

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

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

| | | |
|---|--|---|
| 1a. Type of Work <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER | | 5. Lease Serial No. UTU-1301 |
| b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone | | 6. If Indian, Allottee or Tribe Name |
| 2. Name of Operator WESTPORT OIL & GAS COMPANY, L.P. | | 7. If Unit or C/A Agreement, Name and No. |
| 3a. Address 1368 SOUTH 1200 EAST, VERNAL, UTAH 84078 | 3b. Phone No. (include area code) (435) 781-7060 | 8. Lease Name and Well No. HATCH 923-15F |
| 4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface SENW 2170' FNL 1900' FWL 643761 X 40,037294 At proposed prod. Zone: 4433046 Y -109.314994 | | 9. API Well No. 43-047-36865 |
| 14. Distance in miles and direction from nearest town or post office* 24.9 MILES SOUTHEAST OF OURAY, UTAH | | 10. Field and Pool, or Exploratory Natural Burns |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1900' | 16. No. of Acres in lease 2520 | 11. Sec., T., R., M., or Blk. and Survey or Area SEC 15-T9S-R23E |
| 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. REFER TO TOPO C | 19. Proposed Depth 8680' | 12. County or Parish Uintah |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5027.5' GL | 22. Approximate date work will start* UPON APPROVAL | 13. State UT |
| 17. Spacing Unit dedicated to this well 40 | | |
| 20. BLM/BIA Bond No. on file CO-1203 | | |
| 23. Estimated duration TO BE DETERMINED | | |

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 office. |

| | | |
|--|---|-------------------|
| 25. Signature | Name (Printed/Typed) DEBRA DOMENICI | Date 7/19/2005 |
| Title ASSOCIATE ENVIRONMENTAL ANALYST | | |
| Approved by (Signature) | Name (Printed/Typed) BRADLEY G. HILL | Date 07-26-05 |
| Title ENVIRONMENTAL SCIENTIST III | | |

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

Conditions of approval, if any, 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
JUL 22 2005**

DIV. OF OIL, GAS & MINING

HATCH 923-15F
SENW SEC 15-T9S-R23E
UINTAH COUNTY, UTAH
UTU-1301

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. **Estimated Tops of Important Geologic Markers:**

| <u>Formation</u> | <u>Depth</u> |
|------------------|--------------|
| Uinta | 0- Surface |
| Green River | 1345' |
| Wasatch | 4665' |
| Mesaverde | 6685' |
| TD | 8680' |

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

| <u>Substance</u> | <u>Formation</u> | <u>Depth</u> |
|------------------|------------------|--------------|
| | Green River | 1345' |
| Gas | Wasatch | 4665' |
| Gas | Mesaverde | 6685' |
| Water | N/A | |
| Other Minerals | N/A | |

3. **Pressure Control Equipment** (Schematic Attached)

Please refer to the attached Drilling Program.

4. **Proposed Casing & Cementing Program:**

Please refer to the attached Drilling Program.

5. **Drilling Fluids Program:**

Please refer to the attached Drilling Program.

6. **Evaluation Program:**

Please refer to the attached Drilling Program.

7. **Abnormal Conditions:**

Maximum anticipated bottomhole pressure calculated at 8680' TD, approximately equals 3472 psi (calculated at 0.4 psi/foot).

Maximum anticipated surface pressure equals approximately 1562.4 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. **Anticipated Starting Dates:**

Drilling is planned to commence immediately upon approval of this application.

9. **Variances:**

Please refer to the attached Drilling Program.

10. **Other Information:**

Please refer to the attached Drilling Program.



Westport Oil and Gas Company, L.P.
DRILLING PROGRAM

CASING PROGRAM

| | SIZE | INTERVAL | WT. | GR. | CPLG. | DESIGN FACTORS | | |
|------------|--------|-----------|-------|------|-------|-------------------|--------------|----------------|
| | | | | | | BURST | COLLAPSE | TENSION |
| CONDUCTOR | 14" | 0-40' | | | | | | |
| SURFACE | 9-5/8" | 0 to 2000 | 32.30 | H-40 | STC | 2270 0.77***** | 1370 1.46 | 254000 4.49 |
| PRODUCTION | 4-1/2" | 0 to 8680 | 11.60 | I-80 | LTC | 7780 2.62 | 6350 1.30 | 201000 2.29 |

- 1) Max Anticipated Surf. Press (MASP) (Surface Casing) = (Pore Pressure at next csg point - (0.22 psi/ft - partial evac gradient x TVD of next csg point))
 2) MASP (Prod Casing) = Pore Pressure at TD - (.22 psi/ft - partial evac gradient x TD)
 (Burst Assumptions: TD = 10.8 ppg) .22 psi/ft = gradient for partially evac wellbore
 (Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing * Buoy. Fact. of water)
 MASP 2985 psi
 ***** Burst SF is low but csg is much stronger than formation at 2000'. EMW @ 2000' is 21.8 ppg or 1.13 psi/ft

CEMENT PROGRAM

| | | FT. OF FILL | DESCRIPTION | SACKS | EXCESS | WEIGHT | YIELD |
|------------|-----------------|-------------|--|---------|--------|--------|-------|
| SURFACE | LEAD | 500 | Premium cmt + 2% CaCl + .25 pps flocele | 215 | 60% | 15.60 | 1.18 |
| Option 1 | TOP OUT CMT (1) | 200 | 20 gals sodium silicate + Premium cmt + 2% CaCl + .25 pps flocele | 50 | | 15.60 | 1.18 |
| | TOP OUT CMT (2) | as required | Premium cmt + 2% CaCl | as req. | | 15.60 | 1.18 |
| SURFACE | Option 2 | | NOTE: If well will circulate water to surface, option 2 will be utilized | | | | |
| | LEAD | 1500 | Prem cmt + 16% Gel + 10 pps gilsonite +.25 pps Flocele + 3% salt BWOC | 170 | 35% | 11.00 | 3.82 |
| | TAIL | 500 | Premium cmt + 2% CaCl + .25 pps flocele | 180 | 35% | 15.60 | 1.18 |
| | TOP OUT CMT | as required | Premium cmt + 2% CaCl | as req. | | 15.60 | 1.18 |
| PRODUCTION | LEAD | 4,160' | Premium Lite II + 3% KCl + 0.25 pps celloflake + 5 pps gilsonite + 10% gel + 0.5% extender | 460 | 60% | 11.00 | 3.38 |
| | TAIL | 4,520' | 50/50 Poz/G + 10% salt + 2% gel +.1% R-3 | 1270 | 60% | 14.30 | 1.31 |

*Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained
 *Substitute caliper hole volume plus 15% excess for TAIL if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

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

ADDITIONAL INFORMATION

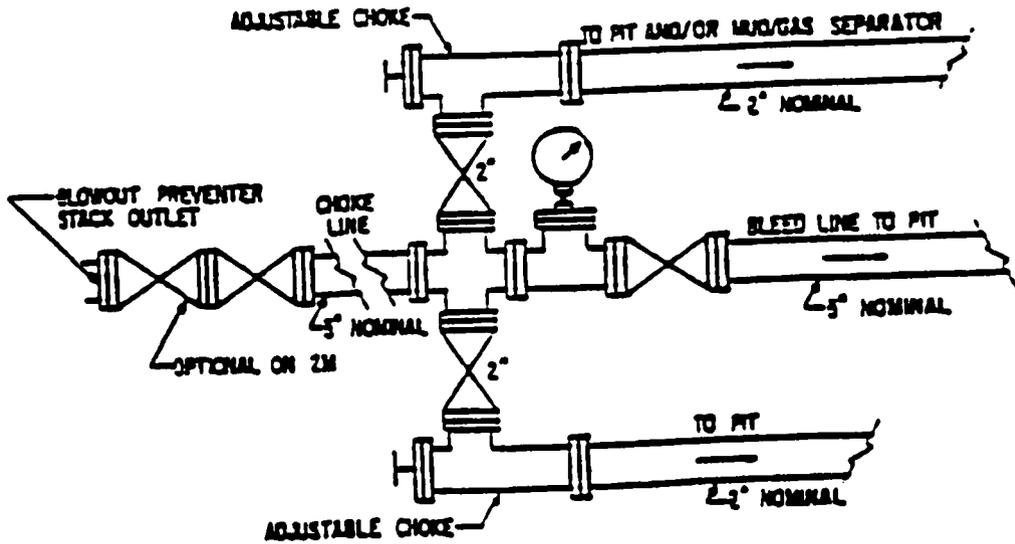
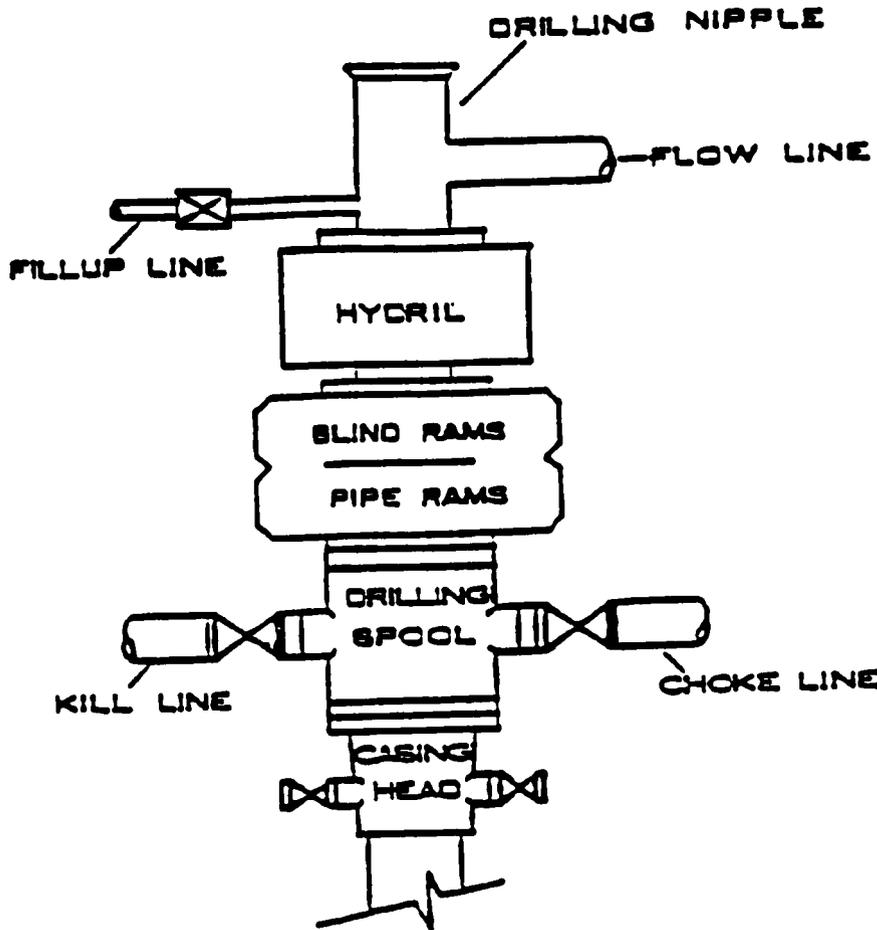
Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.
 BOPE. 11" 3M with one annular and 2 rams. Test to 3,000 psi (annular to 1,500 psi) prior to drilling out. Record on chart recorder & tour sheet. Function test rams on each Inp. Maintain safety valve & inside BOP on ng floor at all times. Kelly to be equipped with upper & lower kelly valves.
 Drop Totco surveys every 2000'. Maximum allowable hole angle is 5 degrees

DRILLING ENGINEER: _____
 Brad Laney
 DRILLING SUPERINTENDENT: _____
 Randy Bayne

DATE: _____
 DATE: _____

3,000 PSI

BOP STACK



HATCH 923-15F
SENW SEC 15-T9S-R23E
UINTAH COUNTY, UTAH
UTU-1301

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. **Existing Roads:**

Directions to the proposed location are attached.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.

2. **Planned Access Roads:**

The proposed access road is approximately 0.3 miles +/- . Refer to Topo Map B.

The access road will be crowned (2 to 3%), ditched and constructed with a running surface of 18 feet and a maximum disturbed width of 30 feet. Graveling or capping the roadbed will be performed as necessary to provide a well constructed, safe road. Prior to construction or upgrading, the proposed road shall be cleared of any snow and allowed to dry completely.

Surface disturbance and vehicular traffic will be limited to the proposed location and proposed access route. Any additional area needed will be approved in advance. All construction shall be in conformance with the standards outlined in the BLM and Forest Service publication: Surface Operating Standards for Oil and Gas Exploration and Development. 1989.

The road surface and shoulders will be kept in a safe and usable condition and will be maintained in accordance with the original construction standards. All drainage ditches will be kept clear and free-flowing and will be maintained according to original construction standards. The access road surface will be kept free of trash during operations. All traffic will be confined to the approved disturbed surface. Road drainage crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing or shall the drainages be blocked by the road bed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Should mud holes develop, they shall be filled in and detours around them avoided. When snow is removed from the road during the winter months, the snow shall be pushed outside of the borrow ditches, and the turnouts kept clear so that snowmelt will be channeled away from the road.

3. **Location of Existing Wells Within a 1-Mile Radius**

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities

The following guidelines will apply if the well is productive.

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain fluids (i.e., production tanks, produced water tanks, and/or heater/treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank, and be independent of the back cut.

All permanent (on-site six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the five state Rocky Mountain Inter-Agency Committee.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon (2.5 Y 6/2) as determined during the on-site inspection.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

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

5. Location and Type of Water Supply:

Water for drilling purposes will be obtained from Dalbo Inc.'s underground well located in Ouray, Utah, Sec.32, T4S,R3E, Water User Claim #43-8496, Application #53617.

Water will be hauled to location over the roads marked on Maps A and B.

Where available a 2" or 3" poly pipe will be installed with the existing rights-of-way to supply water during drilling and completion operations. There will be no new disturbance needed and the poly line will be removed after completion operations. The fresh water will be supplied from the power plant located within the following Sections 23, 24, 25, 26, 35, & 36, T8S, R23E.

No water well is to be drilled on this lease.

6. Source of Construction Materials

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

7. Methods of Handling Waste Materials

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, will be contained in the reserve pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit will be constructed on the location and will not be located within natural drainage, where a flood hazard exists or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, break, or allow discharge of liquids.

A plastic reinforced liner is to be used as discussed during on-site inspection. It will be a minimum of 20 mil thick and felt, with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

A chemical porta-toilet will be furnished with the drilling rig.

Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash will be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

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

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

8. **Ancillary Facilities**

None are anticipated.

9. **Well Site Layout:** (See Location Layout Diagram)

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

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

39 inch net wire will be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.

The net wire shall be no more than two inches above the ground. The barbed wire shall be three inches over the net wire. Total height of the fence shall be at least 42 inches.

Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.

Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

All wire shall be stretched, by using a stretching device, before it is attached to corner posts.

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

10. Plans for Reclamation of the Surface:

Producing Location:

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

Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.

To prevent surface water(s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface three feet above surrounding ground surface to allow the reclaimed pit area to drain effectively.

Upon completion of backfilling, leveling, and recontouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

Abandoned well sites, roads, and other disturbed areas will be restored as near as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions, and re-establishment of vegetation as specified.

All disturbed surfaces will be recontoured to the approximate natural contours, with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. Reseeding operations will be performed after completion of other reclamation operations.

11. Surface Ownership:

United States of America
Bureau of Land Management
170 South 500 East
Vernal, UT 84078
(435) 789-1362

12. Other Information:

A Class III archaeological survey and a paleontological survey have been completed and the reports will be submitted separately.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice of Lessees. The Operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance. The Operator will control noxious weeds along Rights-Of-Way for roads, pipelines, well sites, or other applicable facilities.

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

Seed Mixture:

| | |
|--------------------|-----------|
| Shadscale | 5 lb/acre |
| Crested Wheatgrass | 6 lb/acre |
| Black Sagebrush | 1 lb/acre |

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

Debra Domenici
Associate Environmental Analyst
Westport O&G Co.
1368 South 1200 East
Vernal, UT 84078
(435) 781-7060

Randy Bayne
Drilling Manager
Westport O&G Co.
1368 South 1200 East
Vernal, UT 84078
(435)781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

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

Bond coverage pursuant to 43 CFR 3104 for the lease activities is being provided by BLM Nationwide Bond #CO-1203.

I hereby certify that the proposed drill site and access route has been inspected and that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.


Debra Domenici

July 19, 2005
Date

WESTPORT OIL AND GAS COMPANY, L.P.
HATCH #923-15F
SECTION 15, T9S, R23E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.3 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 12.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 1.7 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 1.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 0.5 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN LEFT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 4.5 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN LEFT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 3.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST; TURN LEFT AND PROCEED IN A NORTHWESTERLY DIRECTION APPROXIMATELY 0.3 MILES TO BEGINNING OF THE PROPOSED ACCESS TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 0.3 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 55.9MILES.

WESTPORT OIL AND GAS COMPANY, L.P.

HATCH #923-15F

LOCATED IN UINTAH COUNTY, UTAH

SECTION 15, T9S, R23E, S.L.B.&M.

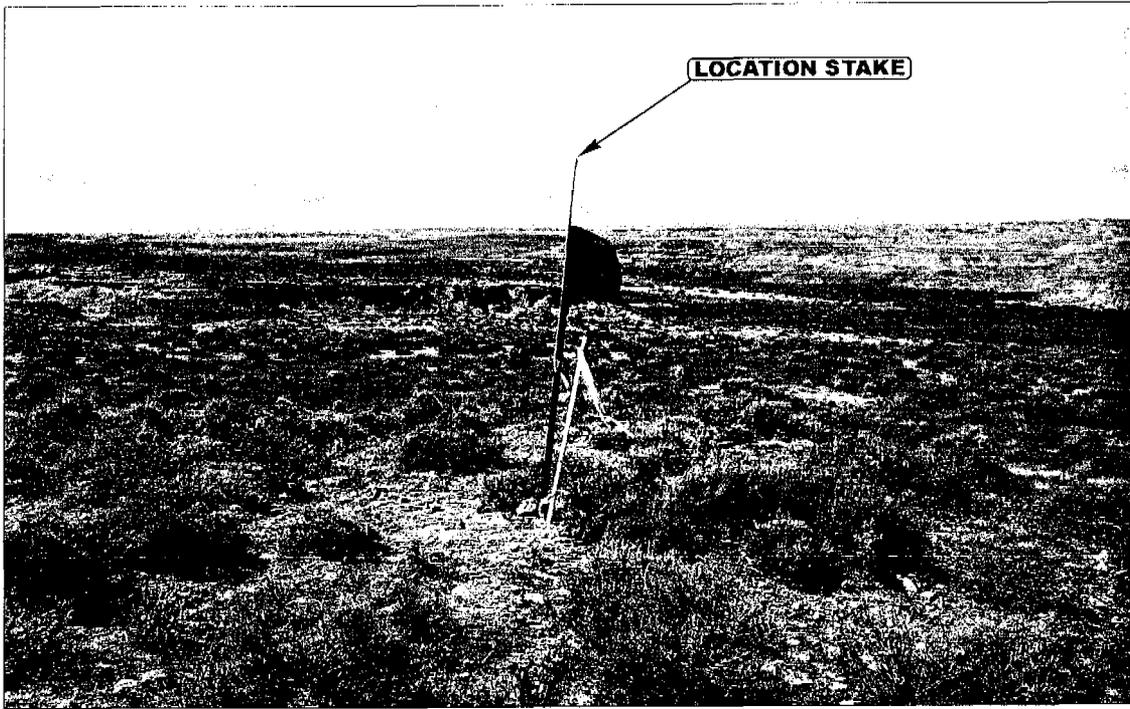


PHOTO: VIEW OF LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY

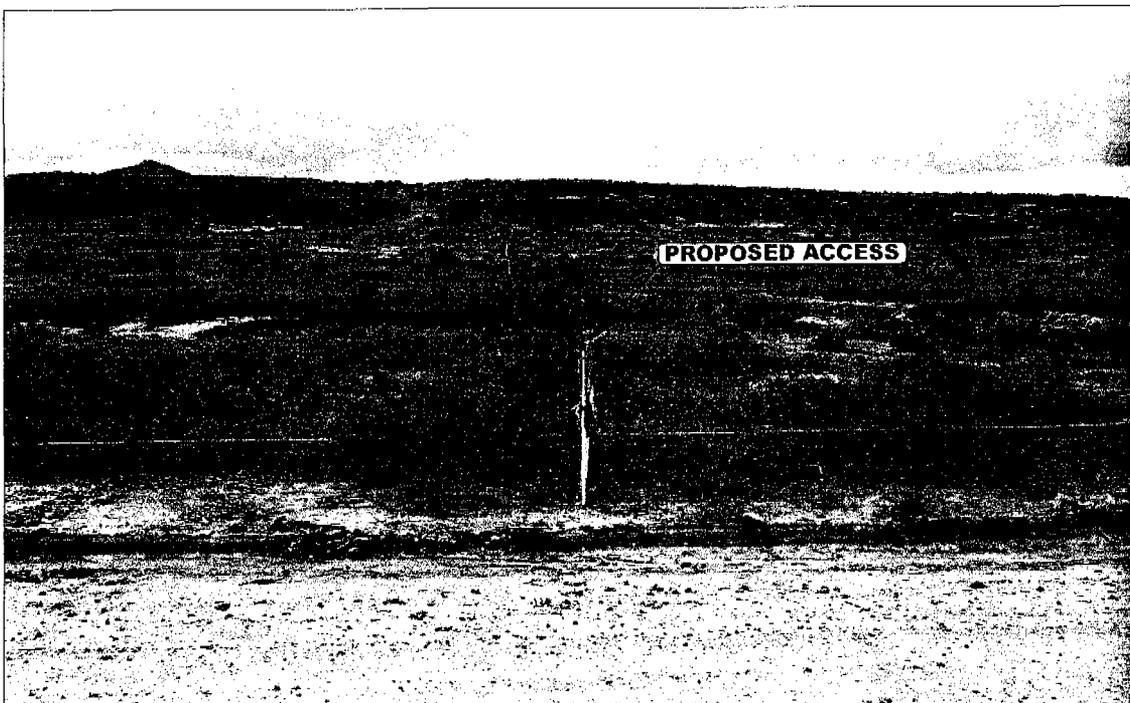


PHOTO: VIEW FROM BEGINING OF PROPOSED ACCESS

CAMERA ANGLE: WESTERLY



EI
LS

Uintah Engineering & Land Surveying

85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

LOCATION PHOTOS

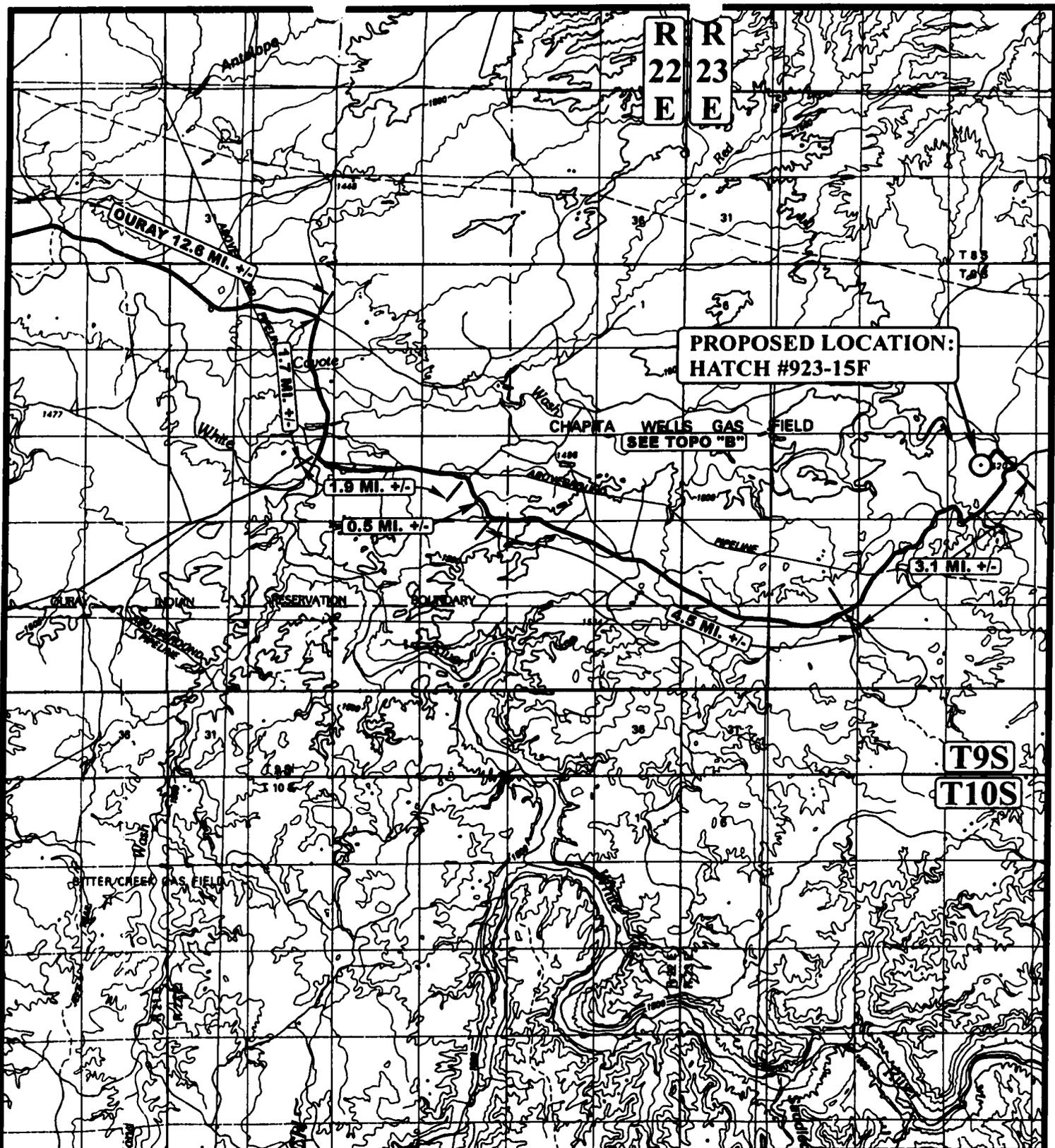
05 17 05
MONTH DAY YEAR

PHOTO

TAKEN BY: J.F.

DRAWN BY: C.H.

REVISED: 00-00-00



**PROPOSED LOCATION:
HATCH #923-15F**

**CHOPTA WELLS GAS FIELD
(SEE TOPO "B")**

**T9S
T10S**

LEGEND:

○ PROPOSED LOCATION

WESTPORT OIL AND GAS COMPANY, L.P.

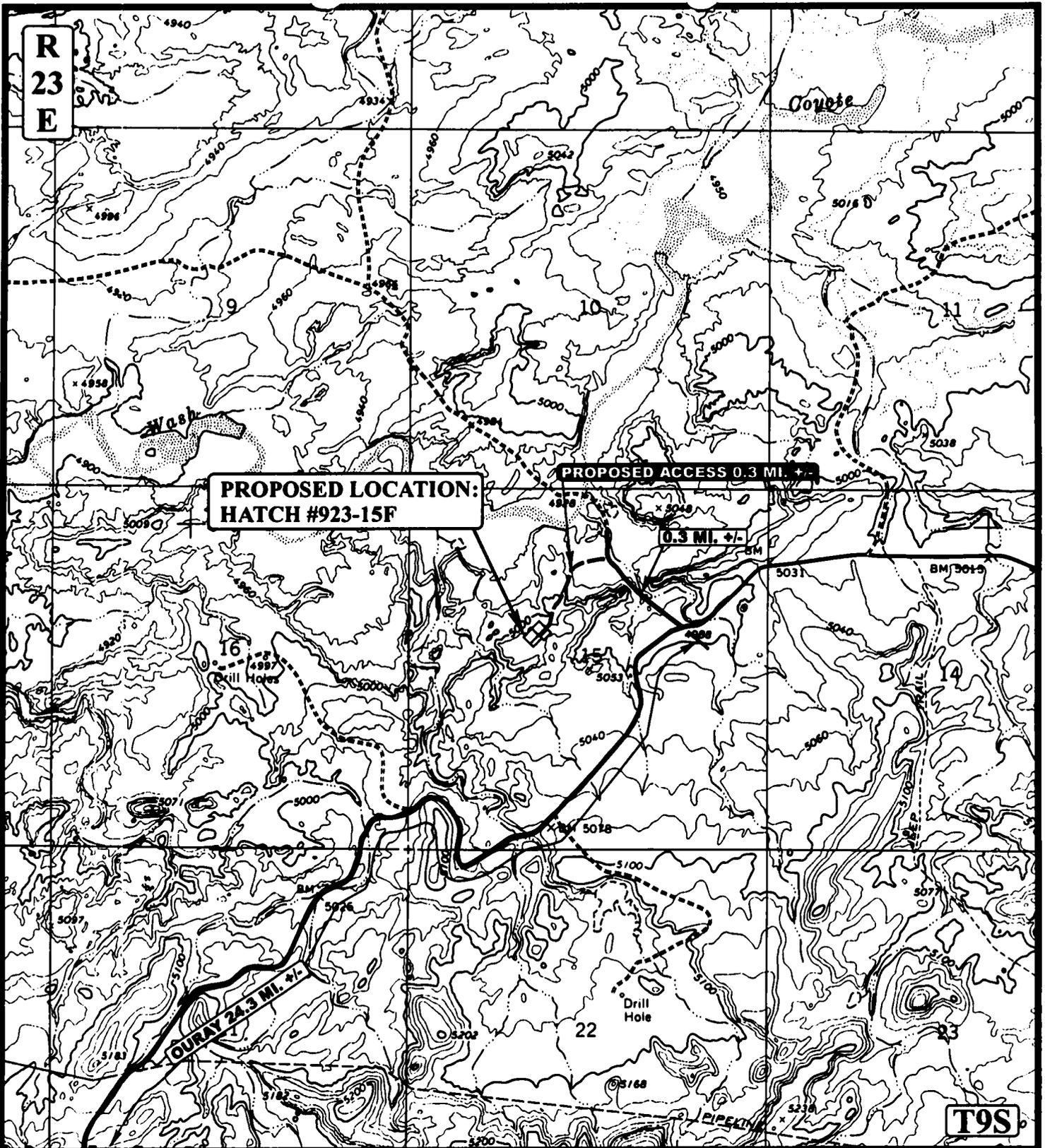
**HATCH #923-15F
SECTION 15, T9S, R23E, S.L.B.&M.
2170' FNL 1900' FWL**

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



TOPOGRAPHIC 05 17 05
MAP MONTH DAY YEAR
SCALE: 1:100,000 DRAWN BY: C.H. REVISED: 00-00-00





LEGEND:

- PROPOSED ACCESS ROAD
- EXISTING ROAD

WESTPORT OIL AND GAS COMPANY, L.P.

HATCH #923-15F
SECTION 15, T9S, R23E, S.L.B.&M.
2170' FNL 1900' FWL



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

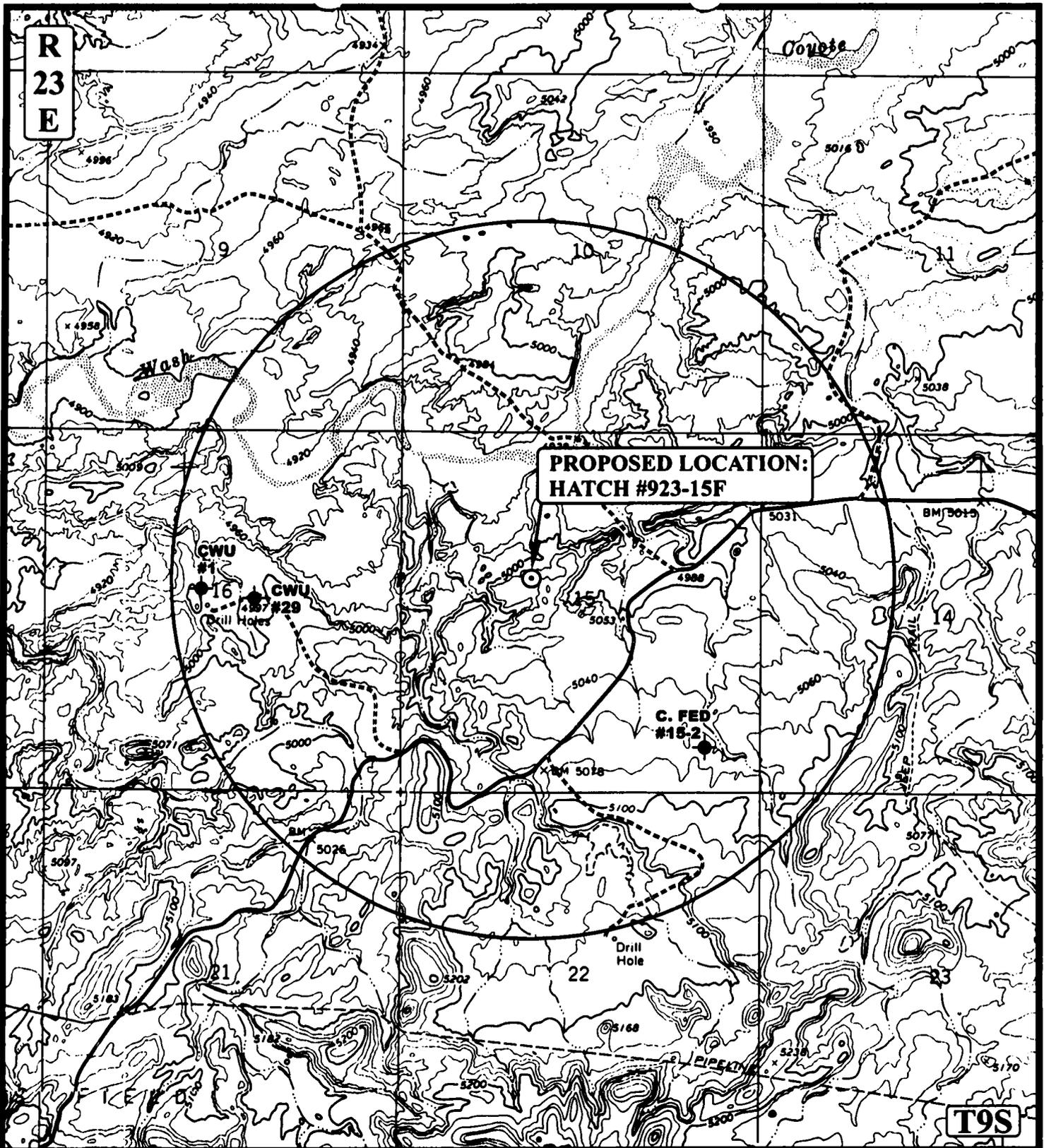


TOPOGRAPHIC
MAP

05 17 05
 MONTH DAY YEAR

SCALE: 1" = 2000' DRAWN BY: C.H. REVISED: 00-00-00

B
 TOPO



**PROPOSED LOCATION:
HATCH #923-15F**

LEGEND:

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

WESTPORT OIL AND GAS COMPANY, L.P.

**HATCH #923-15F
SECTION 15, T9S, R23E, S.L.B.&M.
2170' FNL 1900' FWL**

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

TOPOGRAPHIC MAP 05 16 05
MONTH DAY YEAR
SCALE: 1" = 2000' DRAWN BY: C.H. REVISED: 00-00-00



R
23
E

R
23
E

R
24
E

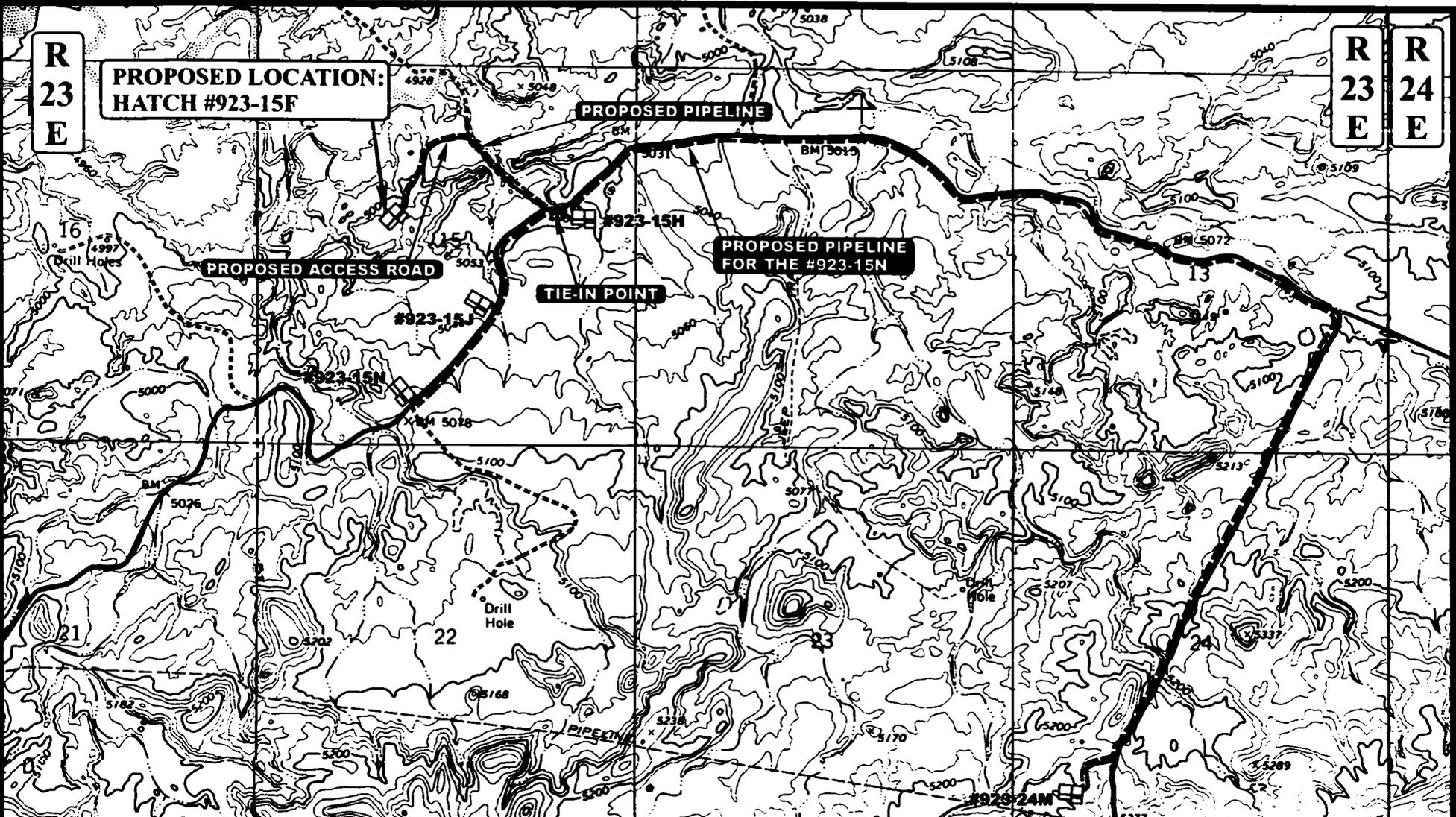
**PROPOSED LOCATION:
HATCH #923-15F**

PROPOSED PIPELINE

PROPOSED ACCESS ROAD

**PROPOSED PIPELINE
FOR THE #923-15N**

TIE-IN POINT



APPROXIMATE TOTAL PIPELINE DISTANCE = 3012' +/-

LEGEND:

-  PROPOSED ACCESS ROAD
-  EXISTING PIPELINE
-  PROPOSED PIPELINE
-  PROPOSED PIPELINE (SERVICING OTHER WELLS)

WESTPORT OIL AND GAS COMPANY, L.P.

HATCH #923-15F

SECTION 15, T9S, R23E, S.L.B.&M.

2170' FNL 1900' FWL



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



TOPOGRAPHIC 05 | 17 | 05
MAP MONTH | DAY | YEAR

SCALE: 1" = 2000' DRAWN BY: C.H. REVISED: 00-00-00



T9S

WESTPORT OIL AND GAS COMPANY, L.P.

FIGURE #2

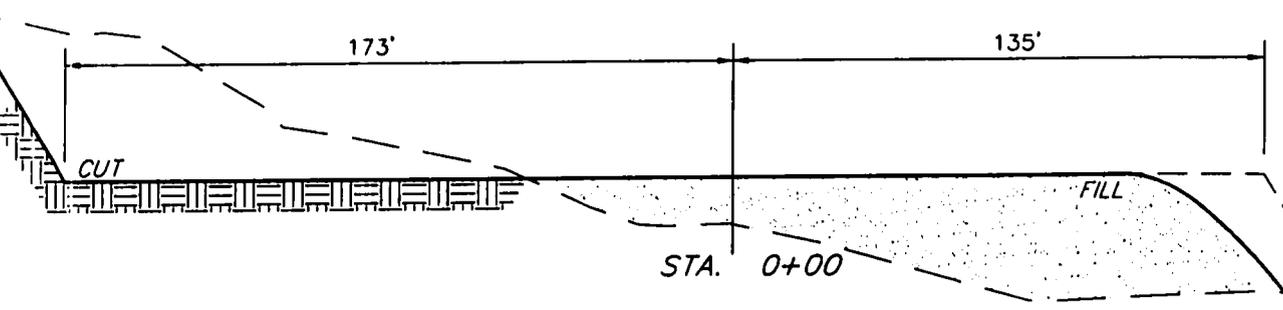
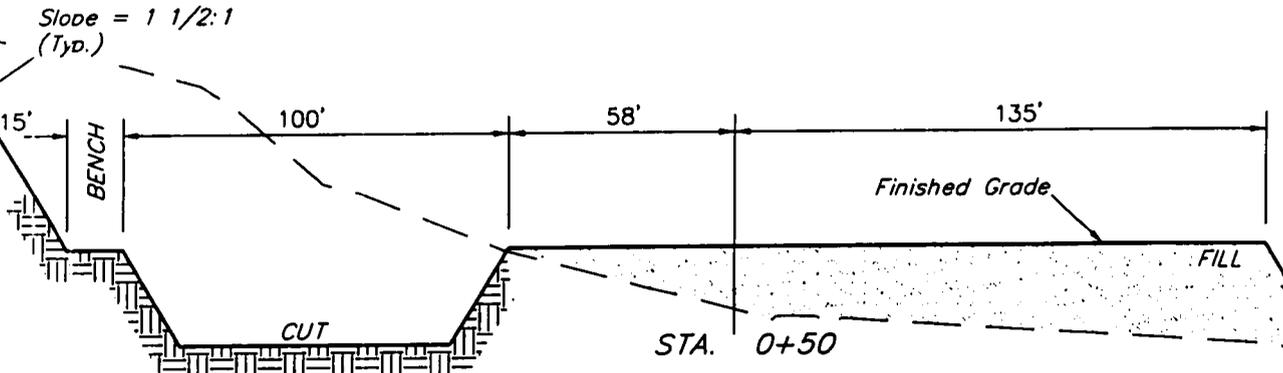
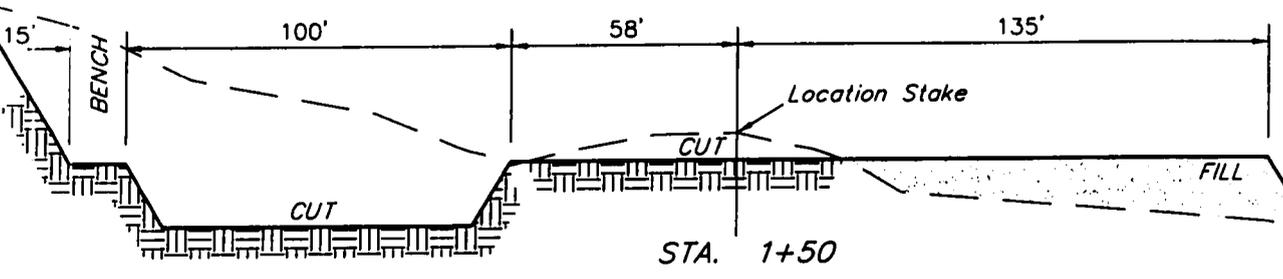
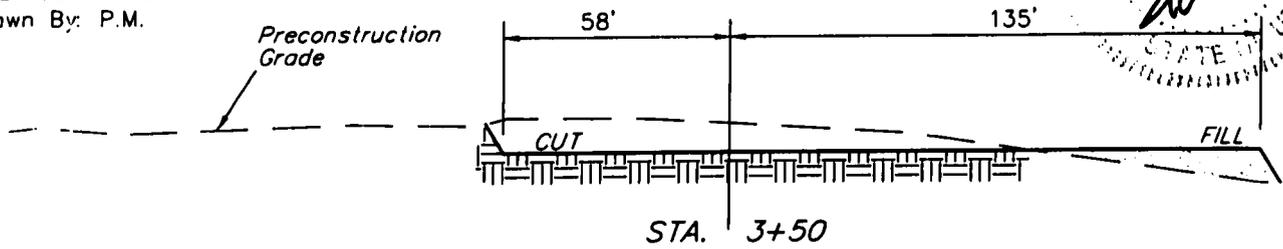
TYPICAL CROSS SECTIONS FOR

HATCH #923-15F

SECTION 15, T9S, R23E, S.L.B.&M.

2170' FNL 1900' FWL

1" = 20'
X-Section Scale
1" = 50'
DATE: 05-16-05
Drawn By: P.M.



* NOTE:
FILL QUANTITY INCLUDES
5% FOR COMPACTION

APPROXIMATE YARDAGES

| | |
|------------------------|-------------------------|
| CUT | |
| (6") Topsoil Stripping | = 2,040 Cu. Yds. |
| Remaining Location | = 14,320 Cu. Yds. |
| TOTAL CUT | = 16,360 CU.YDS. |
| FILL | = 12,180 CU.YDS. |

| | |
|--|------------------|
| EXCESS MATERIAL | = 4,180 Cu. Yds. |
| Topsoil & Pit Backfill (1/2 Pit Vol.) | = 4,180 Cu. Yds. |
| EXCESS UNBALANCE (After Rehabilitation) | = 0 Cu. Yds. |

**WORKSHEET
APPLICATION FOR PERMIT TO DRILL**

APD RECEIVED: 07/22/2005

API NO. ASSIGNED: 43-047-36865

WELL NAME: HATCH 923-15F
 OPERATOR: WESTPORT OIL & GAS CO (N2115)
 CONTACT: DEBRA DOMENICI

PHONE NUMBER: 435-781-7060

PROPOSED LOCATION:

SENW 15 090S 230E
 SURFACE: 2170 FNL 1900 FWL
 BOTTOM: 2170 FNL 1900 FWL
 UINTAH
 NATURAL BUTTES (630)

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

LEASE TYPE: 1 - Federal
 LEASE NUMBER: UTU-1301
 SURFACE OWNER: 1 - Federal
 PROPOSED FORMATION: WSMVD
 COALBED METHANE WELL? NO

LATITUDE: 40.03729
 LONGITUDE: -109.3150

RECEIVED AND/OR REVIEWED:

- Plat
- Bond: Fed[1] Ind[] Sta[] Fee[]
(No. CO-1203)
- N Potash (Y/N)
- N Oil Shale 190-5 (B) or 190-3 or 190-13
- Water Permit
(No. 43-8496)
- N RDCC Review (Y/N)
(Date: _____)
- N Fee Surf Agreement (Y/N)
- N Intent to Commingle (Y/N)

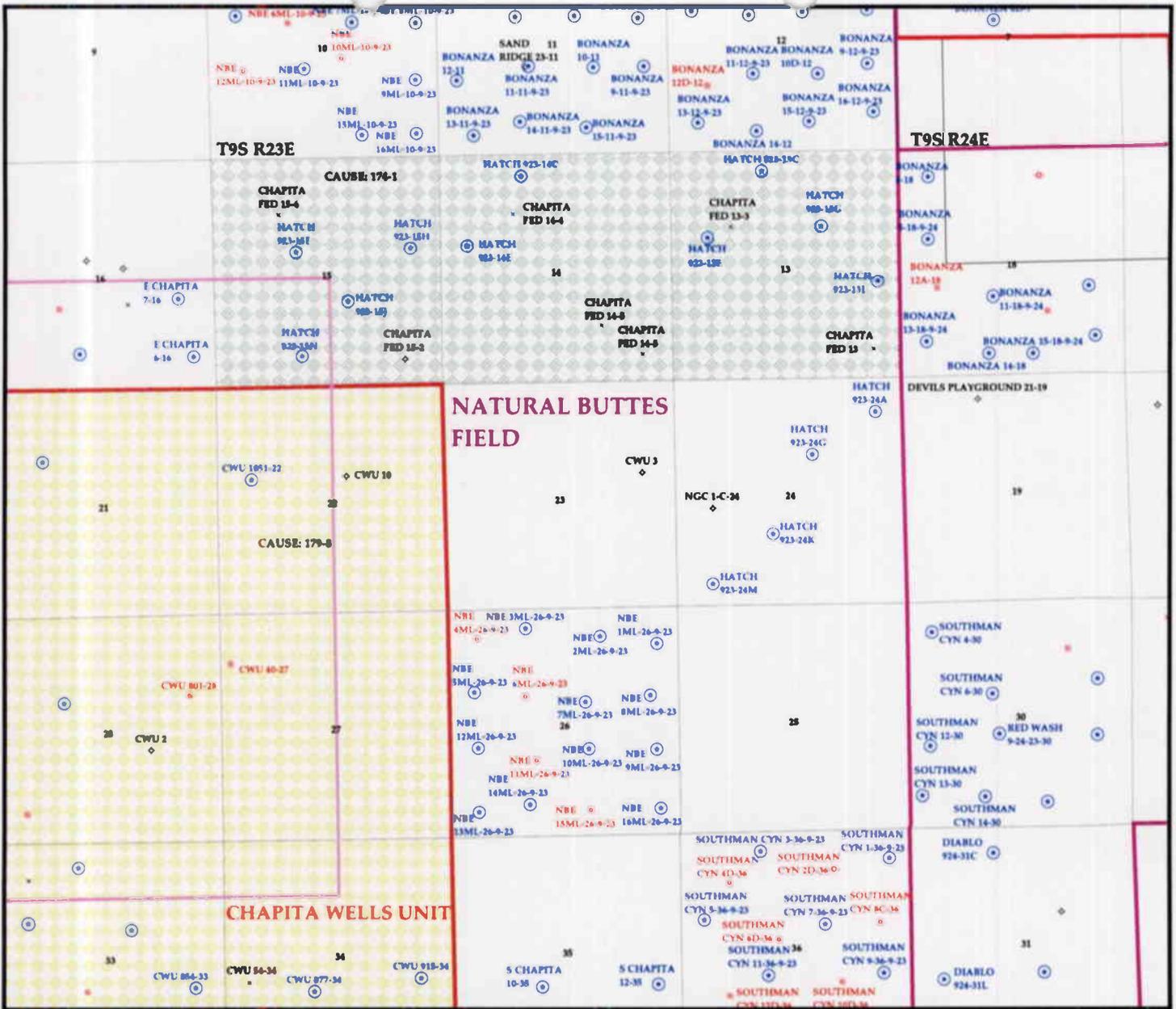
LOCATION AND SITING:

- 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: _____

STIPULATIONS: 1- Fed on Approval

2- Spacing Strip



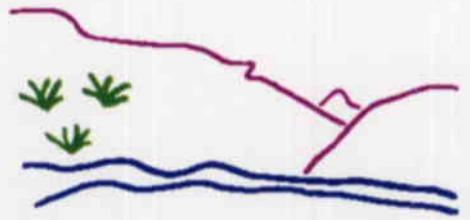
OPERATOR: WESTPORT O&G CO (N2115)

SEC: 13,14,15,24 T. 9S R. 23E

FIELD: NATURAL BUTTES (630)

COUNTY: Uintah

SPACING: R649-3-2 / GENERAL SITING



Utah Oil Gas and Mining

| 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 | | |



PREPARED BY: DIANA WHITNEY
DATE: 21-JULY-2005



State of Utah

**Department of
Natural Resources**

MICHAEL R. STYLER
Executive Director

**Division of
Oil, Gas & Mining**

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

July 26, 2005

Westport Oil & Gas Company, LP
1368 S 1200 E
Vernal, UT 84078

Re: Hatch 923-15F Well, 2170' FNL, 1900' FWL, SE NW, Sec. 15,
T. 9 South, R. 23 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 43-047-36865.

Sincerely,

Gil Hunt
Acting Associate Director

pab
Enclosures

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

Operator: Westport Oil & Gas Company, LP
Well Name & Number Hatch 923-15F
API Number: 43-047-36865
Lease: UTU-1301

Location: SE NW Sec. 15 T. 9 South R. 23 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.

Division of Oil, Gas and Mining
OPERATOR CHANGE WORKSHEET

ROUTING

- | |
|--------|
| 1. DJJ |
| 2. CDW |

X Change of Operator (Well Sold)

Operator Name Change/Merger

The operator of the well(s) listed below has changed, effective:

1/6/2006

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

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

| WELL NAME | CA No. | SEC | TWN | RNG | API NO | ENTITY NO | LEASE TYPE | WELL TYPE | WELL STATUS |
|-----------|--------|-----|-----|-----|--------|-----------|------------|-----------|-------------|
|-----------|--------|-----|-----|-----|--------|-----------|------------|-----------|-------------|

OPERATOR CHANGES DOCUMENTATION

Enter date after each listed item is completed

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

6. **Federal and Indian Lease Wells:** The BLM and or the BIA has approved the merger, name change, or operator change for all wells listed on Federal or Indian leases on: BLM 3/27/2006 BIA not yet

7. **Federal and Indian Units:**
 The BLM or BIA has approved the successor of unit operator for wells listed on: 3/27/2006

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

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

DATA ENTRY:

- Changes entered in the **Oil and Gas Database** on: 5/15/2006
- Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 5/15/2006
- Bond information entered in RBDMS on: 5/15/2006
- Fee/State wells attached to bond in RBDMS on: 5/16/2006
- Injection Projects to new operator in RBDMS on: _____
- Receipt of Acceptance of Drilling Procedures for APD/New on: n/a Name Change Only

BOND VERIFICATION:

- Federal well(s) covered by Bond Number: CO1203
- Indian well(s) covered by Bond Number: RLB0005239
- (R649-3-1) The **NEW** operator of any fee well(s) listed covered by Bond Number RLB0005236
- The **FORMER** operator has requested a release of liability from their bond on: n/a rider added KMG
 The Division sent response by letter on: _____

LEASE INTEREST OWNER NOTIFICATION:

- (R649-2-10) The **FORMER** operator of the fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on: 5/16/2006

COMMENTS:

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

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

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

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

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

5. Lease Serial No.
MULTIPLE LEASES

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
MUTIPLE WELLS

9. API Well No.

10. Field and Pool, or Exploratory Area

11. County or Parish, State
UINTAH COUNTY, UTAH

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

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

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate 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 recompleation 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.

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

RECEIVED

MAY 10 2006

DIV. OF OIL, GAS & MINING

BLM BOND = C01203
 BIA BOND = RLB0005239

APPROVED 5116106

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

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

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

THIS SPACE FOR FEDERAL OR STATE USE

| | | |
|-------------|-------|------|
| Approved by | Title | Date |
|-------------|-------|------|

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

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

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

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

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

5. Lease Serial No.

MULTIPLE LEASES

6. If Indian, Allottee or Tribe Name

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well

Oil Well Gas Well Other

2. Name of Operator

WESTPORT OIL & GAS COMPANY L.P.

3a. Address

1368 SOUTH 1200 EAST VERNAL, UT 84078

3b. Phone No. (include area code)

(435) 781-7024

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

SEE ATTACHED

8. Well Name and No.

MUTIPLE WELLS

9. API Well No.

10. Field and Pool, or Exploratory Area

11. County or Parish, State

UINTAH COUNTY, UTAH

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

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

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

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

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

RECEIVED
MAY 10 2006

DIV. OF OIL, GAS & MINING

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

Name (Printed/Typed)

BRAD LANEY

Signature

Title

ENGINEERING SPECIALIST

Date

May 9, 2006

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

Brad Laney

Title

Date

5-9-06

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

Office

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



United States Department of the Interior

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

IN REPLY REFER TO:

CO922 (MM)
3106
COC017387 et. al.

March 23, 2006

NOTICE

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

Merger/Name Change - Recognized

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

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

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

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

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

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

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

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

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

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

Attachment:

List of OG Leases to each of the following offices:

MMS MRM, MS 357B-1

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

CO Field Offices

Wyoming State Office

Rider #1 to Bond WY2357

Rider #2 to Bond WY1865

Rider #3 to Bond WY1127



United States Department of the Interior



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

IN REPLY REFER TO:
3106
(UT-922)

March 27, 2006

Memorandum

To: Vernal Field Office
From: Chief, Branch of Fluid Minerals
Subject: Merger Approval

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

Chief, Branch of
Fluid Minerals

Enclosure

Approval letter from BLM COSO (2 pp)

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

RECEIVED

MAR 28 2006

CH. OF CL, CAC & MINING

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

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

5. Lease Serial No.
UTU-1301

6. If Indian, Allottee or Tribe Name

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

8. Lease Name and Well No.
HATCH 923-15F

9. API Well No.
43' 047' 36865

10. Field and Pool, or Exploratory

1a. Type of Work: DRILL REENTER

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

2. Name of Operator
KERR MCGEE OIL & GAS COMPANY LP

3A. Address
1368 SOUTH 1200 EAST, VERNAL, UTAH 84078

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

4. Location of Well (Report location clearly and in accordance with any State requirements.)*
At surface **SENW 2170' FNL 1900' FWL**
At proposed prod. Zone

11. Sec., T., R., M., or Blk. and Survey or Area
SEC 15-T9S-R23E

14. Distance in miles and direction from nearest town or post office*
24.9 MILES SOUTHEAST OF OURAY, 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)
1900'

16. No. of Acres in lease
2520

17. Spacing Unit dedicated to this well
40

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

19. Proposed Depth
8680'

20. BLM/BIA Bond No. on file
CO-1203

21. Elevations (Show whether DF, KDB, RT, GL., etc.)
5027.5' GL

22. Approximate date work will start*
UPON APPROVAL

23. Estimated duration
TO BE DETERMINED

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 office.

25. Signature  Name (Printed/Typed) **SHEILA UPCHEGO** Date **4/4/2006**

Title **REGULATORY ANALYST**

Approved by (Signature)  Name (Printed/Typed) Office Date **05/04/2006**

Title **Assistant Field Manager**

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

Conditions of approval, if any, 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
MAY 24 2006

NOTICE OF APPROVAL
UDOGM

DIV OF OIL, GAS & MINING



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: Kerr McKee Oil & Gas Co. **Location:** SENW, Sec 15, T9S, R23E
Well No: Hatch 923-15F **Lease No:** UTU-01301
API No: 43-047-36865 **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 |
| Petroleum Engineer: | Roger Hall | Office: 435-781-4470 | |
| 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 | |
| Natural Resource Specialist: | Nathaniel West | Office: 435-781-4447 | |
| Natural Resource Specialist: | Chris Carusona | Office: 435-781-4441 | |
| Natural Resource Specialist: | Scott Ackerman | Office: 435-781-4437 | |
| 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. **This permit is approved for a one-year period. An additional year extension may be applied for by sundry notice prior to expiration.**

NOTIFICATION REQUIREMENTS

- Location Construction (Notify Holly Villa) - Forty-Eight (48) hours prior to construction of location and access roads.
- Location Completion (Notify Holly Villa) - 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)***

- If paleontologic materials are uncovered during construction, the operator shall immediately stop work that might further disturb such materials and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation will be necessary for the discovered paleontologic material.
- 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 top soil 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.

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.

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) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.

All BOPE components shall 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 shall be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test shall be reported in the driller's log.

BOP drills shall 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 shall be reported and protected. A sample shall be taken of any water flows and a water analysis furnished the BLM, Vernal Field Office. All oil and gas shows shall be adequately tested for commercial possibilities, reported, and protected.
6. No location shall be constructed or moved, no well shall be plugged, and no drilling or workover equipment shall 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 shall be obtained and notification given

before resumption of operations.

7. Chronologic drilling progress reports shall 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 shall be approved by the BLM, Vernal Field Office. "Sundry Notices and Reports on Wells" (Form BLM 3160-5) shall 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, shall 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 shall 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) shall 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, shall 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) shall be submitted only when requested by the BLM, Vernal Field Office.

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

Please submit an electronic copy of all other 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.

9. All off-lease storage, off-lease measurement, or commingling on-lease or off-lease shall 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 shall 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 shall 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 shall 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, shall 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.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

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

SUBMIT IN TRIPLICATE – Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

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

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

3b. Phone No. (include area code)
(435) 781-7003

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
**2170' FNL 1900' FWL SE NW
 SEC 15-T9S-R23E, SLB & M**

5. Lease Serial No
UTU-1301

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No
HATCH 923-15F

9. API Well No.
4304736865

10. Field and Pool, or Exploratory Area

11. County or Parish, State
UINTAH, UT

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

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

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

WHEN THE PIT IS BACKFILLED, WITHIN 180 DAYS OF WELL COMPLETION, OPERATOR SHALL SPREAD THE TOPSOIL PILE ON THE LOCATION UP TO THE RIG ANCHOR POINTS. THE LOCATION WILL BE RESHAPED TO THE ORIGINAL CONTOUR TO THE EXTENT POSSIBLE. OPERATOR WILL RESEED THE AREA USING THE BLM RECOMMENDED SEED MIXTURE AND RECLAMATION METHODS.

**Accepted by the
Utah Division of
Oil, Gas and Mining
For Record Only**

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

Name (Printed/Typed) **RAMEY HOOPES** Title **REGULATORY CLERK**

Signature *Ramey Hoopes* Date **May 17, 2006**

THIS SPACE FOR FEDERAL OR STATE USE

Approved by _____ Title _____ Date _____

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

Office _____

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

RECEIVED

(Instructions on reverse)

MAY 26 2006

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Serial No.
UTU-1301

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
HATCH 923-15F

9. API Well No.
4304736865

10. Field and Pool, or Exploratory Area

11. County or Parish, State
UINTAH, UTAH

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

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

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

3b. Phone No. (include area code)
435-781-7003

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
**2170' FNL 1900' FWL
SENW, SEC 15-T9S-R23E**

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

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

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

THE OPERATOR REQUESTS AUTHORIZATION FOR AN ONE YEAR EXTENSION FOR THE SUBJECT WELL LOCATION SO THAT THE DRILLING OPERATIONS MAY BE COMPLETED. THE ORIGINAL APD WAS APPROVED BY THE DIVISION OF OIL AND GAS ON JULY 26, 2005.

COPIES SENT TO OPERATOR
Date: 8-15-06
Initials: GD

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

| | |
|---|----------------------------------|
| Name (Printed/Typed) Ramey Hoopes | Title Regulatory Clerk |
| Signature <i>Ramey Hoopes</i> | Date June 16, 2006 |

THIS SPACE FOR FEDERAL OR STATE USE

| | | |
|---|---|-------------------------|
| Approved by <i>[Signature]</i> | BRADLEY G. HILL ENVIRONMENTAL MANAGER | Date 06-29-06 |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | | Office |

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

(Instructions on reverse)

RECEIVED
JUN 26 2006
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: 4304736865
Well Name: HATCH 923-15F
Location: SENW, SEC 15-T9S-R23E
Company Permit Issued to: KERR-MCGEE OIL AND GAS ONSHORE LP
Date Original Permit Issued: 7/26/2005

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

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

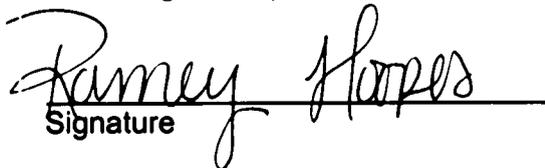
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No

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

6/16/2006

Date

Title: REGULATORY CLERK

Representing: KERR-MCGEE OIL AND GAS ONSHORE L

RECEIVED
JUN 26 2006
DIV. OF OIL, GAS & MINING

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

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

5. Lease Serial No.
UTU-1301

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
HATCH 923-15F

9. API Well No.
4304736865

10. Field and Pool, or Exploratory Area

11. County or Parish, State
UINTAH, UTAH

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
KERR MCGEE OIL AND GAS ONSHORE LP

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

3b. Phone No. (include area code)
(435)781-7003

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
**2170' FNL, 1900' FWL
SEW, SEC 15-T9S-R23E**

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

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

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

THE OPERATOR REQUESTS AUTHORIZATION FOR A ONE YEAR EXTENSION FOR THE SUBJECT WELL LOCATION SO THAT THE DRILLING OPERATIONS MAY BE COMPLETED. THE ORIGINAL APD WAS APPROVED BY THE BUREAU OF LAND MANAGEMENT ON MAY 4, 2006

CONDITIONS OF APPROVAL ATTACHED

VERNAL FIELD OFFICE

ENG. _____

GEOL. _____

E.S. _____

PET. _____

A.M. _____

RECEIVED
VERNAL FIELD OFFICE
2007 APR 27 PM 1:06
DEPT. OF THE INTERIOR
BUREAU OF LAND MGMT.

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

Name (Printed/Typed) **RAMEY HOOPES** Title **REGULATORY CLERK**

Signature *Ramey Hoopes* Date **April 24, 2007**

THIS SPACE FOR FEDERAL OR STATE USE

Approved by *Matt Baker* Title **Petroleum Engineer** Date **MAY 03 2007**

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

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

(Instructions on reverse)

RECEIVED
MAY 14 2007

UDOGM

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: 4304736865
Well Name: HATCH 923-15F
Location: SENW, SEC 15-T9S-R23E
Company Permit Issued to: KERR-MCGEE OIL AND GAS ONSHORE LP
Date Original Permit Issued: 5/4/2006

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

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

Ramey Hoopes
Signature

4/24/2007

Date

Title: REGULATORY CLERK

Representing: KERR-MCGEE OIL AND GAS ONSHORE L

CONDITIONS OF APPROVAL

Kerr McGee Oil & Gas Onshore.

Notice of Intent APD Extension

Lease: UTU-1301
Well: Hatch 923-15F
Location: SENW Sec 15-T9S-R23E

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

1. The extension and APD shall expire on 5/4/08
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

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

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

5. Lease Serial No.
UTU-1301

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
HATCH 923-15F

9. API Well No.
4304736865

10. Field and Pool, or Exploratory Area
NATURAL BUTTES

11. County or Parish, State
UINTAH, UTAH

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
KERR MCGEE OIL AND GAS ONSHORE LP

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

3b. Phone No. (include area code)
(435)781-7003

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
**2170' FNL, 1900' FWL
SENW, SEC 15-T9S-R23E**

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

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

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

THE OPERATOR REQUESTS AUTHORIZATION FOR A ONE YEAR EXTENSION FOR THE SUBJECT WELL LOCATION SO THAT THE DRILLING OPERATIONS MAY BE COMPLETED. THE ORIGINAL APD WAS APPROVED BY THE DIVISION OF OIL, GAS AND MINING ON JULY 26, 2005.
Oil, Gas and Mining

Date: 05-30-07
By: [Signature]

3:31 PM

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

| | |
|---|----------------------------------|
| Name (Printed/Typed) RAMEY HOOPES | Title REGULATORY CLERK |
| Signature <u>[Signature]</u> | Date May 22, 2007 |

THIS SPACE FOR FEDERAL OR STATE USE

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

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

(Instructions on reverse)

RECEIVED
MAY 29 2007

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

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

API: 4304736865
Well Name: HATCH 923-15F
Location: SENW, SEC 15-T9S-R23E
Company Permit Issued to: KERR-MCGEE OIL AND GAS ONSHORE LP
Date Original Permit Issued: 7/26/2005

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

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

Ramey Hoopes
Signature

5/22/2007

Date

Title: REGULATORY CLERK

Representing: KERR-MCGEE OIL AND GAS ONSHORE L

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

FORM 6

ENTITY ACTION FORM

Operator: KERR MCGEE OIL & GAS ONSHORE LP
Address: 1388 SOUTH 1200 EAST
city VERNAL
state UT zip 84078

Operator Account Number: N 2995

Phone Number: (435) 781-7024

Well 1

| API Number | Well Name | | QQ | Sec | Twp | Rng | County |
|---|-----------------------|-------------------|-----------|-----|----------------------------------|-----|--------|
| 4304738518 | NBU 1022-50-1 | | SWSE | 5 | 10S | 22E | UINTAH |
| Action Code | Current Entity Number | New Entity Number | Spud Date | | Entity Assignment Effective Date | | |
| <i>B</i> | 99999 | <i>2900</i> | 6/30/2007 | | <i>7/23/07</i> | | |
| Comments: MIRU PETE MARTIN BUCKET RIG. <i>PRRV = MVRD</i> SPUD WELL LOCATION ON 06/30/2007 AT 1000 HRS. <i>WSMVD</i> | | | | | | | |

Well 2

| API Number | Well Name | | QQ | Sec | Twp | Rng | County |
|---|-----------------------|-------------------|-----------|-----|----------------------------------|-----|--------|
| 4304736865 | HATCH 923-15F | | SENW | 15 | 9S | 23E | UINTAH |
| Action Code | Current Entity Number | New Entity Number | Spud Date | | Entity Assignment Effective Date | | |
| <i>A</i> | 99999 | <i>16238</i> | 6/30/2007 | | <i>7/23/07</i> | | |
| Comments: MIRU PETE MARTIN BUCKET RIG. <i>WSMVD</i> SPUD WELL LOCATION ON 06/30/2007 AT 1100 HRS | | | | | | | |

Well 3

| API Number | Well Name | | QQ | Sec | Twp | Rng | County |
|-------------|-----------------------|-------------------|-----------|-----|----------------------------------|-----|--------|
| | | | | | | | |
| Action Code | Current Entity Number | New Entity Number | Spud Date | | Entity Assignment Effective Date | | |
| | | | | | | | |
| Comments: | | | | | | | |

ACTION CODES:

- A - Establish new entity for new well (single well only)
- B - Add new well to existing entity (group or unit well)
- C - Re-assign well from one existing entity to another existing entity
- D - Re-assign well from one existing entity to a new entity
- E - Other (Explain in 'comments' section)

SHEILA UPCHEGO

Name (Please Print)

Signature

SENIOR LAND SPECIALIST 7/3/2007

Title

Date

(5/2000)

To: EARLENE Russell From: Sheila Upchego
 Co./Dept: UTDOG/M Co: KMS
 Phone #: (801) 538-5336 Phone: (435) 781-7024
 Fax #: (801) 369-3940 Fax #: (435) 781-7094

RECEIVED

JUL 03 2007

DIV. OF OIL, GAS & MINING

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Serial No.
UTU-1301

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
HATCH 923-15F

9. API Well No.
4304736865

10. Field and Pool, or Exploratory Area
NATURAL BUTTES

11. County or Parish, State
UINTAH COUNTY, UTAH

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

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

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

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

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
SE/NW SEC. 15, T9S, R23E 2170'FNL, 1900'FWL

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

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

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

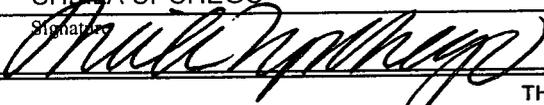
MIRU PETE MARTIN BUCKET RIG. DRILLED 20" CONDUCTOR HOLE TO 40'. RAN 14" 36.7# SCHEDULE 10 PIPE. CMT W/28 SX READY MIX.

SPUD WELL LOCATION ON 06/30/2007 AT 1100 HRS.

**RECEIVED
JUL 17 2007**

DIV. OF OIL, GAS & MINING

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

| | |
|---|--|
| Name (Printed/Typed) SHEILA UPCHEGO | Title SENIOR LAND ADMIN SPECIALIST |
| Signature  | Date July 3, 2007 |

THIS SPACE FOR FEDERAL OR STATE USE

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

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

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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UTU-1301

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

HATCH 923-15F

9. API Well No.

4304736865

10. Field and Pool, or Exploratory Area

NATURAL BUTTES

11. County or Parish, State

UINTAH COUNTY, UTAH

SUBMIT IN TRIPLICATE – Other instructions on reverse side

1. Type of Well

Oil Well Gas Well Other

2. Name of Operator

KERR-McGEE OIL & GAS ONSHORE LP

3a. Address

1368 SOUTH 1200 EAST VERNAL, UT 84078

3b. Phone No. (include area code)

(435) 781-7024

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

SE/NW SEC. 15, T9S, R23E 2170'FNL, 1900'FWL

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

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

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

MIRU BILL MARTIN AIR RIG ON 07/12/2007. DRILLED 12 1/4" SURFACE HOLE TO 2460'. RAN 9 5/8" 32.3# H-40 SURFACE CSG. LEAD CMT W/220 SX HIFILL CLASS G @11.0 PPG 3.82 YIELD. TAILED CMT W/200 SX PREM CLASS G @15.8 PPG 1.15 YIELD. GOOD RETURNS THROUGHOUT JOB NO CMT TO PIT 20 BBL GEL WATER. RAN 200' OF 1" PIPE. CMT W/100 SX PREM CLASS G @15.8 PPG 1.15 YIELD. DOWN 1" PIPE GOOD CMT TO SURFACE AND FELL BACK. TOP OUT W/50 SX PREM CLASS G @15.8 PPG 1.15 YIELD. DOWN BACKSIDE GOOD CMT TO SURFACE HOLE STAYED FULL.

WORT

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

Name (Printed/Typed)

SHEILA UPCHEGO

Title

SENIOR LAND ADMIN SPECIALIST

Signature

Date

July 17, 2007

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

Title

Date

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

Office

RECEIVED

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

JUL 20 2007

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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5. Lease Serial No.
UTU-1301

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE -- Other instructions on reverse side

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

1. Type of Well
 Oil Well Gas Well Other

8. Well Name and No.
HATCH 923-15J

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

9. API Well No.
4304736866

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

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

10. Field and Pool, or Exploratory Area
UNDESIGNATED

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
NW/SE SEC. 15, T9S, R23E 1937'FSL, 2170'FEL

11. County or Parish, State
UINTAH COUNTY, UTAH

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

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

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FINISHED DRILLING FROM 2310' TO 8675' ON 07/11/2007. RAN 4 1/2" 11.6# I-80 PRODUCTION CSG. LEAD CMT W/367 SX 50/50 POZ @11.0 PPG 3.38 YIELD. TAILED CMT W/1001 SX 50/50 POZ @14.3 PPG 1.31 YIELD. WASH LINE DROP PLUG AND DISPLACE WITH 133.7 BBLS H2O @8.3 PPG WITH CLAY STAY AND MAGNACIDE BUMP PLUG @3000 PSI CHECK FLOAT. FLOATS HELD 70 BBLS (116 SX) CMT RETURNS TO PIT. SET CSG W/60K STRING WT TEST MANDREL TO 5000 PSI FOR 15 MIN NIPPLE DOWN AND INSTALL NIGHT CAP CLEAN MUD PITS.

RELEASED PIONEER RIG 68 ON 07/12/2007 AT 1200 HRS.

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

Name (Printed/Typed)

SHEILA UPCHEGO

Title

SENIOR LAND ADMIN SPECIALIST

Signature

Date

July 13, 2007

THIS SPACE FOR FEDERAL OR STATE USE

Approved by _____ Title _____ Date _____

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

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(Instructions on reverse)

JUL 20 2007

DIRECTOR

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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5. Lease Serial No.
UTU-1301

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
HATCH 923-15F

9. API Well No.
4304736865

10. Field and Pool, or Exploratory Area
NATURAL BUTTES

11. County or Parish, State
UINTAH COUNTY, UTAH

SUBMIT IN TRIPLICATE – Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

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

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

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

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
SE/NW SEC. 15, T9S, R23E 2170'FNL, 1900'FWL

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

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

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

FINISHED DRILLING FROM 2460' TO 8805' ON 07/30/2007. RAN 4 1/2" 11.6# I-80 PRODUCTION CSG. LEAD CMT W/365 SX PREM LITE II @11.0 PPG 3.38 YIELD TAILED CMT W/1100 SX 50/50 POZ @14.3 PPG 1.31 YIELD. WASH LINES DROP PLUG DISPLACE W/136 BBLs H2O SET CSG SLIPS W/95K STRING WT TEST MANDREL TO 5000 PSI ND CLEAN MUD TANKS.

RELEASED PIONEER RIG 68 ON 07/31/2007 AT 1800 HRS.

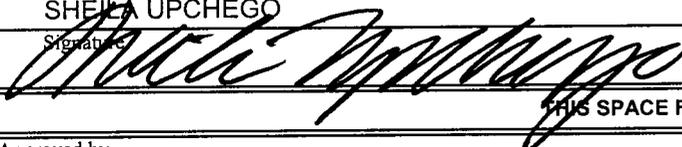
RECEIVED
AUG 06 2007

DIV. OF OIL, GAS & MINING

WORT

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

Name (Printed/Typed) **SHEILA UPCHEGO** Title **SENIOR LAND ADMIN SPECIALIST**

Signature  Date **August 1, 2007**

THIS SPACE FOR FEDERAL OR STATE USE

Approved by _____ Title _____ Date _____

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

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UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

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4304736866

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UNDESIGNATED

11. County or Parish, State
UINTAH COUNTY, UTAH

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1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
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NW/SE SEC. 15, T9S, R23E 1937'FSL, 2170'FEL

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

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|---|--|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
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| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other PRODUCTION |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | START-UP |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplate 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.

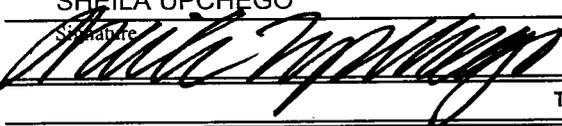
THE SUBJECT WELL LOCATION WAS PLACED ON PRODUCTION ON 08/09/2007 AT 11:39 AM.

PLEASE REFER TO THE ATTACHED CHRONOLOGICAL WELL HISTORY.

RECEIVED
AUG 16 2007

DIV. OF OIL, GAS & MINING

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

| | |
|--|--|
| Name (Printed/Typed) SHEILA UPCHEGO | Title SENIOR LAND ADMIN SPECIALIST |
|  | Date August 13, 2007 |

THIS SPACE FOR FEDERAL OR STATE USE

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

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



Anadarko Petroleum Corporation
1368 S. 1200 East
Vernal, UT 84078

CHRONOLOGICAL WELL HISTORY

HATCH 923-15J

NWSE, SEC. 15, T9S, R23E
UINTAH COUNTY, UT

| DATE | ACTIVITY | STATUS |
|----------|--|-------------------------|
| 04/27/07 | LOCATION STARTED | PIONEER 68 |
| 05/06/07 | SET CONDUCTOR | PIONEER 68 WOBR |
| 05/14/07 | LOCATION COMPLETE | PIONEER 68 P/L IN, WOAR |
| 05/31/07 | SET AIR RIG | PIONEER 68 |
| 06/05/07 | 9 5/8" @2285' | PIONEER 68 DRLG, WORT |
| 07/05/07 | TD: 2310' Csg. 9 5/8" @ 2286' MW: 8.4 SD: 7/1X/07 Move rig and RURT. NU and test BOPE. PU BHA @ report time. | DSS: 0 |
| 07/06/07 | TD: 3800' Csg. 9 5/8" @ 2286' MW: 8.4 SD: 7/5/07 Finish PU BHA and DP. Drill cmt and FE. Rotary spud @ 1130 hrs on 7/5/07. Drill from 2283'-3800'. DA @ report time. | DSS: 1 |
| 07/09/07 | TD: 7550' Csg. 9 5/8" @ 2286' MW: 10.7 SD: 7/5/07 Drill 3800'-7550' TFNB. TIH @ Report time. | DSS: 4 |
| 07/10/07 | TD: 8184' Csg. 9 5/8" @ 2286' MW: 11.3 SD: 7/5/07 Drill from 7550'-8184'. TFNB @ Report time. | DSS: 5 |
| 07/11/07 | TD: 8184' Csg. 9 5/8" @ 2286' MW: 11.3 SD: 7/5/07 TFNB. Drill from 8184'-8675' TD. Short trip and CCH. Prepare to LDDS @ report time. | DSS: 5 |
| 07/12/07 | TD: 8675' Csg. 9 5/8" @ 2286' MW: 11.6 SD: 7/5/07 LDDS. Run Triple Combo. Run and cement 4 1/2" Production Casing @ report time. | DSS: 6 |
| 07/13/07 | TD: 8675' Csg. 9 5/8" @ 2286' MW: 11.6 SD: 7/5/07 Cement 4 1/2" Production Casing. Set slips and release rig @ 1200 hrs 7/12/07. RDRT. | DSS: 7 |
| 08/01/07 | MIRU Days On Completion: 1 Remarks: 7 AM [DAY 1] J.S.A. #1. R/U RIG. SPOT EQUIPMENT. NDWH. NUBOP. R/U FLOOR & TBG. P/U 3-7/8" MILL & 278 JTS NEW 2-3/8" J-55 TBG. TAG FILL @ 8603'. PBSD @ 8622'. R/U SWVL & PMP. ESTABLISH CIRCULATION W/ 2% KCL WATER W/ RIG PUMP. C/O 19' WET CMT TO 8622'. DRILL & C/O CMT PAST F.C TO 8634'. -- B.P. @ 8614'. [20' RATHOLE] CIRCULATE WELL CLEAN W/ 100 BBLs 2% KCL WATER. R/D SWVL. POOH & L/D 15 JTS ON FLOAT. EOT @ 8156'. 5 PM SWI-SDFN. PREP TO LOG, P.T. & PERF IN AM. | |

08/02/07

LOG, PERF, D-FIT

Days On Completion: 2

Remarks: 6AM [DAY 2] J.S.A.#2 EOT @ 8156'. POOH STANDING BACK 2-3/8" J-55 TBG. L/D MILL. FOUND BARBWIRE IN MILL??. NDBOP, N/U 2 FRAC VALVES. MIRU CUTTERS. RAN A CBL-CCL-GR LOG FROM 8616' TO 400'. ESTIMATE CMT TOP @ SURFACE'. MAX TEMP 195*. POOH & L/D WIRELINE TOOLS. MIRU DOUBLE JACK. P.T. FRAC VALVES & CSG TO 7500#. [HELD GOOD] RDMO DOUBLE JACK TESTERS.

[STG#1] RIH W/ PERF GUN & PERF THE M.V. @ 8608'-8614' USING 3-3/8" EXP GUN, 23 GM, 0.36, 90* PHASING, 4 SPF, [24 HLS] WHP=0#. POOH & L/D WIRELINE TOOLS. RDMO CUTTERS. MIRU DELSCO SLICKLINE & HLBRTN. RIH W/ DOWN HOLE PSI GAUGE ON SLICKLINE & SET @ 8598'. PERFORM DFIT TEST W/ HLBRTN. P.T. SURFACE LINES TO 7596#. BRK DN PERFS @ 3842# @ 5.2 BPM. ISIP=2616, F.G.=.74, 5 MIN=2469, 10 MIN=2428, 15 MIN=2407. MONITOR PSI FOR 1 HR. RDMO HLBRTN. LEAVE DOWN HOLE PSI GAUGE HANGING IN WELL OVER WEEKEND TO MONITOR PRESSURE.

08/03/07

STAND BY

Days On Completion: 3

Remarks: [DAY 3] RIG ON STAND-BY. PREP TO FRAC W/ HLBRTN ON MONDAY 8/6/07 ALSO DFIT TESTING WELL OVER WEEKEND. [DOWNHOLE PSI GAUGE]

08/06/07

FRAC

Days On Completion: 6

Remarks: 5 AM [DAY 4] MIRU HLBRTN & CUTTERS. HELD HLBRTN J.S.A.

[STG#1] WE-SICP=1700#. POOH W/ DOWNHOLE PSI GAUGE W/ SLICKLINE. L/D GAUGE. RIH W/ PERF GUN & PERF THE M.V. @ 8548'-8552' USING 3-3/8" EXP GUN, 23 GM, 0.36, 90* PHASING, 4 SPF, 16 HLS. WHP=1571#. P.T. SURFACE LINES TO 8400#. BRK DN PERFS @ 3468# @ 5 BPM. ISIP=2806, F.G.=.76. PMP'D 3 BBLS 15% HCL AHEAD OF INJ. CALC 15/40 PERFS OPEN. ALL PERFS OPEN WHEN SD HIT. PMP'D 668 BBLS SLK WTR & 21,400# 30/50 SD. ISIP=2742, F.G.=.75, NPI=-64, MP=6418, MR=53, AP=4658, AR=47 BPM.

[STG#2] RIH W/ BAKER 8K CBP & PERF GUN. SET CBP @ 8231'. PERF THE M.V. @ 7903'-7905', 3 SPF, 120* PHASING, 7933'-7938', 8161'-8163' & 8198'-8201' 4SPF, 90* PHASING USING 3-3/8" EXP GUN, 23GM, 0.36, [46 HLS] WHP= 100#. BRK DN PERFS @ 2993# @ 5 BPM. ISIP=2454, F.G.=.72. CALC 26/46 PERFS OPEN. PMP'D 1630 BBLS SLK WTR & 56,900# 30/50 SD. S/O ON FLUSH, LACKING 40 BBLS. 39,503# SD IN FORMATION. FLOW WELL BACK FOR 20 MIN. RCV'RD 220 BBLS. GOT FLUSHED OK.

[STG#3] RIH W/ BAKER 8K CBP & PERF GUN. SET CBP @ 7398'. PERF THE M.V. @ 7358'-7368' USING 3-3/8" EXP GUN, 23 GM, 0.36, 90* PHASING, 4 SPF, [40 HLS] WHP=340#. BRK DN PERFS @ 3712# @ 4 BPM. ISIP=2061, F.G.=.71. CALC 25/40 PERFS OPEN. PMP'D 677 BBLS SLK WTR & 22,300# 30/50 SD. ISIP=2273, F.G.=.74, NPI=212, MP=4501, MR=54, AP=3984, AR=50 BPM.

[STG#4] RIH W/ BAKER 8K CBP & PERF GUN. SET CBP @ 6617'. PERF THE WASATCH @ 6430'-6432', THE M.V. @ 6561'-6566' & 6584'-6587' USING 3-3/8" EXP GUN, 23 GM, 0.36, 90* PHASING, 4 SPF, [40 HLS] WHP= 134#. BRK DN PERFS @ 2148# @ 4 BPM. ISIP=1508, F.G.=.67. CALC 31/40 PERFS OPEN. PMP'D 715 BBLS SLK WTR & 24,800# 30/50 SD. ISIP=2303, F.G.=.79, NPI=795, MP=3479, MR=51, AP=2975, AR=49 BPM.

[STG#5] RIH W/ BAKER 8K CBP & PERF GUN. SET CBP @ 5852'. PERF THE WASATCH @ 5474'-5482' USING 3-3/8" EXP GUN, 23 GM, 0.36, 90* PHASING, 4 SPF, [32 HLS] WHP=6#. POOH & L/D WIRELINE TOOLS. RIH W/ DELSCO SLK LINE & DOWN HOLE PSI GAUGE. SET GAUGE @ 5464'. PERFORM DFIT TEST W/ HLBRTN. 3:58 PM. BRK DN PERFS @ 2573# @ 4.3 BPM. PMP'D 24.55 BBLS @ 1791# @ 6.3 BPM. ISIP=1605, F.G.=.73, 5 MIN=1275, 10

MIN=1172, 15 MIN=1092.HLBRTN HAD PROBLEM KEEPING RATE CONSISTANT. HLBRTN MONITORED DOWN HOLE GAUGE FOR 1 HR. LEAVE DOWN HOLE GAUGE IN WELL OVERNIGHT.

08/07/07

FRAC

Days On Completion: 7

Remarks: 6 AM [DAY 5] HELD HLBRTN J.S.A.

[STG#5] OVERNIGHT SICP=200#. POOH W/ DOWN HOLE PSI GAUGE W/ DELSCO SLICKLINE. L/D GAUGE. RDMO DELSCO. RIH W/ PERF GUN & PERF THE WASATCH @ 5815'-5817' USING 3-3/8" EXP GUN, 23 GM, 0.36, 90* PHASING, 4 SPF, [8 HLS] WHP AFTER 2ND PERF=112#. BRK DN PERFS @ 1782# @ 5 BPM. ISIP=1622, F.G. =.72. PMP'D 597 BBLS SLK WTR & 22,500# 30/50 SD. ISIP=1830, F.G. =.76, NPI=208, MP=3712, MR=50, AP=2909, AR=49 BPM.

[KILL PLUG] RIH W/ BAKER 8K CBP & SET @ 5324'. POOH W/ WIRELINE TOOLS. RDMO CUTTERS & HLBRTN. TOTAL 30/50 SD=147,900# & TOTAL FLUID=4287 BBLS. R/D FLOOR. N/D FRAC VALVE. NUBOP. R/U FLOOR & TBG EQUIPMENT. P/U 3-7/8" BIT, POBS W/ R NIPPLE & RIH ON NEW 2-3/8" J-55, 4.7#/FT TBG. TAG CBP #1 @ 5324'. R/U SWVL & RIG PUMP. ESTABLISH CIRCULATION W/ 2% KCL WATER. P.T. BOP TO 3000#. [HELD GOOD]. [DRLG CBP#1] @ 5324'. DRILL OUT BAKER 8K CBP IN 5 MIN. 50# DIFF. RIH, TAG SD @ 5822'. C/O 30' SD.

[DRLG CBP#2] @ 5852'. DRILL OUT BAKER 8K CBP IN 7 MIN. 0# DIFF. RIH, TAG SD @ 6582' C/O 35' SD.

[DRLG CBP#3] @ 6617'. DRILL OUT BAKER 8K CBP IN 6 MIN. 0# DIFF. RIH, TAG SD @ 7378' C/O 20' SD.

[DRLG CBP#4] @ 7398'. DRILL OUT BAKER 8K CBP IN 7 MIN. 150# DIFF. RIH, TAG SD @ 8211'. C/O 20' SD.

[DRLG CBP#5] @ 8231'. DRILL OUT BAKER 8K CBP IN 6 MIN. 50# DIFF. RIH, TAG PBTD @ 8634'. CIRCULATE WELL CLEAN. R/D SWVL. POOH & L/D 34 JTS ON FLOAT. LAND TBG ON HANGER W/ 245 JTS NEW 2-3/8" 4.7#/FT. J-55 TBG. EOT @ 7607.65' & POBS W/ R NIPPLE @ 7605.45'. AVG 6 MIN/PLUG & C/O 105' SD. R/D FLOOR & TBG EQUIPMENT. NDBOP, NUWH. DROP BALL DN TBG & PMP OFF THE BIT @ 1500#. WAIT 30 MIN FOR BIT TO FALL TO BOTTOM. OPEN WELL TO F.B.T. ON 20/64 CHOKE. FTP=550, SICP=850#. 7 PM TURN WELL OVER TO F.B.C. LTR @ 7 PM=3377 BBLS. RACK EQUIPMENT. NOTE: 285 JTS NEW 2-3/8" J-55, 4.7#/FT. OUTBOUND TBG.

245 JTS LANDED IN WELL

08/09/07

WELL WENT ON SALES: @ 11:39 AM, 385 MCF, 1000 TBG, 2240 CSG, 20/64 CK, 25 BBWH
FLOWBACK REPORT: CP 2100#, TP 1300#, CK 20/64", 19 BWPH, LOAD REC'D 1737 BBLS, LLTR 1640 BBLS

ON SALES: 14 MCF, 0 BC, 400 BW, TP: 1300#, CP: 2100#, 20/64 CHK, 2 HRS, LP: 197#.

08/10/07

FLOWBACK REPORT: CP 2000#, TP 1300#, CK 20/64", 15 BWPH, LOAD REC'D 2136 BBLS, LLTR 1241 BBLS

ON SALES: 6 MCF, 0 BC, 400 BW, TP: 1300#, CP: 2100#, 20/64 CHK, 2 HRS, LP: 197#.

08/11/07

FLOWBACK REPORT: CP 1800#, TP 1300#, CK 20/64", 10 BWPH, LOAD REC'D 2409 BBLS, LLTR 968 BBLS

ON SALES: 6 MCF, 0 BC, 400 BW, TP: 1300#, CP: 2100#, 20/64 CHK, 2 HRS, LP: 197#.

08/12/07

FLOWBACK REPORT: CP 1800#, TP 1300#, CK 20/64", 8 BWPH, LOAD REC'D 2623 BBLS, LLTR 754 BBLS

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Serial No.

UTU-1301

6. If Indian, Allottee or Tribe Name

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well

Oil Well Gas Well Other

2. Name of Operator

KERR-McGEE OIL & GAS ONSHORE LP

3a. Address

1368 SOUTH 1200 EAST VERNAL, UT 84078

3b. Phone No. (include area code)

(435) 781-7024

8. Well Name and No.

HATCH 923-15F

9. API Well No.

4304736865

10. Field and Pool, or Exploratory Area

NATURAL BUTTES

11. County or Parish, State

UINTAH COUNTY, UTAH

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

SE/NW SEC. 15, T9S, R23E 2170'FNL, 1900'FWL

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

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

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

THE SUBJECT WELL LOCATION WAS PLACED ON PRODUCTION ON 08/31/2007 AT 9:00 AM.

PLEASE REFER TO THE ATTACHED CHRONOLOGICAL WELL HISTORY.

RECEIVED
SEP 10 2007

WORT

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

Name (Printed/Typed)

SHEILA UPCHEGO

Title

SENIOR LAND ADMIN SPECIALIST

Signature

Date

September 5, 2007

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

Title

Date

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

Office

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



Anadarko Petroleum Corporation
1368 S. 1200 East
Vernal, UT 84078

CHRONOLOGICAL WELL HISTORY

HATCH 923-15F

SENW, SEC. 15, T9S, R23E
UINTAH COUNTY, UT

| DATE | ACTIVITY | STATUS |
|----------|--|-----------------|
| 06/13/07 | LOCATION STARTED | PIONEER 68 |
| 06/30/07 | SET CONDUCTOR | PIONEER 68 |
| 07/12/07 | SET AIR RIG 9 5/8" @2433' | PIONEER 68 WORT |
| 07/24/07 | TD: 2527' Csg. 9 5/8" @ 2460' MW: 8.3 SD: 7/24/07 DSS: 0 Finish rig up. NU BOP. Test. PU BHA. Drill float equip. Spud 7/24/07 @ 04:30Hr. Drill f/ 2460'-2527' DA @ report time. | |
| 07/25/07 | TD: 5025' Csg. 9 5/8" @ 2460' MW: 9.3 SD: 7/24/07 DSS: 1 Drill f/ 2527'-5025'. DA @ report time. | |
| 07/26/07 | TD: 6543' Csg. 9 5/8" @ 2460' MW: 10.2 SD: 7/24/07 DSS: 2 Drill f/ 5025'-6543'. DA @ report time. | |
| 07/27/07 | TD: 7618' Csg. 9 5/8" @ 2460' MW: 11.1 SD: 7/24/07 DSS: 3 Drill f/ 6543'-7618'. DA @ report time. | |
| 07/30/07 | TD: 8800' Csg. 9 5/8" @ 2460' MW: 11.8 SD: 7/24/07 DSS: 7 Drill from 7618'-7648'. TFNB. Drill to 8653'. TFNB. Wash and ream, condition hole. Drill to 8800' TD. Condition hole. TOOH for logs @ report time. | |
| 07/31/07 | TD: 8805' Csg. 9 5/8" @ 2460' MW: 12.1 SD: 7/24/07 DSS: 5 Run Triple Combo. TIH and CCH for casing. Lay down drill string. Run 4 1/2" Production Casing @ report time. | |
| 08/01/07 | TD: 8805' Csg. 9 5/8" @ 2460' MW: 12.1 SD: 7/24/07 DSS: 9 Run and cement 4 1/2" Production Casing. Set slips and release rig @ 1800 hrs 7/31/07. RDRT. | |
| 08/23/07 | MIRU Days On Completion: 1 Remarks: 7AM [DAY 1] J.S.A. #1 RDMO HATCH 923-15N. ROAD RIG TO HATCH 923-15F. MIRU, SPOT EQUIPMENT. NDWN, NUBOP. R/U FLOOR & TBG EQUIPMENT. P/U 3-7/8" MILL & 283 JTS NEW 2-3/8" J-55 TBG. [SLM] TBG WAS DRIFTED. TAG @ 8740'. PBTB @ 8749'. POOH & L/D 15 JTS ON FLOAT. CONTINUE POOH STANDING TBG. L/D MILL. NDBOP, N/U FRAC VALVES. 5:30 PM SWI-SDFN. PREP TO LOG, P.T. & PERF IN AM. | |
| 08/23/07 | MIRU Days On Completion: 1 Remarks: 7AM [DAY 1] J.S.A.#1 RDMO HATCH 923-15N. ROAD RIG TO HATCH 923-15F. MIRU, SPOT EQUIPMENT. NDWN, NUBOP. R/U FLOOR & TBG EQUIPMENT. P/U 3-7/8" MILL | |

& 283 JTS NEW 2-3/8" J-55 TBG. [SLM] TBG WAS DRIFTED. TAG @ 8740'. PBD @ 8749'. POOH & L/D 15 JTS ON FLOAT. CONTINUE POOH STANDING TBG. L/D MILL. NDBOP, N/U FRAC VALVES. 5:30 PM SWI-SDFN. PREP TO LOG, P.T. & PERF IN AM.

08/24/07

Log, P.T. & PERF

Days On Completion: 2

Remarks: 7AM [DAY 2] J.S.A.#2 MIRU CUTTERS. RAN A CBL-CCL-GR LOG FROM 8702'-280'. ESTIMATE CMT TOP @ SURFACE. MAX TEMP 203*. POOH & L/D LOGGING TOOLS. MIRU DOUBLE JACK. P.T. CSG & FRAC VALVES TO 7500#. [HELD GOOD] RDMO DOUBLE JACK.

[STG#1] RIH W/ PERF GUN & PERF THE M.V. @ 8242'-8245' 4 SPF, 90* PHASING, 8294'-8297' 4 SPF, 90* PHASING, 8371'-8374' 3 SPF, 120* PHASING & 8514'-8517' 4 SPF, 90* PHASING USING 3-3/8" EXP GUN, 23 GM, 0.36, [45 HLS] WHP=0#. POOH & L/D WIRELINE TOOLS. RDMO CUTTERS.

08/27/07

FRAC & PERFORATE

Days On Completion: 5

Remarks: STG#1) WE- SICP=1000#. P.T SURFACES LINES TO 8000#. BKR DN PERFS @ 3753# @ 5 BPM. ISIP= 3200#, F.G.=.81. PMP'D 3 BBLS 15% HCL AHEAD OF INJ. CALC 27/45 PERFS OPEN. PMP'D 900 BBLS SLK WTR & 30828# 30/50 SD. ISIP=2878, F.G.=.78, NPI=-322, MP=6914, MR=51.2, AP=5665, AR=48.3 BPM.

(STG#2) RIH W/ BKR 8K CBP & PERF GUN. SET CBP @ 8083'. PERF THE M.V. @ 7972'-7969' USING 3-3/8" EXP GUNS, 23 GM, 0.36, 90* PHASING, 4 SPF, (12 HLS) WHP=156#. POOH & LD WIRELINE TOOLS. RIH W/ DELSCO SLK LINE & DOWN HOLE PSI GAUGE. SET PSI GAUGE @ 7959'. PERFORM DFIT TEST W/ HLBRTN. BRK DN PERFS @ 4624# @ 4.5 BPM. PMP'D 24.9 BBLS @ 3939 @ 5.3 BPM. ISIP=3514, F.G.=.87, 5 MIN= 2113, 10 MIN=1946, 15 MIN=1857 LEAVE DOWN HOLE PSI GAUGES IN WELL OVERNIGHT. SDFD PREP TO FRAC STG'S 2 - 5 IN AM.

08/28/07

FRAC & PERFORATE

Days On Completion: 6

Remarks: 7:00 AM, (DAY#4) HELD HALLIBURTONS JSA. SICP= 1250#. POOH W/ DFIT GAUGES.

(STG#2) PU 3 3/8" PERF GUN, TO PERF THE REMAINING STAGE, GUNS MISFIRED. RIH PERF THE M.V. @ 8049' - 8053' - 8008' - 8012' 4 SPF 90* PHASING, USING 3 3/8" EXP GUNS, .23 GM, 0.36 (32 HLS). WHP= 1360#. BRK DN PERFS @ 3084# @ 4.6 BPM. ISIP= 2623, F.G.= .76. CALCULATE 36 OF 44 PERFS OPEN. PMP'D 2213 BBL SLK WTR & 76,221# 30/50 SD. ISIP=7961, F.G.=1.43, NPI=5338, MP=8069, MR=51.9, AP=4703, AR=49.2 BPM.(SCREENED OFF W/ 34 BBLS LEFT IN FLUSH. FL, WELL BACK 2 TIMES BEFORE GETTING WELL FLUSHED.)

(STG#3) RIH W/ BKR 8-K CBP & PERF GUN. SET CBP @ 7580'. PERF THE M.V. @ 7542' - 7550', 4 SPF, 90* PHASING USING 3 3/8" EXP GUNS, .23 GM, 0.36, (32 HLS) WHP= 0#. BRK DN PERFS @ 3084# @ 4.7 BPM. ISIP=1848, F.G.=.68. CALCULATE 18 OF 32 PERFS OPEN. PMP'D 422 BBLS SLK WTR & 10,967# 30/50 SD. ISIP=1907, F.G.=.69, NPI=59, MP=3905, MR=36, AP=3091, AR=34.3 BPM.

(STG#4) RIH W/ BKR 8-K CBP & PERF GUN. SET CBP @ 6665'. PERF THE M.V. @ 6633' - 6639', 4 SPF 90* PHASING, PERF THE WASATCH @ 6595' - 6598' - 6509' - 6512', 3 SPF 120* PHASING USING 3 3/8" EXP GUNS, .23 GM, 0.36, (42 HLS) WHP=0#. BRK DN PERFS @ 2135# @ 3.6 BPM. ISIP=1429, F.G.=.65, CALCULATE 36 OF 42 PERFS OPEN. PMP'S 1304 BBLS SLK WTR & 47,524# 30/50 SD. ISIP=2107, F.G.=.75, NPI=678, MP=3386, MR=51.7, AP=3035, AR=49.9 BPM.

(STG#5) RIH W/ BKR 8-K CBP & PERF GUNS. SET CBP@ 5622'. PERF THE WASATCH@ 5589' - 5592' 4 SPF 90* PHASING, 5548' - 5551' 3 SPF 120* PHASING, 5513' - 5518' 4 SPF 90* PHASING USING 3 3/8" EXP GUNS, .23 GM, 0.36 (41 HLS) WHP=0#. BRK DN PERFS @ 1521# @ 3.5 BPM. ISIP=898. F.G.=.60, CALCULATE ALL PERFS OPEN. PMP'D1422 BBLS SLK WTR & 44,975# 30/50 SD. ISIP=1275, F.G.=.65, NPI=377, MP=2399, MR=52.1, AP=2251, AR=51.9 BPM. (BLENDER BROKE DN, HAD 18,000# SD TO FINISH STG#5. HAD TO GO TO FLUSH.)

RIH W/ BKR 8-K CBP, SET CBP @ 5413'. POOH W/ WIRELINE, RD CUTTERS AND HALLIBURTON FRACING SERV., ND FRAC VALVES, NU BOPS AND TBG EQUIPMENT. PU3 7/8" BIT W/ POBS AND X-NIPPLE W/ 1.875" ID. RIH W/ KILL STRING EOT @ 3732'.7:00 PM, SWI SDFN.

08/29/07

C/OO CBP'S

Days On Completion: 7

Remarks: 7:00 AM, (DAY#5) HELD JSA#5. NO PRESSURE ON WELL. FINISH RIH W/ 2 3/8" J-55 TBG. TAG#1 CBP @ 5400'. RU DRILLING EQUIPMENT, ESTABLISH CIRC W/ 2% KCL WTR. SHUT RAMS TEST BOPS TO 3000#. C/O 13' SD.

(DRLG CBP#1) @ 5413'. DRILL OUT BKR 8-K CBP IN 3 MIN. 200# DIFF. RIH, TAG SD@ 5600' C/O 22' SD.

(DRLG CBP#2) @ 5622'. DRILL OUT BKR 8-K CBP IN 4 MIN. 0# DIFF. RIH, TAG SD @ 6640' C/O 40' SD.

(DRLG CBP#3) @ 6680'. DRILL OUT BKR 8-K CBP IN 4 MIN. 50# DIFF. RIH TAG SD @7550' C/O 30' SD.

(DRLG CBP#4) @ 7580'. DRILL OUT BKR 8-K CBP IN 4 MIN. 100# DIFF. RIH TAG SD @8053' C/O 30' SD.

(DRLG CBP#5) @ 8083'. DRILL OUT BKR 8-K CBP IN 4 MIN. 50# DIFF. RIH TAG @ 8681'(164' R/H FROM BTM PERF @ 8517'.) STOP CIRC WELL CLEAN, RACK OUT SWIVEL. LD 109 JT'S ON TBG TRAILER. LAND TBG @ 5344.66'. ND BOPS AND TBG EQUIPMENT NU W/H AND FLOW LINE. PMP'D 2 BBL'S 2% DN TBG PMP OFF BIT @ 1700#. LEVE WELL SHUT IN FOR 30 MIN'S, LET BIT FALL TO PBD @ 8681'. TURN WELL OVER TO F.B.C. RD MOVE RIG TO THE HATCH 923-14C.(TOTAL SAND C/O FROM WELL BORE 123'.) TOTAL FRESH WTR USED FOR FRAC JOB'S (6,261 BBLS.) TOTAL 2% USED 120 BBLS.) (ALL FRESH WTR CAME FROM BUSH WTR PLANT). TOTAL WTR USED 6,381 BBLS. WTR RECOVERED 2,206 BBLS.(WTR LEFT TO RECOVER 4,175 BBLS.)

TOTAL TBG HAULD TO LOCATION 291 JT'S 2 3/8" J-55. TBG USED FOR PROD 172 JT'S. TBG HAULD BACK TO AZTEC PIPE YARD 119 JT'S.

08/30/07

FLOWBACK REPORT: CP 1650#, TP 900#, CK 20/64", 40 BWPH, LOAD REC'D 719 BBLS, LLTR 3942 BBLS

08/31/07

FLOWBACK REPORT: CP 2200#, TP 1150#, CK 20/64", 35 BWPH, LOAD REC'D 1618 BBLS, LLTR 3043 BBLS

WENT ON SALES: @9:00 AM, 600 MCF, 1100 TBG, 2250 CSG, 20/64 CK, 38 BBWH

09/01/07

FLOWBACK REPORT: CP 2000#, TP 1200#, CK 20/64", 12 BWPH, LOAD REC'D 2075 BBLS, LLTR 2586 BBLS

ON SALES: 344 MCF, 24 BC, 288 BW, TP: 1100#, CP: 2500#, 16/64 CHK, 24 HRS, LP: 306#.

09/02/07

ON SALES: 875 MCF, 24 BC, 288 BW, TP: 1450#, CP: 1614#, 16/64 CHK, 24 HRS, LP: 217#.

09/03/07

ON SALES: 1268 MCF, 24 BC, 288 BW, TP: 1500#, CP: 1570#, 16/64 CHK, 24 HRS, LP: 345#.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

FORM APPROVED
OMB NO. 1004-0137
Expires: November 30, 2000

5. Lease Serial No.
UTU-1301

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

6. If Indian, Allottee or Tribe Name
7. Unit or CA Agreement Name and No.

2. Name of Operator
KERR MCGEE OIL & GAS ONSHORE LP

8. Lease Name and Well No.
HATCH 923-15F

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

9. API Well No.
4304736865

4. Location of Well (Report locations clearly and in accordance with Federal requirements)*
At surface SE/NW 2170'FNL, 1900'FWL
At top prod. interval reported below

10. Field and Pool, or Exploratory
UNDESIGNATED

14. Date Spudded 15. Date T.D. Reached 16. Date Completed
06/30/07 07/30/07 08/31/07
 D & A Ready to Prod.

11. Sec., T., R., M., or Block and Survey or Area SEC. 15, T9S, R23E

12. County or Parish 13. State
UINTAH UTAH

17. Elevations (DF, RKB, RT, GL)*
5028'GL

18. Total Depth: MD 8805' TVD 19. Plug Back T.D.: MD 8681' TVD 20. Depth Bridge Plug Set: MD TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)
CBL-CCL-GR SD, DSN, ACTR
22. Was well cored? No Yes (Submit copy)
Was DST run? No Yes (Submit copy)
Directional Survey? No Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

| Hole Size | Size/Grade | Wt. (#/ft.) | Top (MD) | Bottom (MD) | Stage Cementer Depth | No. of Sk. & Type of Cement | Slurry Vol. (BBL) | Cement Top* | Amount Pulled |
|-----------|------------|-------------|----------|-------------|----------------------|-----------------------------|-------------------|-------------|---------------|
| 20" | 14" | 36.7# | | 40' | | 28 SX | | | |
| 12 1/4" | 9 5/8" | 32.3# | | 2460' | | 570 SX | | | |
| 7 7/8" | 4 1/2" | 11.6# | | 8805' | | 1465 SX | | | |

24. Tubing Record

| Size | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Set (MD) |
|--------|----------------|-------------------|------|----------------|-------------------|------|----------------|-----------------|
| 2 3/8" | 5345' | | | | | | | |

25. Producing Intervals 26. Perforation Record

| Formation | Top | Bottom | Perforated Interval | Size | No. Holes | Perf. Status |
|----------------------|-------|--------|---------------------|------|-----------|--------------|
| A) WASATCH | 5513' | 5592' | 5513'-5592' | 0.36 | 41 | OPEN |
| B) WASATCH/MESAVERDE | 6509' | 6639' | 6509'-6639' | 0.36 | 42 | OPEN |
| C) MESAVERDE | 7542' | 8515' | 7542'-8515' | 0.36 | 121 | OPEN |
| D) | | | | | | |

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

| Depth Interval | Amount and type of Material |
|----------------|---|
| 5513'-5592' | PMP 1422 BBLs SLICK H2O & 44,975# 30/50 SD |
| 6509'-6639' | PMP 1304 BBLs SLICK H2O & 47,524# 30/50 SD |
| 7542'-8515' | PMP 3535 BBLs SLICK H2O & 118,016# 30/50 SD |

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28. Production - Interval A

| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|----------------------------|-------------------|-----------------|---------|---------|-----------|-----------------------|-------------|--------------------|
| 08/31/07 | 09/13/07 | 24 | → | 24 | 1,798 | 200 | | | FLOWS FROM WELL |
| Choke Size | Tbg. Press. Flwg. 1275# SI | Csg. Press. 1331# | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Well Status | |
| 16/64 | | | → | 24 | 1798 | 200 | | | PRODUCING GAS WELL |

28a. Production - Interval B

| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|----------------------------|-------------------|-----------------|---------|---------|-----------|-----------------------|-------------|--------------------|
| 08/31/07 | 09/13/07 | 24 | → | 24 | 1798 | 200 | | | FLOWS FROM WELL |
| Choke Size | Tbg. Press. Flwg. 1275# SI | Csg. Press. 1331# | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Well Status | |
| 16/64 | | | → | 24 | 1798 | 200 | | | PRODUCING GAS WELL |

28b. Production - Interval C

| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|----------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|--------------------|
| 08/31/07 | | | → | | | | | | FLows FROM WELL |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas : Oil Ratio | Well Status | |
| | | | → | | | | | | PRODUCING GAS WELL |

28c. Production - Interval D

| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|----------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| | | | → | | | | | | |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas : Oil Ratio | Well Status | |
| | | | → | | | | | | |

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

SOLD

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

| Formation | Top | Bottom | Descriptions, Contents, etc. | Name | Top |
|----------------------|----------------|--------|------------------------------|------|-------------|
| | | | | | Meas. Depth |
| WASATCH MESAVERDE | 4625' 6629' | 6629' | | | |

32. Additional remarks (include plugging procedure):

33. Circle enclosed attachments:

- 1. Electrical/Mechanical Logs (1 full set req'd.)
- 2. Geologic Report
- 3. DST Report
- 4. Directional Survey
- 5. Sundry Notice for plugging and cement verification
- 6. Core Analysis
- 7. Other:

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

Name (please print) SHEILA UPCHEGO Title SENIOR LAND ADMIN SPECIALIST
 Signature  Date 9/26/2007

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.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. Lease Serial No.
UTU-1301

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.
HATCH 923-15F

9. API Well No.
4304736865

10. Field and Pool, or Exploratory Area
NATURAL BUTTES

11. County or Parish, State
UINTAH COUNTY, UTAH

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

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

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

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

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
SE/NW SEC. 15, T9S, R23E 2170'FNL, 1900'FWL

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

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

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

THE OPERATOR REQUESTS AUTHORIZATION TO COMMINGLE THE WASATCH AND MESAVERDE FORMATIONS.

THE SUBJECT WELL LOCATION WAS PLACED ON PRODUCTION ON 08/31/2007 AT 9:00 AM.

THIS SUNDRY IS BEING RETURNED; INSUFFICIENT DATA WAS SUBMITTED TO APPROVE THE REQUESTED ACTION

Application in accordance with R649-3-22 was not submitted.

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November 14, 2007
Utah Division of Oil, Gas and Mining
DIV. OF OIL, GAS & MINING

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

| | |
|---|--|
| Name (Printed/Typed) SHEILA UPCHEGO | Title SENIOR LAND ADMIN SPECIALIST |
| Signature | Date September 26, 2007 |

THIS SPACE FOR FEDERAL OR STATE USE

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

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

(Instructions on reverse)

COPY SENT TO OPERATOR
Date: **11-15-07**
Initials: **PM**