

ENDURING RESOURCES, LLC

425 Seventeenth Street, Suite 1500

Denver, Colorado 80202

Telephone: 303-573-1222

Facsimile: 303-573-0461

November 16, 2005

RECEIVED

NOV 21 2005

DIV. OF OIL, GAS & MINING

State of Utah
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt lake City, Utah 84114-5801

Attention: Diana Whitney

**RE: Big Pack 12-21-24-2
Application for Permit to Drill**

Dear Ms. Whitney

Attached are two original applications to drill for the above-referenced proposed well. This well will be drilled on federal lands.

Enduring Resources, LLC respectfully requests that this information, and future information, be held confidential.

Should you have any questions concerning this matter, please do not hesitate to call (303-350-5114)

Very truly yours

ENDURING RESOURCES, LLC



Alvin R. (Al) Arlian
Landman – Regulatory Specialist

ara/
Attachments as stated:

cc: SITLA w/ attachments

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

FORM 3

AMENDED REPORT
(highlight changes)

APPLICATION FOR PERMIT TO DRILL				5. MINERAL LEASE NO: UTD 47084	6. SURFACE: State
1A. TYPE OF WORK: DRILL <input checked="" type="checkbox"/> REENTER <input type="checkbox"/> DEEPEN <input type="checkbox"/>				7. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
B. TYPE OF WELL: OIL <input type="checkbox"/> GAS <input checked="" type="checkbox"/> OTHER _____ SINGLE ZONE <input checked="" type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/>				8. UNIT OR CA AGREEMENT NAME:	
2. NAME OF OPERATOR: Enduring Resources, LLC				9. WELL NAME and NUMBER: Big Pack 12-21-24-2	
3. ADDRESS OF OPERATOR: 475 17th St., Ste 1500 CITY Denver STATE CO ZIP 80220			PHONE NUMBER: (303) 350-5114	10. FIELD AND POOL, OR WILDCAT: Undesignated	
4. LOCATION OF WELL (FOOTAGES) AT SURFACE: 1698' FWL - 517' FSL (SESW) 625227x 39. 79668 AT PROPOSED PRODUCING ZONE: Same 44060054 -109. 53735				11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SESW 2 12S 21E S	
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE: 28 miles Southeasterly from Ouray, Utah				12. COUNTY: Uintah	13. STATE: UTAH
15. DISTANCE TO NEAREST PROPERTY OR LEASE LINE (FEET) 517'		16. NUMBER OF ACRES IN LEASE: 640		17. NUMBER OF ACRES ASSIGNED TO THIS WELL: 40 acres	
18. DISTANCE TO NEAREST WELL (DRILLING, COMPLETED, OR APPLIED FOR) ON THIS LEASE (FEET) 1,900' +		19. PROPOSED DEPTH: 8,160		20. BOND DESCRIPTION: RLB0008031	
21. ELEVATIONS (SHOW WHETHER DF, RT, GR, ETC.): 6127' KB (RT)		22. APPROXIMATE DATE WORK WILL START: 1/25/2006		23. ESTIMATED DURATION: 20 days	

24. **PROPOSED CASING AND CEMENTING PROGRAM**

SIZE OF HOLE	CASING SIZE, GRADE, AND WEIGHT PER FOOT	SETTING DEPTH	CEMENT TYPE, QUANTITY, YIELD, AND SLURRY WEIGHT
20"	14" line pipe	40	3 yards Ready Mix
11"	8-5/8" J-55 24#	2,000	Premium Lead 138 sxs 3.50 11.1 Premium Tail 138 sxs 1.15 15.8
7-7/8"	4-1/2" N-80 11.6#	8,160	Class G 123 sxs 3.3 11.0 50/50 Poz Class G 921 sxs 1.56 14.3

25. **ATTACHMENTS**

VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES:

<input checked="" type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER	<input checked="" type="checkbox"/> COMPLETE DRILLING PLAN
<input checked="" type="checkbox"/> EVIDENCE OF DIVISION OF WATER RIGHTS APPROVAL FOR USE OF WATER	<input type="checkbox"/> FORM 5, IF OPERATOR IS PERSON OR COMPANY OTHER THAN THE LEASE OWNER

NAME (PLEASE PRINT) Alvin R. (Al) Arlian TITLE Landman - Regulatory Specialist

SIGNATURE  DATE 11/16/2005

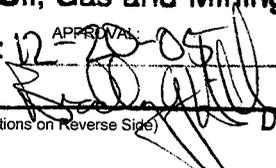
(This space for State use only)

API NUMBER ASSIGNED: 43-047-37418

Approved by the
Utah Division of
Oil, Gas and Mining

RECEIVED

Date: 12-20-05 **NOV 21 2005**

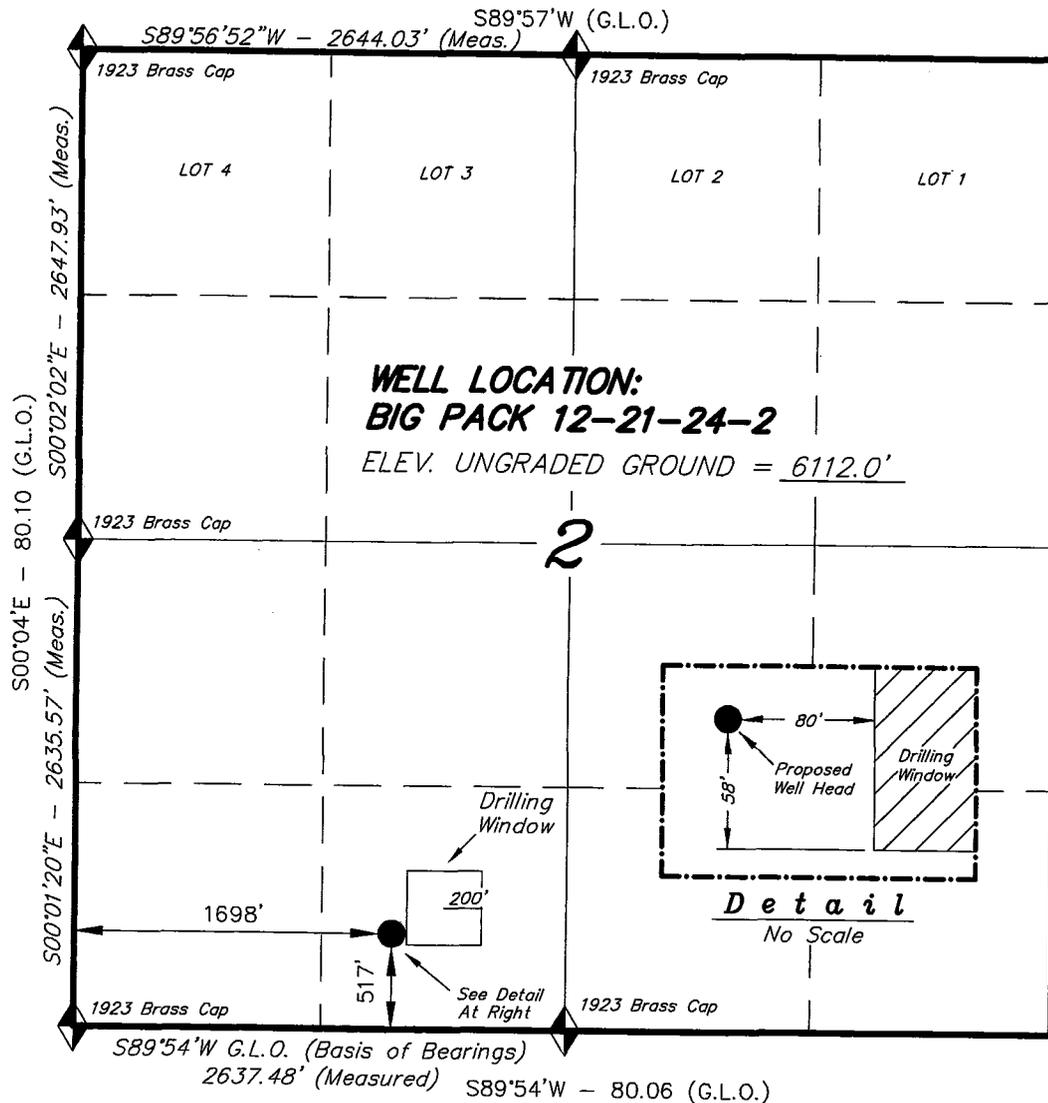
By: 

DIV. OF OIL, GAS & MINING

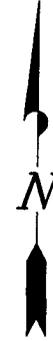
(See Instructions on Reverse Side)

T12S, R21E, S.L.B.&M.

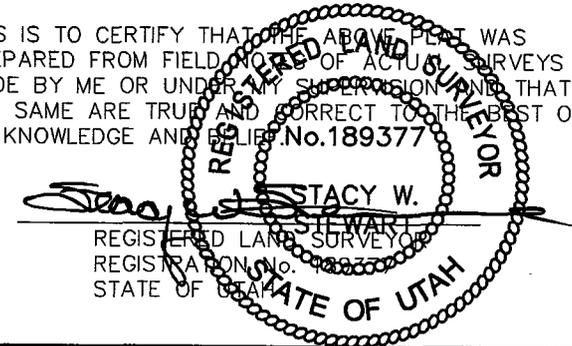
ENDURING RESOURCES



WELL LOCATION, BIG PACK 12-21-24-2,
 LOCATED AS SHOWN IN THE SE 1/4 SW
 1/4 OF SECTION 2, T12S, R21E,
 S.L.B.&M. UINTAH COUNTY, UTAH.



THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS
 PREPARED FROM FIELD AND OFFICE SURVEYS
 MADE BY ME OR UNDER MY SUPERVISION AND THAT
 THE SAME ARE TRUE AND CORRECT TO THE BEST OF
 MY KNOWLEDGE AND BELIEF. No. 189377



◆ = SECTION CORNERS LOCATED
 BASIS OF ELEV; U.S.G.S. 7-1/2 min
 QUAD (BIG PACK MTN. SE)

BIG PACK 12-21-24-2
 (Surface Location) NAD 83
 LATITUDE = 39° 47' 48.66"
 LONGITUDE = 109° 32' 17.18"

TRI STATE LAND SURVEYING & CONSULTING
 180 NORTH VERNAL AVE. - VERNAL, UTAH 84078
 (435) 781-2501

DATE DRAWN: 8-29-05	SURVEYED BY: C.M.	SHEET 2 OF 9
REVISED:	DRAWN BY: F.T.M.	
NOTES:	SCALE: 1" = 1000'	

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Facsimile: 303-573-0461

November 16, 2005

State of Utah
Division of Oil, Gas and Mining
P.O. Box 145801
Salt Lake City, Utah 84114-5801

Attention: Ms. Diana Whitney

**RE: Request for Exception Well Location
Big Pack 12-21-24-2 Well
1,698' FWL – 517' FSL
Sec. 2, T12S-R21E, SLB&M
Uintah County, Utah**

Dear Ms. Whitney:

Enduring Resources, LLC respectfully requests a spacing exception for the above-referenced well. The well was moved from the center of the forty-acre spacing.

The well is located at **1,698' FWL – 517' FSL** of Section 2.

The location was moved due to topographic considerations and access.

Enduring Resources, LLC is the only lease owner within a 460' radius of the well stake.

Therefore, Enduring Resources, LLC hereby grants itself permission for the exception well location.

Should you have any questions concerning this matter, please do not hesitate to call 303-350-5114 (aarlian@enduringresources.com).

Very truly yours

ENDURING RESOURCES, LLC



Alvin R. (Al) Arlian
Landman – Regulatory Specialist

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DIV. OF OIL, GAS & MINING

Enduring Resources, LLC
Big Pack #12-21-24-2
SESW Sec 2 T12S-R21E
Uintah County, Utah
Lease #: ML-47084

ONSHORE ORDER 1 - DRILLING PLAN

1. Estimated Tops of Geological Markers:

Formation	Depth (K.B.)
Uinta	Surface
Green River	477'
Wasatch	3512'
Mesaverde	5825'
Castlegate	8157'

2. Estimated Depths of Anticipated Water, Oil, Gas or Other Minerals: (6127.4' estimated KB)

Substance	Formation	Depth (K.B.)
	KB-Uinta Elevation: 6127'	
Oil / Gas	Green River	477'
Oil /Gas	Wasatch	3512'
Oil /Gas	Mesaverde	5825'
	Castlegate	8157'
	Estimated TD	8160'

3. Pressure Control Equipment: (3000 psi schematic attached)

- A. Type: Eleven (11) inch double gate hydraulic BOP with eleven (11) inch annular preventer on 3,000 psi casinghead, with 3,000 psi choke manifold equipped per the attached diagram. BOPE as specified in *Onshore Oil & Gas Order Number 2*. A PVT, stroke counter and flow sensor will be installed to check for flow and monitor pit volume.
- B. Pressure Rating: 3,000 psi BOPE
- C. Kelly will be equipped with upper and lower Kelly valves.
- D. Testing Procedure: Annular Preventer

At a minimum, the annular preventer will be pressure tested to 50% of the stack rated working pressure for a period of ten (10) minutes or until provisions of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

1. When the annular preventer is initially installed;
2. Whenever any seal subject to test pressure is broken;
3. Following related repairs; and
4. At thirty (30) day intervals.

In addition to the above, the annular preventer will be functionally operated at least weekly.

Blow-Out Preventer

At a minimum, the BOP, choke manifold, and related equipment will be pressure tested to the approved working pressure of the BOP stack (if isolated from the surface casing by a test plug) or to 70% of the internal yield strength of the surface casing (if the BOP is not isolated from the casing by a test plug). Pressure will be maintained for a period of at least ten (10) minutes or until the requirements of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

1. When the BOP is initially installed;
2. Whenever any seal subject to test pressure is broken;
3. Following related repairs; and
4. At thirty (30) day intervals.

In addition to the above, the pipe and blind rams will be activated each trip, but not more than once each day. All BOP drills and tests will be recorded in the IADC driller's log.

E. Miscellaneous Information:

The blowout preventer and related pressure control equipment will be installed, tested and maintained in compliance with the specifications in and requirements of *Onshore Oil & Gas Order Number 2*.

Single Shot directional surveys will be dropped every 2000 feet. Maximum allowable angle is 5 degrees.

4. Proposed Casing & Cementing Program:

A. Casing Program: All New

Hole Size	Casing Size	Wt./Ft.	Grade	Joint	Depth Set (MD)
20"	14" O.D.				40' (GL)
11"	8-5/8"	24#	J-55	ST&C	0 - 2,016' (KB) est.
7-7/8"	4-1/2"	11.6#	N-80	LT&C	0 - 8,160' (KB)

The surface casing will have guide shoe, 1 joint, insert float collar. Centralize the shoe joint with bowspring centralizers in the middle and top of the joint and the next 16 joints with bowspring centralizers on every other collar (8 centralizers total). Thread lock guide shoe.

Casing string(s) will be pressure tested to 0.22 psi/foot of casing string length or 1500 psi, whichever is greater (not to exceed 70% of the internal yield strength of the casing), after cementing and prior to drilling out from under the casing shoe.

B. Casing Design Parameters:

Depth (MD)	Casing	Collapse(psi)/SF	Burst (psi)/SF	Tension(mlbs)/SF
40' (GL)	14" OD			
2016' (KB)	8-5/8", 24#/ft, J55, STC	1370/1.52(a)	2950/3.28(b)	244/5.81(c)
8160' (KB)	4-1/2", 11.6#/ft, N-80, LTC	6350/1.50 (d)	7780/1.99 (e)	223/2.74 (f)

- (a.) based on full evacuation of pipe with 8.6 ppg fluid on annulus
- (b.) based on 8.6 ppg gradient with no fluid on annulus
- (c.) based on casing string weight in 8.6 ppg mud
- (d.) based on full evacuation of pipe with 10.0 ppg fluid on annulus
- (e.) based on 9.2 ppg gradient, gas to surface, with no fluid on annulus, no gas gradient
- (f.) based on casing string weight in 9.2 ppg mud

PROPOSED CEMENTING PROGRAM

Surface Casing (if well will circulate)-Cemented to surface

CASING	SLURRY	FT. of FILL	CEMENT TYPE	SXS	EXCESS (%)	WEIGHT (ppg)	YIELD (ft ³ /sx)
8-5/8"	Lead	1516	Premium cement + 16% gel + 0.25 pps celloflake	138	25%	11.1	3.50
8-5/8"	Tail	500	Premium cement + 2% CaCl ₂ + 0.25 pps celloflake	138	25%	15.8	1.15

A cement top job is required if cement fallback is greater than 10' below ground level. Top job (weight 15.8 ppg, yield 1.15 ft³/sx) cement will be premium cement w/ 3% CaCl₂.+0.25 pps celloflake. Volume as required

Surface Casing (if well will not circulate) - Cemented to surface

CASING	SLURRY	FT. of FILL	CEMENT TYPE	SXS	EXCESS (%)	WEIGHT (ppg)	YIELD (ft ³ /sx)
8-5/8"	Lead	500	Premium cement + 2% CaCl ₂ + 0.25 pps celloflake	138	25	15.8	1.15
8-5/8"	Top job	As req.	Premium cement + 3% CaCl ₂ + 0.25 pps celloflake	As Req.		15.8	1.15

Production Casing and Liner - Cemented TD to 300' above base of surface casing

CASING	SLURRY	FT. of FILL	CEMENT TYPE	SXS	EXCESS (%)	WEIGHT (ppg)	YIELD (ft ³ /sx)
4-1/2"	Lead	1396	Class "G" + 5% NaCl + 12% Gel + 0.25 pps celloflake + 0.2% antifoam + 0.25% fluid loss + 1% extender	123	25	11.0	3.3
4-1/2"	Tail	5048	50/50 POZ Class G + 2% gel + 1% CaCl ₂ + 0.2% dispersant + 0.2% fluid loss + 0.1% antifoam	921	25	14.3	1.56

Cement volumes for the 4-1/2" Production Casing will be calculated to provide a top of cement to 300' above base of surface casing. Cement volumes are approximate and were calculated under the assumption that a gauge hole will be achieved. Actual cement volumes may vary due to variations in the actual hole size and will be determined by running a caliper log on the drilled hole. Actual cement types may vary due to hole conditions and cement contractor used.

All waiting on cement (WOC) times will be adequate to achieve a minimum of 500 psi compressive strength at the casing shoe prior to drilling out.

5. **Drilling Fluids (mud) Program:**

Interval (MD)	Mud Weight	Fluid Loss	Viscosity	Mud Type
0' - 2016' (KB)		No cntrl		Air/mist
2000'-3000' (KB)	8.4-8.6	No cntrl	28-36	Water
3000'-8160' (KB)	8.8-10.2	8 - 10 ml	32-42	Water/Gel

Sufficient mud material(s) to maintain mud properties, control lost circulation and contain a blowout will be available at the well site during drilling operations.

6. **Evaluation Program:**

Tests: No tests are currently planned.

Coring: No cores are currently planned.

Samples: No sampling is currently planned.

Logging

- Dual Induction – SFL /Gamma Ray/Caliper/SP/TDLT/CNL/ML
TD to Base Surface Casing
- Cement Bond Log / Gamma Ray:
TD to Base of Surface Casing or Top of Cement if below Base of Surface Casing

Stimulation: A stimulation or frac treatment will be designed for completion of this well based on openhole log analysis. The drill site, as approved, will be sufficient size to accommodate all completion activities.

7. Abnormal Conditions:

No abnormal temperatures or pressures are anticipated. No H₂S has been encountered or known to exist from previous wells drilled to similar depths in the general area.

Maximum anticipated bottom hole pressure equals approximately 4,243 psi (calculated at 0.52psi/foot of hole) and maximum anticipated surface pressure equals approximately 2,448 psi (anticipated bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot of hole).

8. Anticipated Starting Dates:

- Anticipated Commencement Date- Within one year of APD issue.
- Drilling Days- Approximately 10 days
- Completion Days - Approximately 10 days
- Anticipate location construction within 30 days of permit issue.

9. Variations:

None anticipated

10. Other:

A Cultural Resource Inventory and Paleontology reconnaissance shall be conducted for the well location, access route and pipeline. The reports shall be submitted to the Division of Oil, Gas and Mining and the School and Institutional Trust lands Administration upon their receipt.

Directions to the Big Pack 12-21-24-2 Well Pad

Beginning at the city of Bonanza, Utah. Leave the city of Bonanza heading south on Turkey Trak road for a distance of approximately 9.1 miles to a point where the road forks. Turn left onto Seep Ridge Road and continue heading southwest for a distance of approximately 2.3 miles where there is a turn-off to the left. Do not turn left. Continue heading southerly on Seep Ridge Road for a distance of approximately 12.2 miles (4.2 plus 3.3 plus 4.7, see topographic map A) to a turn-off to the left. Turn left and bear southeast along existing access for approximately 2.3 miles. Turn left and proceed northeasterly for approximately 190' along proposed access to the Big Pack 12-21-24-2 well pad.

**Enduring Resources, LLC
Big Pack #12-21-24-2
SESW Sec 2 T12S-R21E
Uintah County, Utah
Lease #: ML-47084**

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

Directions to the Big Pack 12-21-24-2 Well Pad

Beginning at the city of Bonanza, Utah. Leave the city of Bonanza heading south on Turkey Trak road for a distance of approximately 9.1 miles to a point where the road forks. Turn left onto Seep Ridge Road and continue heading southwest for a distance of approximately 2.3 miles where there is a turn-off to the left. Do not turn left. Continue heading southerly on Seep Ridge Road for a distance of approximately 12.2 miles (4.2 plus 3.3 plus 4.7, see topographic map A) to a turn-off to the left. Turn left and bear easterly along existing access for approximately 2.3 miles. Turn left and proceed northerly for approximately 190' along proposed access to the Big Pack 12-21-13-2 Well Pad.

The well pad is approximately 28 miles southeast of Ouray, UT.

2. Planned Access Roads:

The proposed access road will be approximately 190 feet of new construction (ON-LEASE). No new access road construction or surface disturbance (OFF-LEASE) will be needed. However a road right-of-way is pending at the BLM to use an existing road OFF-LEASE of approximately 2.9 miles. Access to the proposed new access road will be by using existing BLM roads. Please refer to Topo Map "B" for the takeoff point for the new ON-LEASE road construction.

The proposed access road will be utilized to transport personnel, equipment and supplies to and from the proposed well site during drilling, completion and production operations. The road will be utilized year round.

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 right-of-way. Maximum grade of road is 5% or less. Graveling or capping the roadbed will be performed as necessary to provided a well constructed, safe road. No fence crossings, culverts, turnouts, cattle guards or major cuts and fills are required. 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 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 nor 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. Upgrading shall not be allowed during muddy conditions. 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 One-Mile radius (See "Topo" Map "C" attached):**

The following wells are wells located within a one (1) mile radius of the proposed location.

- | | | |
|----|--------|------------------------------|
| a. | None: | Water Wells: |
| b. | None: | Injection Wells: |
| c. | None: | Producing Wells: |
| d. | None: | Drilling Wells: |
| e. | None: | Shut-in Wells: |
| f. | None: | Temporarily Abandoned Wells: |
| g. | None: | Disposal Wells: |
| h. | None: | Abandoned Wells: |
| i. | None: | Dry Holes: |
| j. | None: | Observation Wells: |
| k. | Three: | Pending (staked) Wells: |
| | | i. Big Pack 12-21-22-2 |
| | | ii. Big Pack 12-21-11-2 |
| | | iii. Big Pack 12-21-13-2 |

4. **Location of Existing and/or Proposed Facilities:**

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 for six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the rocky Mountain Five State Inter-Agency Committee

All facilities will be painted within 6 months of installation. The color shall be Carlsbad Canyon (2.5Y 6/2). Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded.

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

Gas Gathering Pipeline:	ON-LEASE	750'	State of Utah (SITLA)
	OFF-LEASE	11,400'	BLM (r-o-w pending)

If the well is capable of economic production, a surface gas gathering line and related equipment shall be installed. The surface gas gathering line shall be in use year round. A total of approximately 11,470 feet of surface gas gathering pipeline shall be laid on the surface to minimize surface disturbance:

- a. ON-LEASE approximately 750 feet, and
- b. OFF-LEASE approximately 11,400 feet of 6 inch or less diameter steel, unpainted, welded gas gathering line is proposed.

The proposed pipeline will begin at the well site; continue along the lease road south and then northwesterly to the existing pipeline located near the center of Section 4, T12S-R21E. The proposed gathering line will be placed above ground adjacent to the proposed and existing access route. The line will be welded together and pulled from the well site location and tie-in point when practical; however, it may be necessary to utilize the access road for welding of the line. The line will then be boomed off to the side of the road. The gas meter run will be located within 500 feet of the wellhead. The meter run will be housed. The gas gathering line will be buried or anchored down from the wellhead to the meter.

Upon plugging and abandonment, the gas gathering line will be removed and the disturbed area will be re-contoured and restored as near as practical to the original condition. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

5. **Location and Type of Water Supply:**

Water will be obtained from the White River by Tu and Frum, Inc. Water User Claim #49-2185, Application #T75517, or by Target Trucking Water User Claim #43-2195, or by Dalbo Inc. Water User Claim #43-8496

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

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 for location and access road construction.

Any gravel will be obtained from a commercial source; however, gravel sized rock debris associated with location and access road construction may be used as access road surfacing material.

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 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.

The reserve pit will be lined with ¼ felt and a minimum of 16 mm plastic 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 will be disposed of in the pit.

A chemical portable toilet will be furnished with the drilling rig. The toilet will be replaced periodically utilizing a licensed contractor to transport by truck the portable chemical toilet so that its contents can be delivered to the Vernal Wastewater Treatment Facility in accordance with state and county regulations.

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 in association with the drilling, completion or testing 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, completion or testing of this well.

Produced oil will be stored in an oil tank and then hauled by truck to a crude purchaser facility. Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to an approved disposal site.

8. Ancillary Facilities:

During drilling operations, approximately 20 days, the site will be a manned camp. Three or four additional trailers will be on location to serve as the crews' housing and eating facilities. These will be located on the perimeter of the pad site within the topsoil stockpiles. Refer to Sheet 4.

9. Well Site Layout: (Refer to Sheets #2, #3, and #4)

The attached Location Layout Diagrams described 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 stockpiles(s).

Please see the attached diagram for rig orientation and access roads.

The top soil will be windrowed rather than piled. It will be reseeded and track walker at the time the location is constructed. Seeding will be with the determined during the onsite. (Refer to "Seed Mixture for Windrowed Top Soil Will included:" following herein.

The top soil removed from the pit area will be store separately and will not be reseeded until the pit is reclaimed.

All pits shall be fence to the following minimum standards:

- a. 39 inch net wire shall 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.
- b. The net wire shall be no more than 2 inches above the ground. The barbed wire shall be 3 inches over the new wire. Total height of the fence shall be at least 42 inches.
- c. Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
- d. Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two fence posts shall be no greater than 16 feet.

- e. All wire shall be stretched by, using a stretching device, before it is attached to corner posts.
- f. 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.
- g. Location size may change prior to drilling the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling, the location will be re-surveyed and a Form 9 will be submitted.

10. Plans for Surface Reclamation:

Producing Location:

- a. Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, materials, trash and debris not required for production.
- b. Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 40CFR 3162.7.
- c. 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.
- d. The reserve pit and that portion of the location not needed for production facilities/operations will be re-contoured to the approximated natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.
- e. 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 3 feet above surrounding round surface to allow the reclaimed pit area to drain effectively.
- f. Upon completion of back filling, leveling and re-contouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

- i. Abandoned well sites, roads and other disturbed areas will be restored as nearly 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.
- ii. All disturbed surfaces will be re-contoured to the approximated natural contours with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

Seed Mixture for Windrowed Top Soil Will Included:

To be provided by DOG&M and/or SITLA.

11. Surface Ownership: Location, Access and Pipeline Route:

Wellsite: STILA (State of Utah)

Access: Bureau of Land management and State of Utah (SITLA)

Pipeline: Bureau of Land management, and
State of Utah (SITLA)

12. Other Information

On-site Inspection for Location, Access and Pipeline Route:

Pending.

Special Conditions of Approval:

None.

Archeology:

- a. A Cultural Resource Inventory Report is pending and to be prepared by Montgomery Archaeological Consultants.

Paleontology:

- a. A Paleontology Reconnaissance Report is pending and to be prepared by Intermountain Paleo-Consulting.

If, during operations, any archaeological or historical sites, or any objects of antiquity (subject to the Antiquities Act of June 8, 1906) are discovered, all operations which would affect such sites will be suspended and the discovery reported promptly to the surface management agency.

13. Lessee's or Operator's Representatives:

Representatives:

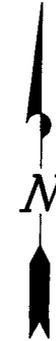
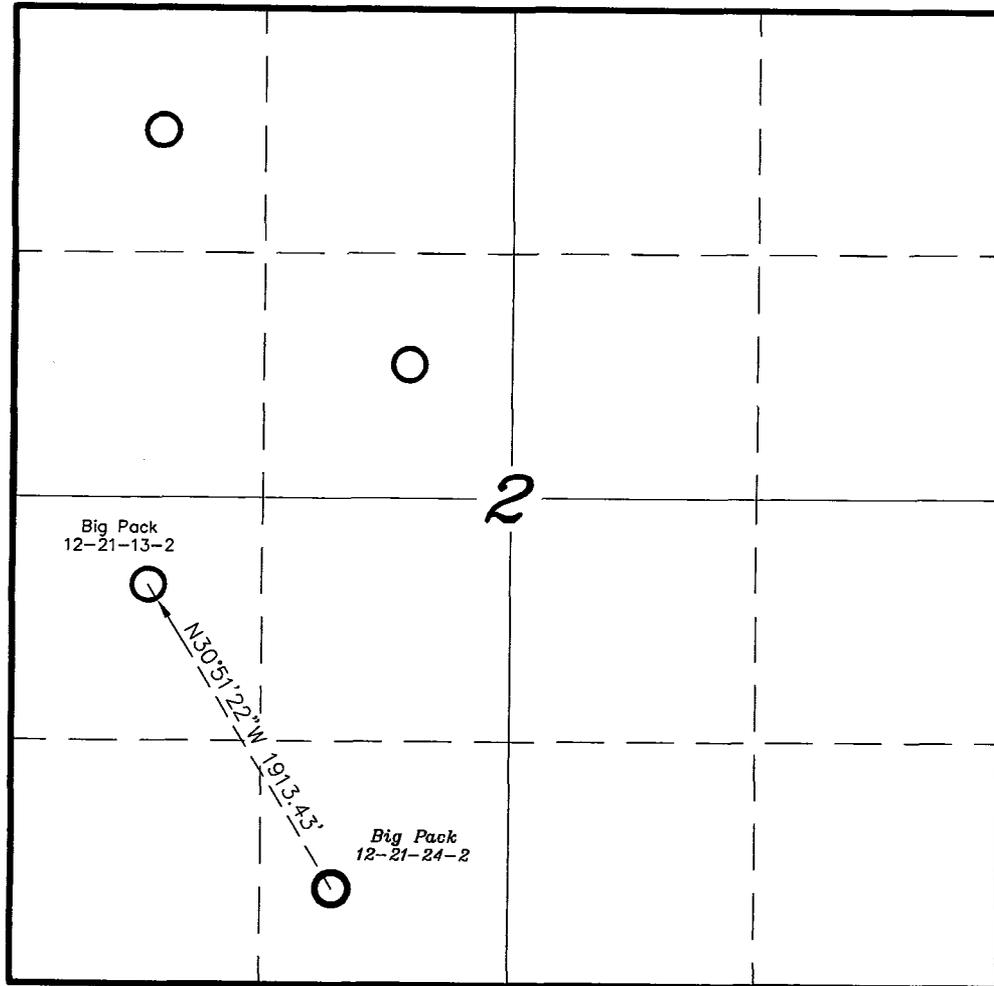
Alvin R. (Al) Arlian
Landman – Regulatory Specialist
Enduring Resources, LLC
475 17th Street, Suite 1500
Denver, Colorado 80202
Office Tel: 303-350-5114
Fax Tel: 303-573-0461
aarlian@enduringresources.com

Frank Hutto
Vice President – Operations
Enduring Resources, LLC
475 17th Street, Suite 1500
Denver, Colorado 80202
Office Tel: 303-573-5102
Fax Tel: 303-573-0461
fhutto@enduringresources.com

T12S, R21E, S.L.B.&M.

ENDURING RESOURCES

SECTION DRILLING MAP
BIG PACK 12-21-24-2



LEGEND

- = Vertical Well
- ⊙ = Directional Well

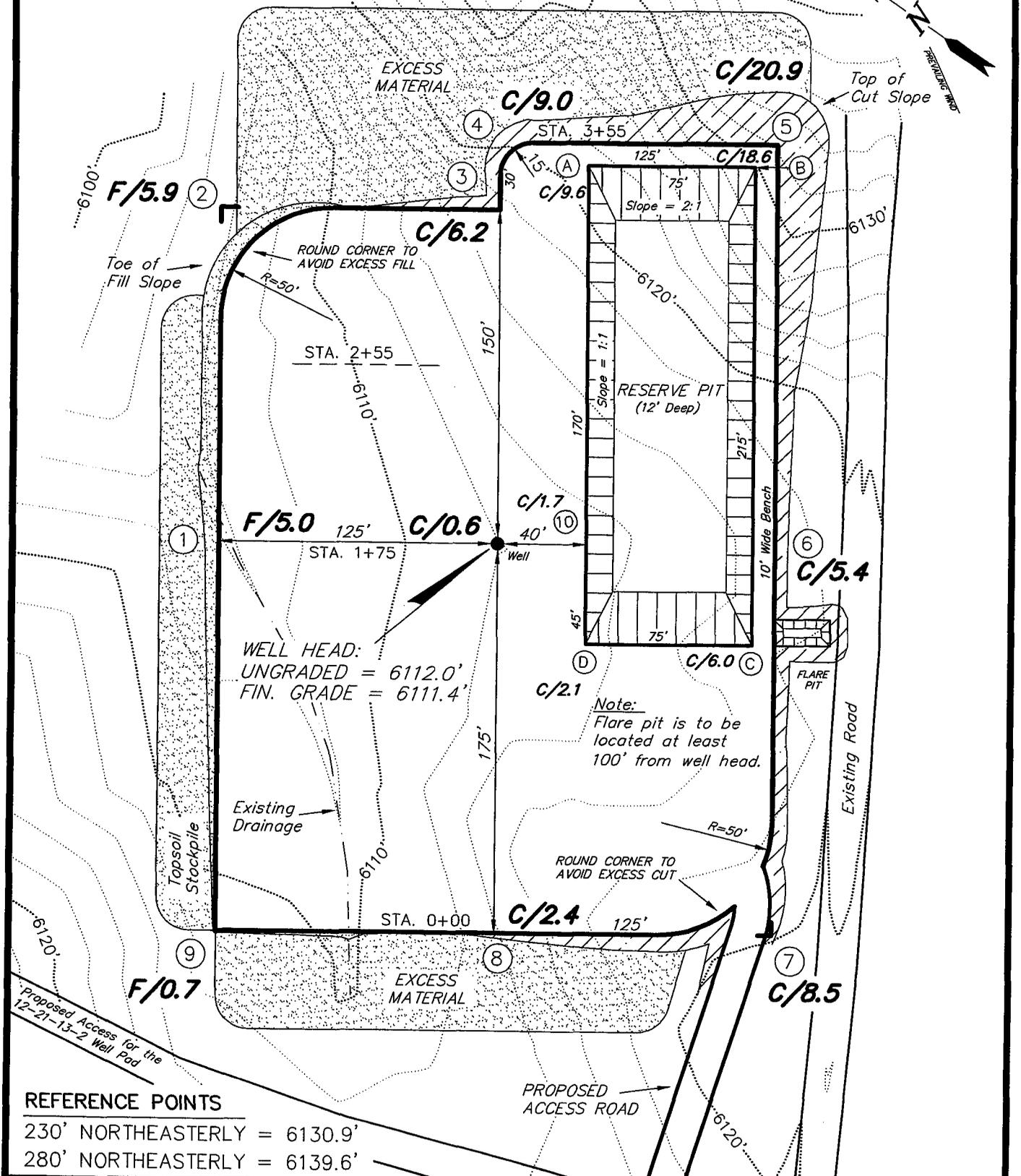
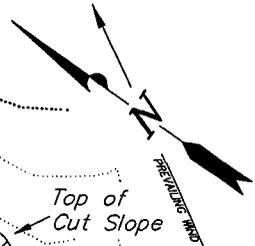
TRI STATE LAND SURVEYING & CONSULTING

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

DATE DRAWN: 8-29-05	SURVEYED BY: C.M.	SHEET 1 OF 9
REVISED:	DRAWN BY: F.T.M.	
NOTES:	SCALE: 1" = 1000'	

ENDURING RESOURCES

Big Pack 12-21-24-2
Section 2, T12S, R21E, S.L.B.&M.



WELL HEAD:
UNGRADED = 6112.0'
FIN. GRADE = 6111.4'

Note:
Flare pit is to be located at least 100' from well head.

REFERENCE POINTS
230' NORTHEASTERLY = 6130.9'
280' NORTHEASTERLY = 6139.6'

SURVEYED BY: C.M.	DATE DRAWN: 8-29-05
DRAWN BY: F.T.M.	SCALE: 1" = 60'
NOTES:	

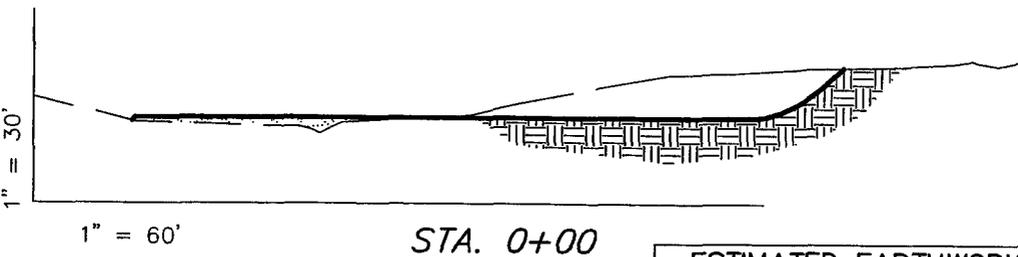
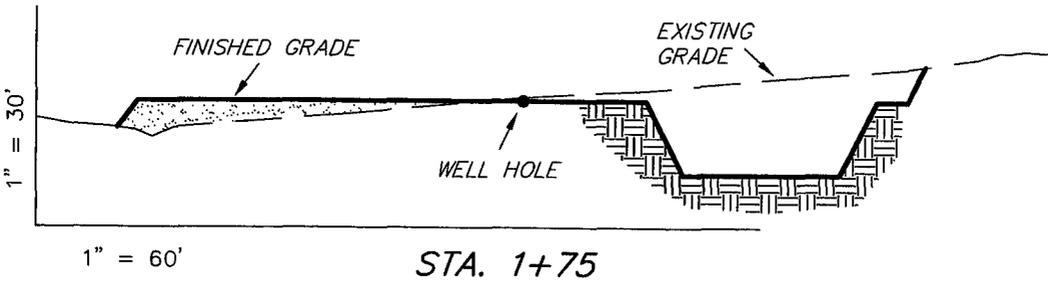
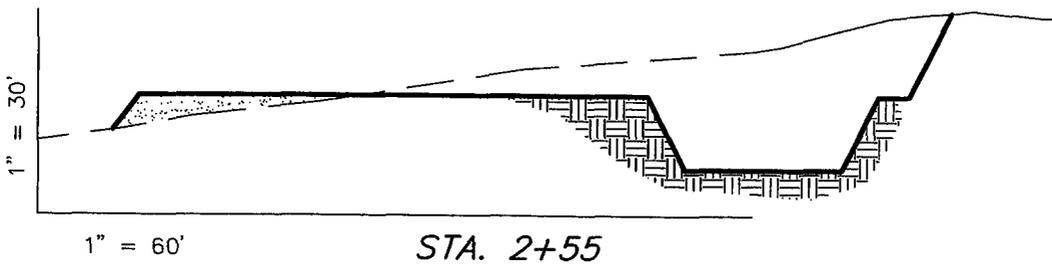
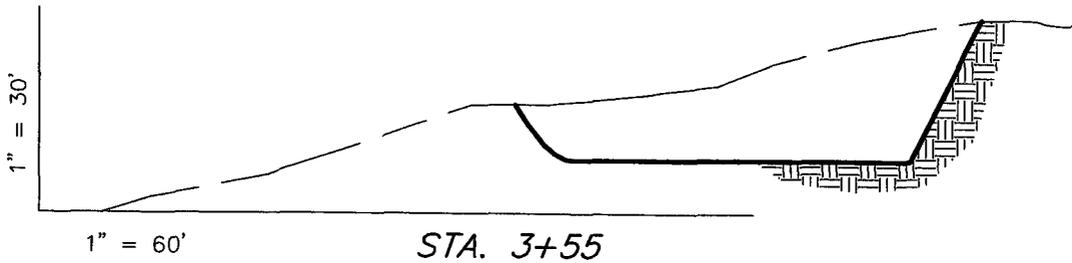
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Land Surveying, Inc.
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(435) 781-2501

SHEET
3
OF 9

ENDURING RESOURCES

CROSS SECTIONS

Big Pack 12-21-24-2



ESTIMATED EARTHWORK QUANTITIES (No Shrink or swell adjustments have been used) (Expressed in Cubic Yards)				
ITEM	CUT	FILL	6" TOPSOIL	EXCESS
PAD	10,690	3,160	Topsoil is not included in Pad Cut	7,530
PIT	5,390	0		5,390
TOTALS	16,080	3,160	1,740	12,920

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

SURVEYED BY: C.M. DATE DRAWN: 8-29-05

DRAWN BY: F.T.M. SCALE: 1" = 60'

NOTES:

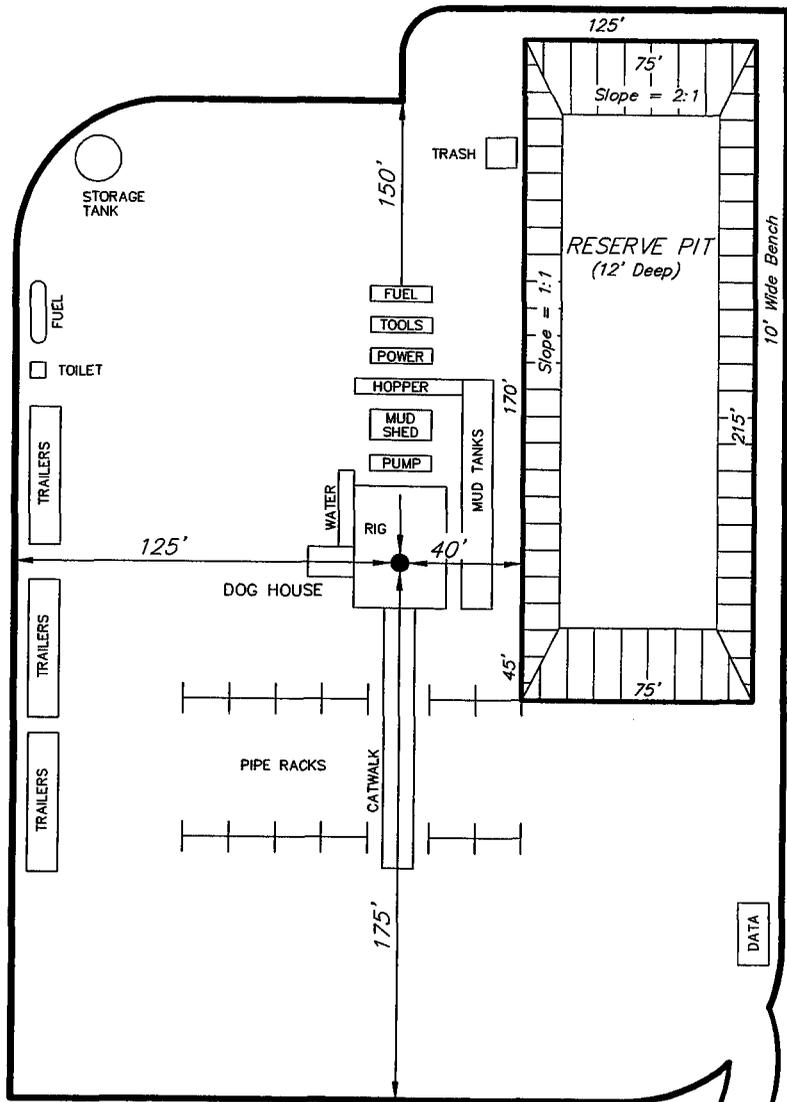
Tri State
Land Surveying, Inc.
180 NORTH VERNAL AVE. VERNAL, UTAH 84078
(435) 781-2501

SHEET
4
OF 9

ENDURING RESOURCES

TYPICAL RIG LAYOUT

Big Pack 12-21-24-2

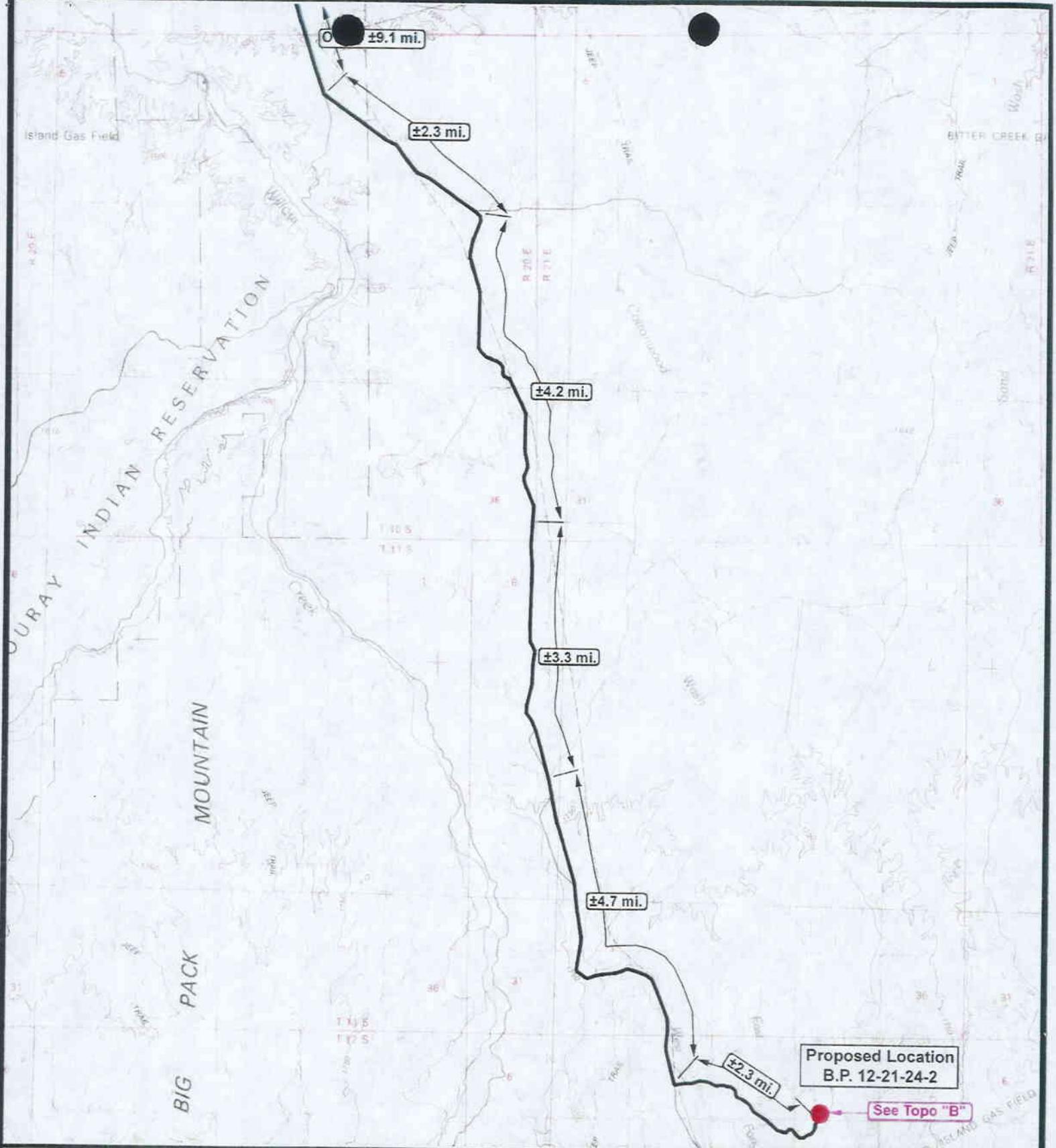


Note:
Flare pit is to be located at least 100' from well head.

SURVEYED BY: C.M.	DATE DRAWN: 8-29-05
DRAWN BY: F.T.M.	SCALE: 1" = 60'
NOTES:	

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

(435) 781-2501



Proposed Location
B.P. 12-21-24-2

See Topo "B"



ENDURING RESOURCES

Big Pack 12-21-24-2
SEC 2, T12S, R21E, S.L.B.&M.

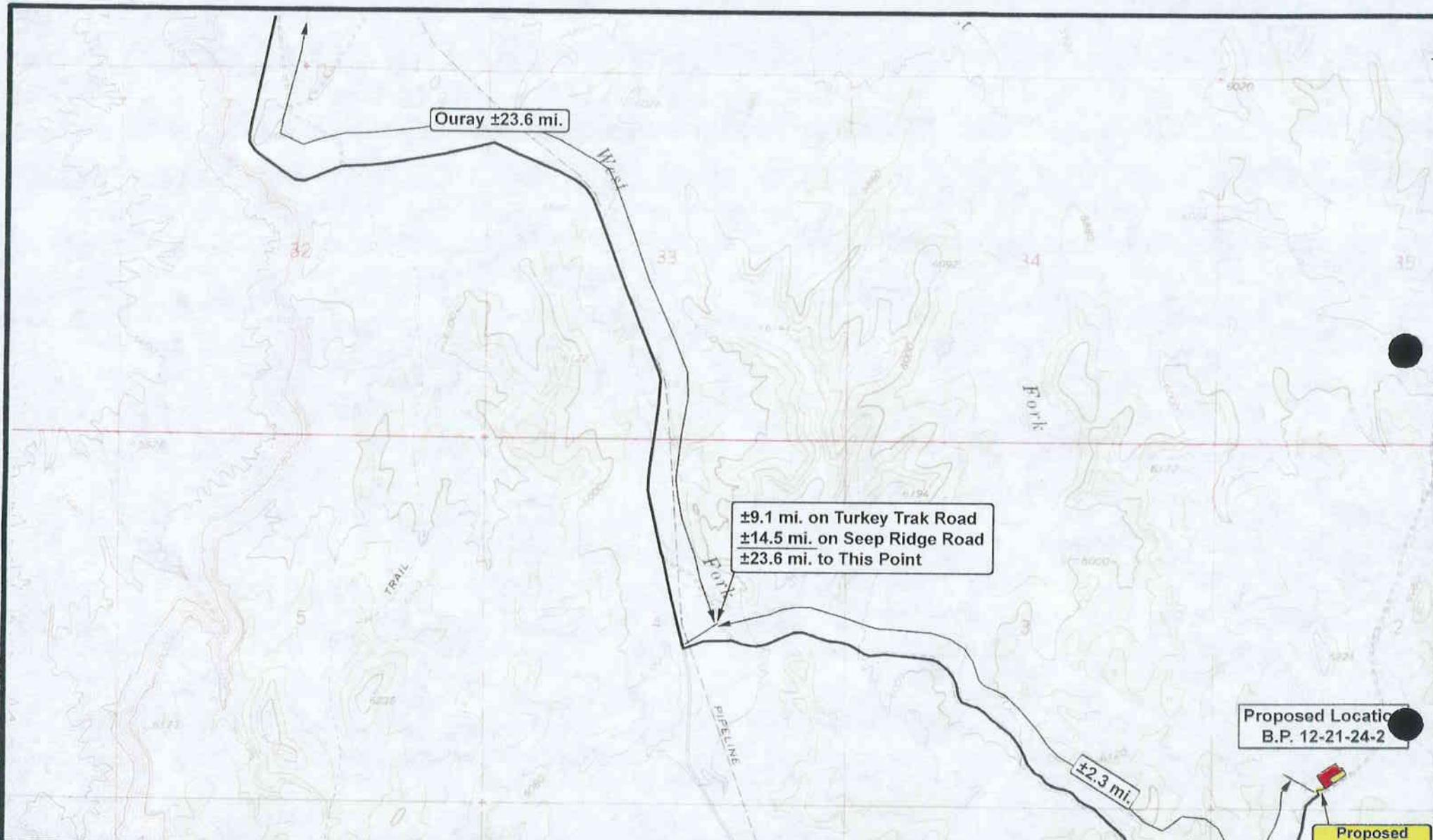


Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1 = 100,000
DRAWN BY: mw
DATE: 09-22-2005

Legend
Existing Road
Proposed Access

TOPOGRAPHIC MAP
"A"
SHEET 6 OF 6



Proposed Location
B.P. 12-21-24-2

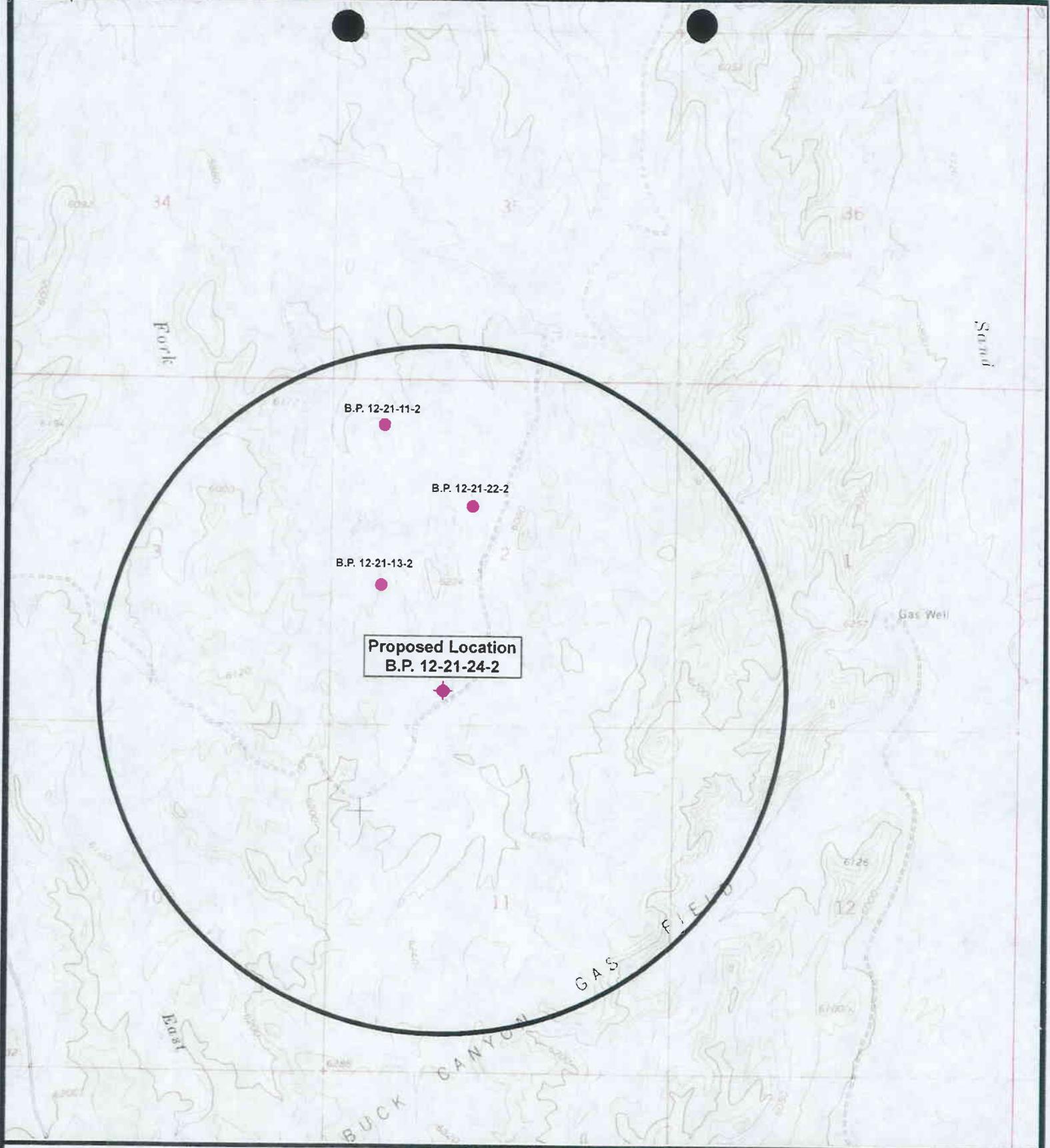
Proposed Access ±190'


ENDURING RESOURCES
 Big Pack 12-21-24-2
 SEC 2, T12S, R21E, S.L.B.&M.



 (435) 781-2501
 180 North Vernal Ave. Vernal, Utah 84078
 SCALE: 1" = 2,000'
 DRAWN BY: mw
 DATE: 09-22-2005

Legend
 Existing Road
 Proposed Access
TOPOGRAPHIC MAP
"B"
SHEET 7 OF 9



ENDURING RESOURCES

**Big Pack 12-21-24-2
SEC 2, T12S, R21E, S.L.B.&M.**



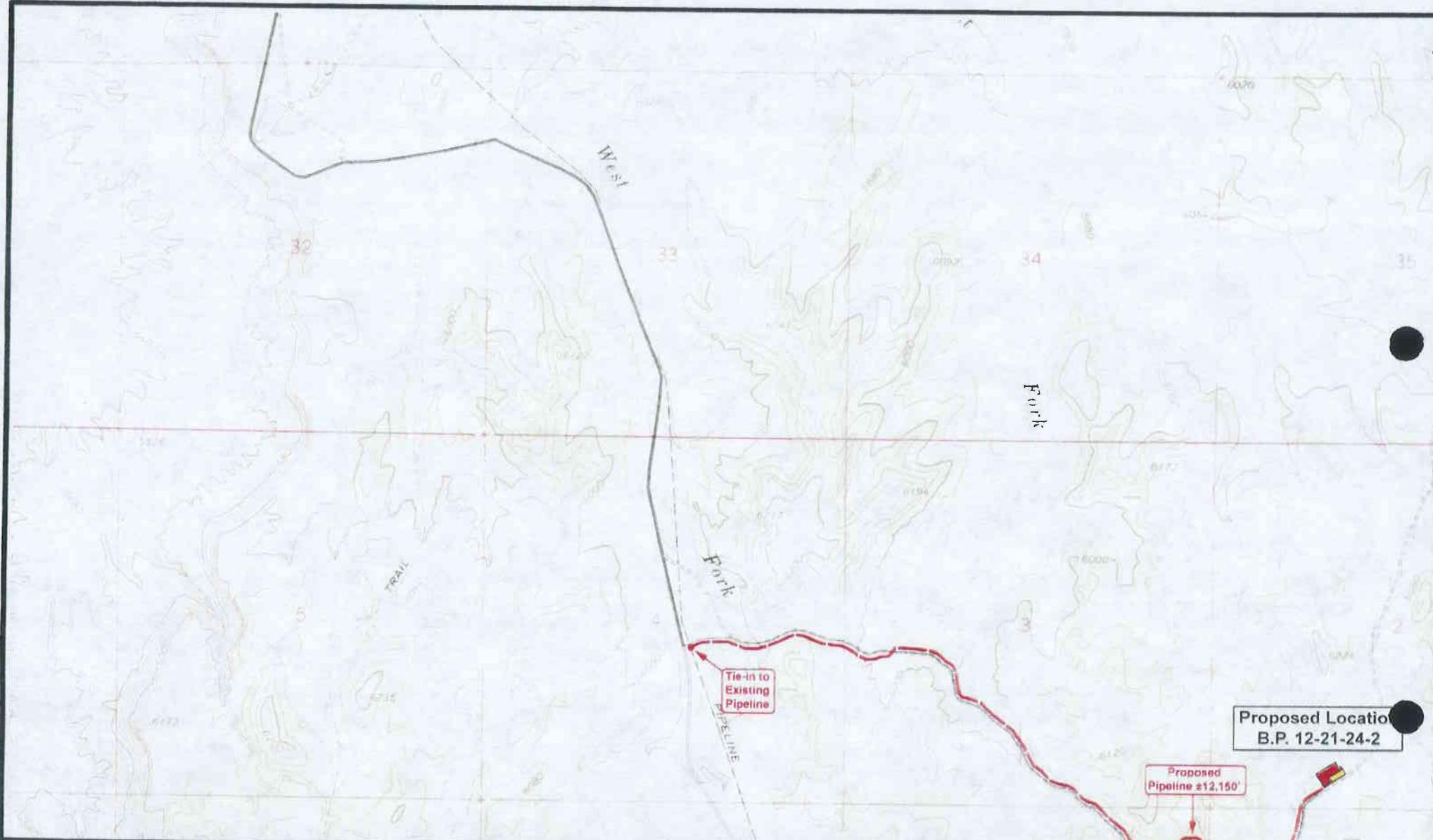
Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'
DRAWN BY: mw
DATE: 09-22-2005

Legend

- Location
- One-Mile Radius

TOPOGRAPHIC MAP **SHEET**
"C" **8**
OF 9



ENDURING RESOURCES

**Big Pack 12-21-24-2
SEC 2, T12S, R21E, S.L.B.&M.**



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

SCALE: 1" = 2,000'

DRAWN BY: mw

DATE: 09-22-2005

Legend

- Existing Road
- Proposed Gas Line

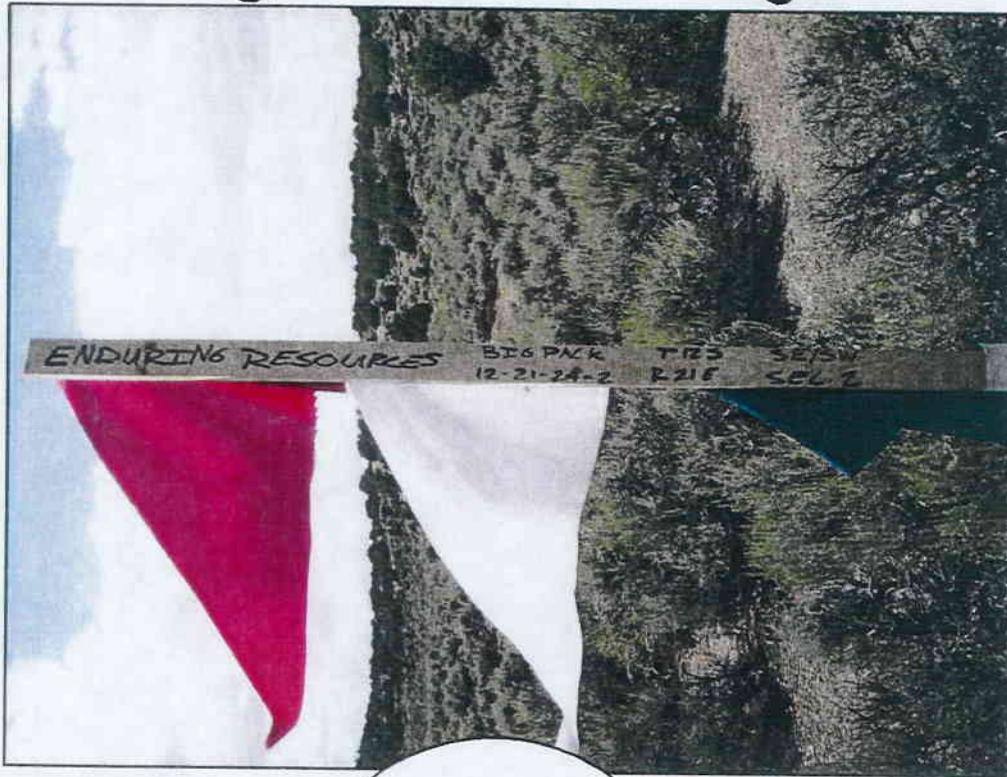
TOPOGRAPHIC MAP

"D"

SHEET

9

OF 9



CENTER STAKE

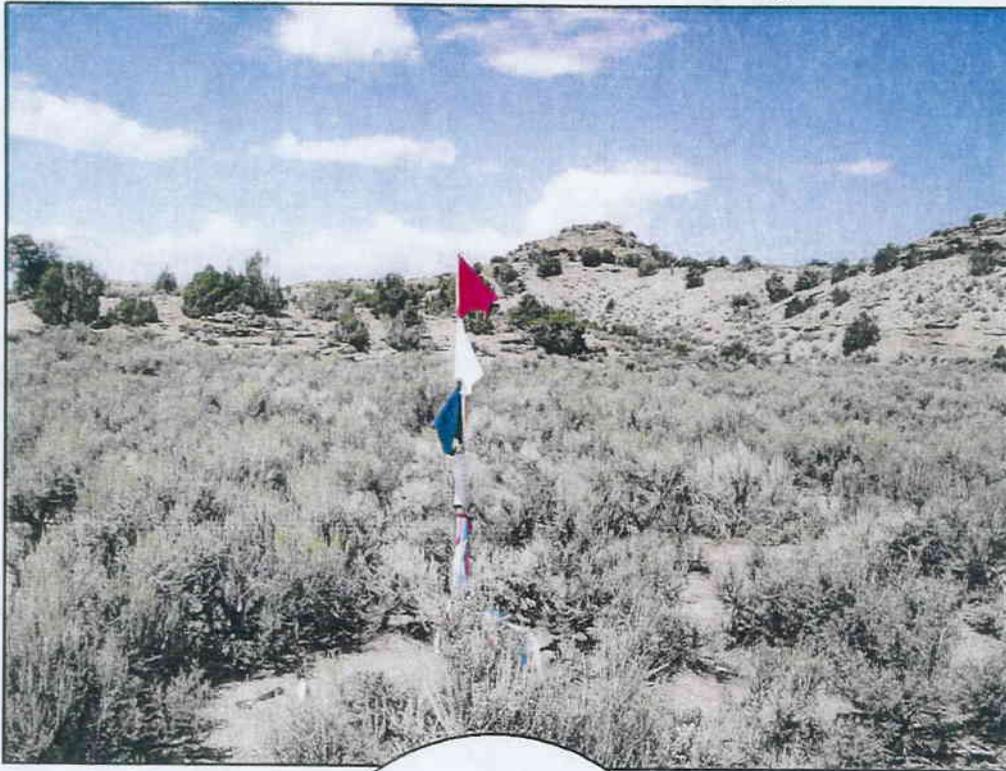

ENDURING RESOURCES
B.P. 12-21-24-2

Date Photographed: 08/01/2005
Date Drawn: 09/30/2005
Drawn By: bgm


Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84076

LOOKING NORTH
ACCESS





NORTH


ENDURING RESOURCES

B.P. 12-21-24-2

Date Photographed: 09/01/2005

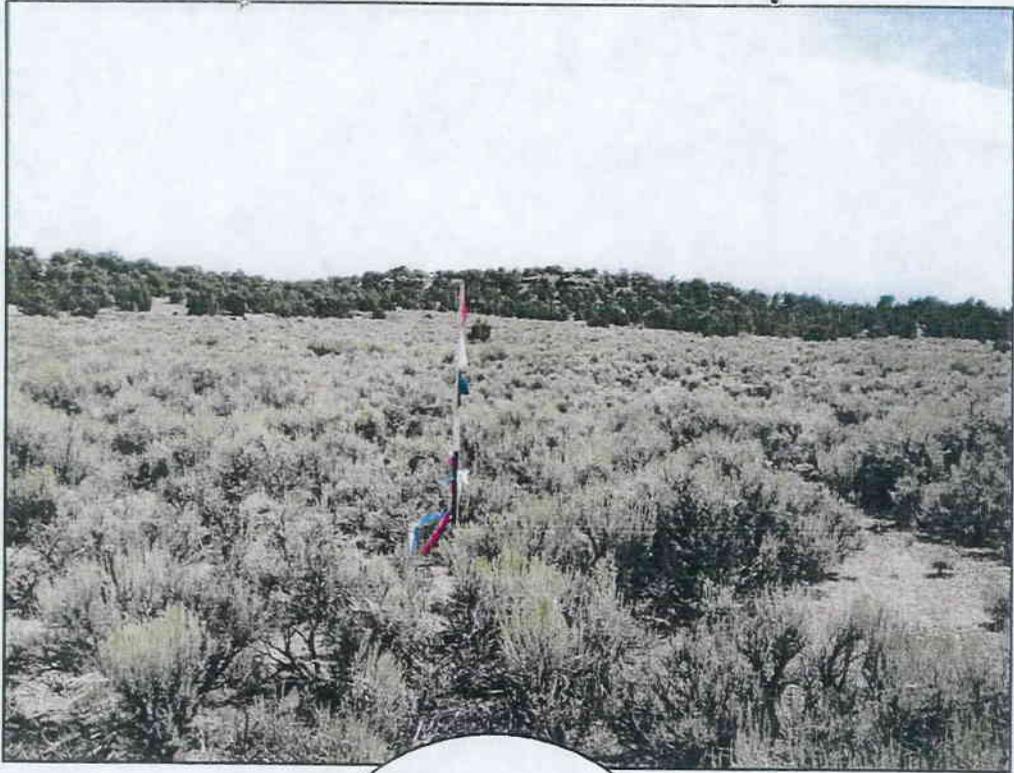
Date Drawn: 09/30/2005

Drawn By: bgm


Tri-State
Land Surveying, Inc.
(435) 781-2501
160 North Vernal Ave., Vernal, Utah 84076

EAST





SOUTH


ENDURING RESOURCES

B.P. 12-21-24-2

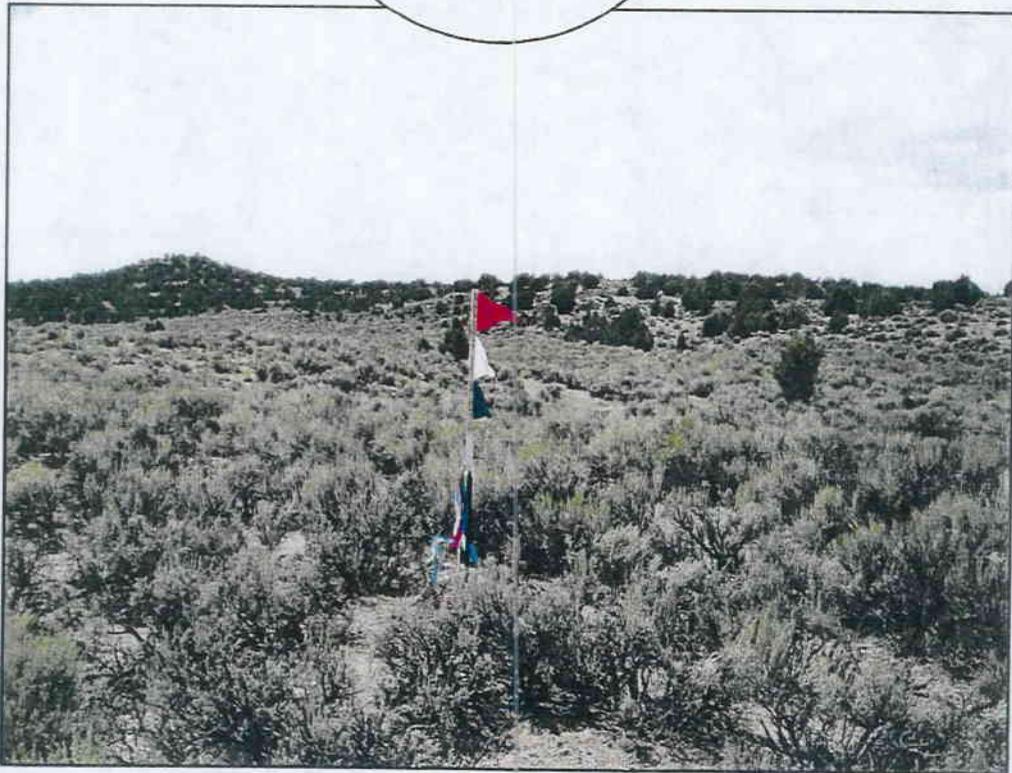
Date Photographed: 09/01/2005

Date Drawn: 09/30/2005

Drawn By: bgm


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

WEST



**WORKSHEET
APPLICATION FOR PERMIT TO DRILL**

APD RECEIVED: 11/21/2005

API NO. ASSIGNED: 43-047-37418

WELL NAME: BIG PACK 12-21-24-2
 OPERATOR: ENDURING RESOURCES, LLC (N2750)
 CONTACT: AL ARLIAN

PHONE NUMBER: 303-350-5114

PROPOSED LOCATION:

SESW 02 120S 210E
 SURFACE: 0517 FSL 1698 FWL
 BOTTOM: 0517 FSL 1698 FWL
 UINTAH
 UNDESIGNATED (2)

INSPECT LOCATN BY: / /		
Tech Review	Initials	Date
Engineering	DWD	12/13/05
Geology		
Surface		

LEASE TYPE: 3 - State
 LEASE NUMBER: ML-47084
 SURFACE OWNER: 3 - State
 PROPOSED FORMATION: CSLGT
 COALBED METHANE WELL? NO

LATITUDE: 39.79668
 LONGITUDE: -109.5374

RECEIVED AND/OR REVIEWED:

- Plat
- Bond: Fed[1] Ind[] Sta[] Fee[]
(No. RLB0008031)
- Potash (Y/N)
- Oil Shale 190-5 (B) or 190-3 or 190-13
- Water Permit
(No. 43-8496)
- RDCC Review (Y/N)
(Date: _____)
- Fee Surf Agreement (Y/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:

Needs Permit (12-28-05)

STIPULATIONS:

- 1- Spacing Stip
- 2- STATEMENT OF BASIS
- 3- Surface Csg Cont Stip

T11S R21E

T12S R21E

BIG PACK
12-21-11-2

BIG PACK
12-2-22-2

2

BIG PACK
12-21-11-2

BIG PACK
12-21-21-2

BUCK CANYON FIELD

OPERATOR: ENDURING RES LLC (N2750)

SEC: 2 T. 12S R. 21E

FIELD: UNDESIGNATED (002)

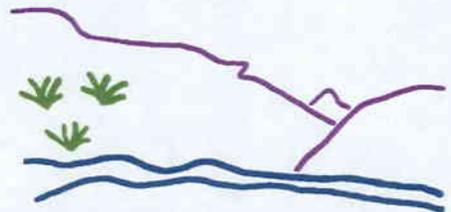
COUNTY: UINTAH

SPACING: R649-3-3 / EXCEPTION LOCATION

Field Status	
	ABANDONED
	ACTIVE
	COMBINED
	INACTIVE
	PROPOSED
	STORAGE
	TERMINATED

Unit Status	
	EXPLORATORY
	GAS STORAGE
	NF PP OIL
	NF SECONDARY
	PENDING
	PI OIL
	PP GAS
	PP GEOTHERML
	PP OIL
	SECONDARY
	TERMINATED

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



Utah Oil Gas and Mining



PREPARED BY: DIANA WHITNEY
DATE: 22-NOVEMBER-2005

**DIVISION OF OIL, GAS AND MINING
APPLICATION FOR PERMIT TO DRILL
STATEMENT OF BASIS**

OPERATOR: ENDURING RESOURCES, LLC.
WELL NAME & NUMBER: Big Pack 12-21-24-2
API NUMBER: 43-047-37418
LOCATION: 1/4,1/4 SE/SW sec: 2 TWP: 12S RNG: 21E 1698' FWL 517 FSL

Geology/Ground Water:

Enduring Resources proposes to set 2,000 feet of surface casing cemented to the surface. The base of the moderately saline water is estimated at 3,600 feet. A search of Division of Water Rights records shows no water wells within a 10,000 foot radius of the center of Section 2. The surface formation at this location is the Uinta Formation. The Uinta Formation is made up of discontinuous sands interbedded with shales and are not expected to produce prolific aquifers. The Green River Formation is near the surface at this location. The Green River Formation is made up of interbedded limestones, shales and sandstones. Fresh water aquifers can be found in the Green River Formation and should be protected. The proposed surface casing should adequately protect any potentially useable aquifers.

Reviewer: Brad Hill **Date:** 12-05-05

Surface:

The predrill investigation of the surface was performed on 11/28/2005. This site is on State surface, with State minerals, and appears to be the best site for a location in the immediate area. Ben Williams with UDWR and Ed Bonner and Jim Davis with SITLA were invited to this investigation on 11/22/2005. Only Mr. Williams was present. Mr. Williams stated the area is classified as high value winter habitat for deer. He explained how the areas are classified and recommended to Mr. Hammond, representing Enduring Resources, that they limit their activity from Nov. 1 thru April 15 to protect wintering values for deer. This activity would include road and pad construction, drilling and work-over rigs. Mr. Williams also gave Mr. Hammond, a UDWR recommended seed mix to be used when the reserve pit and location are reclaimed.

The northeast end of the reserve pit will be shifted 30 feet southerly to reduce the amount of cut needed for the pit. No significant stability problems are anticipated with the drilling and operation of a well on this proposed site.

Reviewer: Floyd Bartlett **Date:** 11/28/2005

Conditions of Approval/Application for Permit to Drill:

1. A synthetic liner with a minimum thickness of 16 mils and a felt subliner shall be properly installed and maintained in the reserve pit.

ON-SITE PREDRILL EVALUATION
Division of Oil, Gas and Mining

OPERATOR: ENDURING RESOURCES, LLC.

WELL NAME & NUMBER: Big Pack 12-21-24-2

API NUMBER: 43-047-37418

LEASE: UTU-47084 **FIELD/UNIT:** Undesignated

LOCATION: 1/4,1/4 SE/SW sec: 2 TWP: 12S RNG: 21E 1698' FWL 517 FSL

LEGAL WELL SITING: 460 F SEC. LINE; 460 F 1/4,1/4 LINE; 920 F ANOTHER WELL.

GPS COORD (UTM): 625227 X 4406005 Y SURFACE OWNER: STATE OF UTAH

PARTICIPANTS

Floyd Bartlett (DOGM), Doug Hammond, (Enduring Resources), Ben Williams (UDWR), Mike Stewart (Ponderosa Construction- Dirt Contractor).

REGIONAL/LOCAL SETTING & TOPOGRAPHY

The general area is the East Fork of Cottonwood Wash. Cottonwood Wash is an ephemeral drainage which runs northerly approximately 25 miles to the White River. The area is characterized by varied terrain consisting of shallow draws and small ridges.

The proposed Big Pack 12-21-24-2 well lies in a gentle north trending swale underneath higher knolls to the east and west. Outcrops of sandstone surface on the adjacent ridges.

The location is approximately 28 miles southeasterly of Ouray, Utah. Access is by State of Utah highways and Uintah County roads. The proposed site is immediately north of an existing Uintah County Road. A new road, 190 feet in length will be constructed to the location.

SURFACE USE PLAN

CURRENT SURFACE USE: Wildlife. Possible light summer cattle grazing. Hunting.

PROPOSED SURFACE DISTURBANCE: Construction of 190 feet of new access road; a well pad 325'x 250' plus reserve pit and soil stockpile storage outside the described area. The northeast end of the reserve pit will be shifted 30 feet southerly to reduce the amount of cut needed for the pit.

LOCATION OF EXISTING WELLS WITHIN A 1 MILE RADIUS: See attached map (Topographic Map C) from GIS database.

LOCATION OF PRODUCTION FACILITIES AND PIPELINES: All production facilities will be on location and added after drilling well. Pipeline will follow access road approximately 12,150 feet to tie-in point on the Seep Ridge Road.

SOURCE OF CONSTRUCTION MATERIAL: All construction material will be borrowed from site during construction of location.

ANCILLARY FACILITIES: None will be required.

WILL DRILLING AT THIS LOCATION GENERATE PUBLIC INTEREST OR CONCERNS?
EXPLAIN: Unlikely. Oilfield activity is common in the area is the dominant use.

WASTE MANAGEMENT PLAN:

Drilled cuttings will be settled into reserve pit. Liquids from pit will be allowed to evaporate. Formation water will be confined to storage tanks. Commercial contractor will handle sewage facilities, storage and disposal. Trash will be contained in trash baskets and hauled to an approved landfill.

ENVIRONMENTAL PARAMETERS

AFFECTED FLOODPLAINS AND/OR WETLANDS: None

FLORA/FAUNA: Big sagebrush; pronghorn antelope, rabbits, rodents, songbirds, raptors, elk, deer, bobcat, coyote.

SOIL TYPE AND CHARACTERISTICS: light brown deep sandy loam. Little or no surface rock present. Sandstone outcrop exists on the adjacent ridges.

EROSION/SEDIMENTATION/STABILITY: A small drainage through the location needs to be diverted to the northwest around the proposed pad. The reserve pit is within a cut area. No stability problems are anticipated with the construction and operation of the location.

PALEONTOLOGICAL POTENTIAL: Surveyed by ICP, on 10-09-2005. Report submitted to SITLA.

RESERVE PIT

CHARACTERISTICS: 170' by 75' and 12' deep. The reserve pit is planned within an area of cut. The pit will be moved 30 feet in a southwesterly direction to reduce the amount of cut necessary. No stabilization problems are expected.

LINER REQUIREMENTS (Site Ranking Form attached): A liner will be required for reserve pit. Sensitivity score of 25, rating as Level I, Highly Sensitive. Operator said they would install a 16 mil. Liner with a ½" felt subliner.

SURFACE RESTORATION/RECLAMATION PLAN

AS PER SITLA.

SURFACE AGREEMENT: AS PER SITLA.

CULTURAL RESOURCES/ARCHAEOLOGY: Site was inspected by MOAC Archeological Consultants on 10/06/2005. A report of this investigation will be placed on file.

OTHER OBSERVATIONS/COMMENTS

Ben Williams representing the UDWR stated the area is classified as high value winter habitat for deer. He explained how the areas are classified and recommended to Mr. Hammond they limit their activity from Nov. 1 thru April 15 to protect wintering values for deer. This activity would include road and pad construction, drilling and work-over rigs. Jim Davis and Ed Bonner of SITLA were invited to the presite by email on 11/22/2005. Neither attended the review.

ATTACHMENTS

Photos of site have been taken and placed on file.

Floyd Bartlett
DOGM REPRESENTATIVE

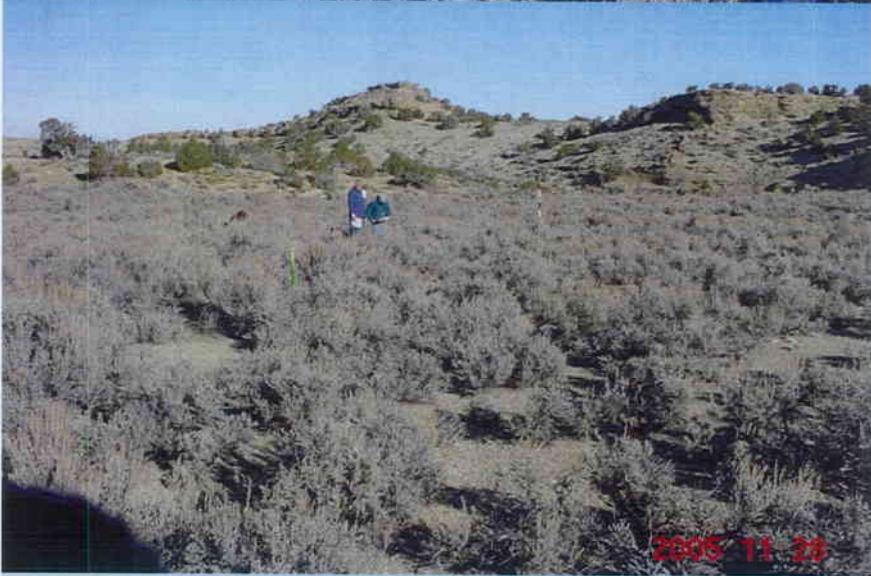
11/28/2005 10:00 AM
DATE/TIME

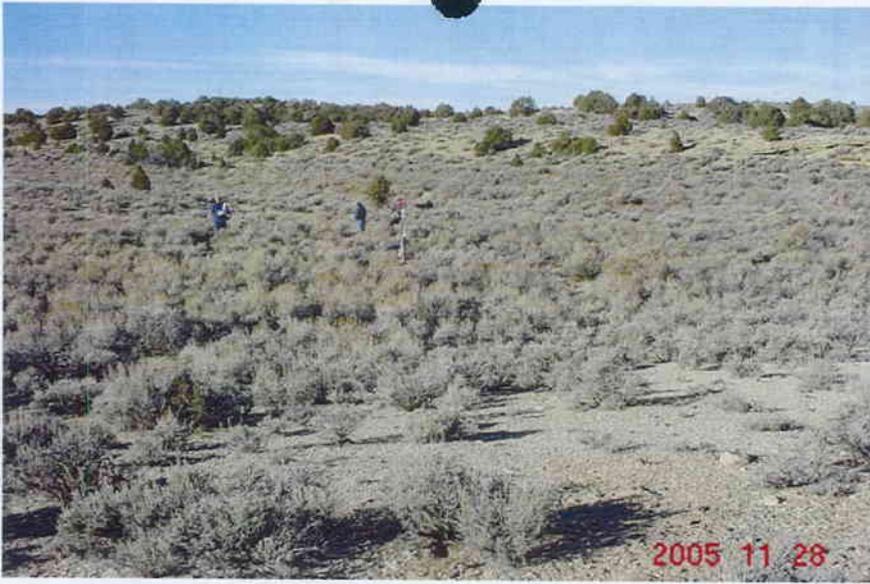
**Evaluation Ranking Criteria and Ranking Score
For Reserve and Onsite Pit Liner Requirements**

<u>Site-Specific Factors</u>	<u>Ranking</u>	<u>Site Ranking</u>
Distance to Groundwater (feet)		
>200	0	
100 to 200	5	
75 to 100	10	
25 to 75	15	
<25 or recharge area	20	
Distance to Surf. Water (feet)		
>1000	0	
300 to 1000	2	
200 to 300	10	
100 to 200	15	
< 100	20	<u>0</u>
Distance to Nearest Municipal Well (feet)		
>5280	0	
1320 to 5280	5	
500 to 1320	10	
<500	20	<u>0</u>
Distance to Other Wells (feet)		
>1320	0	
300 to 1320	10	
<300	20	<u>0</u>
Native Soil Type		
Low permeability	0	
Mod. permeability	10	
High permeability	20	<u>20</u>
Fluid Type		
Air/mist	0	
Fresh Water	5	
TDS >5000 and <10000	10	
TDS >10000 or Oil Base Mud Fluid	15	
containing significant levels of hazardous constituents	20	<u>5</u>
Drill Cuttings		
Normal Rock	0	
Salt or detrimental	10	<u>0</u>
Annual Precipitation (inches)		
<10	0	
10 to 20	5	
>20	10	
Affected Populations		
<10	0	
10 to 30	6	
30 to 50	8	
>50	10	<u>0</u>
Presence of Nearby Utility Conduits		
Not Present	0	
Unknown	10	
Present	15	<u>0</u>

Final Score 25 (Level I Sensitivity)

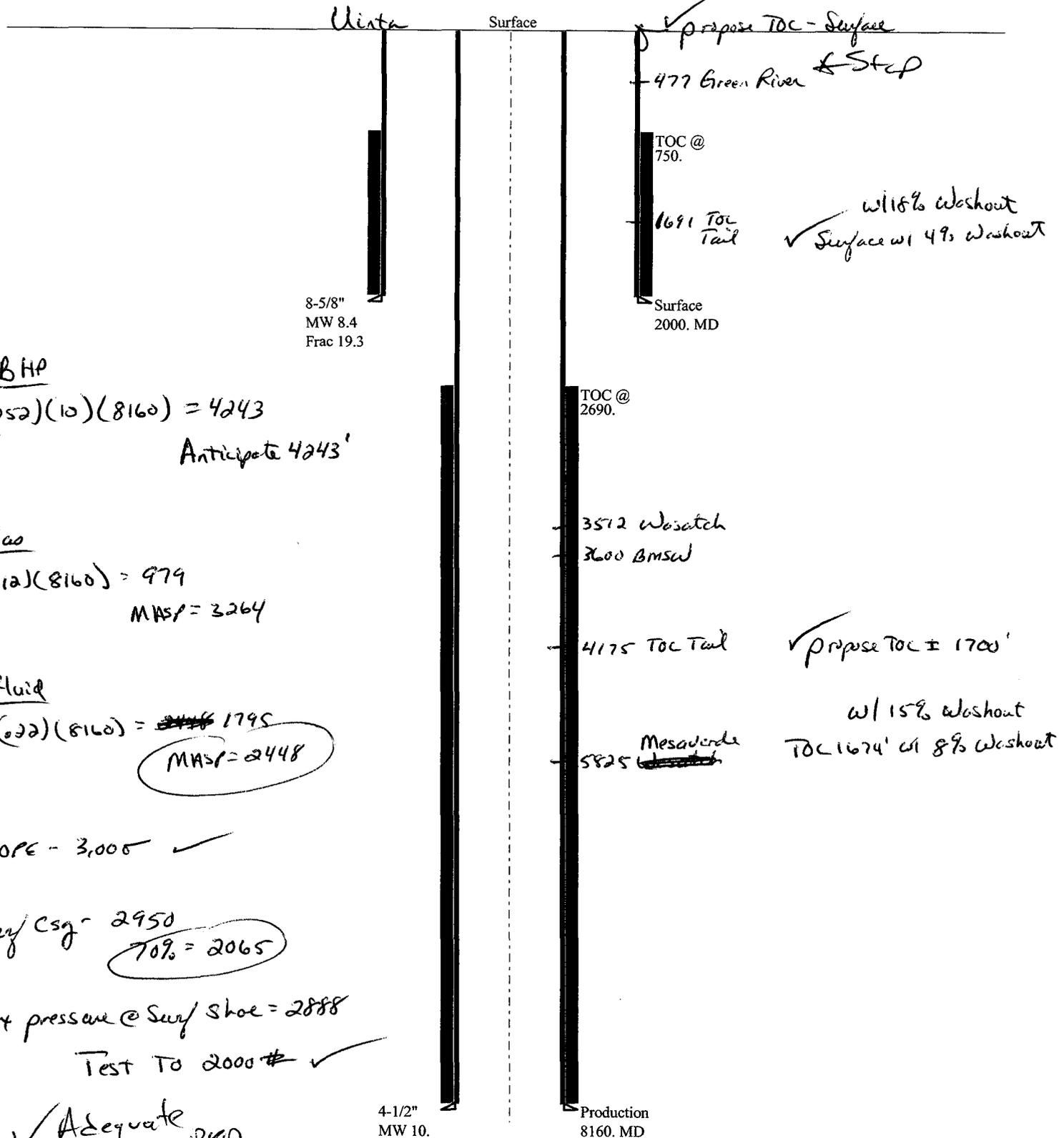
Sensitivity Level I = 20 or more; total containment is required.
Sensitivity Level II = 15-19; lining is discretionary.
Sensitivity Level III = below 15; no specific lining is required.





12-05 Enduring Big Pack 12-21-24-2

Casing Schematic



BHP

$$(0.52)(10)(8160) = 4243$$

Anticipate 4243'

Gao

$$(0.12)(8160) = 979$$

MAST = 3264

Fluid

$$(0.22)(8160) = \del{1795} 1795$$

MAST = 2448

BOPE - 3,005 ✓

Surf Csg - 2950

$$70\% = 2065$$

Max pressure @ Surf shoe = 2888

Test To 2000# ✓

✓ Adequate (2160)

12/13/05

8-5/8"
MW 8.4
Frac 19.3

4-1/2"
MW 10.

TOC @
750.

1691 TOC
Tail

Surface
2000. MD

TOC @
2690.

3512 Wasatch

3600 Bmsw

4175 TOC Tail

Mesaverde
5825

Production
8160. MD

✓ Propose TOC - Surface

477 Green River & Stop

w/ 15% Washout

✓ Surface w/ 4% Washout

✓ Propose TOC ± 1700'

w/ 15% Washout

TOC 1674' w/ 8% Washout

Well name:	12-05 Enduring Big Pack 12-21-24-2	
Operator:	Enduring Resources, LLC	
String type:	Surface	Project ID: 43-047-37418
Location:	Uintah County, Utah	

Design parameters:

Collapse

Mud weight: 8.400 ppg
Design is based on evacuated pipe.

Burst

Max anticipated surface pressure: 678 psi
Internal gradient: 0.436 psi/ft
Calculated BHP: 1,551 psi

No backup mud specified.

Minimum design factors:

Collapse:

Design factor 1.125

Burst:

Design factor 1.00

Tension:

8 Round STC: 1.80 (J)
8 Round LTC: 1.80 (J)
Buttress: 1.60 (J)
Premium: 1.50 (J)
Body yield: 1.50 (B)

Tension is based on air weight.
Neutral point: 1,748 ft

Environment:

H2S considered? No
Surface temperature: 65 °F
Bottom hole temperature: 93 °F
Temperature gradient: 1.40 °F/100ft
Minimum section length: 299 ft

Cement top: 750 ft

Non-directional string.

Re subsequent strings:

Next setting depth: 8,160 ft
Next mud weight: 10.000 ppg
Next setting BHP: 4,239 psi
Fracture mud wt: 19.250 ppg
Fracture depth: 2,000 ft
Injection pressure: 2,000 psi

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	2000	8.625	24.00	J-55	ST&C	2000	2000	7.972	96.3
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	873	1370	1.570	1551	2950	1.90	48	244	5.08 J

Prepared by: Clinton Dworshak
Utah Div. of Oil & Mining

Phone: (801) 538-5281
FAX: (801)359-3940

Date: December 5, 2005
Salt Lake City, Utah

ENGINEERING STIPULATIONS -

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Engineering responsibility for use of this design will be that of the purchaser.

Well name:	12-05 Enduring Big Pack 12-21-24-2	
Operator:	Enduring Resources, LLC	
String type:	Production	Project ID: 43-047-37418
Location:	Uintah County, Utah	

Design parameters:	Minimum design factors:	Environment:
<u>Collapse</u>	<u>Collapse:</u>	H2S considered? No
Mud weight: 10,000 ppg	Design factor 1.125	Surface temperature: 65 °F
Design is based on evacuated pipe.		Bottom hole temperature: 179 °F
		Temperature gradient: 1.40 °F/100ft
		Minimum section length: 1,500 ft
	<u>Burst:</u>	Cement top: 2,690 ft
	Design factor 1.00	
<u>Burst</u>		
Max anticipated surface pressure: 678 psi		
Internal gradient: 0.436 psi/ft	<u>Tension:</u>	Non-directional string.
Calculated BHP 4,239 psi	8 Round STC: 1.80 (J)	
	8 Round LTC: 1.80 (J)	
No backup mud specified.	Buttress: 1.60 (J)	
	Premium: 1.50 (J)	
	Body yield: 1.50 (B)	
	Tension is based on air weight.	
	Neutral point: 6,940 ft	

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	8160	4.5	11.60	N-80	LT&C	8160	8160	3.875	189.2
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	4239	6350	1.498	4239	7780	1.84	95	223	2.36 J

Prepared by: Clinton Dworshak
Utah Div. of Oil & Mining

Phone: (801) 538-5281
FAX: (801)359-3940

Date: December 5, 2005
Salt Lake City, Utah

ENGINEERING STIPULATIONS -
Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Engineering responsibility for use of this design will be that of the purchaser.

From: Ed Bonner
To: Whitney, Diana
Date: 12/20/2005 9:54:05 AM
Subject: Well Clearance

The following wells have been given cultural resource clearance by the Trust Lands Cultural Resources Group:

Enduring Resources, LLC
Big Pack 12-21-11-2
Big Pack 12-21-13-2
Big Pack 12-21-24-2

EOG Resources, Inc
Chapita Wells Unit 695-32

The Houston Exploration Company
North Walker Hollow 2-32-6-23
North Walker Hollow 8-32-6-23
North Walker Hollow 10-32-6-23
North Walker Hollow 12-32-6-23
North Walker Hollow 16-32-6-23
North Horseshoe 12-7-6-22
North Horseshoe 16-9-6-22
North Horseshoe 14-10-6-22
North Horseshoe 2-15-6-22
North Horseshoe 4-15-6-22

Westport Oil & Gas Company
NBU 1022-20N
NBU 1022-20L
NBU 1022-20F
NBU 1022-20D

If you have any questions regarding this matter please give me a call.

CC: Garrison, LaVonne; Hill, Brad; Hunt, Gil



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

December 20, 2005

Enduring Resources, LLC
475 17th St., Ste 1500
Denver, CO 80202

Re: Big Pack 12-21-24-2 Well, 517' FSL, 1698' FWL, SE SW, Sec. 2, T. 12 South,
R. 21 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.

Appropriate information has been submitted to DOGM and administrative approval of the requested exception location is hereby 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 43-047-37418.

Sincerely,

Gil Hunt
Associate Director

pab
Enclosures

cc: Uintah County Assessor
SITLA

Operator: Enduring Resources, LLC
Well Name & Number Big Pack 12-21-24-2
API Number: 43-047-37418
Lease: ML-47084

Location: SE SW **Sec.** 2 **T.** 12 South **R.** 21 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**

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- 24 hours prior to cementing or testing casing
- 24 hours prior to testing blowout prevention equipment
- 24 hours prior to spudding the well
- within 24 hours of any emergency changes made to the approved drilling program
- prior to commencing operations to plug and abandon the well

The following are Division of Oil, Gas and Mining contacts and their work telephone numbers (please leave a voice mail message if the person is not available to take the call):

- Dan Jarvis at (801) 538-5338
- Carol Daniels at (801) 538-5284 (spud)

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. Compliance with the State of Utah Antiquities Act forbids disturbance of archeological, historical, or paleontological remains. Should archeological, historical or paleontological remains be encountered during your operations, you are required to immediately suspend all operations and immediately inform the Trust Lands Administration and the Division of State History of the discovery of such remains.

5. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)

6. 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.
7. Surface casing shall be cemented to the surface.

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

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

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

1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-47084
2. NAME OF OPERATOR: Enduring Resources, LLC		6. IF INDIAN, ALLOTTEE OR TRIBE NAME: n/a
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500 CITY Denver STATE CO ZIP 80202		7. UNIT or CA AGREEMENT NAME: n/a
4. LOCATION OF WELL FOOTAGES AT SURFACE: 517' FSL - 1698' FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SESW 2 12S 21E S		8. WELL NAME and NUMBER: Big Pack 12-21- A2-2 9. API NUMBER: 4304737418
		10. FIELD AND POOL, OR WILDCAT: Wildcat
		COUNTY: Uintah STATE: UTAH

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

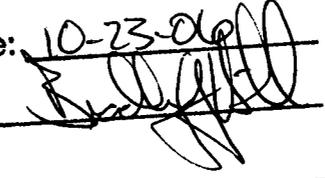
TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: <u>5/23/2006</u> <u>10/18/06</u> ER	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: <u>Request for APD Extension</u>
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

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

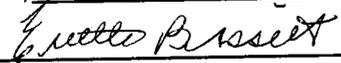
Enduring Resources, LLC respectfully request an extension to the expiration date of this Application for Permit to Drill

FROM: 12/20/2006
TO: 12/20/2007

Approved by the
Utah Division of
Oil, Gas and Mining

Date: 10-23-06
By: 

COPY SENT TO OPERATOR
Date: 10-23-06
Initials: PM

NAME (PLEASE PRINT) <u>Evette Bissett</u>	TITLE <u>Regulatory Compliance Assistant</u>
SIGNATURE 	DATE <u>10/18/2006</u>

(This space for State use only)

RECEIVED
OCT 20 2006

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

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

API: 4304737418
Well Name: Big Pack 12-21-24-2
Location: 517' FSL - 1698' FWL, SESW, Sec 2, T12S-R21E
Company Permit Issued to: Enduring Resources, LLC
Date Original Permit Issued: 12/20/2005

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

Ernesta Bassett
Signature

10/18/2006
Date

Title: Regulatory Compliance Assistant

Representing: Enduring Resources, LLC

RECEIVED
OCT 20 2006

DIV. OF OIL, GAS & MINING

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

FORM 9

5. LEASE DESIGNATION AND SERIAL NUMBER:
ML-47084

SUNDRY NOTICES AND REPORTS ON WELLS

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
n/a

7. UNIT or CA AGREEMENT NAME:
n/a

8. WELL NAME and NUMBER:
Big Pack 12-21-24-2

9. API NUMBER:
4304737418

10. FIELD AND POOL, OR WILDCAT:
Wildcat

1. TYPE OF WELL
OIL WELL GAS WELL OTHER _____

2. NAME OF OPERATOR:
Enduring Resources, LLC

3. ADDRESS OF OPERATOR:
475 17th Street, Suite 1500 CITY **Denver** STATE **CO** ZIP **80202** PHONE NUMBER: **(303) 350-5719**

4. LOCATION OF WELL
FOOTAGES AT SURFACE: **517' FSL - 1698' FWL** COUNTY: **Uintah**
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: **SESW 2 12S 21E S** STATE: **UTAH**

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

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

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

Enduring Resources, LLC respectfully request an extension to the expiration date of this Application for Permit to Drill

FROM: 10/23/2007
TO: 10/23/2008

Approved by the
Utah Division of
Oil, Gas and Mining

Date: 10-23-07
By: [Signature]

NAME (PLEASE PRINT) Alvin R. (Al) Arlian TITLE Landman - Regulatory Specialist
SIGNATURE [Signature] DATE 10/19/2007

(This space for State use only)

RECEIVED
10-24-07
PM

(See Instructions on Reverse Side)

RECEIVED
OCT 23 2007

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

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

API: 4304737418
Well Name: Big Pack 12-21-24-2
Location: 517' FSL - 1698' FWL, SESW, Sec 2, T12S-R21E
Company Permit Issued to: Enduring Resources, LLC
Date Original Permit Issued: 12/20/2005

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.

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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

10/19/2007

Date

Title: Landman - Regulatory Specialist

Representing: Enduring Resources, LLC

RECEIVED
OCT 23 2007
DIV. OF OIL, GAS & MINING



JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

November 6, 2008

Al Arlian
Enduring Resources LLC
475 17TH Street, Ste. 1500
Denver, CO 80202

Re: APD Rescinded – Big Pack 12-21-24-2, Sec. 2, T. 12S, R. 21E
Uintah County, Utah API No. 43-047-37418

Dear Mr. Arlian:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on December 20, 2005. On October 23, 2006 and on October 23, 2007, the Division granted a one-year APD extension. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective November 6, 2008.

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

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

Sincerely,


Diana Mason
Environmental Scientist

cc: Well File
SITLA, Ed Bonner