top injection perforation. Place at least twenty (20) feet of cement plug on top of the CIBP.

PLUG NO. 2: Seal Mahogany Shale and Trona intervals: Squeeze a cement plug on the backside of the 5-1/2 inch casing across the Trona Zone and the Mahogany Shale approximately 2,810 feet to 2,980 feet (unless pre-existing backside cement precludes cement-squeezing this interval) followed by a minimum 170-foot balanced cement plug inside the 5-1/2 inch casing across the Trona Zone and the Mahogany Shale, approximately 2,810 feet to 2,980 feet.

PLUG NO. 3: Seal USDWs: Squeeze a cement plug (1,300 feet - 1,420 feet) on the backside of the 5-1/2 inch casing across the base of the Uinta Formation/top of Green River Formation (unless pre-existing backside cement precludes cement-squeezing this interval) followed by a minimum 120-foot (1,300 feet - 1,420 feet) balanced cement plug inside the 5-1/2 inch casing across the top of the Green River Formation.

PLUG NO.4: Seal Surface: Set a Class "G" cement plug within the 5-1/2 inch casing to 372 feet and up the 5-1/2 inch by 8-5/8 inch casings annulus to the surface.

PART VIII. Financial Responsibility (40 CFR 144.52)

Demonstration of Financial Responsibility

The permittee is required to maintain financial responsibility and resources to close, plug, and abandon the underground injection operation in a manner prescribed by the Director. The permittee shall show evidence of such financial responsibility to the Director by the submission of a surety bond, or other adequate assurance such as financial statements or other materials acceptable to the Director. The Regional Administrator may, on a periodic basis, require the holder of a lifetime permit to submit a revised estimate of the resources needed to plug and abandon the well to reflect inflation of such costs, and a revised demonstration of financial responsibility if necessary. Initially, the operator has chosen to demonstrate financial responsibility with:

A demonstration of Financial Responsibility in the amount of $59,344 has been reviewed and approved by he EPA.

The Director may revise the amount required, and may require thr Permittee to obtain and provide updated estimates of plugging and abandonment costs according to the approved Plugging and Abandonment Plan.

Financial Statement, received May 16, 2008

Evidence of continuing financial responsibility is required to be submitted to the Director annually.

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

5. LEASE DESIGNATION AND SERIAL NUMBER: USA UTU-79014
6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
7. UNIT or CA AGREEMENT NAME: GMBU
8. WELL NAME and NUMBER: FEDERAL 7-1-9-17
9. API NUMBER: 4304735849
10. FIELD AND POOL, OR WILDCAT: GREATER MB UNIT

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 [X] GAS WELL [ ] OTHER

2. NAME OF OPERATOR: NEWFIELD PRODUCTION COMPANY

3. ADDRESS OF OPERATOR: Route 3 Box 3630 CITY Myton STATE UT ZIP 84052 PHONE NUMBER 435.646.3721

4. LOCATION OF WELL:
FOOTAGES AT SURFACE: COUNTY: UINTAH
OTR/OTR. SECTION. TOWNSHIP. RANGE. MERIDIAN: , 1, T9S, R17E STATE: UT

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

TYPE OF SUBMISSION	TYPE OF ACTION		
[ ] NOTICE OF INTENT (Submit in Duplicate)	[ ] ACIDIZE	[ ] DEEPEN	[ ] REPERFORATE CURRENT FORMATION
Approximate date work will	[ ] ALTER CASING	[ ] FRACTURE TREAT	[ ] SIDETRACK TO REPAIR WELL
	[ ] CASING REPAIR	[ ] NEW CONSTRUCTION	[ ] TEMPORARITLY ABANDON
	[ ] CHANGE TO PREVIOUS PLANS	[ ] OPERATOR CHANGE	[ ] TUBING REPAIR
	[ ] CHANGE TUBING	[ ] PLUG AND ABANDON	[ ] VENT OR FLAIR
[X] SUBSEQUENT REPORT (Submit Original Form Only)	[ ] CHANGE WELL NAME	[ ] PLUG BACK	[ ] WATER DISPOSAL
Date of Work Completion:	[X] CHANGE WELL STATUS	[ ] PRODUCTION (START/STOP)	[ ] WATER SHUT-OFF
01/17/2011	[ ] COMMINGLE PRODUCING FORMATIONS	[ ] RECLAMATION OF WELL SITE	[ ] OTHER: -
	[X] CONVERT WELL TYPE	[ ] RECOMPLETE - DIFFERENT FORMATION	

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

The subject well has been converted from a producing oil well to an injection well on 01/13/2011.

On 01/11/2011 Jason Deardorff with the EPA was contacted concerning the initial MIT on the above listed well. On 01/17/2011 the casing was pressured up to 1200 psig and charted for 30 minutes with no pressure loss. The well was not injecting during the test. The tubing pressure was 400 psig during the test. There was not an EPA representative available to witness the test.

EPA# UT22157-08663 API# 43-047-35849

Accepted by the
Utah Division of
Oil, Gas and Mining

FOR RECORD ONLY

NAME (PLEASE PRINT) Lucy Chavez-Naupoto TITLE Administrative Assistant

SIGNATURE [signature] DATE 01/18/2011

(This space for State use only)

RECEIVED
JAN 24 2011
DIV. OF OIL, GAS & MINING

FORM 3160-5
(August 2007)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: July 31,2010

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 page 2

5. Lease Serial No.
USA UTU-79014

6. If Indian, Allottee or Tribe Name.

7. If Unit or CA/Agreement, Name and/or
GMBU

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.
FEDERAL 7-1-9-17

2. Name of Operator
NEWFIELD PRODUCTION COMPANY

9. API Well No.
4304735849

3a. Address Route 3 Box 3630
Myton, UT 84052

3b. Phone *(include are code)*
435.646.3721

10. Field and Pool, or Exploratory Area
GREATER MB UNIT

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

Section 1 T9S R17E

11. County or Parish, State
UINTAH, UT

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

TYPE OF SUBMISSION	TYPE OF ACTION			
☐ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☒ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other Change Status
	☐ Change Plans	☐ Plug & Abandon	☐ Temporarily Abandon	
	☒ Convert to Injector	☐ Plug Back	☐ 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.)

The subject well has been converted from a producing oil well to an injection well on 01/13/2011.

On 01/11/2011 Jason Deardorff with the EPA was contacted concerning the initial MIT on the above listed well. On 01/17/2011 the casing was pressured up to 1200 psig and charted for 30 minutes with no pressure loss. The well was not injecting during the test. The tubing pressure was 400 psig during the test. There was not an EPA representative available to witness the test.

EPA# UT22157-08663 API# 43-047-35849

I hereby certify that the foregoing is true and correct *(Printed/ Typed)*
Lucy Chavez-Naupoto

Title
Administrative Assistant

Signature

Date
01/18/2011

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 and fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)

RECEIVED
JAN 24 2011
DIV. OF OIL, GAS & MINING

Mechanical Integrity Test
Casing or Annulus Pressure Mechanical Integrity Test

U.S. Environmental Protection Agency
Underground Injection Control Program
999 18th Street, Suite 500 Denver, CO 80202-2466

EPA Witness: _____ Date: 1 / 17 / 11
Test conducted by: Austin Harrison
Others present: _____

Well Name: Federal 7-1-9-17 Type: ER SWD Status: AC TA UC
Field: Monument Butte
Location: 7 Sec: 1 T 9 N (S) R 17 (E) W County: Uintah State: UT
Operator: Newfield Production
Last MIT: / / Maximum Allowable Pressure: NA PSIG

Is this a regularly scheduled test? [ ] Yes [X] No
Initial test for permit? [X] Yes [ ] No
Test after well rework? [ ] Yes [X] No
Well injecting during test? [ ] Yes [X] No If Yes, rate: _____ bpd

Pre-test casing/tubing annulus pressure: 0 psig

MIT DATA TABLE	Test #1	Test #2	Test #3
TUBING	*PRESSURE*		
Initial Pressure	400 psig	psig	psig
End of test pressure	400 psig	psig	psig
CASING / TUBING	*ANNULUS*	*PRESSURE*	
0 minutes	1200 psig	psig	psig
5 minutes	1200 psig	psig	psig
10 minutes	1200 psig	psig	psig
15 minutes	1200 psig	psig	psig
20 minutes	1200 psig	psig	psig
25 minutes	1200 psig	psig	psig
30 minutes	1200 psig	psig	psig
_____ minutes	psig	psig	psig
_____ minutes	psig	psig	psig
RESULT	[X] Pass [ ] Fail	[ ] Pass [ ] Fail	[ ] Pass [ ] Fail

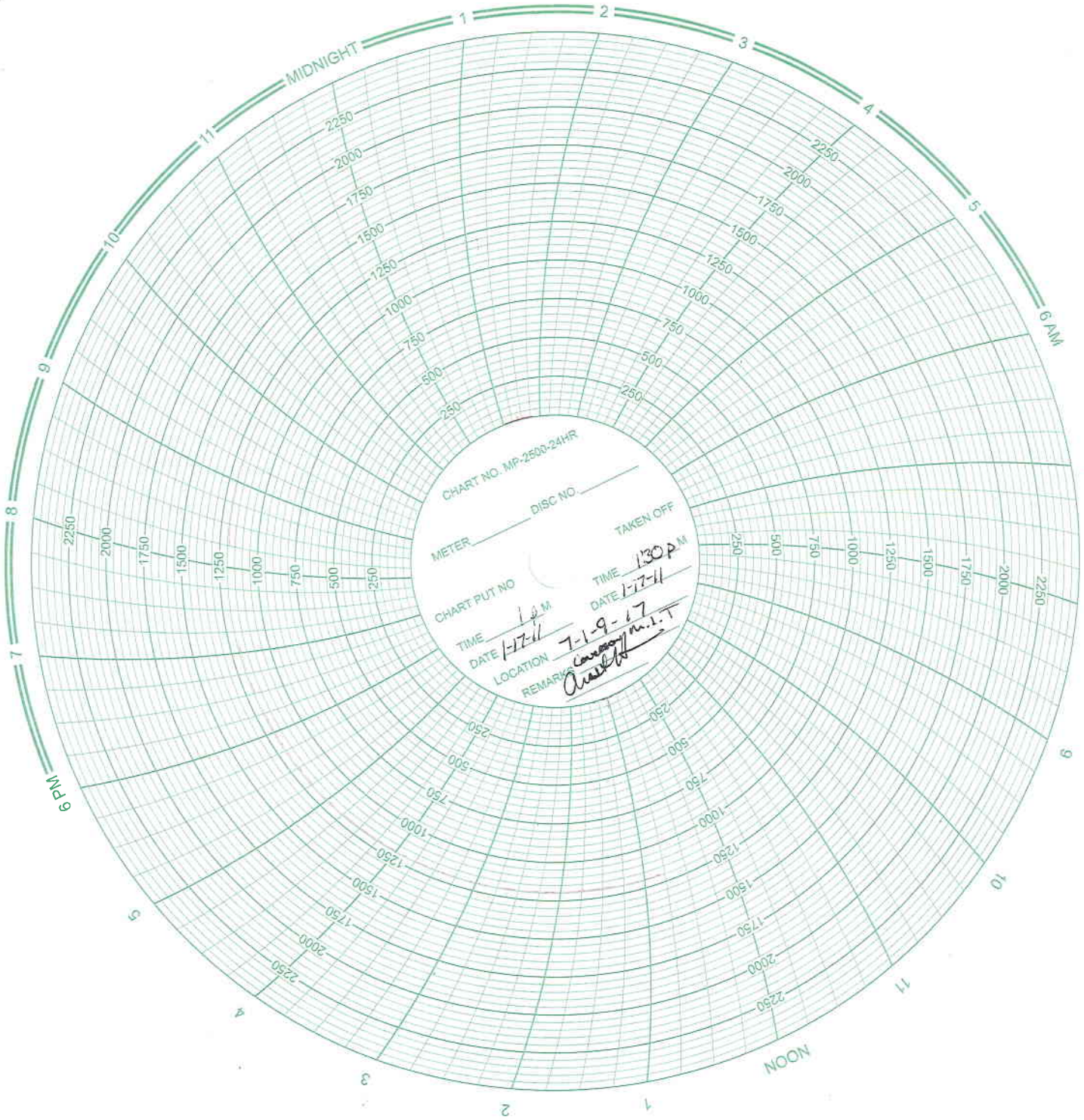
Does the annulus pressure build back up after the test ? [ ] Yes [X] No

MECHANICAL INTEGRITY PRESSURE TEST

Additional comments for mechanical integrity pressure test, such as volume of fluid added to annulus and bled back at end of test, reason for failing test (casing head leak, tubing leak, other), etc.:

_____

Signature of Witness: _____


MIDNIGHT
6 AM
NOON
6 PM
CHART NO. MP-2500-24HR
METER
DISC NO.
TAKEN OFF
TIME 1:30 P M
DATE 1-17-11
CHART PUT NO
TIME 1 P M
DATE 1-17-11
LOCATION 7-1-9-17
REMARKS

Daily Activity Report

Format For Sundry

FEDERAL 7-1-9-17

11/1/2010 To 3/28/2011

1/11/2011 Day: 1 **Conversion**

Nabors #1608 on 1/11/2011 - MIRU Nabors #1608. Start LD rod string. - MIRU Nabors rig #1608. RU HO trk & pump 60 BW dn annulus @ 250°F. RD pumping unit & unseat rod pump. Flush tbg & rods W/ 40 BW @ 250°F. Re-seat rod pump, soft joint rod string & strip off flow-T. Fill tbg W/ 6 BW. Pressure test tbg to 3000 psi. Retrieve rod string & unseat pump. TOH & LD 55 rods. PU polished rod & SIFN.
Daily Cost: $0
Cumulative Cost: ($12,611)

1/12/2011 Day: 2 **Conversion**

Nabors #1608 on 1/12/2011 - Finish LD rod string and pump. Start TOH W/ production tbg. - RU HO trk & flush tbg and rods W/ 40 BW @ 250°F. Con't LD rod string and pump. Re-flushed rods W/ add'l 20 BW on TOH. ND wellhead & release TA @ 5780'. NU BOP. TOH & talley production tbg. Break each connection, clean & inspect pins and apply Liquid O-ring to pins. Flush tbg on TOH W/ 30 BW to clear wax ID. Out W/ 40 jts. SIFN.
Daily Cost: $0
Cumulative Cost: ($10,193)

1/13/2011 Day: 3 **Conversion**

Nabors #1608 on 1/13/2011 - Finished TOH W/ production tbg. TIH W/ packer & test injection string. - RU HO trk to tbg & flush W/ 30 BW @ 250°F. Con't TOH & talley production tbg. Break each connection, clean & inspect pins and apply Liquid O-ring to pins. LD btm 54 jts & BHA. MU & TIH W/ new Weatherford 5 1/2" Arrowset 1-X packer (W/ wicker slips & W.L. re-entry guide), new 2 7/8 SN and 132 jts 2 7/8 8rd 6.5# J-55 tbg. Re-torque each connection on TIH. RU HO trk & pump 10 bbls pad. Drop standing valve & pump to SN. Pressure test tbg to 3000 psi. Bled air & re-bumped pressure several times. Pressure tg to 3000 psi & leave on overnight.
Daily Cost: $0
Cumulative Cost: ($7,467)

1/14/2011 Day: 4 **Conversion**

Nabors #1608 on 1/14/2011 - Confirmed tbg test. Set & test packer. RDMOSU. - Perform MIT. Run Vaughn Energy Services & run gyro survey. - Thaw tbg stump W/ HO trk. SITP @ 2300 psi. RU HO trk & re-pressure tbg to 3000 psi. Final test held solid for 30 minutes. Retrieve standing valve W/ overshot on sandline. ND BOP & land tbg on flange. Mix 15 gals Multi-Chem C-6031 & 5 gals B-8850 in 70 bbls fresh water. Pump dn annulus @ 90°F. PU on tbg & set pkr W/ SN @ 4179', CE @ 4154' & EOT @ 4158'. Land tbg W/ 15,000# tension. NU wellhead. Pressure test annulus & pkr to 1500 psi. Holds solid for 1 hour. RDMOSU.
Daily Cost: $0
Cumulative Cost: $647

1/18/2011 Day: 5 **Conversion**

Rigless on 1/18/2011 - MIT on well - On 1/11/2011 Jason Deardorff with the EPA was contacted concerning the initial MIT on the above listed well (Fed 7-1-9-17). On 1/17/2011 the csg was pressured up to 1200 psig and charted for 30 minutes with no pressure loss. The well was not injecting during the test. The tbg pressure was 400 psi during the test. There was not an EPA representative available to witness the test. EPA UT# 22157-08663 API# 43-047-35849 **Finalized**
Daily Cost: $0
Cumulative Cost: $32,467

Pertinent Files: Go to File List

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
REGION 8
1595 Wynkoop Street
DENVER, CO 80202-1129
Phone 800-227-8917
http://www.epa.gov/region08

FEB 15 2011

Ref: 8P-W-GW

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

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

RECEIVED
FEB 22 2011
DIV. OF OIL, GAS & MINING

Mr. Michael Guinn
District Manager
Newfield Production Company
Route 3 - Box 3630
Myton, UT 84052

RE: Underground Injection Control (UIC)
Authorization to Commence Injection
EPA UIC Permit UT22157-08663
Well: Federal 7-1-9-17
SW/NE Sec. 1 T9S-R17E
Uintah County, UT
API No.: 43-047-35849

Dear Mr. Guinn:

The U.S. Environmental Protection Agency (EPA), Region 8, has received Newfield Production Company's (Newfield) January 18, 2011, letter with enclosures. The enclosed Part I (internal) Mechanical Integrity test, Well Rework Record (EPA Form 7520-12), schematic diagram, and calculated pore pressure were reviewed and approved by EPA, satisfactorily completing all Prior to Commencing Injection Requirements for UIC Permit UT22157-08663.

As of the date of this letter, Newfield is authorized to commence injection into the Federal 7-1-9-17 well at a Maximum Allowable Injection Pressure (MAIP) of 1,210 psig. You may apply for a higher MAIP at a later date. Your application should be accompanied by the interpreted results of a step rate test that measures the fracture parting pressure and calculates the fracture gradient at this depth and location. Newfield must receive prior authorization from the Director to inject at pressures greater than the permitted MAIP during any test.

As of this approval, responsibility for permit compliance and enforcement is transferred to EPA's UIC Technical Enforcement Program. Therefore, please direct all monitoring and compliance correspondence to Nathan Wiser at the following address, referencing the well name and UIC Permit number on all correspondence:

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

5. LEASE DESIGNATION AND SERIAL NUMBER: USA UTU-79014
6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
7. UNIT or CA AGREEMENT NAME: GMBU
8. WELL NAME and NUMBER: FEDERAL 7-1-9-17
9. API NUMBER: 4304735849
10. FIELD AND POOL, OR WILDCAT: GREATER MB UNIT

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 [X] GAS WELL [ ] OTHER

2. NAME OF OPERATOR: NEWFIELD PRODUCTION COMPANY

3. ADDRESS OF OPERATOR: Route 3 Box 3630 CITY Myton STATE UT ZIP 84052 PHONE NUMBER 435.646.3721

4. LOCATION OF WELL:
FOOTAGES AT SURFACE: COUNTY: UINTAH
OTR/OTR. SECTION. TOWNSHIP. RANGE. MERIDIAN: , 1, T9S, R17E STATE: UT

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

TYPE OF SUBMISSION	TYPE OF ACTION		
[X] NOTICE OF INTENT (Submit in Duplicate)	[ ] ACIDIZE	[ ] DEEPEN	[ ] REPERFORATE CURRENT FORMATION
Approximate date work will	[ ] ALTER CASING	[ ] FRACTURE TREAT	[ ] SIDETRACK TO REPAIR WELL
04/04/2011	[ ] CASING REPAIR	[ ] NEW CONSTRUCTION	[ ] TEMPORARITLY ABANDON
	[ ] CHANGE TO PREVIOUS PLANS	[ ] OPERATOR CHANGE	[ ] TUBING REPAIR
	[ ] CHANGE TUBING	[ ] PLUG AND ABANDON	[ ] VENT OR FLAIR
[ ] SUBSEQUENT REPORT (Submit Original Form Only)	[ ] CHANGE WELL NAME	[ ] PLUG BACK	[ ] WATER DISPOSAL
Date of Work Completion:	[ ] CHANGE WELL STATUS	[ ] PRODUCTION (START/STOP)	[ ] WATER SHUT-OFF
	[ ] COMMINGLE PRODUCING FORMATIONS	[ ] RECLAMATION OF WELL SITE	[X] OTHER: - Put on Injection
	[X] CONVERT WELL TYPE	[ ] RECOMPLETE - DIFFERENT FORMATION	

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

The above reference well was put on injection at 4:50 PM on 04/04/2011.

EPA # UT22157-08663 API # 43-047-35849

NAME (PLEASE PRINT) Lucy Chavez-Naupoto TITLE Water Services Technician

SIGNATURE [signature] DATE 04/05/2011

(This space for State use only)

RECEIVED
APR 11 2011
DIV. OF OIL, GAS & MINING

FORM 3160-5
(August 2007)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: July 31,2010

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 page 2

5. Lease Serial No.
USA UTU-79014

6. If Indian, Allottee or Tribe Name.

7. If Unit or CA/Agreement, Name and/or
GMBU

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.
FEDERAL 7-1-9-17

2. Name of Operator
NEWFIELD PRODUCTION COMPANY

9. API Well No.
4304735849

3a. Address Route 3 Box 3630
Myton, UT 84052

3b. Phone *(include are code)*
435.646.3721

10. Field and Pool, or Exploratory Area
GREATER MB UNIT

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

Section 1 T9S R17E

11. County or Parish, State
UINTAH, UT

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

TYPE OF SUBMISSION	TYPE OF ACTION			
☒ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☐ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other Put on Injection
	☐ Change Plans	☐ Plug & Abandon	☐ Temporarily Abandon	
	☒ Convert to Injector	☐ Plug Back	☐ 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.)

The above reference well was put on injection at 4:50 PM on 04/04/2011.

EPA # UT22157-08663 API # 43-047-35849

RECEIVED
APR 11 2011
DIV. OF OIL, GAS & MINING

I hereby certify that the foregoing is true and correct *(Printed/ Typed)*
Lucy Chavez-Naupoto

Title
Water Services Technician

Signature

Date
04/05/2011

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 and fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)

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: UTU-79014

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:

7.UNIT or CA AGREEMENT NAME: GMBU (GRRV)

1. TYPE OF WELL Water Injection Well

8. WELL NAME and NUMBER: FEDERAL 7-1-9-17

2. NAME OF OPERATOR: NEWFIELD PRODUCTION COMPANY

9. API NUMBER: 43047358490000

3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT, 84052

PHONE NUMBER: 435 646-4825 Ext

9. FIELD and POOL or WILDCAT: 8 MILE FLAT NORTH

4. LOCATION OF WELL
FOOTAGES AT SURFACE: 1915 FNL 2091 FEL
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SWNE Section: 01 Township: 09.0S Range: 17.0E Meridian: S

COUNTY: UINTAH

STATE: UTAH

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

TYPE OF SUBMISSION	TYPE OF ACTION		
☐ NOTICE OF INTENT Approximate date work will start:	☐ ACIDIZE	☐ ALTER CASING	☐ CASING REPAIR
✓ SUBSEQUENT REPORT Date of Work Completion: 12/16/2015	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	☐ CHANGE WELL NAME
☐ SPUD REPORT Date of Spud:	☐ CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
☐ DRILLING REPORT Report Date:	☐ DEEPEN	☐ FRACTURE TREAT	☐ NEW CONSTRUCTION
	☐ OPERATOR CHANGE	☐ PLUG AND ABANDON	☐ PLUG BACK
	☐ PRODUCTION START OR RESUME	☐ RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION
	☐ REPERFORATE CURRENT FORMATION	☐ SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	☐ TUBING REPAIR	☐ VENT OR FLARE	☐ WATER DISPOSAL
	☐ WATER SHUTOFF	☐ SI TA STATUS EXTENSION	☐ APD EXTENSION
	☐ WILDCAT WELL DETERMINATION	✓ OTHER	OTHER: 5 YR MIT

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

5 YR MIT performed on the above listed well. On 12/16/2015 the casing was pressured up to 1495 psig and charted for 30 minutes with no pressure loss. The well was not injecting during the test. The tbg pressure was 1285 psig during the test. There was not an EPA representative available to witness the test. EPA #UT22197-08663

Accepted by the Utah Division of Oil, Gas and Mining
FOR RECORD ONLY
December 28, 2015

NAME (PLEASE PRINT)	PHONE NUMBER	TITLE
Lucy Chavez-Naupoto	435 646-4874	Water Services Technician
SIGNATURE N/A		**DATE** 12/17/2015

Mechanical Integrity Test
Casing or Annulus Pressure Mechanical Integrity Test

U.S. Environmental Protection Agency
Underground Injection Control Program
999 18th Street, Suite 500 Denver, CO 80202-2466

EPA Witness: _____ Date: 12 / 16 / 2015
Test conducted by: Kane Stevenson
Others present: _____

Well Name: Federal 7-1-9-17 Type: ER SWD Status: AC TA UC -8663
Field: Monument Butte
Location: 7 Sec: 1 T 9 N/S R 17 E/W County: Uintah State: UT
Operator: Newfield Exploration
Last MIT: / / Maximum Allowable Pressure: 1354 PSIG

Is this a regularly scheduled test? [X] Yes [ ] No
Initial test for permit? [ ] Yes [X] No
Test after well rework? [ ] Yes [X] No
Well injecting during test? [ ] Yes [X] No If Yes, rate: _____ bpd

Pre-test casing/tubing annulus pressure: Csg-0 TBG-1285 psig

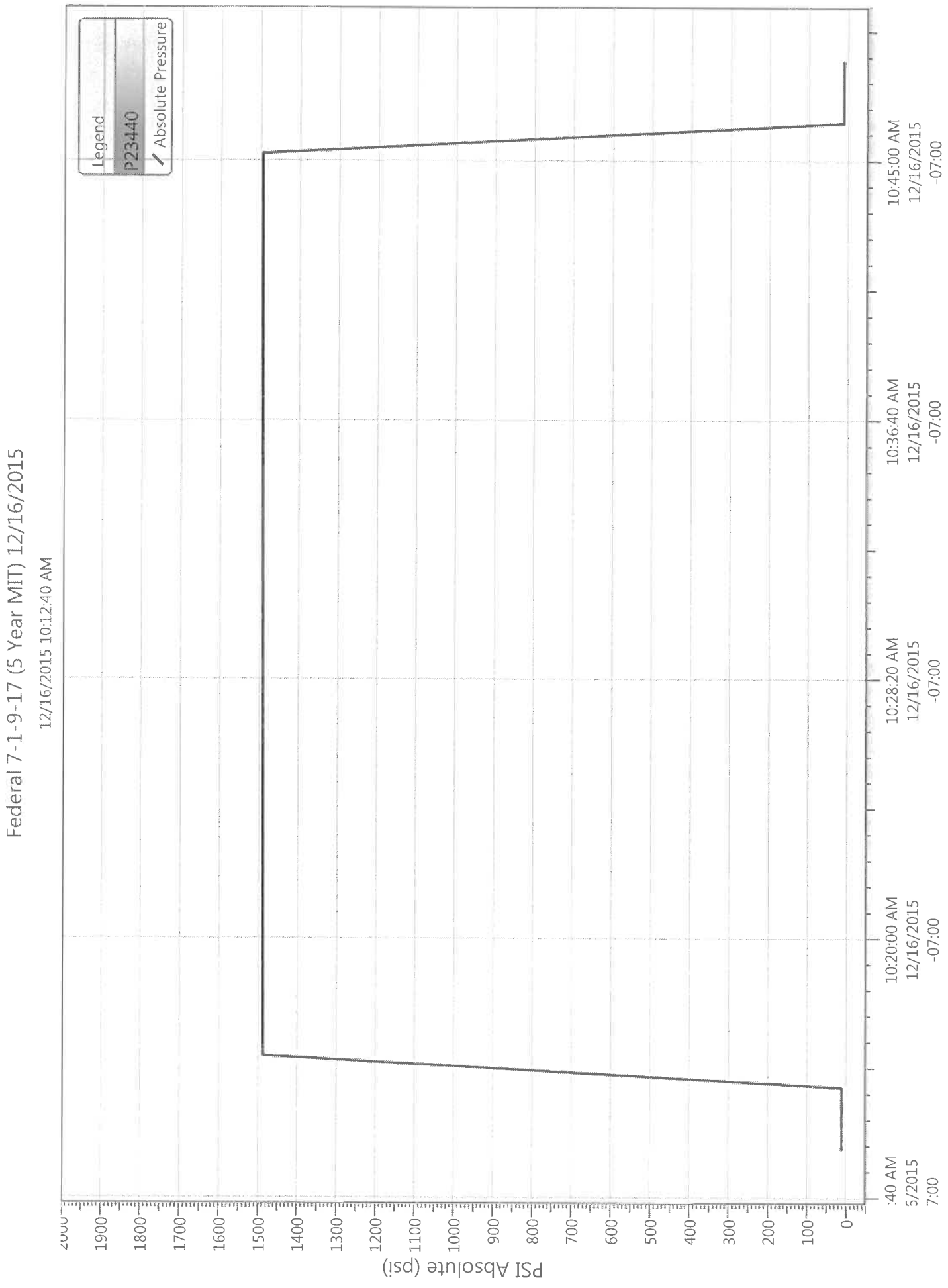
MIT DATA TABLE	Test #1	Test #2	Test #3
TUBING	*PRESSURE*		
Initial Pressure	1285 psig	psig	psig
End of test pressure	1285 psig	psig	psig
CASING / TUBING	*ANNULUS*	*PRESSURE*	
0 minutes	1487 psig	psig	psig
5 minutes	1491 psig	psig	psig
10 minutes	1491 psig	psig	psig
15 minutes	1492 psig	psig	psig
20 minutes	1493 psig	psig	psig
25 minutes	1494 psig	psig	psig
30 minutes	1495 psig	psig	psig
_____ minutes	psig	psig	psig
_____ minutes	psig	psig	psig
RESULT	[X] Pass [ ] Fail	[ ] Pass [ ] Fail	[ ] Pass [ ] Fail

Does the annulus pressure build back up after the test ? [ ] Yes [X] No

MECHANICAL INTEGRITY PRESSURE TEST

Additional comments for mechanical integrity pressure test, such as volume of fluid added to annulus and bled back at end of test, reason for failing test (casing head leak, tubing leak, other), etc.:

Signature of Witness: _____


Federal 7-1-9-17 (5 Year MIT) 12/16/2015
12/16/2015 10:12:40 AM
Legend
P23440
Absolute Pressure
PSI Absolute (psi)
2000
1900
1800
1700
1600
1500
1400
1300
1200
1100
1000
900
800
700
600
500
400
300
200
100
0
:40 AM
5/2015
7:00
10:20:00 AM
12/16/2015
-07:00
10:28:20 AM
12/16/2015
-07:00
10:36:40 AM
12/16/2015
-07:00
10:45:00 AM
12/16/2015
-07:00

NEWFIELD

Schematic

43-047-35849

Well Name: Federal 7-1-9-17

Surface Legal Location	API/UWI	Well RC	Lease	State/Province	Field Name	County
01-9S-17E	43047358490000	500160408		Utah	GMBU CTB8	Uintah

Spud Date	Rig Release Date	On Production Date	Original KB Elevation (ft)	Ground Elevation (ft)	Total Depth All (TVD) (ftKB)	PBTD (All) (ftKB)
10/4/2007	10/25/2007	11/26/2007	4,967	4,955		Original Hole - 5,939.6

Most Recent Job

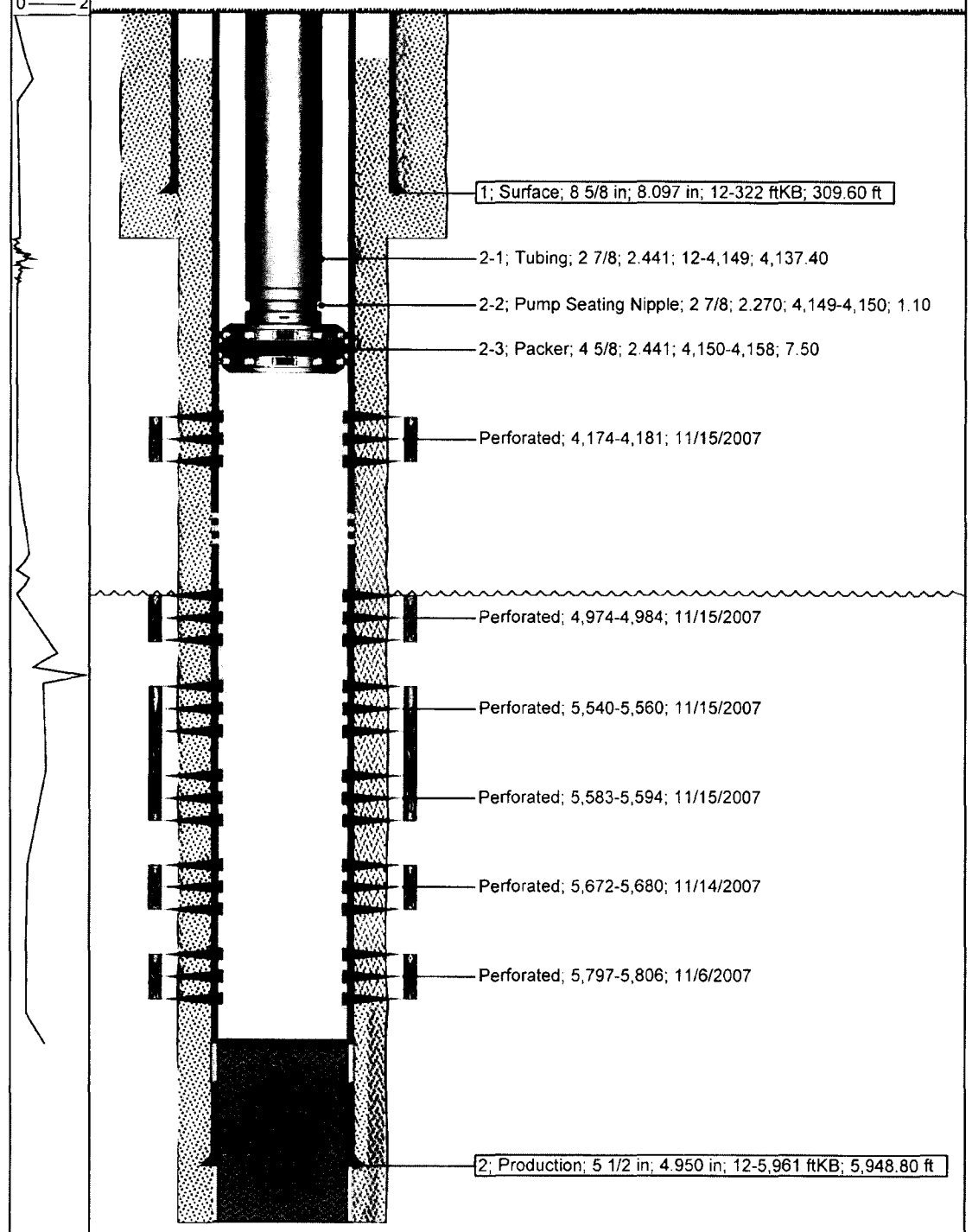
Job Category	Primary Job Type	Secondary Job Type	Job Start Date	Job End Date
Testing		N/A	12/16/2015	12/16/2015

TD: 5,975.0 Vertical - Original Hole, 3/31/2016 11:43:56 AM

MD (ftKB)	TVD (ftKB)	Incl (°)
12.1	12.1	0.0
92.8	92.8	0.3
278.9	278.9	0.8
320.5	320.5	0.7
321.5	321.5	0.7
330.1	330.0	0.7
4,149.3	4,148.3	1.8
4,150.6	4,149.6	1.8
4,158.1	4,157.1	1.8
4,173.9	4,172.9	1.8
4,181.1	4,180.1	1.8
4,449.1	4,448.0	2.0
4,454.7	4,453.5	1.9
4,974.1	4,972.6	1.8
4,983.9	4,982.4	1.8
5,540.0	5,538.3	1.2
5,560.0	5,558.3	1.2
5,583.0	5,581.3	1.3
5,594.2	5,592.4	1.3
5,671.9	5,670.2	1.6
5,680.1	5,678.4	1.6
5,796.9	5,795.1	1.9
5,806.1	5,804.3	1.9
5,939.6	5,937.7	2.4
5,940.3	5,938.4	2.4
5,960.3	5,958.4	2.4
5,961.0	5,959.1	2.4
5,975.1	5,973.1	2.4

DLS (°...
0 —— 2

Vertical schematic (actual)



NEWFIELD

Newfield Wellbore Diagram Data
Federal 7-1-9-17

Surface Legal Location	API/UWI	Lease
01-9S-17E	43047358490000	

County	State/Province	Basin	Field Name
Uintah	Utah		GMBU CTB8

Well Start Date	Spud Date	Final Rig Release Date	On Production Date
10/4/2007	10/4/2007	10/25/2007	11/26/2007

Original KB Elevation (ft)	Ground Elevation (ft)	Total Depth (ftKB)	Total Depth All (TVD) (ftKB)	PBTD (All) (ftKB)
4,967	4,955	5,975.0		Original Hole - 5,939.6

Casing Strings

Csg Des	Run Date	OD (in)	ID (in)	Wt/Len (lb/ft)	Grade	Set Depth (ftKB)
Surface	10/4/2007	8 5/8	8.097	24.00	J-55	322
Production	10/25/2007	5 1/2	4.950	15.50	J-55	5,961

Cement

String: Surface, 322ftKB 10/13/2007

Cementing Company	Top Depth (ftKB)	Bottom Depth (ftKB)	Full Return?	Vol Cement Ret (bbl)
BJ Services Company	12.0	330.0		

Fluid Description	Fluid Type	Amount (sacks)	Class	Estimated Top (ftKB)
Class "G" w/ 2% CaCL2 + 1/4#/sk Cello-Flake mixed @ 15.8 ppg 1.17 cf/sk yield	Lead	160	G	12.0

String: Production, 5,961ftKB 10/25/2007

Cementing Company	Top Depth (ftKB)	Bottom Depth (ftKB)	Full Return?	Vol Cement Ret (bbl)
BJ Services Company	93.0	5,975.0		

Fluid Description	Fluid Type	Amount (sacks)	Class	Estimated Top (ftKB)
Premlite II w/ 10% gel + 3 % KCL, 3#'s /sk CSE + 2# sk/kolseal + 1/2#'s/sk Cello Flake mixed @ 11.0 ppg W / 3.49 cf/sk yield	Lead	300	PL II	93.0
50/50 poz W/ 2% Gel + 3% KCL, .5%EC1,1/4# sk C.F. 2% gel. 3% SM mixed @ 14.4 ppg W/ 1.24 YLD	Tail	450	50/50 Poz	3,000.0

Tubing Strings

Tubing Description	Run Date	Set Depth (ftKB)
Tubing	1/17/2011	4,158.0

Item Des	Jts	OD (in)	ID (in)	Wt (lb/ft)	Grade	Len (ft)	Top (ftKB)	Btm (ftKB)
Tubing	132	2 7/8	2.441	6.50	J-55	4,137.40	12.0	4,149.4
Pump Seating Nipple	1	2 7/8	2.270			1.10	4,149.4	4,150.5
Packer	1	4 5/8	2.441			7.50	4,150.5	4,158.0

Rod Strings

Rod Description	Run Date	Set Depth (ftKB)

Item Des	Jts	OD (in)	Wt (lb/ft)	Grade	Len (ft)	Top (ftKB)	Btm (ftKB)

Perforation Intervals

Stage#	Zone	Top (ftKB)	Btm (ftKB)	Shot Dens (shots/ft)	Phasing (°)	Nom Hole Dia (in)	Date
5	GB4, Original Hole	4,174	4,181	4	90		11/15/2007
4	B2, Original Hole	4,974	4,984	4	90		11/15/2007
3	CP2, Original Hole	5,540	5,560	4	90		11/15/2007
3	CP2, Original Hole	5,583	5,594	4	90		11/15/2007
2	CP3, Original Hole	5,672	5,680	4	90		11/14/2007
1	CP5, Original Hole	5,797	5,806	4	120		11/6/2007

Stimulations & Treatments

Stage#	ISIP (psi)	Frac Gradient (psi/ft)	Max Rate (bbl/min)	Max PSI (psi)	Total Clean Vol (bbl)	Total Slurry Vol (bbl)	Vol Recov (bbl)
1	1,919	0.76	24.7	2,221			
2	1,700	0.73	24.8	2,390			
3	1,800	0.76	24.8	1,858			
4	1,960	0.83	24.8	2,240			
5	2,082	0.93	24.7	2,394			

Proppant

Stage#	Total Prop Vol Pumped (lb)	Total Add Amount
1		Proppant Bulk Sand 24187 lbs
2		Proppant Bulk Sand 14605 lbs
3		Proppant Bulk Sand 129951 lbs
4		Proppant Bulk Sand 34661 lbs
5		Proppant Bulk Sand 8532 lbs