

NEWFIELD



December 2, 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: Federal 2-18-9-18, 6-18-9-18, 8-18-9-18,
10-18-9-18, 12-18-9-18, and 14-18-9-18.

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,

A handwritten signature in cursive script that reads "Mandie Crozier".

Mandie Crozier
Regulatory Specialist

mc
enclosures

RECEIVED
DEC 03 2004
DIV. OF OIL, GAS & MINING

001

Form 3160-3
(September 2001)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

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

| | | |
|--|--|--|
| 1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER | | 5. Lease Serial No. UTU-39714 |
| 1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone | | 6. If Indian, Allottee or Tribe Name N/A |
| 2. Name of Operator Newfield Production Company | | 7. If Unit or CA Agreement, Name and No. N/A |
| 3a. Address Route #3 Box 3630, Myton UT 84052 | | 8. Lease Name and Well No. Federal 8-18-9-18 |
| 3b. Phone No. (include area code) (435) 646-3721 | | 9. API Well No. 43-047-361.46 |
| 4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface SE/NE 1980' FNL 660' FEL 591425X 40.032722 At proposed prod. zone 4431729Y -109.928477 | | 10. Field and Pool, or Exploratory Eight Mile Flat |
| 14. Distance in miles and direction from nearest town or post office* Approximatley 18.5 miles southeast of Myton, Utah | | 11. Sec., T., R., M., or Blk. and Survey or Area SE/NE Sec. 18, T9S R18E |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) Approx. 1980' t/lease, NA t/unit | 16. No. of Acres in lease 1,717.32 | 12. County or Parish Uintah |
| 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. 1320' | 13. State UT |
| 19. Proposed Depth 5815' | 20. BLM/BIA Bond No. on file UTU0056 | |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5090' 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:

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

| | | |
|---|---|------------------|
| 25. Signature <i>Mandie Crozier</i> | Name (Printed/Typed) Mandie Crozier | Date 12/2/04 |
| Title Regulatory Specialist | | |
| Approved by (Signature) <i>Bradley G. Hill</i> | Name (Printed/Typed) BRADLEY G. HILL | Date 12-07-04 |
| Title 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)

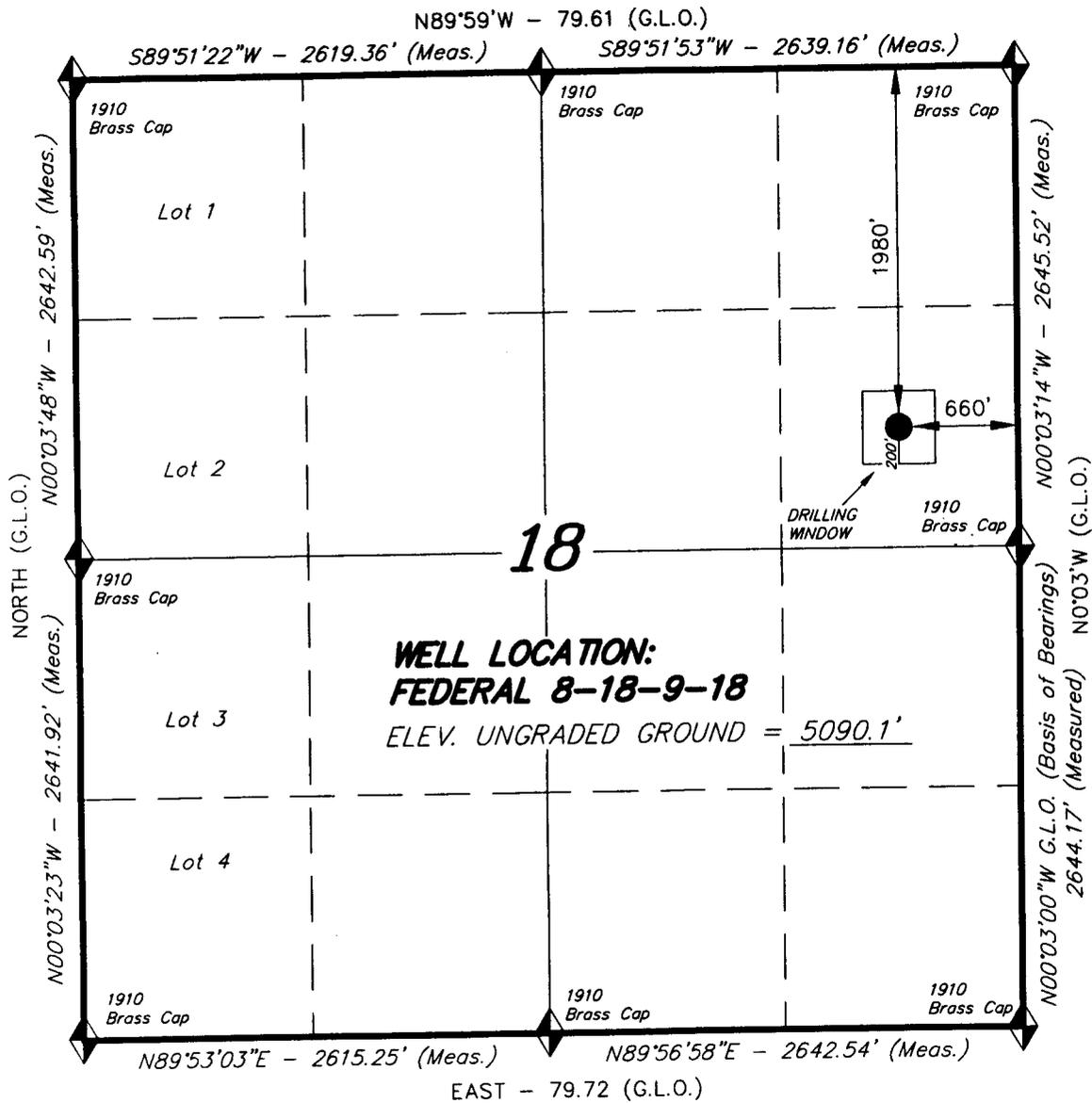
Federal Approval of this
Action is Necessary

RECEIVED
DEC 03 2004
DIV. OF OIL, GAS & MINING

T9S, R18E, S.L.B.&M.

NEWFIELD PRODUCTION COMPANY

WELL LOCATION, FEDERAL 8-18-9-18,
 LOCATED AS SHOWN IN THE SE 1/4 NE
 1/4 OF SECTION 18, T9S, R18E,
 S.L.B.&M. UINTAH COUNTY, UTAH.



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. No. 189377

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

TRI STATE LAND SURVEYING & CONSULTING

180 NORTH VERNAL AVE. - VERNAL, UTAH 84078
 (435) 781-2501

SCALE: 1" = 1000'

SURVEYED BY: C.M.

DATE: 10-1-04

DRAWN BY: F.T.M.

NOTES:

FILE #

◆ = SECTION CORNERS LOCATED

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

NEWFIELD PRODUCTION COMPANY
FEDERAL #8-18-9-18
SE/NE SECTION 18, T9S, R18E
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 | 1955' |
| Wasatch | 5815' |

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

Green River Formation 1955' – 5815' - 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 1800 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.

NEWFIELD PRODUCTION COMPANY
FEDERAL #8-18-9-18
SE/NE SECTION 18, T9S, R18E
UINTAH COUNTY, UTAH

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. EXISTING ROADS

See attached Topographic Map "A"

To reach Newfield Production Company well location site Federal #8-18-9-18 located in the SE 1/4 NE 1/4 Section 18, T9S, R18E, Uintah County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 - 1.6 miles \pm to the junction of this highway and UT State Hwy 53; proceed southeasterly along Hwy 53 - 11.7 miles \pm to it's junction with an existing road to the southeast; proceed southeasterly - 3.6 miles \pm to it's junction with an existing road to the east; proceed northeasterly - 1.0 miles \pm to it's junction with an existing road to the south; proceed southerly - 0.6 miles \pm to it's junction with the beginning of the proposed access road; proceed southeasterly along the proposed access road - 1,335' \pm to the proposed well location.

2. PLANNED ACCESS ROAD

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

3. LOCATION OF EXISTING WELLS

Refer to Exhibit "B".

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

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

5. LOCATION AND TYPE OF WATER SUPPLY

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

6. SOURCE OF CONSTRUCTION MATERIALS

Please refer to the Monument Butte Field SOP.

7. METHODS FOR HANDLING WASTE DISPOSAL

Please refer to the Monument Butte Field SOP.

8. ANCILLARY FACILITIES

Please refer to the Monument Butte Field SOP.

9. **WELL SITE LAYOUT**

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 Archaeological Resource Survey and Paleontological Resource Survey for this area are attached. MOAC Report #03-82, 1/12/04. Paleontological Resource Survey prepared by, Wade E. Miller, 7/28/03. See attached report cover pages, Exhibit "D".

For the Federal #8-18-9-18 Newfield Production Company requests 1,335' of disturbed area be granted in Lease UTU-39714 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.

Newfield Production Company requests 1,335' of disturbed area be granted in Lease UTU-39714 to allow for construction of the proposed gas lines. It is proposed that the 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.

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 Newfield's secondary recovery project.

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

Threatened, Endangered, And Other Sensitive Species

Mountain Plover: If new construction or surface disturbing activities are scheduled to occur between May 1 and June 15, detailed surveys of the area within 0.5 mile of the proposed location and within 300 feet of proposed access routes must be conducted to detect the presence of mountain plovers. All surveys must be conducted in accordance with the survey protocols outlined in the most recent USFWS Survey Protocol. Surveys must be completed prior to initiating new construction or surface disturbing activities. No new construction or surface disturbing activities will be allowed between March 15 and August 15 within a 0.5 mile radius of any documented mountain plover nest site.

Burrowing Owl: Due to the proximity of the location to active prairie dog towns, there is the potential to encounter nesting burrowing owls between April 1 and August 15. If new construction

or surface disturbing activities are scheduled between April 1 and August 15, pre-construction surveys will be conducted to detect the presence of nesting burrowing owls within 0.5 mile of any new construction or surface disturbing activity (see Vernal BLM Field Office Protocol). No new construction or surface disturbing activities will be allowed between April 1 and August 15 within a 0.5 mile radius of any active burrowing owl nest.

Reserve Pit Liner

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, to the recontoured surface of the reserve pit, and for final reclamation: (All poundages are in pure live seed)

| | | |
|--------------------|-------------------------------|------------|
| Shadscale | <i>Atriplex confertifolia</i> | 4 lbs/acre |
| Scarlet globmallow | <i>Sphaeralcea conccinea</i> | 4 lbs/acre |
| Crested wheatgrass | | 4 lbs/acre |

Details of the On-Site Inspection

The proposed Federal #8-18-9-18 was on-sited on 6/18/04. The following were present; Brad Mecham (Newfield Production) and Byron Tolman (Bureau of Land Management). Weather conditions were clear at 70 degrees.

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

Representative

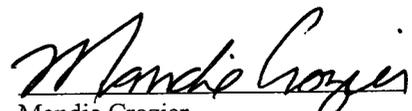
Name: Brad Mecham
Address: Route #3 Box 3630
Myton, UT 84052
Telephone: (435) 646-3721

Certification

Please be advised that NEWFIELD PRODUCTION COMPANY is considered to be the operator of well #8-18-9-18 SE/NE Section 18, Township 9S, Range 18E: Lease UTU-39714 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 Newfield 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.

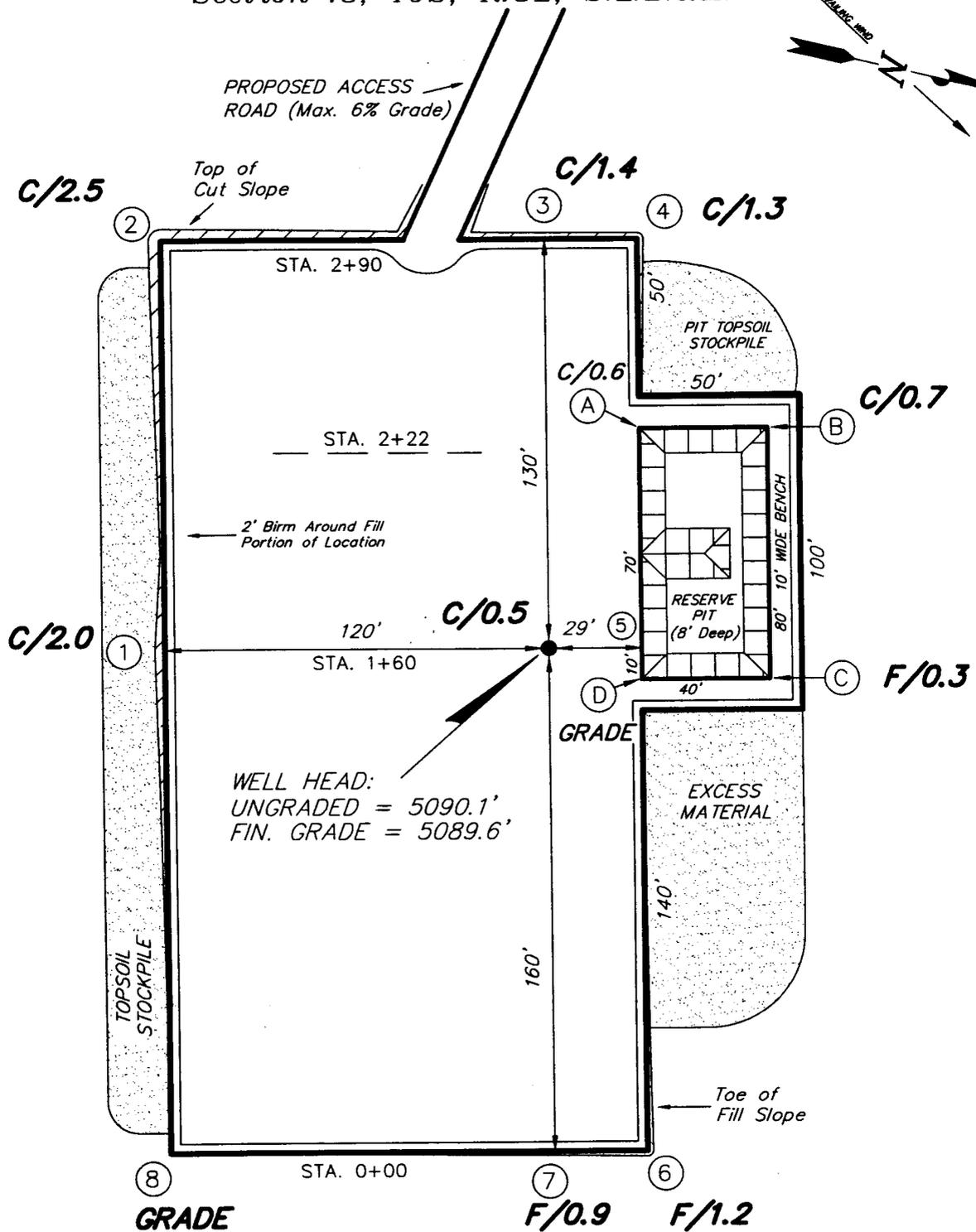
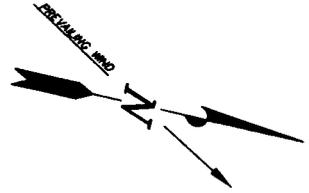
12/2/04
Date


Mandie Crozier
Regulatory Specialist
Newfield Production Company

NEWFIELD PRODUCTION COMPANY

FEDERAL 8-18-9-18

Section 18, T9S, R18E, S.L.B.&M.



WELL HEAD:
UNGRADED = 5090.1'
FIN. GRADE = 5089.6'

REFERENCE POINTS

- 170' SOUTHERLY = 5091.6'
- 220' SOUTHERLY = 5092.1'
- 210' EASTERLY = 5088.3'
- 260' EASTERLY = 5087.6'

| | |
|-------------------|-----------------|
| SURVEYED BY: C.M. | SCALE: 1" = 50' |
| DRAWN BY: F.T.M. | DATE: 10-1-04 |

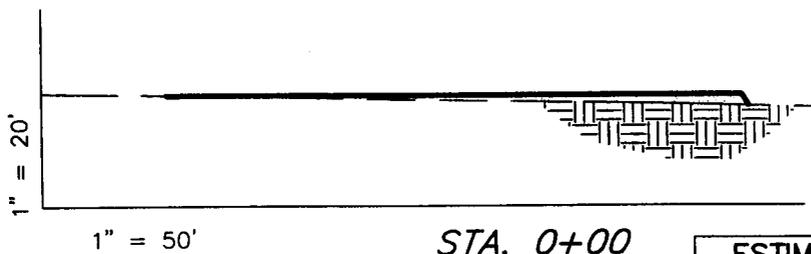
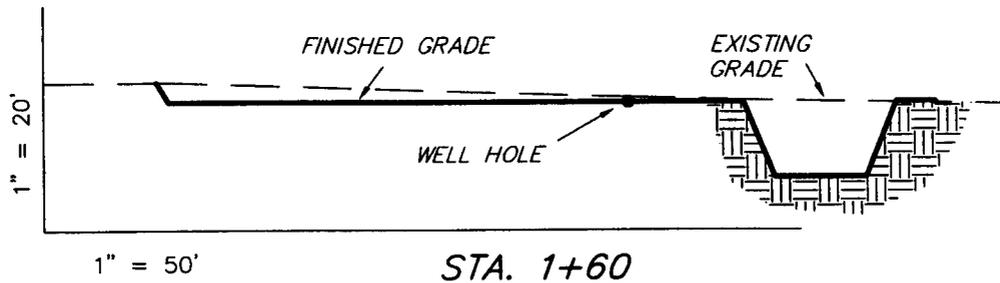
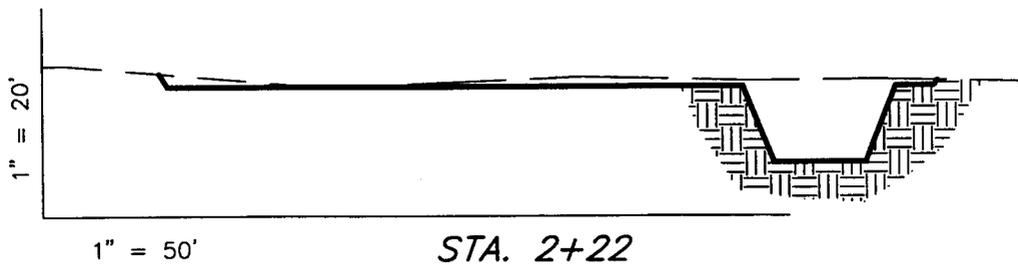
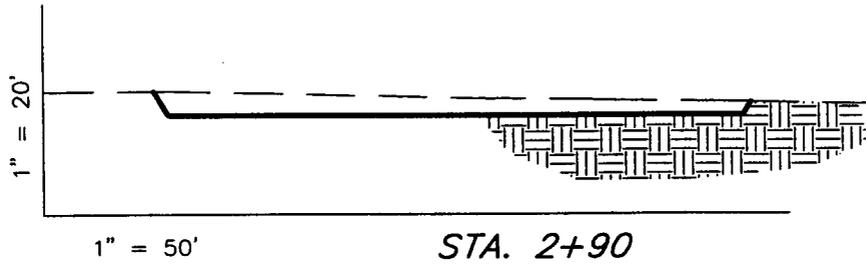
(435) 781-2501

Tri State
Land Surveying, Inc.
180 NORTH VERNAL AVE. VERNAL, UTAH 84078

NEWFIELD PRODUCTION COMPANY

CROSS SECTIONS

FEDERAL 8-18-9-18



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

ESTIMATED EARTHWORK QUANTITIES (No Shrink or swell adjustments have been used) (Expressed in Cubic Yards)

| ITEM | CUT | FILL | 6" TOPSOIL | EXCESS |
|--------|-------|------|--|--------|
| PAD | 450 | 450 | Topsoil is not included in Pad Cut | 0 |
| PIT | 640 | 0 | | 640 |
| TOTALS | 1,090 | 450 | 890 | 640 |

SURVEYED BY: C.M.

SCALE: 1" = 50'

DRAWN BY: F.T.M.

DATE: 10-1-04

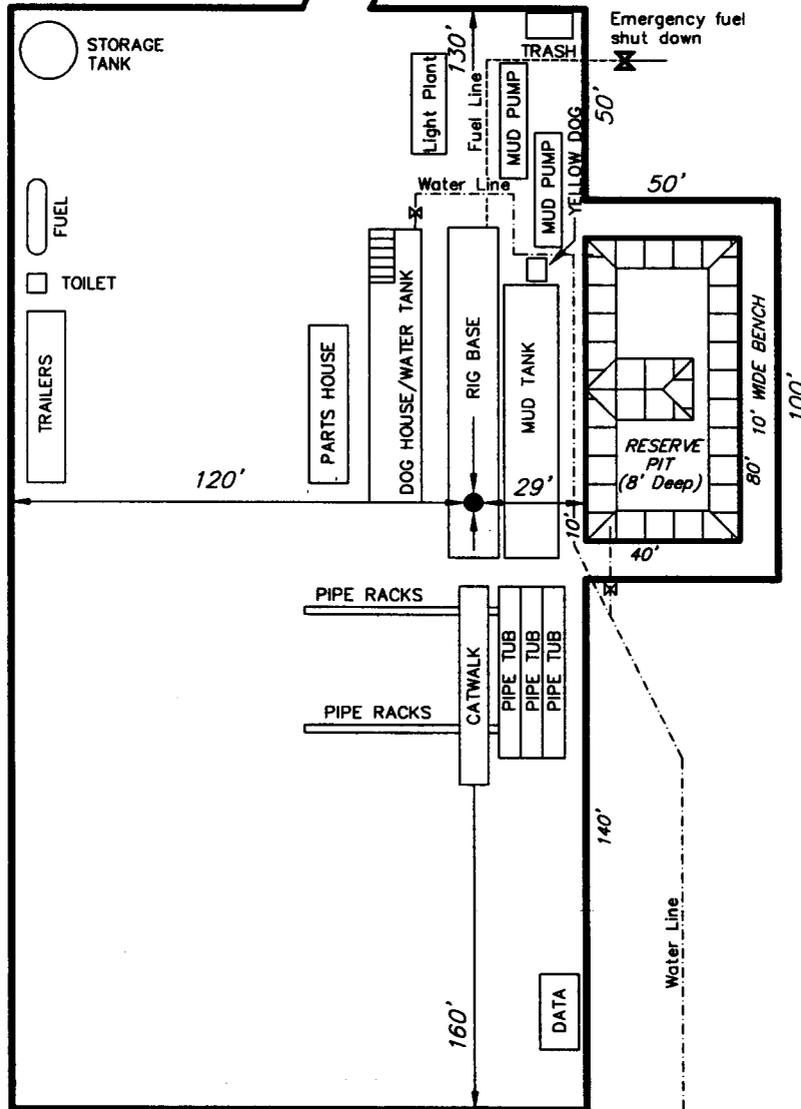
Tri State
Land Surveying, Inc.
180 NORTH VERNAL AVE. VERNAL, UTAH 84078
(435) 781-2501

NEWFIELD PRODUCTION COMPANY

TYPICAL RIG LAYOUT

FEDERAL 8-18-9-18

PROPOSED ACCESS ROAD (Max. 6% Grade)



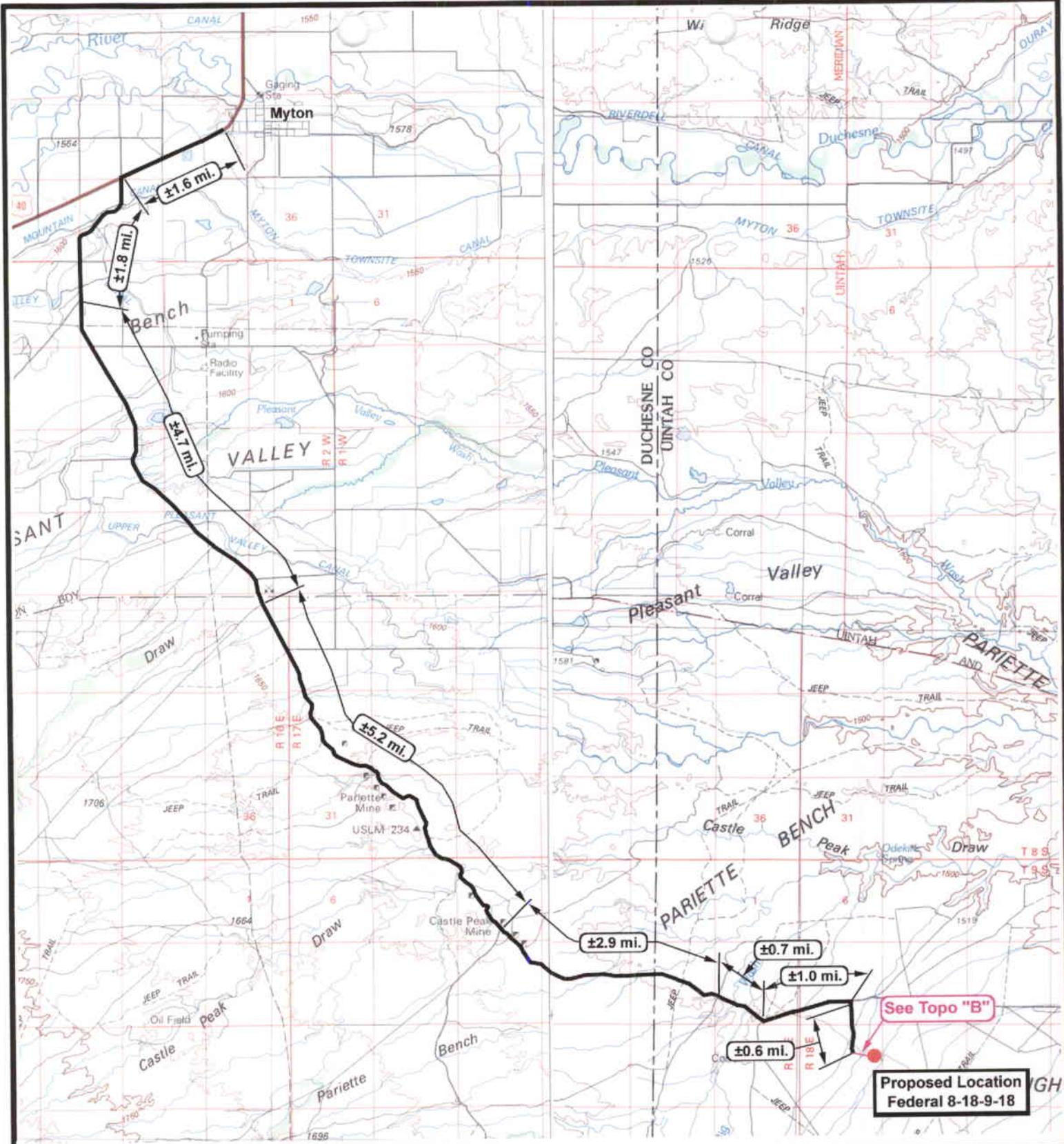
SURVEYED BY: C.M.

SCALE: 1" = 50'

DRAWN BY: F.T.M.

DATE: 10-1-04

Tri State (435) 781-2501
Land Surveying, Inc.
 180 NORTH VERNAL AVE. VERNAL, UTAH 84078



See Topo "B"
Proposed Location
Federal 8-18-9-18

NEWFIELD
 Exploration Company

Federal 8-18-9-18
SEC. 18, T9S, R18E, S.L.B.&M.



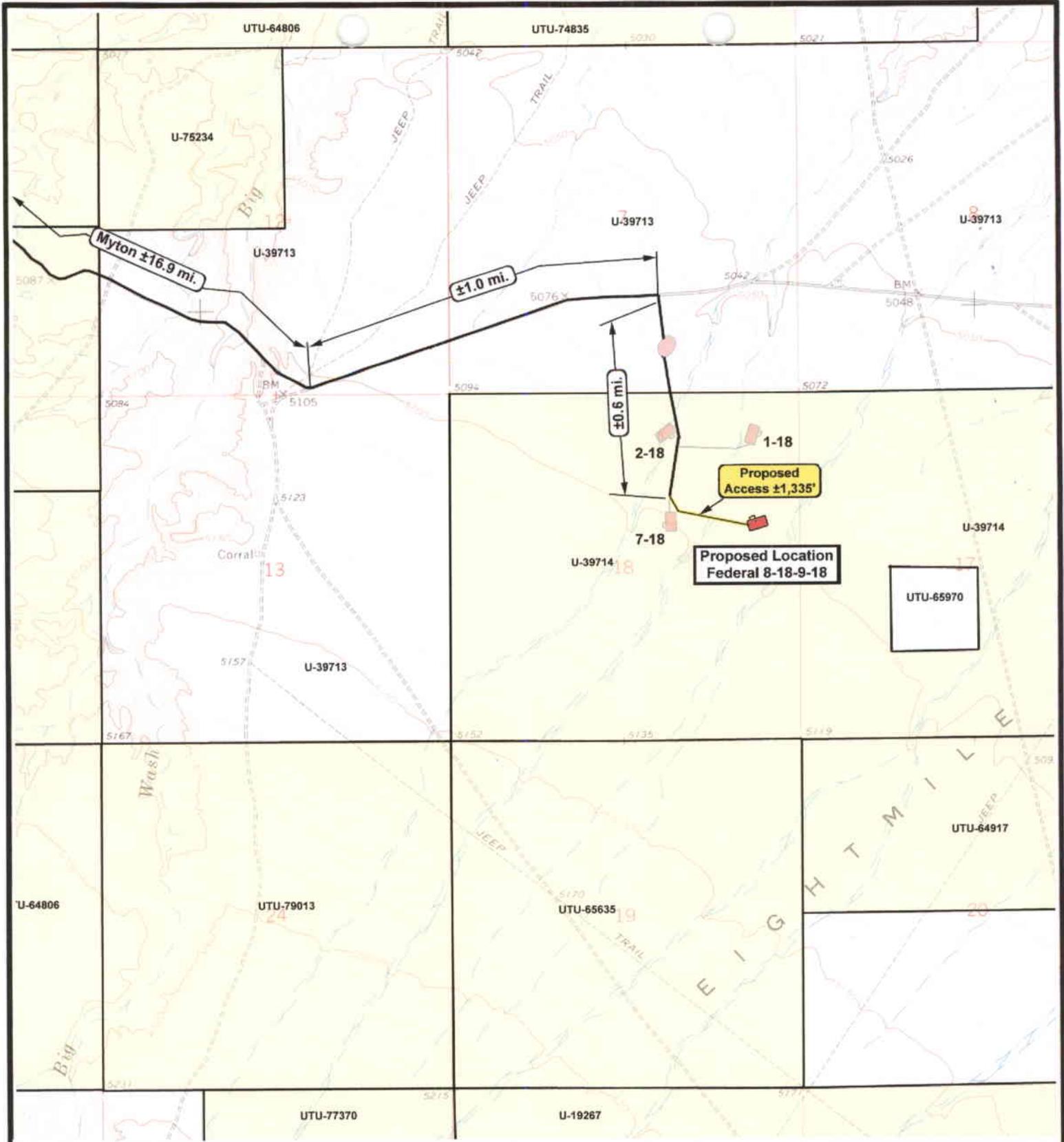
Tri-State
 Land Surveying Inc.
 (435) 781-2501
 180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1 = 100,000
 DRAWN BY: F.T.M.
 DATE: 10-06-2004

Legend

- Existing Road
- Proposed Access

TOPOGRAPHIC MAP
"A"



 **NEWFIELD**
Exploration Company

Federal 8-18-9-18
SEC. 18, T9S, R18E, S.L.B.&M.



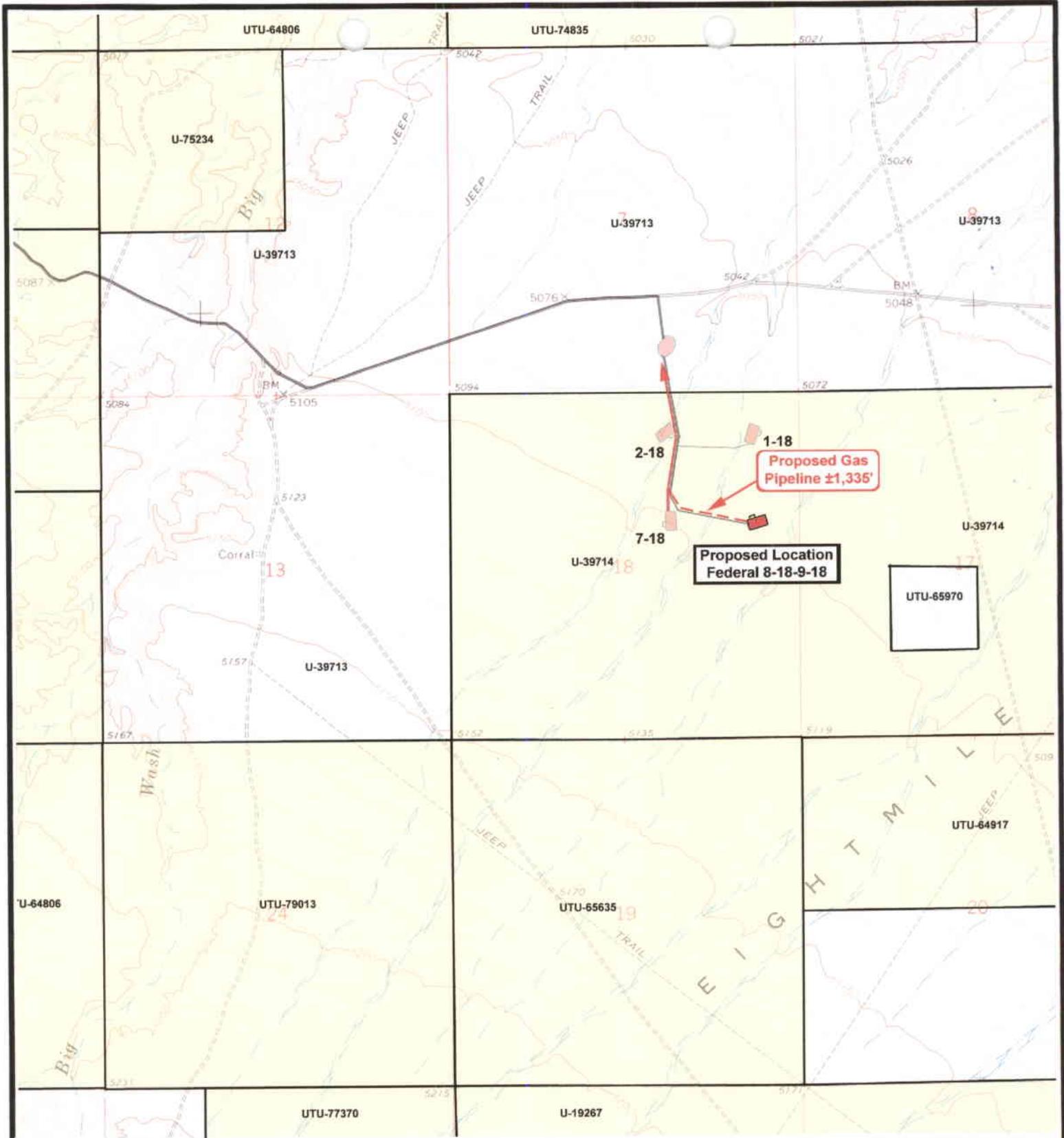

Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'
DRAWN BY: F.T.M.
DATE: 10-06-2004

Legend

-  Existing Road
-  Proposed Access

TOPOGRAPHIC MAP
"B"



NEWFIELD
Exploration Company

Federal 8-18-9-18
SEC. 18, T9S, R18E, S.L.B.&M.



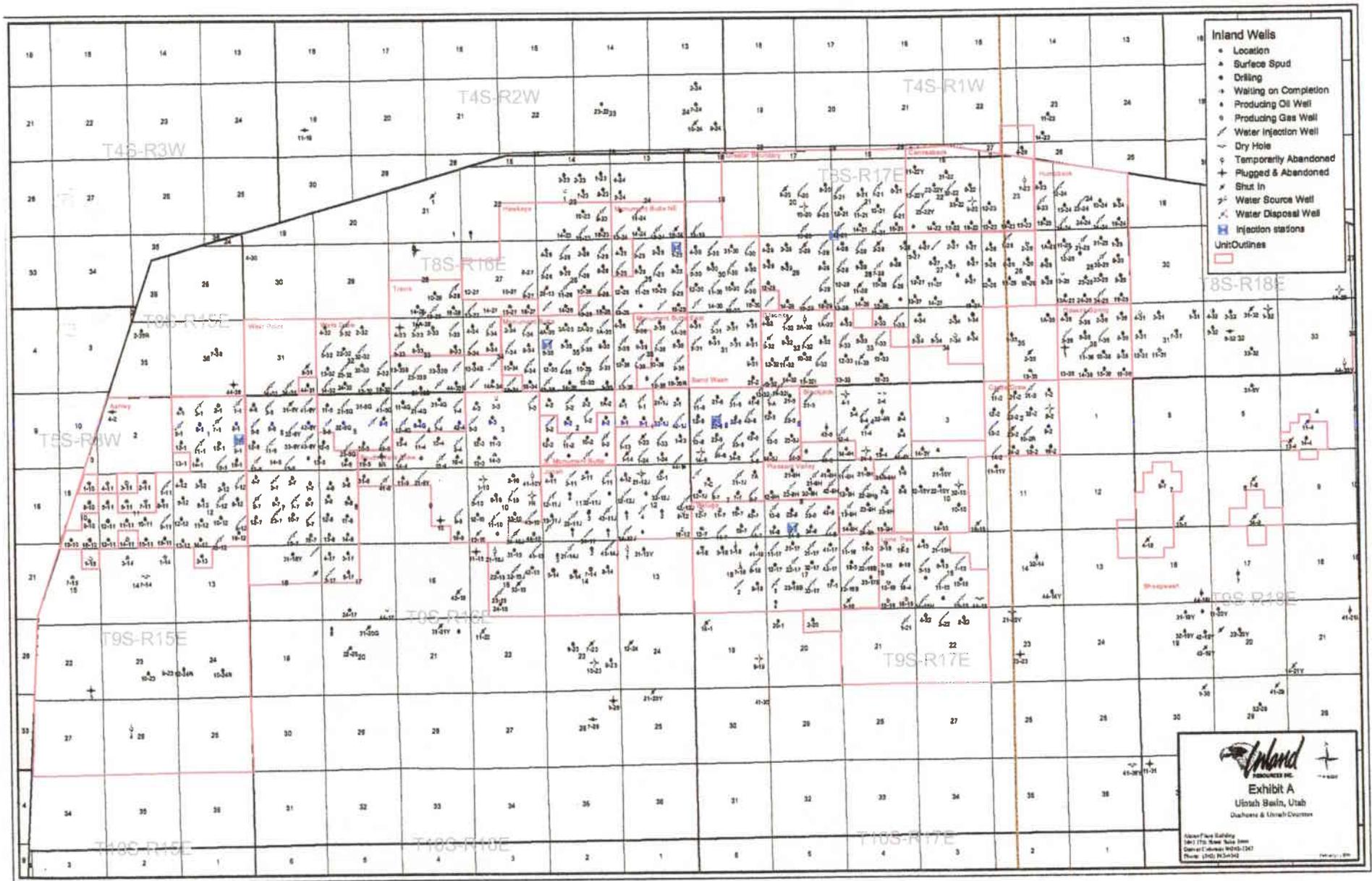
Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

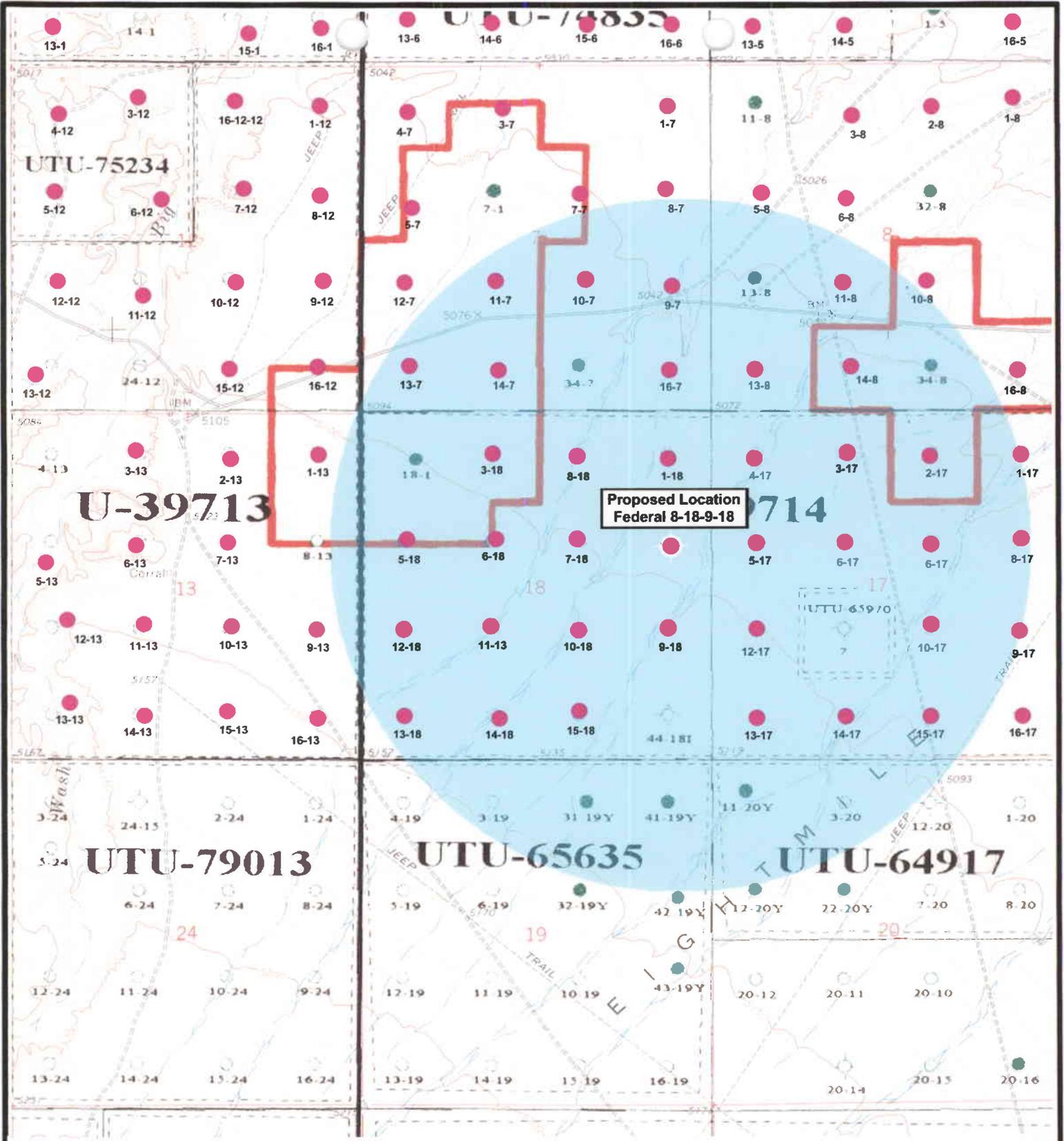
SCALE: 1" = 2,000'
DRAWN BY: F.T.M.
DATE: 10-06-2004

Legend

- Roads
- Existing Gas Line
- Proposed Gas Line

TOPOGRAPHIC MAP
"C"





**Proposed Location
Federal 8-18-9-18**



**Federal 8-18-9-18
SEC. 18, T9S, R18E, S.L.B.&M.**



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

SCALE: 1" = 2,000'
DRAWN BY: F.T.M.
DATE: 10-06-2004

Legend

- Well Locations
- One-Mile Radius

Exhibit "B"

2-M SYSTEM

Blowout Prevention Equipment Systems

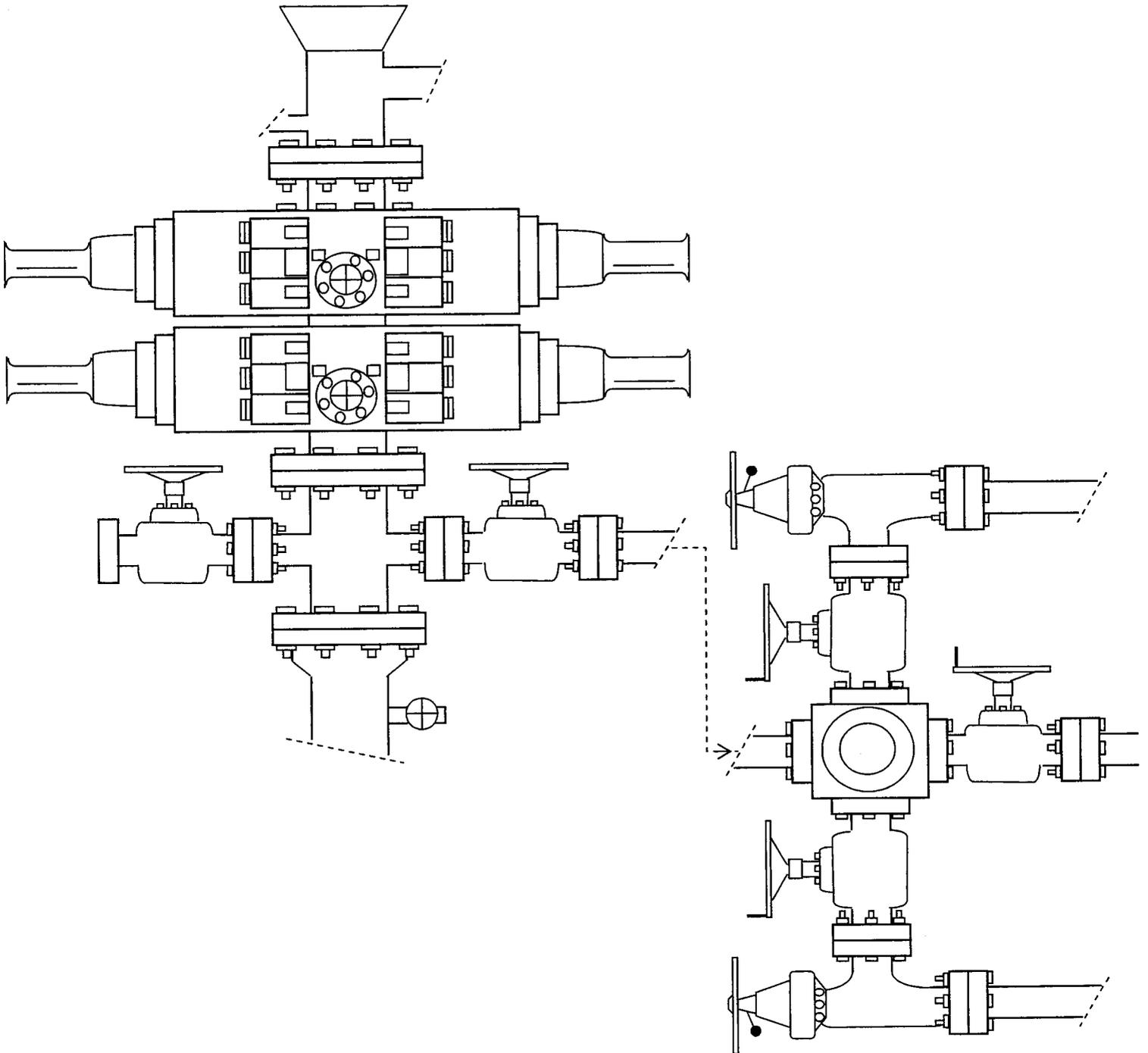


EXHIBIT C

Exhibit "D"
Page 1 of 4

CULTURAL RESOURCE INVENTORY OF
INLAND PRODUCTIONS' PARCEL IN
T 9 S, R17 E, SEC. 13, 14, 15, 23, & 24
AND T 9 S, R 18 E, SEC. 18 & 19,
DUCHESNE AND UINTAH COUNTIES, UTAH

BY:

Katie Simon
and
Keith R. Montgomery

Prepared For:

Bureau of Land Management
Vernal Field Office

Prepared Under Contract With:

Inland Production
2507 Flintridge Place
Fort Collins, CO 80521

Prepared By:

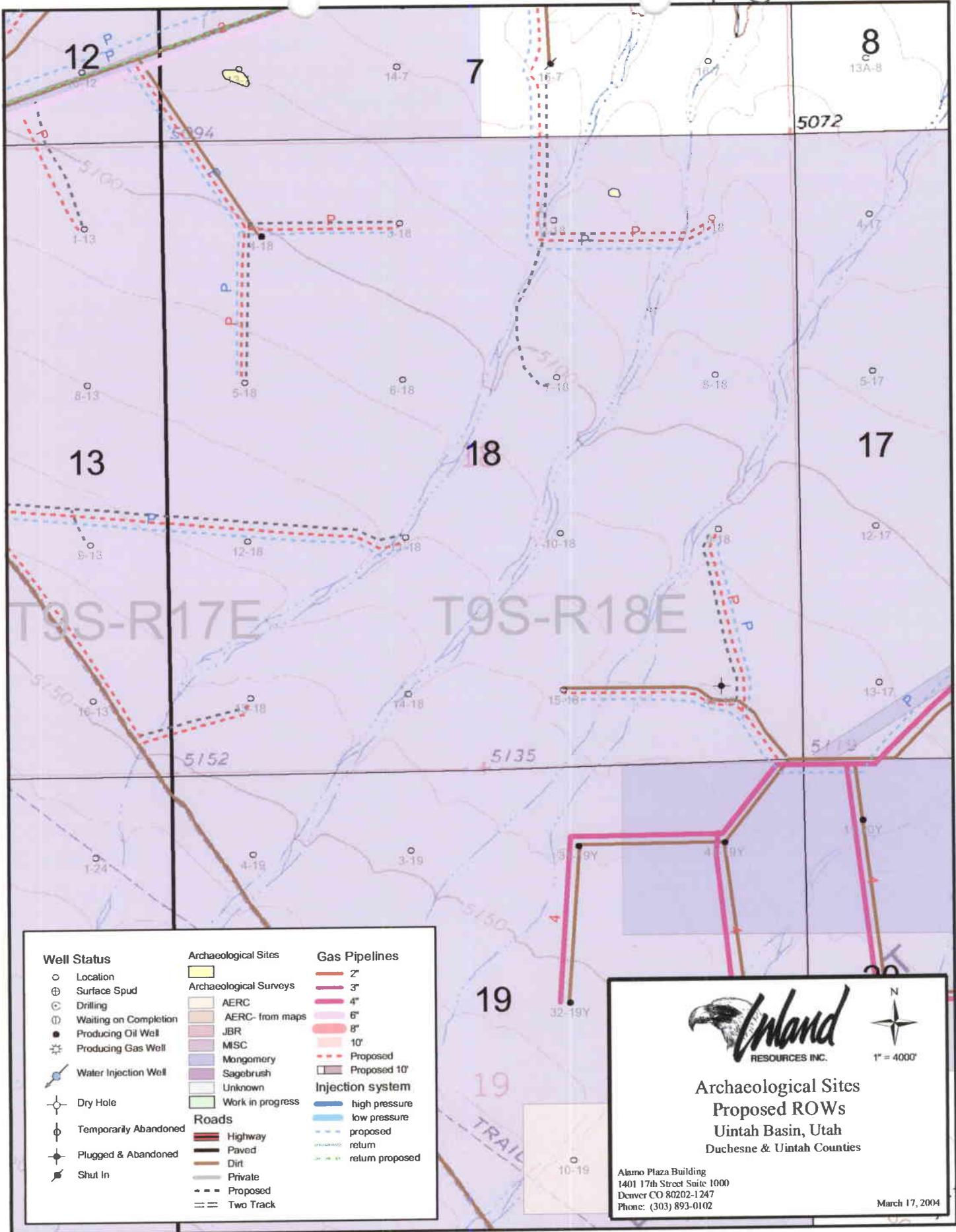
Montgomery Archaeological Consultants
P.O. Box 147
Moab, Utah 84532

MOAC Report No. 03-82

January 12, 2004

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

State of Utah Antiquities Project (Survey)
Permit No. U-03-MQ-0750b



Well Status

- Location
- ⊕ Surface Spud
- ⊙ Drilling
- ⊖ Waiting on Completion
- Producing Oil Well
- ⊛ Producing Gas Well
- ⊙ Water Injection Well
- ⊙ Dry Hole
- ⊙ Temporarily Abandoned
- ⊙ Plugged & Abandoned
- ⊙ Shut In

Archaeological Sites

- Archaeological Surveys
- AERC
- AERC- from maps
- JBR
- MISC
- Montgomery
- Sagebrush
- Unknown
- Work in progress

Roads

- Highway
- Paved
- Dirt
- Private
- Proposed
- Two Track

Gas Pipelines

- 2"
 - 3"
 - 4"
 - 6"
 - 8"
 - 10"
 - Proposed
 - Proposed 10'
- Injection system**
- high pressure
 - low pressure
 - proposed return
 - return proposed



Archaeological Sites
Proposed ROWs
Uintah Basin, Utah
Duchesne & Uintah Counties

Alamo Plaza Building
1401 17th Street Suite 1000
Denver CO 80202-1247
Phone: (303) 893-0102

March 17, 2004

INLAND RESOURCES, INC.

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

(Section 35, T 8 S, R 17 E; Sections 13, 14, 23, 24, T 9 S, R 17 E; NE 1/4, NE 1/4,
Section 15, T 9 S, R 17 E; Sections 18, 19, T 9 S, R 18 E; Sections
2, 3, 10 and western half of Section 11, T 9 S, R 15 E)

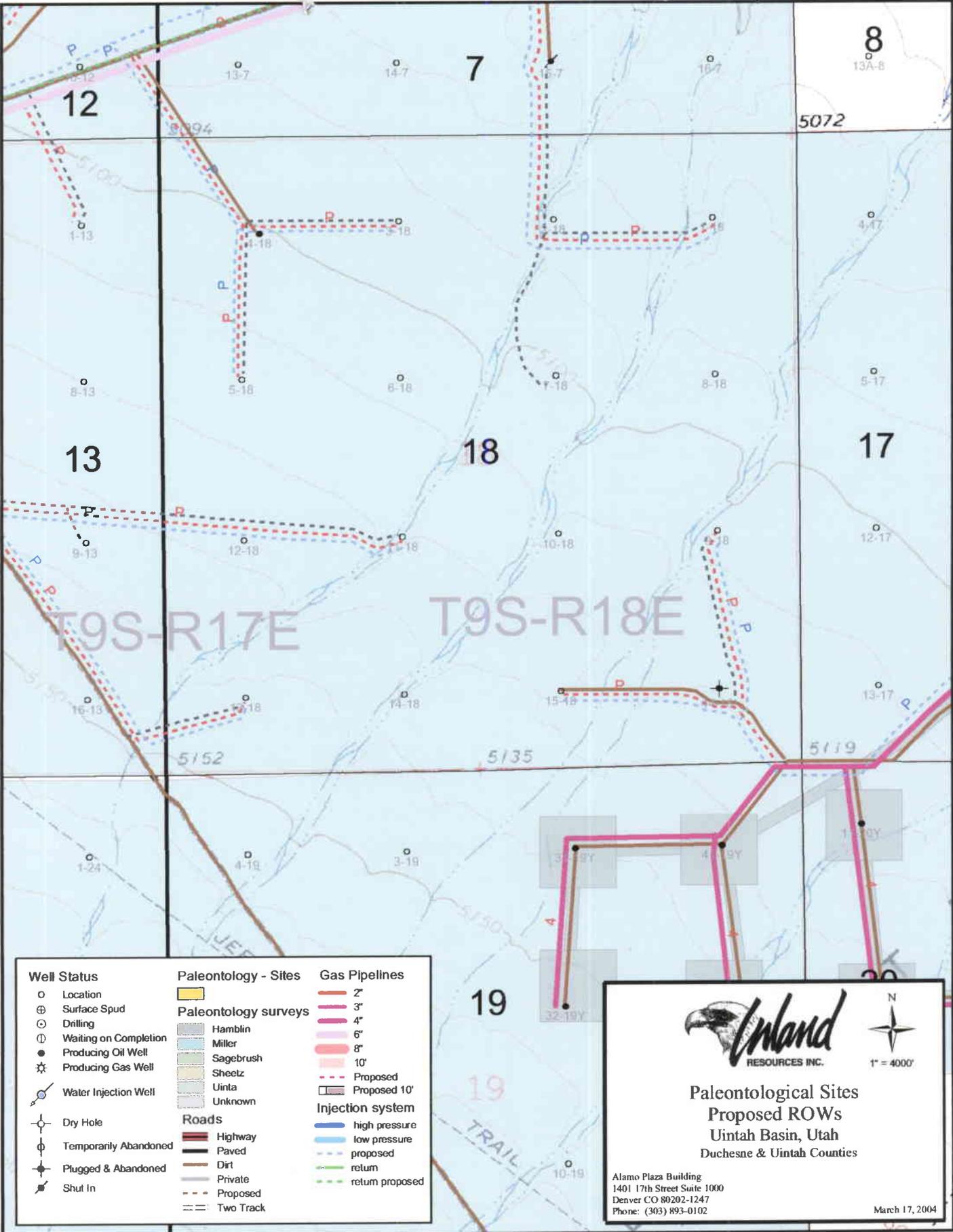
REPORT OF SURVEY

Prepared for:

Inland Resources, Inc.

Prepared by:

Wade E. Miller
Consulting Paleontologist
July 28, 2003



| Well Status | Paleontology - Sites | Gas Pipelines |
|--------------------------|----------------------|-------------------------|
| ○ Location | Paleontology surveys | 2" |
| ⊕ Surface Spud | Hamblin | 3" |
| ⊙ Drilling | Miller | 4" |
| ⊙⊙ Waiting on Completion | Sagebrush | 6" |
| ● Producing Oil Well | Sheeltz | 8" |
| ⊙⊙ Producing Gas Well | Uinta | 10" |
| ⊙⊙ Water Injection Well | Unknown | Proposed |
| ⊙⊙ Dry Hole | Roads | Proposed 10' |
| ⊙⊙ Temporarily Abandoned | Highway | Injection system |
| ⊙⊙ Plugged & Abandoned | Paved | high pressure |
| ⊙⊙ Shut In | Dirt | low pressure |
| | Private | proposed |
| | Proposed | return |
| | Two Track | return proposed |




**Paleontological Sites
Proposed ROWs
Uintah Basin, Utah
Duchesne & Uintah Counties**

Alamo Plaza Building
 1401 17th Street Suite 1000
 Denver CO 80202-1247
 Phone: (303) 893-0102

March 17, 2004

WORKSHEET
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 12/03/2004

API NO. ASSIGNED: 43-047-36146

WELL NAME: FEDERAL 8-18-9-18
OPERATOR: NEWFIELD PRODUCTION (N2695)
CONTACT: MANDIE CROZIER

PHONE NUMBER: 435-646-3721

PROPOSED LOCATION:

SENE 18 090S 180E
SURFACE: 1980 FNL 0660 FEL
BOTTOM: 1980 FNL 0660 FEL
UINTAH
8 MILE FLAT NORTH (590)

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

LEASE TYPE: 1 - Federal
LEASE NUMBER: UTU-39714
SURFACE OWNER: 1 - Federal
PROPOSED FORMATION: GRRV
COALBED METHANE WELL? NO

LATITUDE: 40.03272
LONGITUDE: -109.9285

RECEIVED AND/OR REVIEWED:

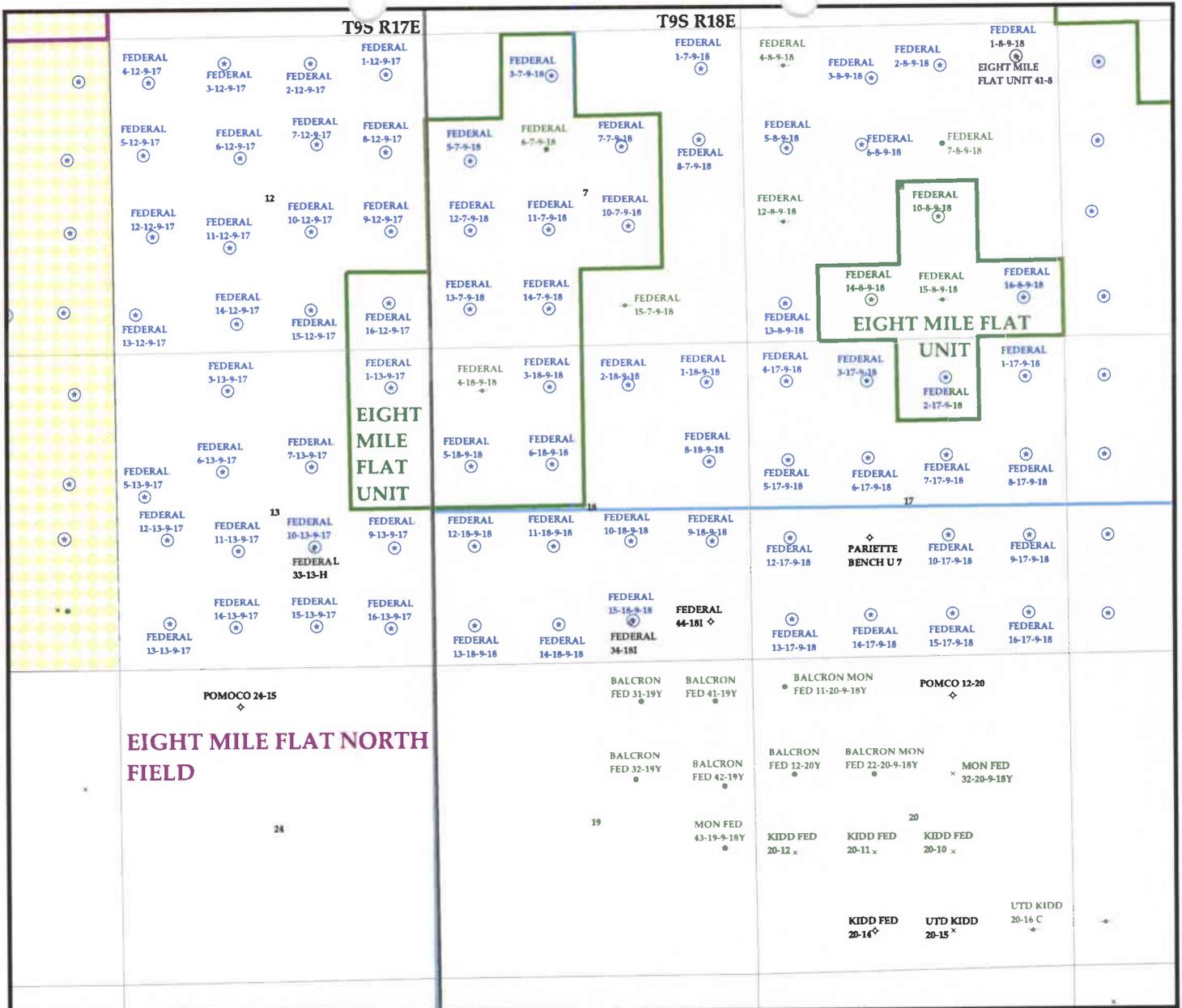
- Plat
- Bond: Fed[1] Ind[] Sta[] Fee[]
(No. UTU0056)
- Potash (Y/N)
- Oil Shale 190-5 (B) or 190-3 or 190-13
- Water Permit
(No. MUNICIPAL)
- RDCC Review (Y/N)
(Date: _____)
- Fee Surf Agreement (Y/N)

LOCATION AND SITING:

- ___ R649-2-3.
Unit _____
- R649-3-2. 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: Sup, Separate file

STIPULATIONS: 1. Federal Approval
2. Spacing Strip



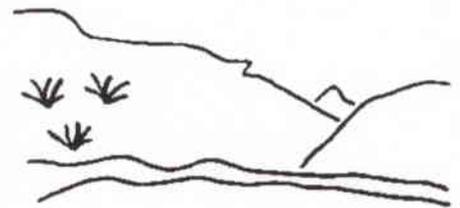
OPERATOR: NEWFIELD PROD CO (N2695)

SEC. 18 T.9S R.18E

FIELD: EIGHT MILE FLAT NORTH (590)

COUNTY: UINTAH

SPACING: R649-3-2 / GENERAL SITING



Utah Oil Gas and Mining



PREPARED BY: DIANA WHITNEY
DATE: 7-DECEMBER-2004

| Wells | Units.shp | Fields.shp |
|-----------------------|----------------|--------------|
| ⊕ GAS INJECTION | □ EXPLORATORY | □ ABANDONED |
| ⊙ GAS STORAGE | □ GAS STORAGE | □ ACTIVE |
| × LOCATION ABANDONED | □ NF PP OIL | □ COMBINED |
| ⊕ NEW LOCATION | □ NF SECONDARY | □ INACTIVE |
| ◇ PLUGGED & ABANDONED | □ PENDING | □ PROPOSED |
| ⊕ PRODUCING GAS | □ PI OIL | □ STORAGE |
| ● PRODUCING OIL | □ PP GAS | □ TERMINATED |
| ⊕ SHUT-IN GAS | □ PP GEOTHERML | |
| ⊕ SHUT-IN OIL | □ PP OIL | |
| × TEMP. ABANDONED | □ SECONDARY | |
| ○ TEST WELL | □ TERMINATED | |
| △ WATER INJECTION | | |
| ⊕ WATER SUPPLY | | |
| ⊕ WATER DISPOSAL | | |



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

December 7, 2004

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

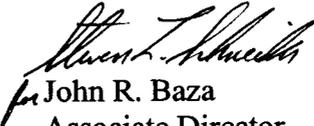
Re: Federal 8-18-9-18 Well, 1980' FNL, 660' FEL, SE NE, Sec. 18, T. 9 South,
R. 18 East, Uintah County, Utah

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 43-047-36146.

Sincerely,


for John R. Baza
Associate Director

pab
Enclosures

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

Operator: Newfield Production Company

Well Name & Number Federal 8-18-9-18

API Number: 43-047-36146

Lease: UTU-39714

Location: SE NE **Sec. 18** **T. 9 South** **R. 18 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.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Designation and Serial No.

UTU-39714

6. If Indian, Allottee or Tribe Name

NA

7. If Unit or C/A, Agreement Designation

SUNDANCE

8. Well Name and No.

FEDERAL 8-18-9-18

9. API Well No.

43-047-36146

10. Field and Pool, or Exploratory Area

EIGHT MILE FLAT NORTH

11. County or Parish, State

UINTAH COUNTY, UT.

SUBMIT IN TRIPLICATE

1. Type of Well

Oil Well Gas Well Other

2. Name of Operator

NEWFIELD PRODUCTION COMPANY

3. Address and Telephone No.

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

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

1980 FNL 660 FEL SE/NE Section 18, T9S R18E

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

TYPE OF SUBMISSION

Notice of Intent
 Subsequent Report
 Final Abandonment Notice

TYPE OF ACTION

Abandonment
 Recompletion
 Plugging Back
 Casing Repair
 Altering Casing
 Other **Permit Extension**
 Change of Plans
 New Construction
 Non-Routine Fracturing
 Water Shut-Off
 Conversion to Injection
 Dispose Water

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

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

Newfield Production Company requests to extend the Permit to Drill this well for one year. The original approval date was 12/07/04 (expiration 12/07/05).

This APD has not been approved yet by the BLM.

Approved by the
Utah Division of
Oil, Gas and Mining
Date: 12-29-05
By: *[Signature]*

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

Signed

Mandie Crozier
Mandie Crozier

Regulatory Specialist

Date

11/29/2005

CC: UTAH DOGM

(This space for Federal or State office use)

Approved by

Title

12-2-05
[Signature]

Date

RECEIVED

Conditions of approval, if any:

CC Utah DOGM

NOV 30 2005

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.

DIV. OF OIL, GAS & MINING



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

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

API: 43-047-36146
Well Name: Federal 8-18-9-18
Location: SE/NE Section 18, T9S R18E
Company Permit Issued to: Newfield Production Company
Date Original Permit Issued: 12/7/2004

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

Wanda Crey
Signature

11/29/2005
Date

Title: Regulatory Specialist

Representing: Newfield Production Company

RECEIVED
NOV 30 2005

DEC 30 2005

217

Form 3160-3
(September 2001)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

DEC 03 2004

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

APPLICATION FOR PERMIT TO DRILL OR REENTER

| | | |
|--|---|---|
| 1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER | | 5. Lease Serial No. UTU-39714 |
| 1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone | | 6. If Indian, Allottee or Tribe Name N/A |
| 2. Name of Operator Newfield Production Company | | 7. If Unit or CA Agreement, Name and No. N/A |
| 3a. Address Route #3 Box 3630, Myton UT 84052 | 3b. Phone No. (include area code) (435) 646-3721 | 8. Lease Name and Well No. Federal 8-18-9-18 |
| 4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface SE/NE 1980' FNL 660' FEL At proposed prod. zone | | 9. APL Well No. 2304736146 |
| 14. Distance in miles and direction from nearest town or post office* Approximatley 18.5 miles southeast of Myton, Utah | | 10. Field and Pool, or Exploratory Eight Mile Flat |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) Approx. 1980' f/lse, NA f/unit | 16. No. of Acres in lease 1,717.32 | 11. Sec., T., R., M., or Blk. and Survey or Area SE/NE Sec. 18, T9S R18E |
| 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 1320' | 17. Spacing Unit dedicated to this well 40 Acres | 12. County or Parish Uintah |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5090' GL | 19. Proposed Depth 5815' | 13. State UT |
| 22. Approximate date work will start* 1st Quarter 2005 | | 20. BLM/BIA Bond No. on file UTU0056 |
| 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. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 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). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

| | | |
|--|--|----------------------|
| 25. Signature <i>Mandie Crozier</i> | Name (Printed/Typed) Mandie Crozier | Date 12/2/04 |
| Title Regulatory Specialist | | |
| Approved by (Signature) <i>Peter K Sokolowski</i> | Name (Printed/Typed) PETER K SOKOLOWSKI | Date DEC. 22 2005 |
| Title Acting Assistant Field Manager Mineral Resources | Office VERMILION 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.

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)

CONDITIONS OF APPROVAL ATTACHED

NOTICE OF APPROVAL

05JM0287A

No NOS



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 Company Location: SENE, Sec. 18, T9S, R18E
Well No: Federal 8-18-9-18 Lease No: UTU-39714
API No: 43-047-36146 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 PE) | - Twenty-Four (24) hours prior to spudding the well. |
| Casing String & Cementing (Notify SPT) | - Twenty-Four (24) hours prior to running casing and cementing) all casing strings. |
| BOP & Related Equipment Tests (Notify SPT) | - Twenty-Four (24) hours prior to initiating pressure tests. |
| First Production Notice (Notify PE) | - 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

- None

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- 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.
- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- **Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.**
- 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.
- 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.

- 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.
- 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.
- 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).**
- 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.

- 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.
- 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.
- 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:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - 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).
 - 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.
 - Unit agreement and / or participating area name and number, if applicable.
 - Communitization agreement number, if applicable.
- 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.
- 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.
- 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.

- 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.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Designation and Serial No.
UTU-39714

6. If Indian, Allottee or Tribe Name
NA

7. If Unit or CA, Agreement Designation
SUNDANCE

8. Well Name and No.
FEDERAL 8-18-9-18

9. API Well No.
43-047-36146

10. Field and Pool, or Exploratory Area
EIGHT MILE FLAT NORTH

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

SUBMIT IN TRIPLICATE

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
NEWFIELD PRODUCTION COMPANY

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

4. Location of Well (Footage, Sec., T., R., m., or Survey Description)
1980 FNL 660 FEL SE/NE Section 18, T9S R18E

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

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

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

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

Newfield Production Company requests to extend the Permit to Drill this well for one year. The original approval date was 12/07/04 (expiration 12/07/06).

This APD was approved by the BLM on 12/22/05.

Approved by the
Utah Division of
Oil, Gas and Mining

Date: 11-28-06
By: [Signature]

SENT TO OPERATIONS
11-30-06
RJM

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DIV. OF OIL, GAS & MINING

14. I hereby certify that the foregoing is true and correct
Signed [Signature] Title Regulatory Specialist Date 11/27/2006
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

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.

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

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

API: 43-047-36146
Well Name: Federal 8-18-9-18
Location: SE/NE Section 18, T9S R18E
Company Permit Issued to: Newfield Production Company
Date Original Permit Issued: 12/7/2004

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


Signature

11/27/2006
Date

Title: Regulatory Specialist

Representing: Newfield Production Company

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JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

January 8, 2008

Mandie Crozier
Newfield Production Company
Rt. #3 Box 3630
Myton, UT 84052

43-047-36146 18 95 18E

Re: APDs Rescinded at the request of Newfield Production Company

Dear Ms. Crozier:

Enclosed find the list of APDs that you requested to be rescinded to Newfield Production Company. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective January 8, 2008.

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

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

Sincerely,


Diana Mason
Environmental Scientist

cc: Well File
Bureau of Land Management, Vernal

Page 2
January 8, 2008
Subject:

4304736144 FEDERAL 2-18-9-18
4304736145 FEDERAL 6-18-9-18
4304736146 FEDERAL 8-18-9-18
4304736147 FEDERAL 10-18-9-18
4304736148 FEDERAL 12-18-9-18
4304736149 FEDERAL 14-18-9-18
4301333398 FEDERAL 13-28-9-16
4301333402 FEDERAL 9-28-9-16
4301333406 FEDERAL 5-28-9-16
4301333426 FEDERAL 6-29-9-16
4301333428 FEDERAL 8-29-9-16
4301333430 FEDERAL 10-29-9-16
4301333431 FEDERAL 11-29-9-16
4301333434 FEDERAL 14-29-9-16
4301333435 FEDERAL 15-29-9-16
4301333436 FEDERAL 16-29-9-16
4301330435 GB FED 7-29R-8-17
4301333455 FEDERAL 5-30-9-16
4301333457 FEDERAL 7-30-9-16
4301333458 FEDERAL 10-30-9-16
4301333427 FEDERAL 7-29-9-16
4301333429 FEDERAL 9-29-9-16
4301333432 FEDERAL 12-29-9-16
4301333433 FEDERAL 13-29-9-16