

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No. 1004-0136  
Expires July 31, 2010

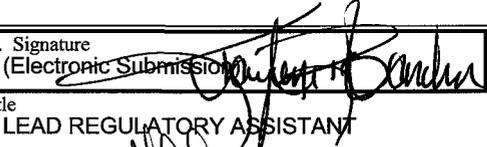
**APPLICATION FOR PERMIT TO DRILL OR REENTER**

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. UTU0337
1b. 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 EOG RESOURCES, INC.		7. If Unit or CA Agreement, Name and No. CHAPITA WELLS UNI
Contact: KAYLENE R GARDNER E-Mail: kaylene_gardner@eogresources.com		8. Lease Name and Well No. CHAPITA WELLS UNIT 729-29
3a. Address 1060 EAST HIGHWAY 40 VERNAL, UT 84078		9. API Well No. 43047-39217
3b. Phone No. (include area code) Ph: 435-781-9111		10. Field and Pool, or Exploratory NATURAL BUTTES/WASATCH
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface SWNE 2039FNL 1944FEL 40.00871 N Lat, 109.34757 W Lon At proposed prod. zone SWNE 2039FNL 1944FEL 40.00871 N Lat, 109.34757 W Lon		11. Sec., T., R., M., or Blk. and Survey or Area Sec 29 T9S R23E Mer SLB
14. Distance in miles and direction from nearest town or post office* 53 MILES SOUTH OF VERNAL UT		12. County or Parish UINTAH
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1944		13. State UT
16. No. of Acres in Lease 1944.00		17. Spacing Unit dedicated to this well
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 50		19. Proposed Depth 6860 MD 6860 TVD
20. BLM/BIA Bond No. on file NM 2308		21. Elevations (Show whether DF, KB, RT, GL, etc.) 5199 GL
22. Approximate date work will start		23. Estimated duration 45-DAYS

24. Attachments

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

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

25. Signature (Electronic Submission) 	Name (Printed/Typed) KAYLENE R GARDNER Ph: 435-781-9111	Date 09/06/2007
Title LEAD REGULATORY ASSISTANT		
Approved by (Signature) 	Name (Printed/Typed) BRADLEY G. HILL	Date 09-17-07
Title ENVIRONMENTAL MANAGER		

Application approval does not warrant or certify 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.

Electronic Submission #56266 verified by the BLM Well Information System  
For EOG RESOURCES, INC., sent to the Vernal

Federal Approval of this  
Action is Necessary

RECEIVED

SEP 10 2007

DIV. OF OIL, GAS & MINING

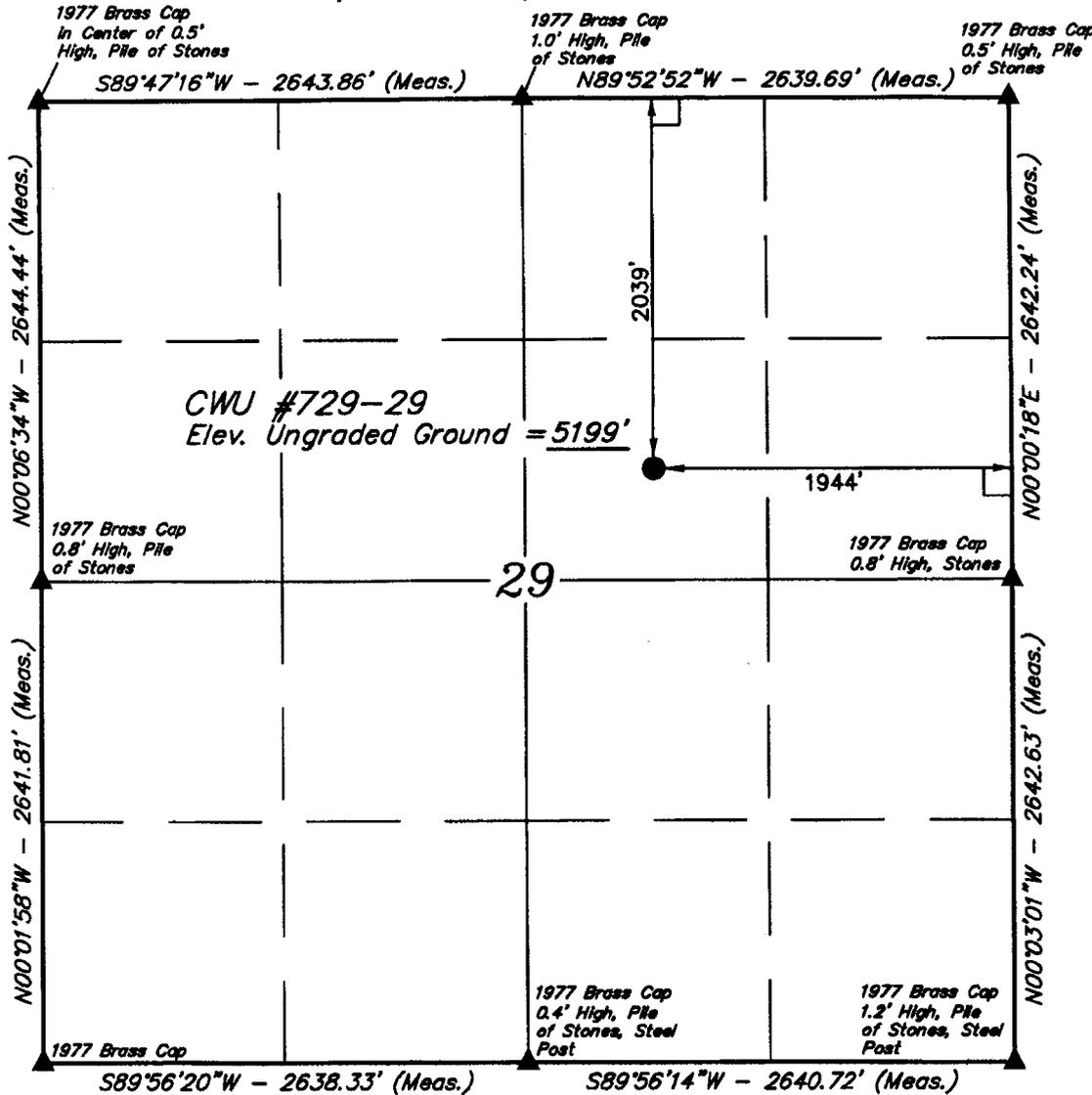
\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\*

64104AX  
44298234  
40.008722  
- 109.347540

EOG RESOURCES, INC.

Well location, CWU #729-29, located as shown in the SW 1/4 NE 1/4 of Section 29, T9S, R23E, S.L.B.&M. Uintah County, Utah.

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

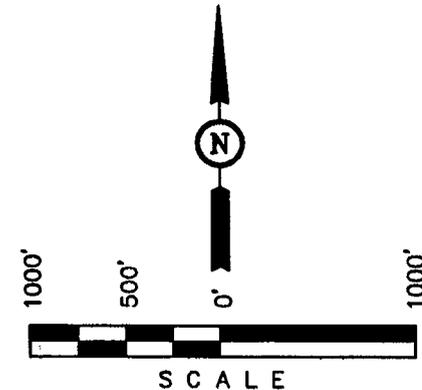


BASIS OF ELEVATION

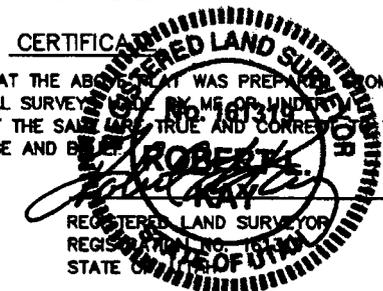
BENCHMARK 58 EAM (1965) LOCATED IN THE NE 1/4 OF SECTION 30, T9S, R23E, S.L.B.&M. TAKEN FROM THE RED WASH SE, QUADRANGLE, UTAH, UINTAH COUNTY 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5132 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEY TAKEN BY ME OR UNDER MY SUPERVISION AND THAT THE SAID PLAT IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



- LEGEND:
- └─┘ = 90° SYMBOL
  - = PROPOSED WELL HEAD.
  - ▲ = SECTION CORNERS LOCATED.

(NAD 83)

LATITUDE = 40°00'31.22" (40.008672)

LONGITUDE = 109°20'53.71" (109.348253)

(NAD 27)

LATITUDE = 40°00'31.34" (40.008706)

LONGITUDE = 109°20'51.26" (109.347572)

UINTAH ENGINEERING & LAND SURVEYING  
85 SOUTH 200 EAST - VERNAL, UTAH 84078  
(435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 07-23-07	DATE DRAWN: 07-30-07
PARTY C.R. C.C. C.H.	REFERENCES G.L.O. PLAT	
WEATHER HOT	FILE EOG RESOURCES, INC.	

**EIGHT POINT PLAN**

**CHAPITA WELLS UNIT 729-29**  
**SW/NE, SEC. 29, T9S, R23E, S.L.B.&M..**  
**UINTAH COUNTY, UTAH**

**1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:**

FORMATION	TVD-RKB (ft)	Objective	Lithology	
Green River	1,565		Shale	
Wasatch	4,540	Primary	Sandstone	Gas
Chapita Wells	5,096	Primary	Sandstone	Gas
Buck Canyon	5,755	Primary	Sandstone	Gas
North Horn	6,356	Primary	Sandstone	Gas
KMV Price River	6,654		Sandstone	
<b>TD</b>	<b>6,860</b>			

Estimated TD: 6,860' or 200'± below Segó top

**Anticipated BHP: 3,746 Psig**

- Fresh Waters may exist in the upper, approximately 1,000 ft ± of the Green River Formation, with top at about 2,000 ft ±.
- Cement isolation is installed to surface of the well isolating all zones by cement.

**3. PRESSURE CONTROL EQUIPMENT:**

Production Hole – 5000 Psig  
 BOP schematic diagrams attached.

**4. CASING PROGRAM:**

CASING	Hole Size	Length	Size	WEIGHT	Grade	Thread	Rating Collapse	Factor Burst	Tensile
Conductor	17 ½"	0 – 45'	13 ⅝"	48.0#	H-40	STC	770 PSI	1730 PSI	322,000#
Surface	12 ¼"	0 – 2,300' KB±	9-⅝"	36.0#	J-55	STC	2020 PSI	3520 Psi	394,000#
Production	7-7/8"	Surface – TD	4-½"	11.6#	N-80	LTC	6350 PSI	7780 Psi	233,000#

**Note:** 12-¼" surface hole will be drilled to a total depth of 200'± below the base of the Green River lost circulation zone and cased w/9-⅝" as shown to that depth. Drilled depth may be shallower or deeper than the 2300' shown above depending on the actual depth of the loss zone.

**All casing will be new or inspected.**

**EIGHT POINT PLAN**

**CHAPITA WELLS UNIT 729-29**  
**SW/NE, SEC. 29, T9S, R23E, S.L.B.&M..**  
**UINTAH COUNTY, UTAH**

**5. Float Equipment:**

**Surface Hole Procedure (0'- 2300'±)**

Guide Shoe

Insert Float Collar (PDC drillable)

Centralizers: 1-5' above shoe, top of jts. #2 and #3 then every 5<sup>th</sup> joint to surface. (15 total)

**Production Hole Procedure (2300'± - TD):**

Float shoe, 1 joint casing, float collar and balance of casing to surface. 4-½", 11.6#, N-80 or equivalent marker collars or short casing joints to be placed at top of Price River and 400' above top of Wasatch. Centralizers to be placed 5' above shoe on joint #1, top of joint #2, and every 2nd joint to 400' above Wasatch Island top. Thread lock float shoe, top and bottom of float collar, and top of 2<sup>nd</sup> joint.

**6. MUD PROGRAM**

**Surface Hole Procedure (Surface - 2300'±):**

Air/air mist or aerated water.

**Production Hole Procedure (2300'± - TD):** Anticipated mud weight 9.5 – 10.5 ppg depending on actual wellbore conditions encountered while drilling.

**2300'± - TD** A closed mud system will be utilized. A bentonite gelled water mud system will be used to control viscosity w/PHPA polymer used for supplemental viscosity and clay encapsulation/inhibition. Water loss will be maintained at <15cc's using white starch or PAC. Bactericides will be used as needed. Anticipated pH will range from 9.0-10.0. Mud weight will be adjusted as necessary for well control. Deflocculants/thinners will be used as necessary to maintain mud quality. LCM sweeps will be utilized as necessary to control lost circulation and mud loss. CO2 contamination, if encountered, will be treated with lime and gypsum.

**7. VARIANCE REQUESTS:**

**Reference:** Onshore Oil and Gas Order No. 2 – Item E: Special Drilling Operations

EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. Due to reduce location excavation, the blooie line will be approximately 75' in length

**EIGHT POINT PLAN**

**CHAPITA WELLS UNIT 729-29**  
**SW/NE, SEC. 29, T9S, R23E, S.L.B.&M.**  
**UINTAH COUNTY, UTAH**

**8. EVALUATION PROGRAM:**

**Logs:** Mud log from base of surface casing to TD.  
**Cased-hole Logs:** Cased-hole logs will be run in lieu of open-hole logs consisting of the following:  
**Cement Bond / Casing Collar Locator and Pulsed Neutron**

**9. CEMENT PROGRAM:**

**Surface Hole Procedure (Surface - 2300'±):**

**Lead:** 185 sks Class "G" cement with 16% Gel, 10 #/sx Gilsonite, 3% Salt, 2% CaCl<sub>2</sub>, 3 lb/sx GR3 ¼ #/sx Flocele mixed at 11 ppg, 3.82 ft<sup>3</sup>/sk. yield, 23 gps water.

**Tail:** 207 sks Class "G" cement with 2% CaCl<sub>2</sub>, ¼#/sk Flocele mixed at 15.6 ppg, 1.18 ft<sup>3</sup>/sk., 5.2 gps water.

**Top Out:** As necessary with Class "G" cement with 2% CaCl<sub>2</sub>, ¼#/sk Flocele mixed at 15.6 ppg, 1.18 ft<sup>3</sup>/sk., 5.2 gps water.

**Note:** Cement volumes will be calculated to bring lead cement to surface and tail cement to 500' above the casing shoe.

**Production Hole Procedure (2300'± - TD)**

**Lead:** 128 sks: Hi-Lift "G" w/12% D20 (Bentonite), 1% D79 (Extender), 5% D44 (Salt), 0.2% D46 (Antifoam), 0.25% D112 (Fluid Loss Additive), 0.25 pps D29 (cello flakes) mixed at 11.0 ppg, 3.91 ft<sup>3</sup>/sk., 24.5 gps water.

**Tail:** 485 sks: 50:50 Poz "G" w/ 2% D20 (Bentonite), 0.1% D46 (Antifoam), 0.075% D13 (Retarder), 0.2% D167 (Fluid Loss Additive), 0.2% D65 (Dispersant), mixed at 14.1 ppg, 1.28 ft<sup>3</sup>/sk., 5.9gps water.

**Note:** The above number of sacks is based on gauge-hole calculation.  
Lead volume to be calculated to bring cement to 200'± above 9-5/8" casing shoe.  
Tail volume to be calculated to bring cement to 400'± above top of Wasatch.

**Final Cement volumes will be based upon gauge-hole plus 45% excess.**

**EIGHT POINT PLAN**

**CHAPITA WELLS UNIT 729-29**  
**SW/NE, SEC. 29, T9S, R23E, S.L.B.&M..**  
**UINTAH COUNTY, UTAH**

**10. ABNORMAL CONDITIONS:**

**Surface Hole (Surface - 2300'±):**

Lost circulation

**Production Hole (2300'± - TD):**

Sloughing shales, lost circulation and key seat development are possible in the Wasatch Formation.

**11. STANDARD REQUIRED EQUIPMENT:**

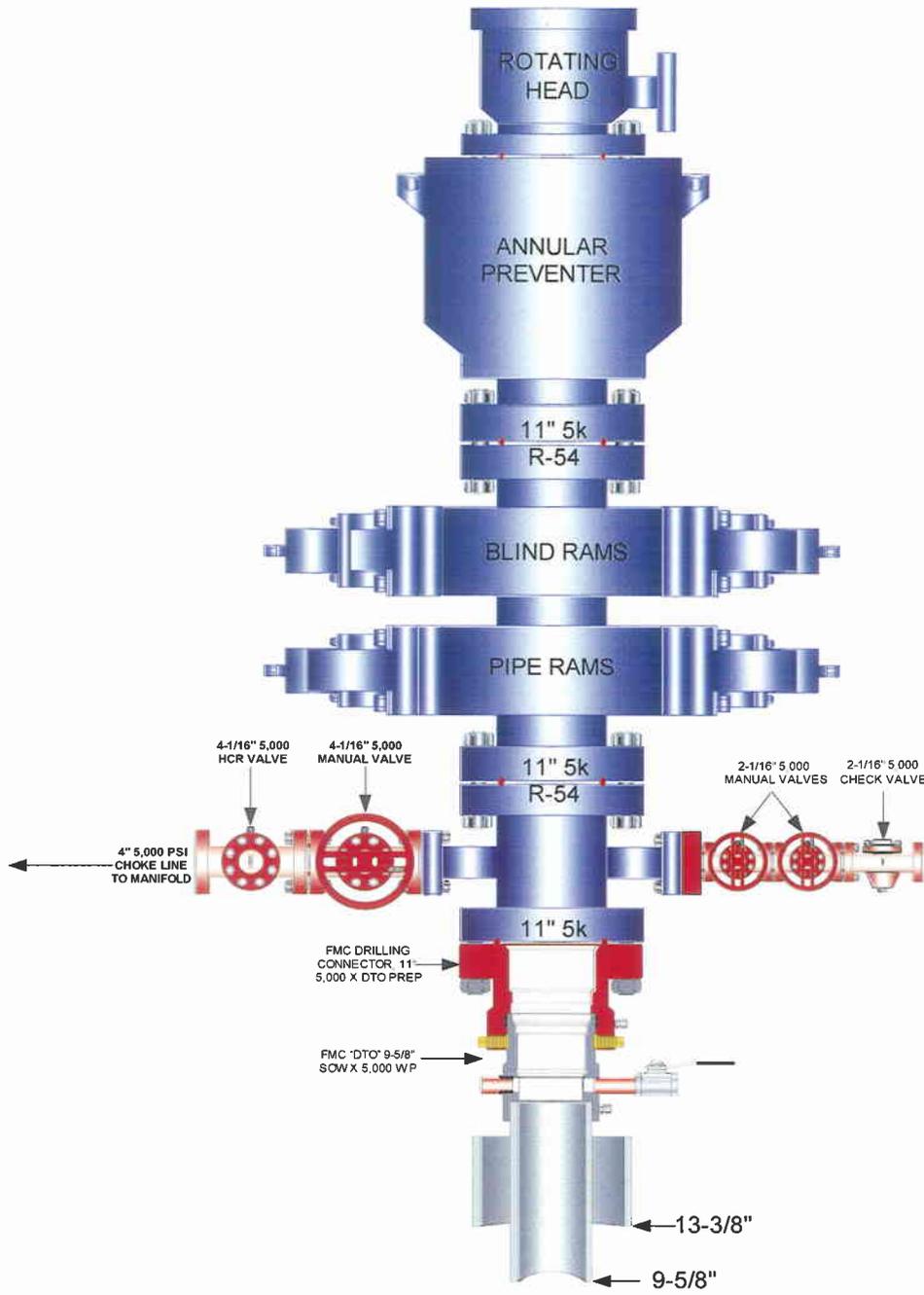
- A. Choke Manifold
- B. Upper and Lower Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

**12. HAZARDOUS CHEMICALS:**

No chemicals subject to reporting under SARA title III in an amount equal to or 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.

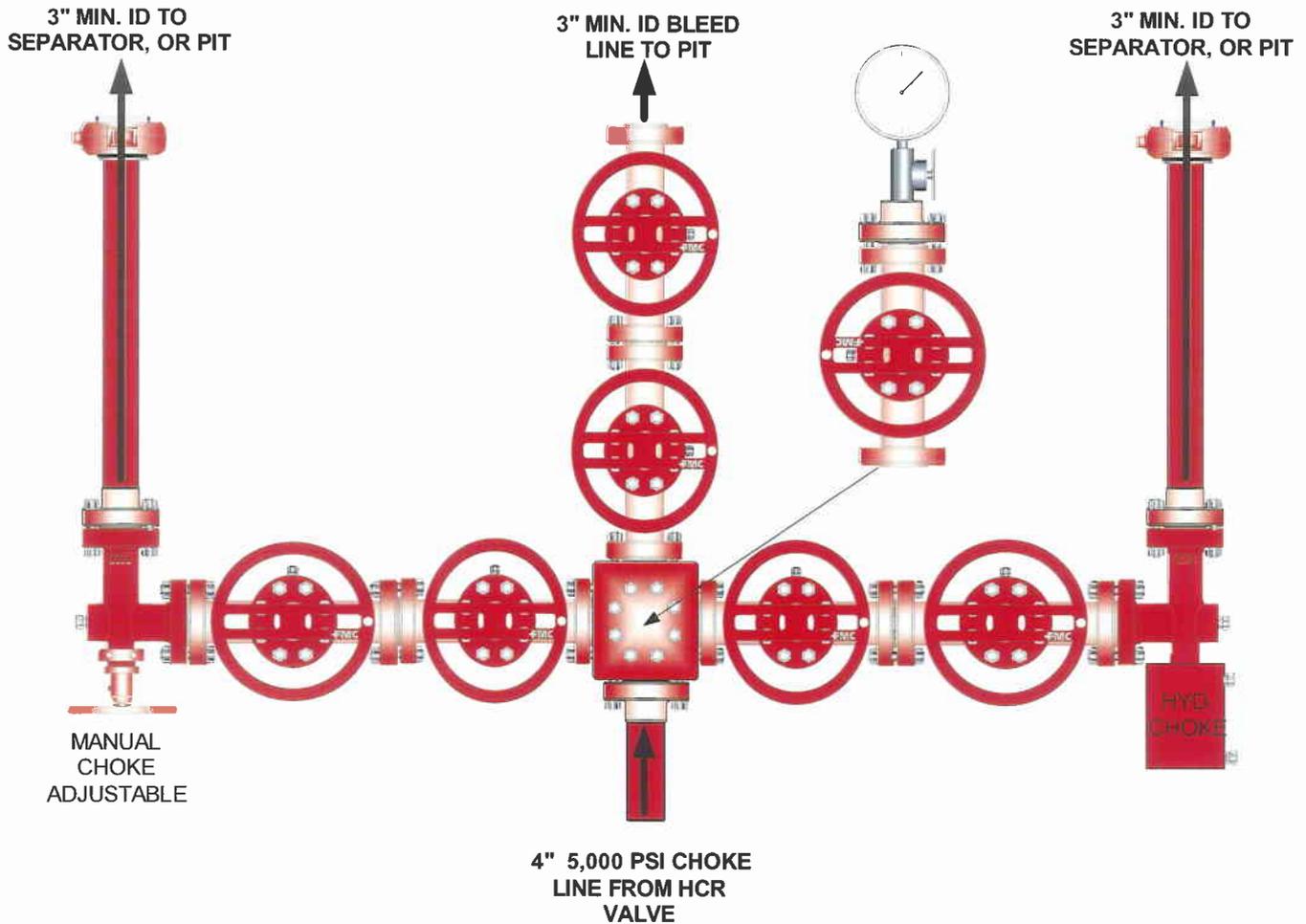
(Attachment: BOP Schematic Diagram)

**EOG RESOURCES 11" 5,000 PSI W.P. BOP  
CONFIGURATION**



EOG RESOURCES CHOKE MANIFOLD CONFIGURATION  
W/ 5,000 PSI WP VALVES

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Testing Procedure:

1. BOP will be tested with a professional tester to conform to Onshore Order #2.
2. Blind and Pipe rams will be tested to rated working pressure, 5,000 psi.
3. Annular Preventer will be tested to 50% working pressure, 2,500 psi.  
Casing will be tested to 0.22 psi / ft. or 1,500 psi. Not to exceed 70% of burst strength, whichever is greater.
4. All lines subject to well pressure will be tested to the same pressure as blind and pipe rams.
5. All BOPE specifications and configurations will meet Onshore Order #2 requirements.



**Chapita Wells Unit 729-29  
SWNE, Section 29, T9S, R23E  
Uintah County, Utah**

**SURFACE USE PLAN**

The well pad is approximately 375 feet long with a 261-foot width, containing 2.25 acres more or less. New surface disturbance associated with access road and the well pad is estimated to be approximately 2.25 acres.

**1. EXISTING ROADS:**

- A. See attached Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 52.7 miles south of Vernal, Utah – See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary.

**2. PLANNED ACCESS ROAD:**

- A. No new access road will be required. The existing access road for Chapita Wells Unit 1098-29 will be used to access the location.
- B. No additional storage areas will be needed for storing equipment, stockpiling, or vehicle parking.

All travel will be confined to existing access road rights-of-way.

The road shall be constructed/upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Construction/upgrading shall include ditching, draining, graveling, crowning, and capping the roadbed as necessary to provide a well constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 40-foot right-of-way will not be allowed. Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the roadbed block the drainages. 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.

As operator, EOG Resources, Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

Traveling off the 40-foot right-of-way will not be allowed. The access road and associated drainage structures will be constructed and maintained in accordance with road guidelines contained in the joint BLM/USFS publication: Surface Operating Standards for Oil and Gas Exploration and Development, Fourth Edition, and/or BLM Manual Section 9113 concerning road construction standards on projects subject to federal jurisdiction. During the drilling and production phase of operations, the road surface and shoulders will be kept in a safe and useable condition and drainage ditches and culverts will be kept clear and free flowing.

**No off lease right-of-way will be required. The entire length of the proposed access road is located within lease and within the Chapita Wells Unit.**

**3. LOCATION OF EXISTING WELLS WITHIN A ONE-MILE RADIUS:**

See attached TOPO map "C" for the location of wells within a one-mile radius.

**4. LOCATION OF EXISTING AND/OR PROPOSED PRODUCTION FACILITIES:**

**A. On Well Pad**

1. Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of wellhead valves, combo separator-dehy unit with meter, two (2) 400-bbl vertical tanks and attaching piping.
2. Gas gathering lines – A 4" gathering line will be buried from dehy to the edge of the location.

**B. Off Well Pad**

1. No new off-well pad pipeline will be required. Pipeline will tie-in on the existing Chapita Wells Unit 1098-29 location.

All permanent (on site for six months or longer) 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 Rocky Mountain Five State Interagency Committee. All facilities will be painted within 6 months of installation. **All facilities will be painted with Carlsbad Canyon.** Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

**5. LOCATION AND TYPE OF WATER SUPPLY:**

- A. Water supply will be from Ouray Municipal Water Plant at Ouray, Utah, and/or Bonanza Power Plant water source in Sec 26, T8S, R23E, Uintah County, UT (State Water Right # 49-225(A31368)). Water will be hauled by a licensed trucking company.
- B. Water will be hauled by a licensed trucking company.

- C. No water well will be drilled on lease.

**6. SOURCE OF CONSTRUCTION MATERIALS:**

- A. All construction material for this pipeline will be of native borrow and soil accumulated during the construction of the location.
- B. No mineral materials will be required.

**7. METHODS OF HANDLING WASTE DISPOSAL:**

**A. METHODS AND LOCATION**

1. Cuttings will be confined in the reserve pit.
  2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
  3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at the Uintah County Landfill.
  4. Produced wastewater will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. After the 90 day period, the produced water will be contained in a tank on location and then disposed of at one of the following locations: Natural Buttes Unit 21-20B SWD, Ace Disposal, CWU 550-30N SWD, CWU 2-29 SWD or EOG Resources, Inc. drilling operations (Chapita Wells Unit, Natural Buttes Unit & Stagecoach Unit).
  5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit, through natural or artificial methods, or removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

The reserve pit will be constructed so as not to leak, break, or allow discharge. If the reserve pit requires padding prior to lining (due to rocky conditions) felt padding will be used.

The reserve pit shall be lined with felt, and a 16-millimeter plastic liner. Sufficient bedding (i.e. weed free straw, or hay; felt; polyswell or soil) will be 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, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. More stringent protective requirements may be deemed necessary by the A.O.

EOG Resources, Inc. maintains a file, per 29 CFR 1910.1200 (g) containing current Material Safety Data Sheets (MSDS) for all chemicals, compounds, and/or substances which are used during the course of construction, drilling, completion, and production operations for this project. Hazardous materials (substances) which may be found at the site may include drilling mud and cementing products which are primarily inhalation hazards, fuels (flammable and/or combustible), materials that may be necessary for well completion/ stimulation activities such as flammable or combustible substances and acids/gels (corrosives). The opportunity for Superfund Amendments and Reauthorization Act (SARA) listed Extremely Hazardous Substances (EHS) at the site is generally limited to proprietary treating chemicals. All hazardous and EHS and commercial preparations will be handled in an appropriate manner to minimize the potential for leaks or spills to the environment.

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, testing, or completion of the well. Furthermore, extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will not be used, produced, stored, transported, or disposed of in association with the drilling, testing or completion of the well.

**8. ANCILLARY FACILITIES:**

None anticipated.

**9. WELL SITE LAYOUT:**

- A. Refer to attached well site plat for related topography cuts and fills and cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation, parking areas, and access road.

The reserve pit will be located on the southwest corner of the location. The flare pit will be located downwind of the prevailing wind direction on the south side of the location, a minimum of 100 feet from the wellhead and 30 feet from the reserve pit fence.

The stockpiled pit topsoil (first six inches) will be stored separate from the location topsoil south of corner #5. The stockpiled location topsoil will be stored in a location providing easy access for interim reclamation and protection of the topsoil. Upon completion of construction, the stockpiled topsoil from the location will be broadcast seeded with the approved seed mixture from this location and then walked down with a Caterpillar tractor.

Access to the well pad will be from the south.

**Corner 8 will be rounded.**

**FENCING REQUIREMENTS:**

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine 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 strand shall be 3 inches above the net 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 as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distances between any two posts shall be no greater than 16 feet.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

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

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BLM or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently counted on concrete bases. Prior to crossing any fence located on Federal land, or any fence between Federal land and private land, the operator will contact the BLM, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

**10. PLANS FOR RECLAMATION OF THE SURFACE:**

**A. Interim Reclamation (Producing Location)**

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

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

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

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 the well completion, or as soon as environmental conditions allow. Before any dirt takes place, the reserve pit must be completely dry and free of all foreign obstacles.

The stockpiled pit topsoil will then be spread over the pit area and broadcast seeded with the prescribed seed mixture for this location. The seeded area will then be walked down with a cat.

<b>Seed Mixture</b>	<b>Drilled Rate (lbs./acre PLS*)</b>
HyCrest Wheatgrass	9.0
Prostrate Kochia	3.0

\*Pure live seed (PLS) formula: percent of purity of seed mixture times percent germination of seed mixture equals portion of seed mixture that is PLS.

***B. Dry Hole/Abandoned Location***

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BLM will attach the appropriated surface rehabilitation conditions of approval.

<b>Seed Mixture</b>	<b>Drilled Rate (lbs./acre PLS*)</b>
Black Sage	3.0
Shadscale	3.0
Needle and Threadgrass	3.0
HyCrest Wheatgrass	1.0
Scarlet Globe Mallow	1.0

\*Pure live seed (PLS) formula: percent of purity of seed mixture times percent germination of seed mixture equals portion of seed mixture that is PLS.

**11. SURFACE OWNERSHIP:**

Surface ownership of the proposed well site, access road, and pipeline route is as follows:

**Bureau of Land Management**

**12. OTHER INFORMATION:**

A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the Authorized Officer. Within five working days the Authorized Officer will inform the operator as to:

- Whether the materials appear eligible for the National Register of Historic Places;
- The mitigation measures the operator will likely have to undertake before the site can be used.
- A time frame for the Authorized Officer to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the Authorized Officer are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the Authorized Officer will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The Authorized Officer will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the Authorized Officer that required mitigation has been completed, the operator will then be allowed to resume construction.

- B. As operator, EOG Resources, Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BLM administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application of herbicides or other pesticides or possible hazardous chemicals.
- C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on BLM lands after the conclusion of drilling operations or at any other time without BLM authorization. However, if BLM authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities. (The BLM does not seek to compete with private industry. There are commercial facilities available for stacking and storing drilling rigs.)
- D. The drilling rig and ancillary equipment will be removed from the location prior to commencement of completion operations. Completion operations will be conducted utilizing a completion/workover rig.

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 of Lessees. The operator is 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.

Construction activity will not be conducted using frozen or saturated soils material or during periods when watershed damage is likely to occur.

If the existing access road, proposed access road, and proposed pad are dry during construction, drilling, and completion activities, water will be applied to help facilitate compaction during construction and to minimize soil loss as a result of wind erosion.

A block cultural resources survey was conducted and submitted by Montgomery Archaeological Consultants on May 11, 2007, MOAC report 06-618. A paleontological survey was conducted and will be submitted by Intermountain Palwo.

***LESSEE OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION:***

**PERMITTING AGENT**

EOG Resources, Inc.  
P.O. Box 1815  
Vernal, UT 84078  
(435) 781-9111

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 is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

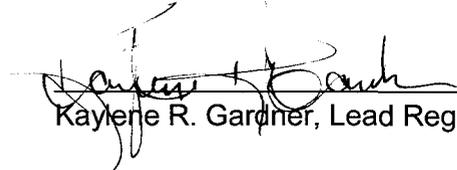
The operator or his/her contractor shall contact the BLM office at (435) 781-4400 forty-eight (48) hours prior to construction activities.

**CERTIFICATION:**

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Please be advised that EOG Resources, Inc. is considered to be the operator of the Chapita Wells Unit 729-29 Well, located in the SWNE, of Section 29, T9S, R23E, Uintah County, Utah; Federal land and minerals; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond Coverage is under Bond # NM 2308.

September 6, 2007 \_\_\_\_\_  
Date

  
\_\_\_\_\_  
Kaylene R. Gardner, Lead Regulatory Assistant

# EOG RESOURCES, INC.

CWU #729-29

LOCATED IN UINTAH COUNTY, UTAH  
SECTION 29, T9S, R23E, S.L.B.&M.

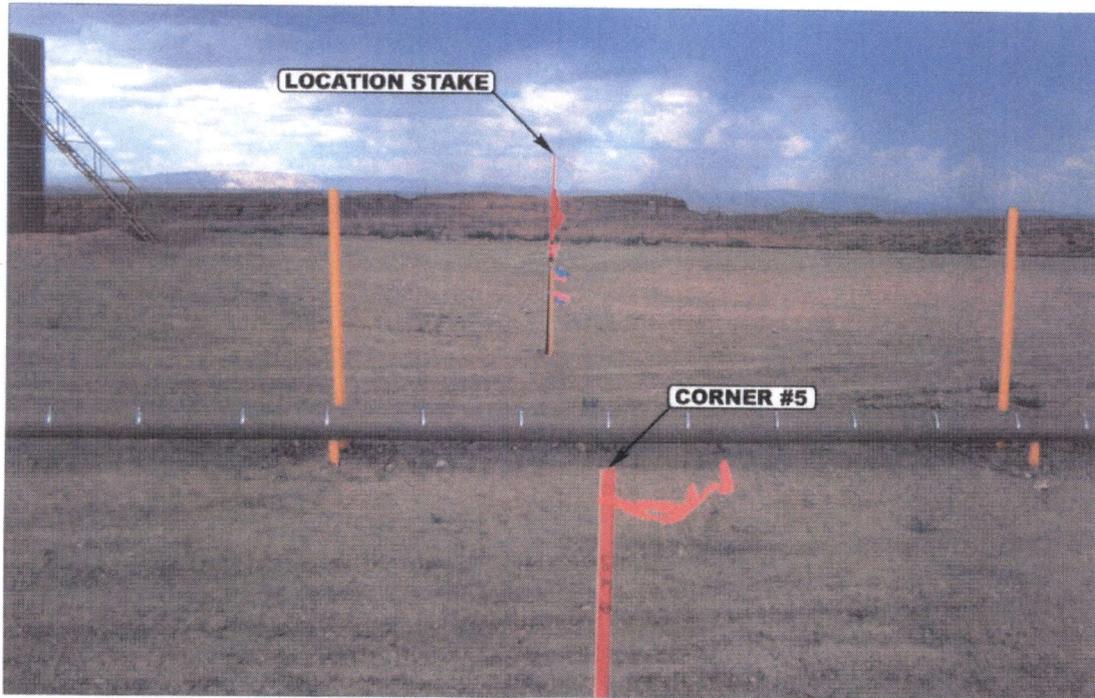


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY



PHOTO: VIEW OF EXISTING ACCESS

CAMERA ANGLE: NORTHWESTERLY



- Since 1964 -

**UELS** Uintah Engineering & Land Surveying  
85 South 200 East Vernal, Utah 84078  
435-789-1017 uels@uelsinc.com

LOCATION PHOTOS

08 02 07  
MONTH DAY YEAR

PHOTO

TAKEN BY: C.R.

DRAWN BY: B.C.

REVISED: 00-00-00

**EOG RESOURCES, INC.**  
**CWU #729-29**  
**SECTION 29, 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 EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY, THEN NORTHEASTERLY DIRECTION APPROXIMATELY 4.5 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 0.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST; TURN RIGHT AND PROCEED IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 0.3 MILES TO THE EXISTING #1098-29 AND THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 52.7 MILES.

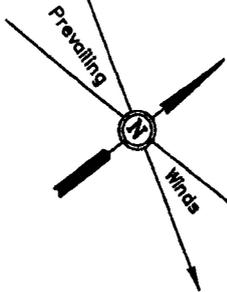
**EOG RESOURCES, INC.**

**LOCATION LAYOUT FOR**

**CWU #729-29**  
**SECTION 29, T9S, R23E, S.L.B.&M.**  
**2039' FNL 1944' FEL**

Approx.  
Toe of  
Fill Slope

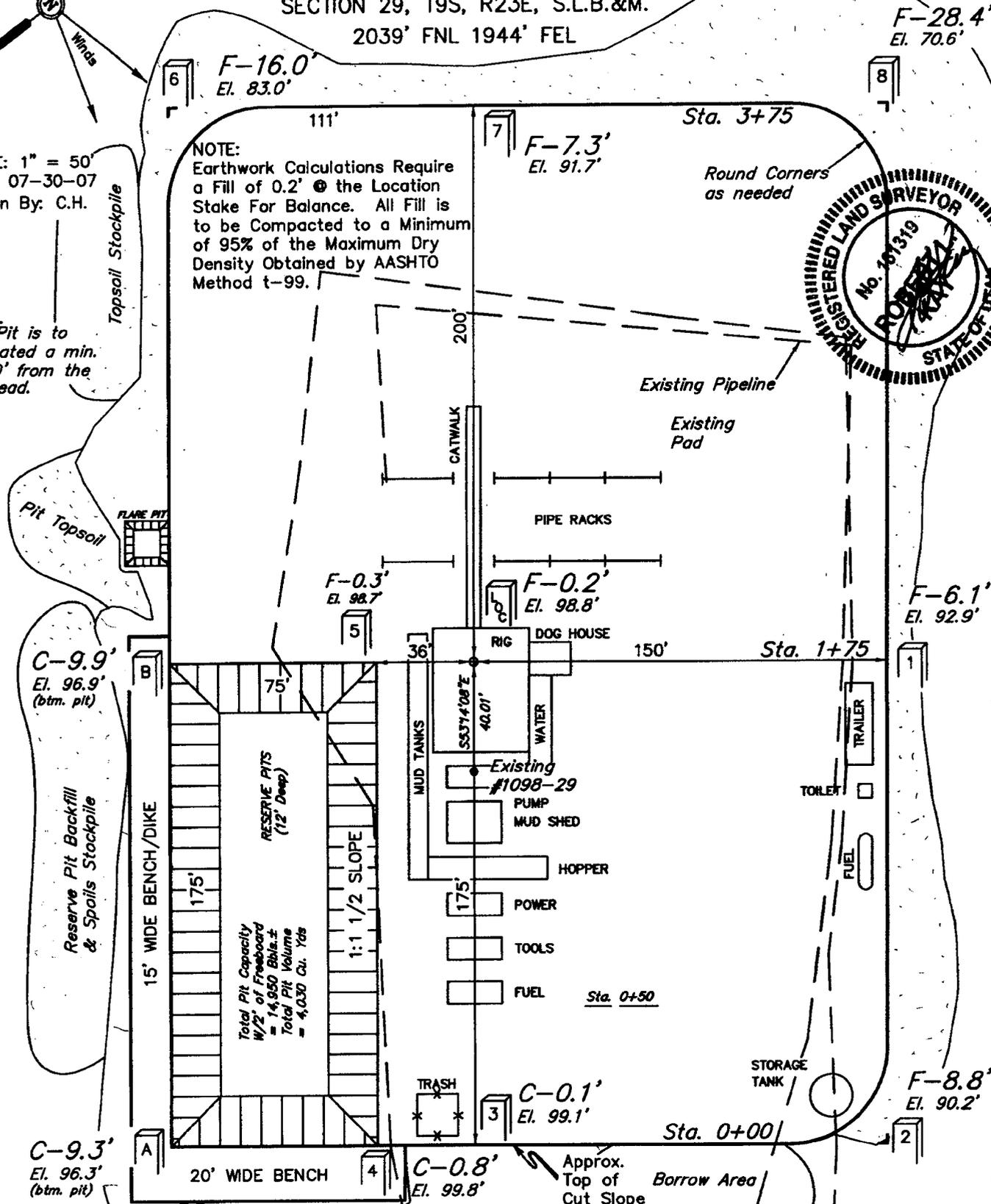
**FIGURE #1**



SCALE: 1" = 50'  
 DATE: 07-30-07  
 Drawn By: C.H.

**NOTE:**  
 Flare Pit is to be located a min. of 100' from the Well Head.

**NOTE:**  
 Earthwork Calculations Require a Fill of 0.2' @ the Location Stake For Balance. All Fill is to be Compacted to a Minimum of 95% of the Maximum Dry Density Obtained by AASHTO Method t-99.



Elev. Ungraded Ground at Location Stake = 5198.8'  
 Elev. Graded Ground at Location Stake = 5199.0'

Existing Access  
**UINTAH ENGINEERING & LAND SURVEYING**  
 85 So. 200 East • Vernal, Utah 84078 • (435) 789-1017

EOG RESOURCES, INC.

FIGURE #2

TYPICAL CROSS SECTIONS FOR

CWU #729-29

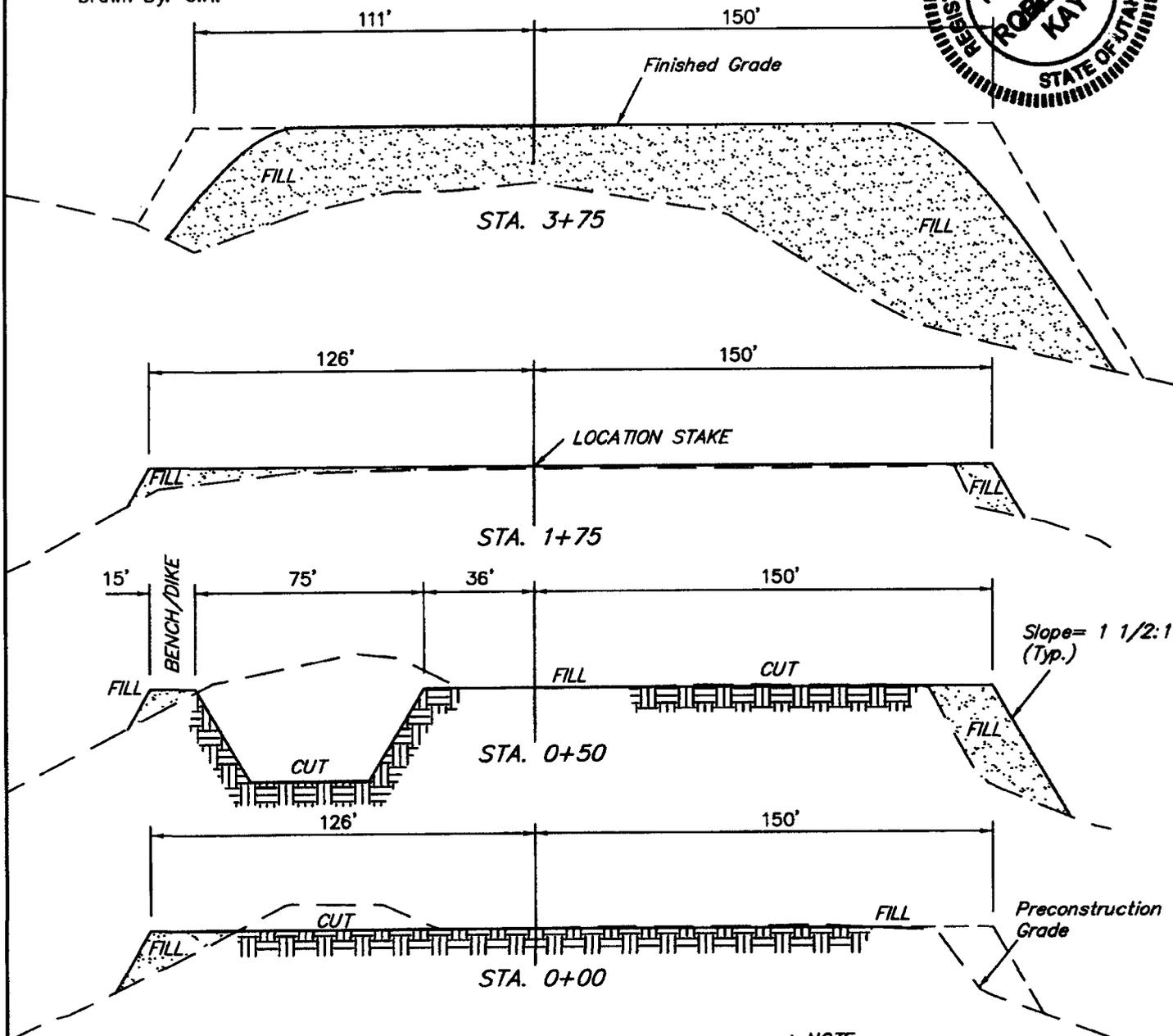
SECTION 29, T9S, R23E, S.L.B.&M.

2039' FNL 1944' FEL

1" = 20'  
X-Section  
Scale  
1" = 50'

DATE: 07-30-07

Drawn By: C.H.



\* NOTE:  
FILL QUANTITY INCLUDES  
5% FOR COMPACTION

APPROXIMATE YARDAGES

(6") Topsoil Stripping (New Construction Only)	=	860 Cu. Yds.
Remaining Location	=	5,030 Cu. Yds.
<b>TOTAL CUT</b>	=	<b>5,890 CU.YDS.</b>
<b>FILL</b>	=	<b>14,690 CU.YDS.</b>

DEFICIT MATERIAL	=	<8,800>Cu. Yds.
Topsoil & Pit Backfill (1/2 Pit Vol.)	=	2,880 Cu. Yds.
DEFICIT UNBALANCE (After Interim Rehabilitation)	=	<11,680>Cu. Yds.

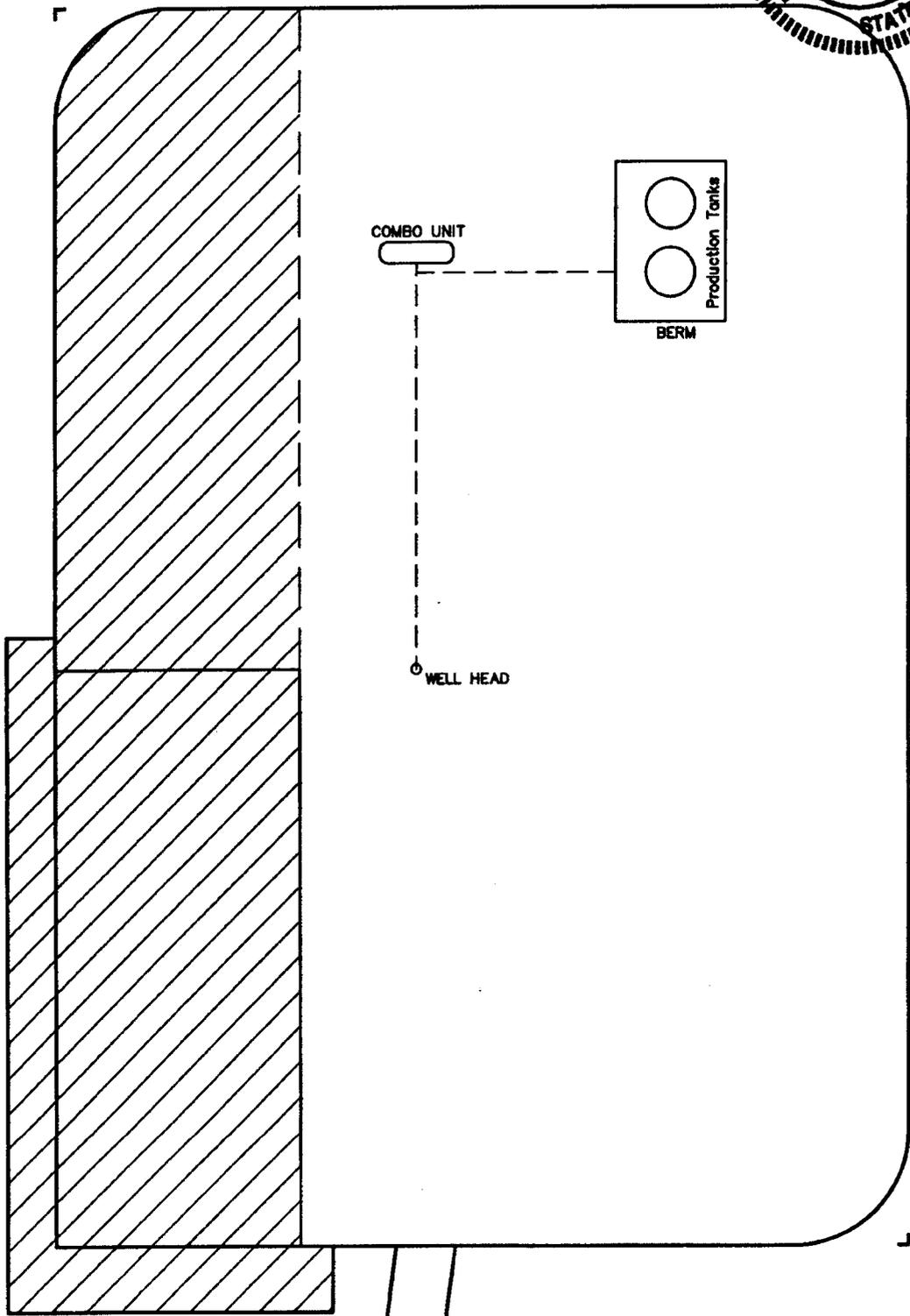


**EOG RESOURCES, INC.**  
**PRODUCTION FACILITY LAYOUT FOR**  
CWU #729-29  
SECTION 29, T9S, R23E, S.L.B.&M.  
2039' FNL 1944' FEL

FIGURE #3

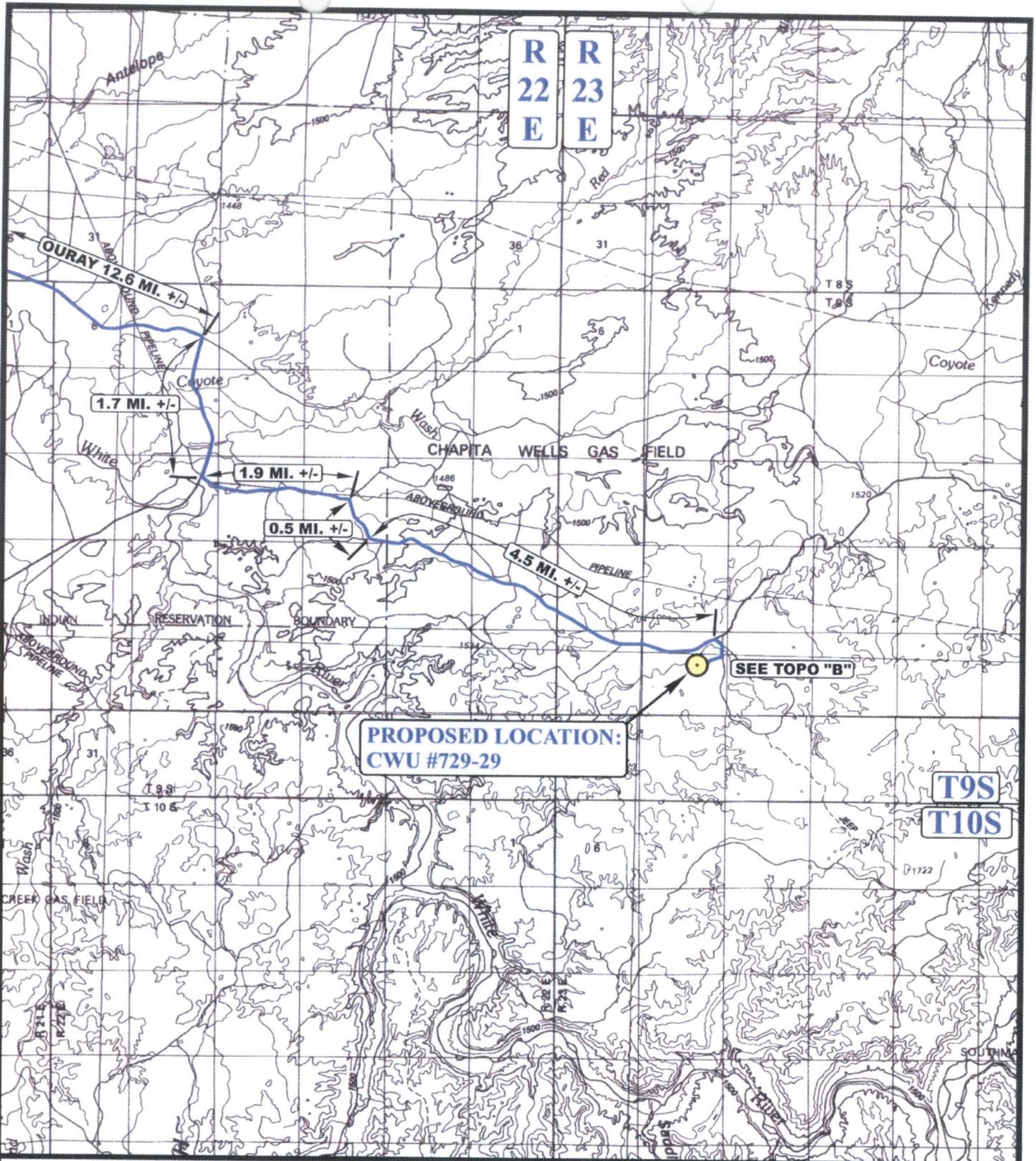


SCALE: 1" = 50'  
DATE: 07-30-07  
Drawn By: C.H.



 RE-HABED AREA

Existing Access  
**UINTAH ENGINEERING & LAND SURVEYING**  
85 So. 200 East \* Vernal, Utah 84078 \* (435) 788-1017



**LEGEND:**

● PROPOSED LOCATION



**EOG RESOURCES, INC.**

CWU #729-29  
SECTION 29, T9S, R23E, S.L.B.&M.  
2039' FNL 1944' FEL

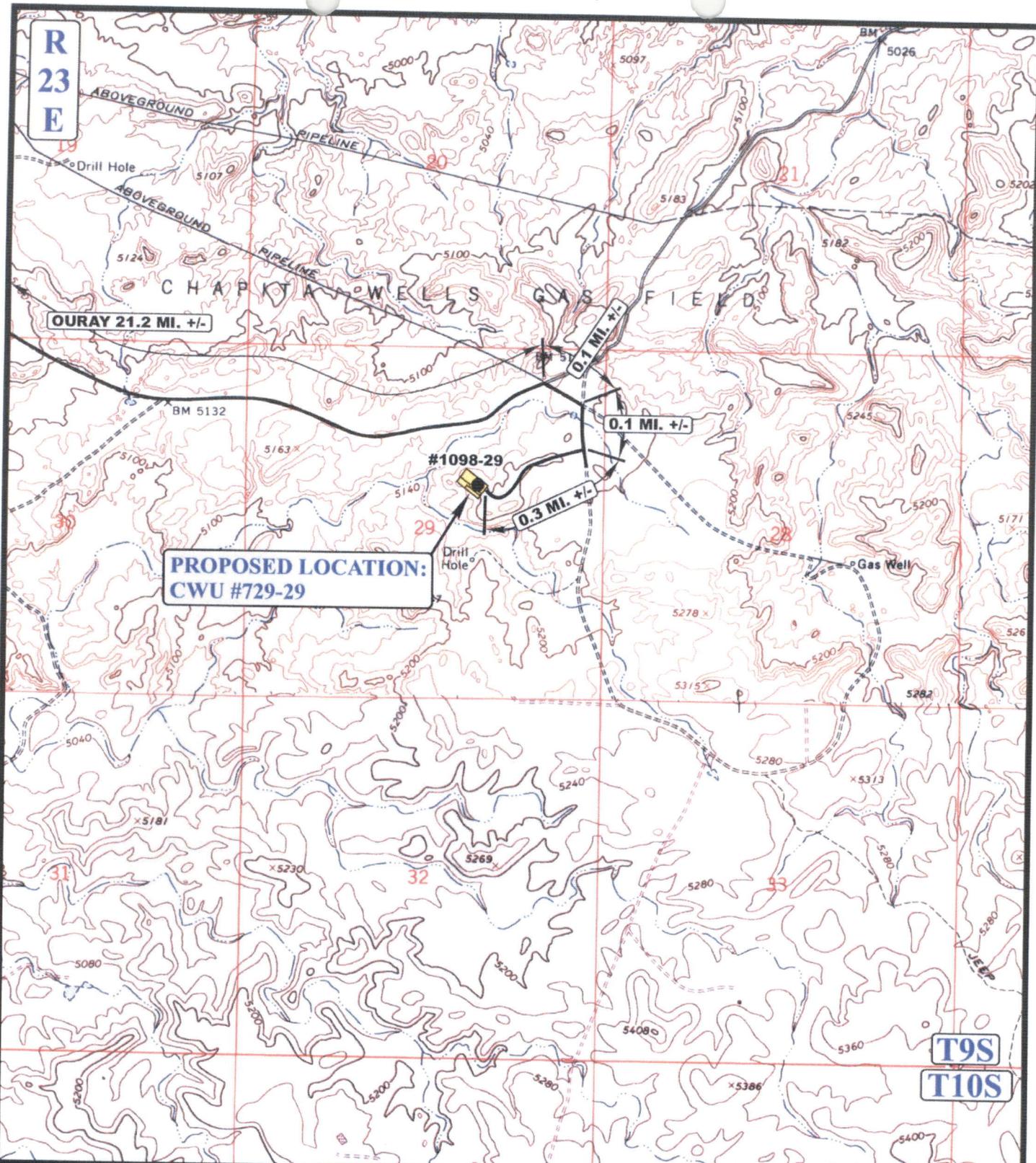


**Uintah Engineering & Land Surveying**  
85 South 200 East Vernal, Utah 84078  
(435) 789-1017 \* FAX (435) 789-1813

**TOPOGRAPHIC** 08 02 07  
**MAP** MONTH DAY YEAR

SCALE: 1:100,000 DRAWN BY: B.C. REVISED: 00-00-00





**LEGEND:**

- EXISTING ROAD
- PROPOSED ACCESS ROAD

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

**EOG RESOURCES, INC.**

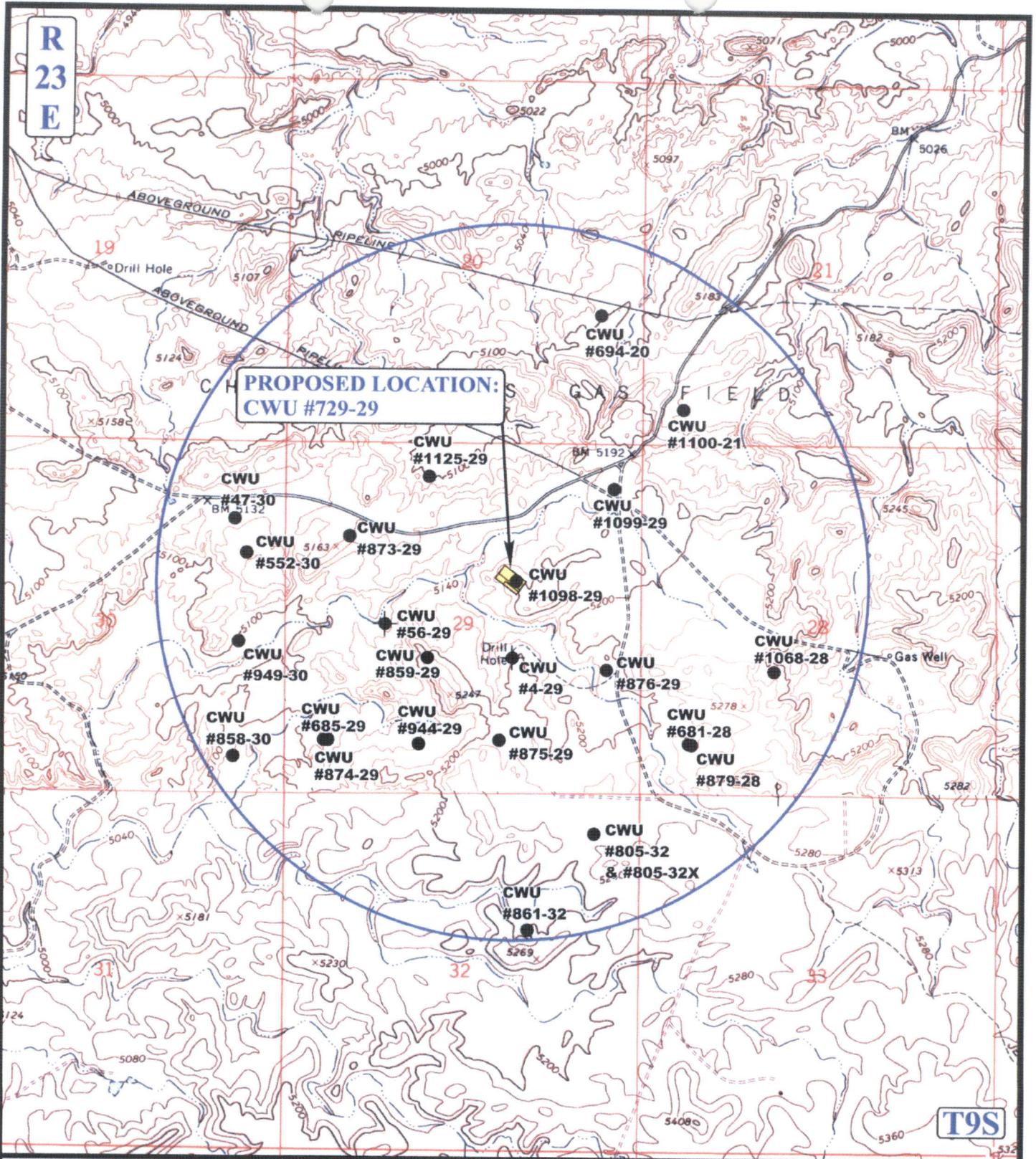
**CWU #729-29**  
**SECTION 29, T9S, R23E, S.L.B.&M.**  
**2039' FNL 1944' FEL**



**TOPOGRAPHIC MAP** 08 02 07  
 MONTH DAY YEAR  
 SCALE: 1" = 2000' DRAWN BY: B.C. REVISED: 00-00-00

**B**  
 TOPO

R  
23  
E



**PROPOSED LOCATION:  
CWU #729-29**

**LEGEND:**

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

**EOG RESOURCES, INC.**

**CWU #729-29**  
**SECTION 29, T9S, R23E, S.L.B.&M.**  
**2039' FNL 1944' FEL**

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



**TOPOGRAPHIC MAP** **08 02 07**  
 MONTH DAY YEAR  
 SCALE: 1" = 2000' DRAWN BY: B.C. REVISED: 00-00-00



**WORKSHEET  
APPLICATION FOR PERMIT TO DRILL**

APD RECEIVED: 09/10/2007

API NO. ASSIGNED: 43-047-39617

WELL NAME: CWU 729-29  
 OPERATOR: EOG RESOURCES INC ( N9550 )  
 CONTACT: KAYLENE GARDNER

PHONE NUMBER: 435-781-9111

PROPOSED LOCATION:

SWNE 29 090S 230E  
 SURFACE: 2039 FNL 1944 FEL  
 BOTTOM: 2039 FNL 1944 FEL  
 COUNTY: UINTAH  
 LATITUDE: 40.00872 LONGITUDE: -109.3476  
 UTM SURF EASTINGS: 641041 NORTHINGS: 4429823  
 FIELD NAME: NATURAL BUTTES ( 630 )

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

LEASE TYPE: 1 - Federal  
 LEASE NUMBER: UTU0337  
 SURFACE OWNER: 1 - Federal

PROPOSED FORMATION: WSTC  
 COALBED METHANE WELL? NO

RECEIVED AND/OR REVIEWED:

- Plat
- Bond: Fed[1] Ind[] Sta[] Fee[]  
(No. NM 2308 )
- Potash (Y/N)
- Oil Shale 190-5 (B) or 190-3 or 190-13
- Water Permit  
(No. 49-225 )
- RDCC Review (Y/N)  
(Date: \_\_\_\_\_ )
- Fee Surf Agreement (Y/N)
- Intent to Commingle (Y/N)

LOCATION AND SITING:

- R649-2-3.
- Unit: CHAPITA WELLS
- R649-3-2. General
- Siting: 460 From Qtr/Qtr & 920' Between Wells
- R649-3-3. Exception
- Drilling Unit
- Board Cause No: 179-8
- Eff Date: 8-10-1999
- Siting: Successor General Siting
- R649-3-11. Directional Drill

COMMENTS: \_\_\_\_\_

STIPULATIONS: 1- Lease Approval



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

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

IN REPLY REFER TO:  
3160  
(UT-922)

September 12, 2007

### Memorandum

To: Assistant District Manager Minerals, Vernal District  
From: Michael Coulthard, Petroleum Engineer  
Subject: 2007 Plan of Development Chapita Wells Unit Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2007 within the Chapita Wells Unit, Uintah County, Utah.

API #	WELL NAME	LOCATION
(Proposed PZ Wasatch)		
43-047-39617	CWU 0729-29 Sec 29 T09S R23E 2039 FNL 1944	FEL
(Proposed PZ MesaVerde)		
43-047-39614	CWU 0978-13 Sec 13 T09S R22E 0442 FNL 0367	FWL
43-047-39610	CWU 1206-14 Sec 14 T09S R22E 1909 FNL 2073	FWL
43-047-39615	CWU 1341-15 Sec 15 T09S R22E 0002 FSL 0769	FEL
43-047-39616	CWU 1334-15 Sec 15 T09S R22E 0142 FNL 1397	FWL
43-047-39622	CWU 1345-22 Sec 22 T09S R22E 2297 FNL 0209	FWL
43-047-39623	CWU 1344-22 Sec 22 T09S R22E 1163 FNL 0120	FEL
43-047-39624	CWU 1343-22 Sec 22 T09S R22E 1203 FNL 1502	FEL
43-047-39620	CWU 1339-22 Sec 22 T09S R22E 0162 FNL 1330	FWL
43-047-39612	CWU 1349-27 Sec 27 T09S R22E 1219 FNL 0040	FWL
43-047-39613	CWU 1352-27 Sec 27 T09S R22E 2096 FNL 0314	FWL
43-047-39621	CWU 1347-27 Sec 27 T09S R22E 0025 FNL 0500	FWL
43-047-39619	CWU 0958-33 Sec 33 T09S R23E 0671 FNL 0544	FWL
43-047-39618	CWU 1150-19 Sec 19 T09S R23E 0456 FSL 1832	FWL

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

/s/ Michael L. Coulthard

bcc: File - Chapita Wells Unit  
Division of Oil Gas and Mining  
Central Files  
Agr. Sec. Chron  
Fluid Chron

MCoulthard:mc:9-12-07



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

September 17, 2007

EOG Resources, Inc  
1060 East Highway 40  
Vernal, UT 84078

Re: Chapita Wells Unit 729-29 Well, 2039' FNL, 1944' FEL, SW NE, Sec. 29, 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 43-047-39617.

Sincerely,

Gil Hunt  
Associate Director

pab  
Enclosures

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

**Operator:** EOG Resources, Inc

**Well Name & Number** Chapita Wells Unit 729-29

**API Number:** 43-047-39617

**Lease:** UTU0337

**Location:** SW NE                      **Sec.** 29                      **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 with 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 Dustin Doucet at (801) 538-5281 office      (801) 733-0983 home

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.

**RECEIVED**

FORM APPROVED  
OMB No. 1004-0136  
Expires July 31, 2010

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SEP 06 2007

APPLICATION FOR PERMIT TO DRILL OR REENTER **BLM**

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. UTU0337
1b. 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 EOG RESOURCES INC Contact: KAYLENE R GARDNER E-Mail: kaylene_gardner@eogresources.com		7. If Unit or CA Agreement, Name and No. UTU63013X
3a. Address 1060 EAST HIGHWAY 40 VERNAL, UT 84078	3b. Phone No. (include area code) Ph: 307.276.3331 Ext: 4842	8. Lease Name and Well No. CWU 729-29
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface SWNE 2039FNL 1944FEL 40.00871 N Lat, 109.34757 W Lon At proposed prod. zone SWNE 2039FNL 1944FEL 40.00871 N Lat, 109.34757 W Lon		9. API Well No. <b>43 047 39617</b>
14. Distance in miles and direction from nearest town or post office* 53 MILES SOUTH OF VERNAL UT		10. Field and Pool, or Exploratory NATURAL BUTTES
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1944	16. No. of Acres in Lease <b>1944.00</b>	11. Sec., T., R., M., or Blk. and Survey or Area Sec 29 T9S R23E Mer SLB SME: BLM
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 50	19. Proposed Depth 0 MD <b>6860 MD</b> <b>6860 TUD</b>	12. County or Parish UINTAH
21. Elevations (Show whether DF, KB, RT, GL, etc.) 5199 GL	22. Approximate date work will start	13. State UT
23. Estimated duration 45-DAYS		17. Spacing Unit dedicated to this well
20. BLM/BIA Bond No. on file <b>NM 2308</b>		

24. Attachments

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

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

25. Signature (Electronic Submission)	Name (Printed/Typed) KAYLENE R GARDNER Ph: 307.276.3331 Ext: 4842	Date 09/06/2007
Title REGULATORY ASSISTANT		
Approved by (Signature) 	Name (Printed/Typed) Tracy Kervala	Date 5-16-2008
Title Assistant Field Manager Lands & Mineral Resources		
Office VERNAL FIELD OFFICE		

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

Conditions of approval, if any, are attached.

**CONDITIONS OF APPROVAL ATTACHED**

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

Electronic Submission #56266 verified by the BLM Well Information System  
For EOG RESOURCES INC, sent to the Vernal  
Committed to AFMSS for processing by CINDY SEVERSON on 09/06/2007 (07CXSO268AE)

**NOTICE OF APPROVAL**



**RECEIVED**

**MAY 19 2008**

DIV. OF OIL, GAS & MINING

\*\* BLM REVISED \*\*

UTU 63013X

NOS 08/13/2007

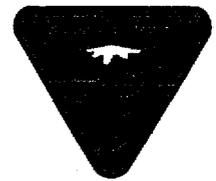


**UNITED STATES DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
VERNAL FIELD OFFICE**

**170 South 500 East**

**VERNAL, UT 84078**

**(435) 781-4400**



**CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL**

**Company: EOG Resources, Inc.**  
**Well No: CWU 729-29**  
**API No: 43-047-39617**

**Location: SWNE, Sec. 29, T9S, R23E**  
**Lease No: UTU-0337**  
**Agreement: Chapita Wells Unit**

<b>Title</b>	<b>Name</b>	<b>Office Phone Number</b>	<b>Cell Phone Number</b>
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
Supervisory NRS:	Karl Wright	(435) 781-4484	(435) 828-7381
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	
NRS/Enviro Scientist:		(435) 781-4476	
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	(435) 828-3546
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545

**Fax: (435) 781-3420**

**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 two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.**

**NOTIFICATION REQUIREMENTS**

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental Scientist)	-	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 Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings.
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	-	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 there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

**Site Specific COAs:**

**CONDITIONS OF APPROVAL:**

- Bury pipeline at all low water crossings.
- Permission from an authorized BLM representative will be required if construction or other operations occur during wet conditions that would lead to excessive rutting.
- Permission to clear all wildlife stipulations will only be approved by the BLM wildlife biologist during the specific timing for the species potentially affected by this action.
- Culverts and gravel may be installed as needed.
- Corner eight will be rounded significantly to minimize the amount of fill needed. The existing topsoil reserved will be moved to the marked location.

***DOWNHOLE PROGRAM  
CONDITIONS OF APPROVAL (COAs)***

**SITE SPECIFIC DOWNHOLE COAs:**

- Production casing cement shall be brought up and into the surface casing. The minimum cement top is 200 ft above the surface casing shoe.
- COA specification is consistent with operators performance standard stated in APD.
- A variance is granted for Onshore Order #2 Drilling Operations III. E. "Blooie line discharge 100 feet from well bore and securely anchored" Blooie line can be 75 feet.
- All requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E. 1. Drilling Operations, Special Drilling Operations, air/gas drilling.

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

**DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS**

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment (BOPE) 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.
- **Cement baskets shall not be run on surface casing.**

- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, 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.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement 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.**
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

## OPERATING REQUIREMENT REMINDERS:

- 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.
- 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.
- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
  - Operator name, address, and telephone number.
  - Well name and number.
  - Well location (¼¼, Sec., Twn, Rng, and P.M.).
  - Date well was placed in a producing status (date of first production for which royalty will be paid).
  - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
  - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
  - Unit agreement and/or participating area name and number, if applicable.
  - Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- 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.

- 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.
- 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.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal 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. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- 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.
- 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 and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- 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.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.

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

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

FORM 9

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>		5. LEASE DESIGNATION AND SERIAL NUMBER: <b>UTU0337</b>
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.		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		7. UNIT or CA AGREEMENT NAME: <b>Chapita Wells Unit</b>
2. NAME OF OPERATOR: <b>EOG Resources, Inc.</b>		8. WELL NAME and NUMBER: <b>Chapita Wells Unit 729-29</b>
3. ADDRESS OF OPERATOR: 1060 East Highway 40 CITY <b>Vernal</b> STATE <b>UT</b> ZIP <b>84078</b>		9. API NUMBER: <b>43-047-39617</b>
PHONE NUMBER: <b>(435) 781-9111</b>		10. FIELD AND POOL, OR WILDCAT: <b>Natural Buttes</b>
4. LOCATION OF WELL FOOTAGES AT SURFACE: <b>2039' FNL &amp; 1944' FEL 40.008706 LAT 109.347572 LON</b>		COUNTY: <b>Uintah</b>
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: <b>SWNE 29 9S 23E S</b>		STATE: <b>UTAH</b>

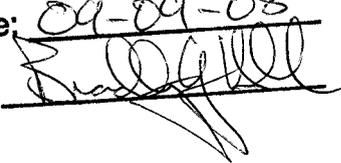
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

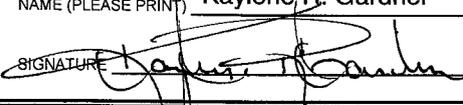
TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER 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><b>APD Extension</b></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.

EOG Resources, Inc. requests the APD for the referenced well be extended for one year.

Approved by the  
Utah Division of  
Oil, Gas and Mining

Date: 09-09-08  
By: 

NAME (PLEASE PRINT) <u>Kaylene R. Gardner</u>	TITLE <u>Regulatory Administrator</u>
SIGNATURE 	DATE <u>8/29/2008</u>

(This space for State use only)

**COPY SENT TO OPERATOR**

Date: 9.10.2008

Initials: KS

(5/2000)

(See Instructions on Reverse Side)

**RECEIVED**  
**SEP 08 2008**  
DIV. OF OIL, GAS & MINING

RESET

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

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

**API:** 43-047-39617  
**Well Name:** Chapita Wells Unit 729-29  
**Location:** 2039 FNL - 1944 FEL (SWNE), SECTION 29, T9S, R23E S.L.B.&M  
**Company Permit Issued to:** EOG RESOURCES, INC.  
**Date Original Permit Issued:** 9/17/2007

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

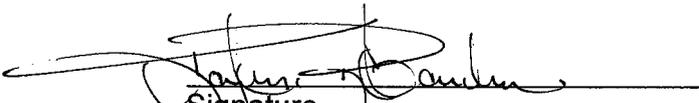
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes  No

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

8/29/2008  
Date

Title: Regulatory Administrator

Representing: EOG Resources, Inc.

RECEIVED  
SEP 08 2008  
DIV. OF OIL, GAS & MINING

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No. 1004-0137  
Expires: March 31, 2007

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

**SUBMIT IN TRIPLICATE- Other instructions on reverse side.**

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. <b>Multiple (See Attached)</b>
2. Name of Operator <b>EOG Resources, Inc.</b>		6. If Indian, Allottee or Tribe Name
3a. Address <b>1060 E. HWY 40 Vernal, UT 84078</b>	3b. Phone No. (include area code) <b>435-789-0790</b>	7. If Unit or CA/Agreement, Name and/or No. <b>Chapita Wells Unit</b>
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) <b>Multiple (See Attached)</b>		8. Well Name and No. <b>Multiple (See Attached)</b>
<b>43 047 39 017 CWU 729-29 9S 23E 29</b>		9. API Well No. <b>Multiple (See Attached)</b>
		10. Field and Pool, or Exploratory Area <b>Natural Buttes</b>
		11. County or Parish, State <b>Uintah County, Utah</b>

**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 <b>Air Drilling Variance Request</b>
	<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 Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

**EOG Resources, Inc. respectfully requests authorization for air drilling operations, see attached.**

**COPY SENT TO OPERATOR**

Date: 10.14.2008

Initials: KS

**RECEIVED**

**SEP 22 2008**

**DIV OF OIL, GAS & MINING**

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

**Mickenzie Thacker**

Title **Operations Clerk**

Signature

*Mickenzie Thacker*

Date

**09/17/2008**

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

*[Signature]*

Title

**Pet. Eng.**

Date

**10/7/08**

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

**DOGm**

**Federal Approval Of This Action Is Necessary**

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 page 2)

API #	Lease #	Well Name	Footages	¼-¼ Legal Description
43-047-38495	UTU-0281	CWU 541-03	712' FSL 2088' FWL	SESW Sec. 3 T9S R22E
43-047-39902	UTU-29535	CWU 705-29	1354' FNL 957' FWL	SWNW Sec. 29 T9S R23E
43-047-39054	UTU-0343	CWU 715-07	650' FNL 1950' FEL	NWNE Sec. 7 T9S R23E
43-047-39896	UTU-0337	CWU 727-29	473' FNL 2136' FWL	NENW Sec. 29 T9S R23E
43-047-39724	UTU-0337	CWU 728-29	608' FNL 513' FEL	NENE Sec. 29 T9S R23E
43-047-39617	UTU-0337	CWU 729-29	2039' FNL 1944' FEL	SWNE Sec. 29 T9S R23E
43-047-39723	UTU-0337	CWU 730-29	1972' FSL 2201' FWL	NESW Sec. 29 T9S R23E
43-047-39789	UTU-0336	CWU 733-33	576' FNL 1880' FWL	NENW Sec. 33 T9S R23E
43-047-39725	UTU-0336	CWU 734-33	512' FNL 2158' FEL	NWNE Sec. 33 T9S R23E
43-047-39684	UTU-0336	CWU 735-33	1884' FNL 729' FWL	SWNW Sec. 33 T9S R23E
43-047-39682	UTU-0336	CWU 736-33	2050' FNL 2182' FEL	SWNE Sec. 33 T9S R23E
43-047-39924	UTU-0281	CWU 752-10	882' FSL 350' FWL	SWSW Sec. 10 T9S R22E
43-047-39933	UTU-0285-A	CWU 758-25	2075' FNL 534' FEL	SENE Sec. 25 T9S R22E
43-047-39909	UTU-0285-A	CWU 760-25	1990' FNL 2009' FWL	SENW Sec. 25 T9S R22E
43-047-39904	UTU-0282	CWU 763-14	2531' FNL 1649' FEL	SWNE Sec. 14 T9S R22E
43-047-39690	UTU-010956	CWU 935-25	762' FSL 1453' FWL	SESW Sec. 25 T9S R22E
43-047-39654	UTU-0283-A	CWU 1020-15	2110' FSL 1814' FEL	NWSE Sec. 15 T9S R22E
43-047-39594	UTU-0282	CWU 1062-14	1756' FSL 1853' FWL	NESW Sec. 14 T9S R22E
43-047-39912	UTU-0336-A	CWU 1072-28	2165' FSL 534' FWL	NWSW Sec. 28 T9S R23E
43-047-39186	UTU-010956	CWU 1075-25	627' FSL 412' FEL	SESE Sec. 25 T9S R22E
43-047-39689	UTU-010956	CWU 1080-25	460' FSL 1822' FWL	SESW Sec. 25 T9S R22E
43-047-39678	UTU-010956	CWU 1081-25	461' FSL 445' FWL	SWSW Sec. 25 T9S R22E
43-047-39640	UTU-0337	CWU 1126-29	1864' FNL 2171' FWL	SENW Sec. 29 T9S R23E

### **Air Drilling Operations:**

1. Main Air Compressors are 1250 CFM 350 psi with 2000 psi Boosters and are rig mounted.
2. Secondary Air Compressors are 1170 CFM 350 psi with 2000 psi Boosters and are rig mounted.
3. Minimum setting depth of conductor casing will be 60' GL or 10'± into competent formation, whichever is deeper, as determined by the EOG person in charge. Exceptions must be approved by an EOG drilling superintendent or manager.
4. The diameter of the diverter flow line will be a minimum of 10" to help reduce back pressure on the well bore during uncontrolled flow.
5. Rat and Mouse hole drilling will occur only after surface casing has been set and cemented.
6. EOG Resources, Inc. will use a properly maintained and lubricated stripper head.

### **VARIANCE REQUESTS:**

#### **Reference: Onshore Oil and Gas Order No. 1**

#### **Onshore Oil and Gas Order No. 2 – Section E: Special Drilling Operations**

1. EOG Resources, Inc. requests a variance to regulations requiring a straight run blooie line to be 100' in length. (Where possible, a straight run blooie line will be used).
2. EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. To reduce location excavation, the blooie line will be approximately 75' in length.
3. EOG Resources, Inc. requests a variance to regulations, during air drilling operations only, requiring dedusting equipment. Dust during air drilling operations is controlled by water mist.
4. EOG Resources, Inc. requests a variance to regulations, during air drilling operations only, requiring an automatic igniter or continuous pilot light on the blooie line. (Not required on aerated water system).
5. EOG Resources, Inc. requests a variance that compressors are located in the opposite direction from the blooie line a minimum of 100 feet from the well bore. (Air Compressors are rig mounted).

**DIVISION OF OIL, GAS AND MINING**

**SPUDDING INFORMATION**

Name of Company: EOG RESOURCES INC

Well Name: CWU 729-29

Api No: 43-047-39617 Lease Type: FEDERAL

Section 29 Township 09S Range 23E County UINTAH

Drilling Contractor ROCKY MOUNTAIN DRLG RIG # RATHOLE

**SPUDDED:**

Date 11/18/2008

Time 5:30 PM

How DRY

**Drilling will Commence:** \_\_\_\_\_

Reported by JERRY BARNES

Telephone # (435) 828-1720

Date 11/19/08 Signed CHD

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

FORM 6

**ENTITY ACTION FORM**

Operator: EOG RESOURCES Operator Account Number: N 9550  
 Address: 1060 East Highway 40  
city VERNAL  
state UT zip 84078 Phone Number: (435) 781-9145

**Well 1**

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-50005	CHAPITA WELLS UNIT 1350-27		NENW	27	9S	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date			Entity Assignment Effective Date	
<i>AB</i>	99999	<i>13650</i>	11/18/2008			<i>11/25/08</i>	
Comments: <i>PRRV = MESAVERDE</i>							

**Well 2**

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-39617	CHAPITA WELLS UNIT 729-29		SWNE	29	9S	23E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date			Entity Assignment Effective Date	
<i>A</i>	99999	<i>17199</i>	11/18/2008			<i>11/25/08</i>	
Comments: <i>WASATCH</i>							

**Well 3**

API Number	Well Name		QQ	Sec	Twp	Rng	County
43-047-39338	NATURAL BUTTES UNIT 346-05E		NESE	5	10S	21E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date			Entity Assignment Effective Date	
<i>AB</i>	99999	<i>2900</i>	11/19/2008			<i>11/25/08</i>	
Comments: <i>WASATCH/MESAVERDE</i>							

**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)

Mickenzie Thacker

Name (Please Print)

*Mickenzie Thacker*

Signature

Operations Clerk

11/21/2008

Title

Date

(5/2000)

**RECEIVED**

**NOV 24 2008**

DIV. OF OIL, GAS & MINING

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB NO. 1004-0135  
Expires: July 31, 2010

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

5. Lease Serial No.  
UTU0337

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.  
CHAPITA WELLS

8. Well Name and No.  
CHAPITA WELLS UNIT 729-29

9. API Well No.  
43-047-39617

10. Field and Pool, or Exploratory  
NATURAL BUTTES

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

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
EOG RESOURCES, INC.

Contact: MICKENZIE THACKER  
E-Mail: MICKENZIE\_THACKER@EOGRESOURCES.COM

3a. Address  
1060 E. HWY 40  
VERNAL, UT 84078

3b. Phone No. (include area code)  
Ph: 435-781-9145

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
Sec 29 T9S R23E SWNE 2039FNL 1944FEL  
40.00867 N Lat, 109.34825 W Lon

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 Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or 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 referenced well was spud on 11/18/2008.

14. I hereby certify that the foregoing is true and correct.  
**Electronic Submission #64989 verified by the BLM Well Information System For EOG RESOURCES, INC., sent to the Vernal**

Name (Printed/Typed) MICKENZIE THACKER Title OPERATIONS CLERK

Signature *Mickenzie Thacker* Date 11/21/2008

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved By \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

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

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

**\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED**

**RECEIVED**

**NOV 26 2008**

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UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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OMB NO. 1004-0135  
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1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
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<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 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	

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

The referenced well reached TD on 3/4/2009, waiting on completion operations to begin.

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

**Electronic Submission #68188 verified by the BLM Well Information System  
For EOG RESOURCES, INC., sent to the Vernal**

Name (Printed/Typed) MICKENZIE THACKER

Title OPERATIONS CLERK

Signature *Mickenzie Thacker*

Date 03/18/2009

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved By \_\_\_\_\_

Title \_\_\_\_\_

Date \_\_\_\_\_

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

Office \_\_\_\_\_

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**\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\***

**RECEIVED**

**MAR 23 2009**

**DIV. OF OIL, GAS & MINING**

## WELL CHRONOLOGY REPORT

Report Generated On: 03-16-2009

<b>Well Name</b>	CWU 729-29	<b>Well Type</b>	DEVG	<b>Division</b>	DENVER
<b>Field</b>	CHAPITA WELLS	<b>API #</b>	43-047-39617	<b>Well Class</b>	COMP
<b>County, State</b>	UINTAH, UT	<b>Spud Date</b>	03-01-2009	<b>Class Date</b>	
<b>Tax Credit</b>	N	<b>TVD / MD</b>	6,860/ 6,860	<b>Property #</b>	061774
<b>Water Depth</b>	0	<b>Last CSG</b>	4.5	<b>Shoe TVD / MD</b>	6,859/ 6,859
<b>KB / GL Elev</b>	5,212/ 5,199				
<b>Location</b>	Section 29, T9S, R23E, SWNE, 2039 FNL & 1944 FEL				

<b>Event No</b>	1.0	<b>Description</b>	DRILL & COMPLETE		
<b>Operator</b>	EOG RESOURCES, INC	<b>WI %</b>	0.0	<b>NRI %</b>	0.0

**AFE No** 304813      **AFE Total** 1,240,765      **DHC / CWC** 553,365/ 687,400

**Rig Contr** ELENBURG      **Rig Name** ELENBURG #28      **Start Date** 09-11-2007      **Release Date** 03-05-2009

09-11-2007      **Reported By** SHARON CAUDILL

**Daily Costs: Drilling** \$0      **Completion** \$0      **Daily Total** \$0

**Cum Costs: Drilling** \$0      **Completion** \$0      **Well Total** \$0

**MD** 0      **TVD** 0      **Progress** 0      **Days** 0      **MW** 0.0      **Visc** 0.0

**Formation :**      **PBTD : 0.0**      **Perf :**      **PKR Depth : 0.0**

**Activity at Report Time: LOCATION DATA**

Start	End	Hrs	Activity Description
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06:00	06:00	24.0	LOCATION DATA 2039' FNL & 1944' FEL (SW/NE) SECTION 29, T9S, R23E UINTAH COUNTY, UTAH
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LAT 40.008672, LONG 109.348253 (NAD 83)  
LAT 40.008706, LONG 109.347572 (NAD 27)

ELENBURG #28  
OBJECTIVE: 6860' MD/TVD WASATCH  
DW/GAS  
OBJECTIVE: CHAPITA WELLS PROSPECT  
DD&A: NATURAL BUTTES  
NATURAL BUTTES FIELD

LEASE: UTU0337  
ELEVATION: 5198.8' NAT GL, 5199.0' PREP GL (DUE TO ROUNDING PREP GL IS 5199'), 5212' KB (13')

EOG BPO WI 100%, NRI 82.25%  
EOG APO WI 50%, NRI 43.50%

11-18-2008      **Reported By** TERRY CSERE

**DailyCosts: Drilling**      \$45,000                      **Completion**      \$0                      **Daily Total**      \$45,000  
**Cum Costs: Drilling**      \$45,000                      **Completion**      \$0                      **Well Total**      \$45,000  
**MD**              0      **TVD**              0      **Progress**      0      **Days**              0      **MW**              0.0      **Visc**              0.0  
**Formation :**                      **PETD : 0.0**                      **Perf :**                      **PKR Depth : 0.0**

**Activity at Report Time:** BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	START LOCATION.

**11-19-2008      Reported By      TERRY CSERE/ JERRY BARNES**

**DailyCosts: Drilling**      \$0                      **Completion**      \$0                      **Daily Total**      \$0  
**Cum Costs: Drilling**      \$45,000                      **Completion**      \$0                      **Well Total**      \$45,000  
**MD**              60      **TVD**              60      **Progress**      0      **Days**              0      **MW**              0.0      **Visc**              0.0  
**Formation :**                      **PBTD : 0.0**                      **Perf :**                      **PKR Depth : 0.0**

**Activity at Report Time:** SPUD NOTIFICATION/BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	ROCKY MOUNTAIN DRILLING SERVICE SPUD A 20" HOLE ON 11/18/08 @ 5:30 PM. SET 60' OF 14" CONDUCTOR. CEMENT TO SURFACE WITH READY MIX. JERRY BARNES NOTIFIED CAROL DANIELS W/UDOGM AND MICHAEL LEE W/BLM OF THE SPUD 11/18/08 @ 4:30 PM.

LOCATION 15% COMPLETE.

**11-20-2008      Reported By      TERRY CSERE**

**DailyCosts: Drilling**      \$0                      **Completion**      \$0                      **Daily Total**      \$0  
**Cum Costs: Drilling**      \$45,000                      **Completion**      \$0                      **Well Total**      \$45,000  
**MD**              60      **TVD**              60      **Progress**      0      **Days**              0      **MW**              0.0      **Visc**              0.0  
**Formation :**                      **PBTD : 0.0**                      **Perf :**                      **PKR Depth : 0.0**

**Activity at Report Time:** BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION 65% COMPLETE.

**11-21-2008      Reported By      TERRY CSERE**

**DailyCosts: Drilling**      \$0                      **Completion**      \$0                      **Daily Total**      \$0  
**Cum Costs: Drilling**      \$45,000                      **Completion**      \$0                      **Well Total**      \$45,000  
**MD**              60      **TVD**              60      **Progress**      0      **Days**              0      **MW**              0.0      **Visc**              0.0  
**Formation :**                      **PBTD : 0.0**                      **Perf :**                      **PKR Depth : 0.0**

**Activity at Report Time:** BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION 75% COMPLETE.

**11-24-2008      Reported By      TERRY CSERE**

**DailyCosts: Drilling**      \$0                      **Completion**      \$0                      **Daily Total**      \$0  
**Cum Costs: Drilling**      \$45,000                      **Completion**      \$0                      **Well Total**      \$45,000  
**MD**              60      **TVD**              60      **Progress**      0      **Days**              0      **MW**              0.0      **Visc**              0.0  
**Formation :**                      **PBTD : 0.0**                      **Perf :**                      **PKR Depth : 0.0**

**Activity at Report Time:** WO AIR RIG

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION COMPLETE.

12-25-2008      Reported By      DANNY FARNSWORTH

<b>Daily Costs: Drilling</b>	\$286,734	<b>Completion</b>	\$0	<b>Daily Total</b>	\$286,734
<b>Cum Costs: Drilling</b>	\$331,734	<b>Completion</b>	\$0	<b>Well Total</b>	\$331,734

<b>MD</b>	2,293	<b>TVD</b>	2,293	<b>Progress</b>	0	<b>Days</b>	0	<b>MW</b>	0.0	<b>Visc</b>	0.0
<b>Formation :</b>			<b>PBTD : 0.0</b>			<b>Perf :</b>			<b>PKR Depth : 0.0</b>		

Activity at Report Time: WORT

Start	End	Hrs	Activity Description
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06:00      06:00      24.0      MIRU CRAIGS DRILLING RIG #2 ON 12/16/2008. DRILLED 12-1/4" HOLE TO 2280' GL (2293' KB). ENCOUNTERED NO WATER. FLUID DRILLED HOLE FROM 1650'. LOST RETURNS @ 1800'. RAN 53 JTS (2271.43') OF 9-5/8", 36.0#, J-55, ST&C CASING WITH HALLIBURTON GUIDE SHOE AND FLOAT COLLAR. 8 CENTRALIZERS SPACED MIDDLE OF SHOE JOINT AND EVERY COLLAR TILL GONE. LANDED @ 2284' KB. RDMO CRAIGS RIG .

MIRU HALLIBURTON CEMENTERS. HELD SAFETY MEETING. PRESSURE TESTED LINES AND CEMENT VALVE TO 2000 PSIG. PUMPED 176 BBLs FRESH WATER & 20 BBLs GELLED WATER FLUSH AHEAD OF CEMENT. MIXED & PUMPED 200 SX (42 BBLs) OF PREMIUM CEMENT W/2 % CACL2. MIXED CEMENT @ 15.6 PPG W/YIELD OF 1.18 CF/SX. DISPLACED CEMENT W/173 BBLs FRESH WATER. BUMPED PLUG W/470# @ 8: 55 AM, 12/20/2008. CHECKED FLOAT, FLOAT HELD. SHUT-IN CASING VALVE. NO RETURNS.

TOP JOB # 1: MIXED & PUMPED 150 SX (31 BBLs) OF PREMIUM CEMENT W/3% CACL2 MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 70 HRS. RDMO HALLIBURTON CEMENTERS.

TOP JOB # 2: MIRU HALLIBURTON CEMENTERS. MIXED & PUMPED 200 SX (42 BBLs) OF PREMIUM CEMENT W/3% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. HOLE FILLED AND STOOD FULL. RDMO HALLIBURTON CEMENTERS

PREPARED LOCATION FOR ROTARY RIG. WORT. WILL DROP FROM REPORT UNTIL FURTHER ACTIVITY.

CRAIGS RIG #2 TOOK SURVEYS WHILE DRILLING HOLE @ 1380'— 0.5 DEGREE & 2191'—3.0 DEGREE.

CONDUCTOR LEVEL RECORD: PS= 89.9 OPS= 89.9 VDS= 89.9 MS= 89.9.

9 5/8 CASING LEVEL RECORD: PS= 89.9 OPS= 90.0 VDS= 89.9 MS= 90.0

DAN FARNSWORTH EMAILED NOTIFICATION TO BLM OF THE SURFACE CASING & CEMENT JOB ON 12/17/2008 @ 8:45 AM.

03-01-2009      Reported By      DAVID FOREMAN

<b>Daily Costs: Drilling</b>	\$93,850	<b>Completion</b>	\$0	<b>Daily Total</b>	\$93,850
<b>Cum Costs: Drilling</b>	\$425,585	<b>Completion</b>	\$0	<b>Well Total</b>	\$425,585

<b>MD</b>	3,038	<b>TVD</b>	3,038	<b>Progress</b>	745	<b>Days</b>	1	<b>MW</b>	0.0	<b>Visc</b>	0.0
<b>Formation :</b>			<b>PBTD : 0.0</b>			<b>Perf :</b>			<b>PKR Depth : 0.0</b>		

Activity at Report Time: DRILLING @ 3038'

Start	End	Hrs	Activity Description
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09:00      13:00      4.0      SAFETY MEETING W/ HOWCROFT & RIG HANDS MOVE & RIG UP ON NEW LOCATION CWU 729-29 .8 MILES. SET BOP TEST DTO HEAD TO 5000 PSI. W/ FMC LOCK DOWN BOP,CONTINUE RIGGING UP. INSTALL NIGHT CAP ON CWU 728-29 W/ FMC.

13:00 15:30 2.5 NIPPLE UP BOP, FLAIR LINES, FUNCTION TEST BOP.  
RIG ON DAY WORK @ 13:00 HRS, 2/28/09.

15:30 20:30 5.0 RIG UP B&C QUICK TEST,& TEST BOP.PIPE RAMS.BLIND RAMS.ALL KILL LINE VALVES.CHOCK LINE &  
MANIFOLD,HCR,KELLY UPPER & LOWER KELLY VALVES,SAFETY VALVE,DART VALVE,ALL TO 250  
PSI LOW & 5000 PSI HIGH, ANNULAR 250 PSI LOW 2500 HIGH, SURFACE CSG.1500 PSI GOOD TEST.  
WITNESS. JOHN SIDWELL B&C QUICK TEST,

20:30 23:30 3.0 INSTALL WEAR BUSHING, P/U MOTOR M/U BIT TRIP IN W/ BHA & D/P.TAG @ 2275' INSTALL ROTATING  
HEAD.

23:30 00:30 1.0 DRILL CEMENT, FLOAT SHOE & 10' NEW HOLE.

00:30 01:00 0.5 PERFORM FIT - 190 PSI = 11# EMW, RUN WL SURVEY - 2 DEGREES.

01:00 06:00 5.0 DRILL 2293' TO 3038' (745') ROP 149, WOB 20, RPM 45/60, MW 9.4, VIS 32. BOILER 21 HRS.

ACCIDENTS NONE REPORTED.  
FUCTION TEST: CROWN-O-MATIC.  
SAFETY MEETINGS: INSTALL ROTATING RUBBER & INSPECTING DRAW WORKS.  
CREWS FULL.  
FUEL ON HAND: 8168 GALS. USED 587 GALS, (RECD 7000 GAL 2/28/2009)  
FORMATION: MAHOGANY.

06:00 SPUD 7 7/8" HOLE WITH ROTARY TOOL @ 01:00 HRS, ON 3/1/2009.

**03-02-2009**      **Reported By**      DAVID FOREMAN

<b>DailyCosts: Drilling</b>	\$23,875	<b>Completion</b>	\$578	<b>Daily Total</b>	\$24,453
<b>Cum Costs: Drilling</b>	\$449,460	<b>Completion</b>	\$578	<b>Well Total</b>	\$450,038

**MD**      5,394      **TVD**      5,394      **Progress**      2,356      **Days**      2      **MW**      9.3      **Visc**      32.0

**Formation :**      **PBTD : 0.0**      **Perf :**      **PKR Depth : 0.0**

**Activity at Report Time:** DRILLING @ 5394'

Start	End	Hrs	Activity Description
06:00	10:00	4.0	DRILL ROTATE F/ 3038' TO 3627' 589' ROP 147.25' WOB 14/16 RPM 40/50 MUD WT. 9.3 VIS. 33.
10:00	10:30	0.5	SURVEY@ 3548' 1 1/2 DEG.& SERVICE RIG.
10:30	19:00	8.5	DRILL ROTATE F/ 3627' TO 4896' 1269' ROP 149.2' WOB 15/16 RPM 55/60 MUD WT. 9.5 VIS. 35
19:00	20:00	1.0	SURVEY 3.1/2 DEG. @ 4815'
20:00	06:00	10.0	DRILL ROTATE F/ 4896' TO 5394' 498' ROP 49.8' WOB 18/20 RPM 50/55 MUD WT. 9.8 VIS. 37. BOILER 24 HRS.

ACCIDENTS NONE REPORTED  
FUCTION TEST: CROWN-O-MATIC.  
SAFETY MEETINGS: W/O PUMPS, LOCK OUT & TAG  
CREWS FULL.  
FUEL ON HAND: 6208 GALS. USED 1960 GALS,  
FORMATION: BUCK CANYON

**03-03-2009**      **Reported By**      DAVID FOREMAN

<b>DailyCosts: Drilling</b>	\$41,156	<b>Completion</b>	\$0	<b>Daily Total</b>	\$41,156
<b>Cum Costs: Drilling</b>	\$490,616	<b>Completion</b>	\$578	<b>Well Total</b>	\$491,194

MD 6,391 TVD 6,391 Progress 997 Days 3 MW 10.0 Visc 36.0  
 Formation : PBTB : 0.0 Perf : PKR Depth : 0.0

Activity at Report Time: RIG REPAIR (SWIVEL)

Start	End	Hrs	Activity Description
06:00	10:30	4.5	DRILL ROTATE F/ 5394' TO 5802' 408' ROP 90.6 WOB 20/22 RPM 50/55 MUD WT. 9.9 VIS. 35.
10:30	11:00	0.5	SERVICE RIG
11:00	21:30	10.5	DRILL ROTATE F/ 5802' TO 6391' 589' ROP 56.5 WOB 20/22 RPM 55/60 MUD WT. 10.8 VIS. 36
21:30	22:30	1.0	CHECK SWIVEL & CHANGE OIL / CHECK ROTATION / BEARING OUT / SWIVEL VERY HOT.
22:30	23:30	1.0	CIRC. COND. MUD F/ SWIVEL REPAIR. SPOT 100 Bbls. 11.5 MUD ON BOTTOM TO STABILIZE WELL BORE EMW 11. TOP OF PILL @ 5123'.
23:30	03:00	3.5	TRIP OUT TO SHOE TO REPAIR SWIVEL.
03:00	04:00	1.0	CUT DRILL LINE 87 FT.
04:00	06:00	2.0	TEAR DOWN SWIVEL W/O MECHANIC & PARTS. BOILER 24 HRS.

ACCIDENTS NONE REPORTED  
 FUCTION TEST CROWN-O-MATIC.  
 SAFETY MEETINGS: W/O PUMPS, LOCK OUT & TAG  
 CREWS FULL.  
 FUEL ON HAND: 4098 GALS. USED 2110 GALS,  
 FORMATION: NORTH HORN

03-04-2009 Reported By DAVID FOREMAN

Daily Costs: Drilling \$26,269 Completion \$0 Daily Total \$26,269  
 Cum Costs: Drilling \$516,886 Completion \$578 Well Total \$517,464

MD 6,860 TVD 6,860 Progress 469 Days 4 MW 10.8 Visc 39.0  
 Formation : PBTB : 0.0 Perf : PKR Depth : 0.0

Activity at Report Time: PREP TO LD DP

Start	End	Hrs	Activity Description
06:00	14:00	8.0	REPAIR SWIVEL CHG. OUT QUILL, ALL BEARINGS & GEARS.
14:00	14:30	0.5	CIRC. @ 2268' CHECK OUT SWIVEL ALL OK WORKING GOOD.
14:30	17:30	3.0	TRIP IN F/ SHOE, BREAK CIRC. @ 5100' CONTINUE TRIP IN TO 6255'
17:30	18:00	0.5	WASH F/ 6255' TO 6391' BOTTOM 5' FILL.
18:00	04:30	10.5	DRILL ROTATE F/ 6391' TO 6860' 469' ROP 44.6 WOB 20/22 RPM 40/45 MUD WT 10.6, VIS 40. REACHED TD @ 04:30 HRS, 3/4/09.
04:30	06:00	1.5	CIRC CLEAN TO LAY DOWN DP @ 6860' TD.

BOILER 24 HRS.  
 ACCIDENTS NONE REPORTED  
 FUCTION TEST CROWN-O-MATIC.  
 SAFETY MEETINGS: TEAM WORK, HOUSEKEEPING.  
 CREWS FULL.  
 FUEL ON HAND: 3000 GALS. USED 1098 GALS,  
 FORMATION: PRICE RIVER.

03-05-2009 Reported By MATT WILLAMS

Daily Costs: Drilling \$41,868 Completion \$149,915 Daily Total \$191,783  
 Cum Costs: Drilling \$558,755 Completion \$150,493 Well Total \$709,248

MD 0,000 TVD 6,860 Progress 0 Days 5 MW 10.8 Visc 45.0

Formation : PBTB : 0.0 Perf : PKR Depth : 0.0

Activity at Report Time: RDRT/WO COMPLETION

Start	End	Hrs	Activity Description
06:00	07:00	1.0	CIRC.CLEAN, SLUG PIPE, DROP SURVEY.
07:00	12:30	5.5	LAY DOWN DRILL PIPE. START OF LAY DOWN DRILL PIPE @ 07:00, 3/4/09.
12:30	13:30	1.0	RIG UP CALIBER CSG. TO RUN CASING, & SAFETY MEETING W/ ALL PERSONNEL.
13:30	20:30	7.0	RUN CASING 4 1/2 RAN 155 JTS.HCP-110 LTC + 2 MARKER JT. 11.6# HCP-110 LTC & 1 PUP HCP-110 LTC. AS FOLLOWS FLOAT SHOE 1JT.CSG. FLOAT COLLAR 13 JTS.CSG.1 MARKER JT.49 JTS.CSG.1 MARKER JT.93 JTS. CSG.1 PUP JT. DTO HANGER ASS.LANDING JT.FLOAT SHOE @ 6860' FLOAT COLLAR TOP @ 6812' MARKER JT. @ 6261' & @ 4114' CENTRALIZERS, 5 FT. ABOVE SHOE, TOP OF JT.#2 & EVERY 3 TH. JT. TOTAL 15 .TAG @ 6860' LAY DOWN TAG JT. PICK UP HANGER SPACE OUT CIRC. CSG W/ RIG PUMP. RIG DOWN CALIBER CASING. LAND CSG. W/ FULL STRING WT. 74.000, WITNESS BY FMC REP.
20:30	21:30	1.0	CIRC. BOTTOMS UP SAFETY MEETING W/ HALLIBURTON AND RIG UP TO PUMP CEMENT.
21:30	23:30	2.0	TEST LINES 3500 PSI. DROP BOTTOM PLUG PUMP 20 BBLs WATER SPACER & 20 BBLs. MUD FLUSH AHEAD. AND CEMENT 6860' 4 1/2 P-110 11.6# LTC CSG. LEAD 460 SKS. HIGHBOND 75 WITH 4% BENTINITE, 0.3% VERSASET. 15# TURR FIBER IN FIRST 50 BBL MIXED @ 11.5. PPB. YIELD 1.84 FT3/SK H2O 9.86 GAL/SK. TAIL 730 SKS, EXTENDACEM WITH 0.125# POLYFLAKE/SK. @ 13.5 PPG. YIELD 1.47 FT3/SK H2O 6.88 GAL/SK. SHUTDOWN WASH OUT PUMPS & LINES DROP TOP PLUG & DISP. TO FLOAT COLLAR W/ FRESH WATER. 106 BBLs. AVG. DISP. RATE 7 BPM FULL RETURNS THROUGH OUT JOB. DROP PLUG @ 2300 BUMPED PLUG @ 2325 TO 3000 PSI. 1250 PSI. OVER LIFT PRESS. HOLD PRESS. F/2 MINS. 1.5 BBL. BACK, FLOAT HELD. @ 2330 CEMENT IN PLACE. RIG DOWN HALLIBURTON LINES.
23:30	00:30	1.0	WAIT ON CEMENT & CLEAN PITS.
00:30	01:30	1.0	REMOVE CEMENT HEAD & LANDING JT.M/U & LAND PACKOFF TEST 5000 PSI. LOOSEN DTO LOCK DOWN BOLTS W/ FMC.
01:30	05:30	4.0	NIPPLE DOWN BOP & FINISH CLEANING PITS.
05:30	06:00	0.5	RIG DOWN AND PREPARE FOR RIG MOVE.

ACCIDENTS NONE REPORTED.  
 SAFETY MEETING: RUN CSG, NIPPLE DOWN.  
 CREWS FULL.  
 FUEL ON HAND: 2586 GALS. USED 414 GALS, RECEIVED 0 GALS.  
 MUD LOGGER UNMANNED ON LOCATION F/ 2/28/09 = 5 DAYS.  
 CSG POINT COST: \$518,630.  
 END WELL COST : \$669,123.

06:00 RIG RELEASED @ 053:00, 3/05/09.  
 CASING POINT COST \$542,267

03-14-2009 Reported By MCCURDY

Daily Costs: Drilling \$0 Completion \$40,800 Daily Total \$40,800  
 Cum Costs: Drilling \$558,755 Completion \$191,293 Well Total \$750,048

MD 6,860 TVD 6,860 Progress 0 Days 6 MW 0.0 Visc 0.0

Formation : PBTB : 6813.0 Perf : PKR Depth : 0.0

**Activity at Report Time: WO COMPLETION**

<b>Start</b>	<b>End</b>	<b>Hrs</b>	<b>Activity Description</b>
06:00	06:00	24.0	3/9/2009 RU SCHLUMBERGER. LOG WITH RST/CBL/VDL/CCL/GR FROM PBTD TO 1000'. CEMENT TOP450'. RD SCHLUMBERGER.

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UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB NO. 1004-0135  
Expires: July 31, 2010

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

5. Lease Serial No.  
UTU0337

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.  
CHAPITA WELLS UNIT 729-29

9. API Well No.  
43-047-39617

10. Field and Pool, or Exploratory  
NATURAL BUTTES

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

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
EOG RESOURCES, INC. Contact: MICKENZIE THACKER  
E-Mail: MICKENZIE\_THACKER@EOGRESOURCES.COM

3a. Address  
1060 E. HWY 40  
VERNAL, UT 84078

3b. Phone No. (include area code)  
Ph: 453-781-9145

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
Sec 29 T9S R23E SWNE 2039FNL 1944FEL  
40.00867 N Lat, 109.34825 W Lon

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 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	

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

Waiting on completion operations. Please see the attached well chronology.

14. I hereby certify that the foregoing is true and correct.  
**Electronic Submission #69607 verified by the BLM Well Information System  
For EOG RESOURCES, INC., sent to the Vernal**

Name (Printed/Typed) MICKENZIE THACKER Title OPERATIONS CLERK

Signature *Mickenzie Thacker* Date 04/29/2009

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved By \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

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

Office \_\_\_\_\_

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

\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED

**RECEIVED**  
**MAY 04 2009**  
DIV. OF OIL, GAS & MINING

## WELL CHRONOLOGY REPORT

Report Generated On: 04-28-2009

<b>Well Name</b>	CWU 729-29	<b>Well Type</b>	DEVG	<b>Division</b>	DENVER
<b>Field</b>	CHAPITA WELLS	<b>API #</b>	43-047-39617	<b>Well Class</b>	COMP
<b>County, State</b>	UINTAH, UT	<b>Spud Date</b>	03-01-2009	<b>Class Date</b>	
<b>Tax Credit</b>	N	<b>TVD / MD</b>	6,860/ 6,860	<b>Property #</b>	061774
<b>Water Depth</b>	0	<b>Last CSG</b>	4.5	<b>Shoe TVD / MD</b>	6,859/ 6,859
<b>KB / GL Elev</b>	5,212/ 5,199				
<b>Location</b>	Section 29, T9S, R23E, SWNE, 2039 FNL & 1944 FEL				

<b>Event No</b>	1.0	<b>Description</b>	DRILL & COMPLETE		
<b>Operator</b>	EOG RESOURCES, INC	<b>WI %</b>	100.0	<b>NRI %</b>	82.25

<b>AFE No</b>	304813	<b>AFE Total</b>	1,240,765	<b>DHC / CWC</b>	553,365/ 687,400						
<b>Rig Contr</b>	ELENBURG	<b>Rig Name</b>	ELENBURG #28	<b>Start Date</b>	09-11-2007	<b>Release Date</b>	03-05-2009				
<b>09-11-2007</b>	<b>Reported By</b>	SHARON CAUDILL									
<b>Daily Costs: Drilling</b>	\$0	<b>Completion</b>	\$0	<b>Daily Total</b>	\$0						
<b>Cum Costs: Drilling</b>	\$0	<b>Completion</b>	\$0	<b>Well Total</b>	\$0						
<b>MD</b>	0	<b>TVD</b>	0	<b>Progress</b>	0	<b>Days</b>	0	<b>MW</b>	0.0	<b>Visc</b>	0.0
<b>Formation :</b>	<b>PBTD : 0.0</b>		<b>Perf :</b>		<b>PKR Depth : 0.0</b>						

Activity at Report Time: LOCATION DATA

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION DATA
			2039' FNL & 1944' FEL (SW/NE)
			SECTION 29, T9S, R23E
			UINTAH COUNTY, UTAH
			LAT 40.008672, LONG 109.348253 (NAD 83)
			LAT 40.008706, LONG 109.347572 (NAD 27)
			ELENBURG #28
			OBJECTIVE: 6860' MD/TVD WASATCH
			DW/GAS
			OBJECTIVE: CHAPITA WELLS PROSPECT
			DD&A: NATURAL BUTTES
			NATURAL BUTTES FIELD
			LEASE: UTU0337
			ELEVATION: 5198.8' NAT GL, 5199.0' PREP GL (DUE TO ROUNDING PREP GL IS 5199'), 5212' KB (13')
			EOG BPO WI 100%, NRI 82.25%
			EOG APO WI 50%, NRI 43.50%

11-18-2008      Reported By      TERRY CSERE

**DailyCosts: Drilling**      \$45,000                      **Completion**      \$0                      **Daily Total**      \$45,000  
**Cum Costs: Drilling**      \$45,000                      **Completion**      \$0                      **Well Total**      \$45,000  
**MD**                      0      **TVD**                      0      **Progress**              0      **Days**                      0      **MW**                      0.0      **Visc**                      0.0  
**Formation :**                      **PBTD : 0.0**                      **Perf :**                      **PKR Depth : 0.0**

**Activity at Report Time:** BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	START LOCATION.

**11-19-2008**      **Reported By**      TERRY CSERE/ JERRY BARNES

**DailyCosts: Drilling**      \$0                      **Completion**      \$0                      **Daily Total**      \$0  
**Cum Costs: Drilling**      \$45,000                      **Completion**      \$0                      **Well Total**      \$45,000  
**MD**                      60      **TVD**                      60      **Progress**              0      **Days**                      0      **MW**                      0.0      **Visc**                      0.0  
**Formation :**                      **PBTD : 0.0**                      **Perf :**                      **PKR Depth : 0.0**

**Activity at Report Time:** SPUD NOTIFICATION/BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	ROCKY MOUNTAIN DRILLING SERVICE SPUD A 20" HOLE ON 11/18/08 @ 5:30 PM. SET 60' OF 14" CONDUCTOR. CEMENT TO SURFACE WITH READY MIX. JERRY BARNES NOTIFIED CAROL DANIELS W/UDOGM AND MICHAEL LEE W/BLM OF THE SPUD 11/18/08 @ 4:30 PM.

LOCATION 15% COMPLETE.

**11-20-2008**      **Reported By**      TERRY CSERE

**DailyCosts: Drilling**      \$0                      **Completion**      \$0                      **Daily Total**      \$0  
**Cum Costs: Drilling**      \$45,000                      **Completion**      \$0                      **Well Total**      \$45,000  
**MD**                      60      **TVD**                      60      **Progress**              0      **Days**                      0      **MW**                      0.0      **Visc**                      0.0  
**Formation :**                      **PBTD : 0.0**                      **Perf :**                      **PKR Depth : 0.0**

**Activity at Report Time:** BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION 65% COMPLETE.

**11-21-2008**      **Reported By**      TERRY CSERE

**DailyCosts: Drilling**      \$0                      **Completion**      \$0                      **Daily Total**      \$0  
**Cum Costs: Drilling**      \$45,000                      **Completion**      \$0                      **Well Total**      \$45,000  
**MD**                      60      **TVD**                      60      **Progress**              0      **Days**                      0      **MW**                      0.0      **Visc**                      0.0  
**Formation :**                      **PBTD : 0.0**                      **Perf :**                      **PKR Depth : 0.0**

**Activity at Report Time:** BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION 75% COMPLETE.

**11-24-2008**      **Reported By**      TERRY CSERE

**DailyCosts: Drilling**      \$0                      **Completion**      \$0                      **Daily Total**      \$0  
**Cum Costs: Drilling**      \$45,000                      **Completion**      \$0                      **Well Total**      \$45,000  
**MD**                      60      **TVD**                      60      **Progress**              0      **Days**                      0      **MW**                      0.0      **Visc**                      0.0  
**Formation :**                      **PBTD : 0.0**                      **Perf :**                      **PKR Depth : 0.0**

**Activity at Report Time:** WO AIR RIG

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION COMPLETE.

12-25-2008 Reported By DANNY FARNSWORTH

<b>Daily Costs: Drilling</b>	\$286,734	<b>Completion</b>	\$0	<b>Daily Total</b>	\$286,734
<b>Cum Costs: Drilling</b>	\$331,734	<b>Completion</b>	\$0	<b>Well Total</b>	\$331,734

<b>MD</b>	2,293	<b>TVD</b>	2,293	<b>Progress</b>	0	<b>Days</b>	0	<b>MW</b>	0.0	<b>Visc</b>	0.0
<b>Formation :</b>			<b>PBTD : 0.0</b>			<b>Perf :</b>			<b>PKR Depth : 0.0</b>		

Activity at Report Time: WORT

Start	End	Hrs	Activity Description
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06:00 06:00 24.0 MIRU CRAIGS DRILLING RIG #2 ON 12/16/2008. DRILLED 12-1/4" HOLE TO 2280' GL (2293' KB). ENCOUNTERED NO WATER. FLUID DRILLED HOLE FROM 1650'. LOST RETURNS @ 1800'. RAN 53 JTS (2271.43') OF 9-5/8", 36.0#, J-55, ST&C CASING WITH HALLIBURTON GUIDE SHOE AND FLOAT COLLAR. 8 CENTRALIZERS SPACED MIDDLE OF SHOE JOINT AND EVERY COLLAR TILL GONE. LANDED @ 2284' KB. RDMO CRAIGS RIG .

MIRU HALLIBURTON CEMENTERS. HELD SAFETY MEETING. PRESSURE TESTED LINES AND CEMENT VALVE TO 2000 PSIG. PUMPED 176 BBLs FRESH WATER & 20 BBLs GELLED WATER FLUSH AHEAD OF CEMENT. MIXED & PUMPED 200 SX (42 BBLs) OF PREMIUM CEMENT W/2 % CACL2. MIXED CEMENT @ 15.6 PPG W/YIELD OF 1.18 CF/SX. DISPLACED CEMENT W/173 BBLs FRESH WATER. BUMPED PLUG W/470# @ 8:55 AM, 12/20/2008. CHECKED FLOAT, FLOAT HELD. SHUT-IN CASING VALVE. NO RETURNS.

TOP JOB # 1: MIXED & PUMPED 150 SX (31 BBLs) OF PREMIUM CEMENT W/3% CACL2 MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 70 HRS. RDMO HALLIBURTON CEMENTERS.

TOP JOB # 2: MIRU HALLIBURTON CEMENTERS. MIXED & PUMPED 200 SX (42 BBLs) OF PREMIUM CEMENT W/3% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. HOLE FILLED AND STOOD FULL. RDMO HALLIBURTON CEMENTERS

PREPARED LOCATION FOR ROTARY RIG. WORT. WILL DROP FROM REPORT UNTIL FURTHER ACTIVITY.

CRAIGS RIG #2 TOOK SURVEYS WHILE DRILLING HOLE @ 1380'— 0.5 DEGREE & 2191'—3.0 DEGREE.

CONDUCTOR LEVEL RECORD: PS= 89.9 OPS= 89.9 VDS= 89.9 MS= 89.9.

9 5/8 CASING LEVEL RECORD: PS= 89.9 OPS= 90.0 VDS= 89.9 MS= 90.0

DAN FARNSWORTH EMAILED NOTIFICATION TO BLM OF THE SURFACE CASING & CEMENT JOB ON 12/17/2008 @ 8:45 AM.

03-01-2009 Reported By DAVID FOREMAN

<b>Daily Costs: Drilling</b>	\$93,850	<b>Completion</b>	\$0	<b>Daily Total</b>	\$93,850
<b>Cum Costs: Drilling</b>	\$425,585	<b>Completion</b>	\$0	<b>Well Total</b>	\$425,585

<b>MD</b>	3,038	<b>TVD</b>	3,038	<b>Progress</b>	745	<b>Days</b>	1	<b>MW</b>	0.0	<b>Visc</b>	0.0
<b>Formation :</b>			<b>PBTD : 0.0</b>			<b>Perf :</b>			<b>PKR Depth : 0.0</b>		

Activity at Report Time: DRILLING @ 3038'

Start	End	Hrs	Activity Description
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09:00 13:00 4.0 SAFETY MEETING W/ HOWCROFT & RIG HANDS MOVE & RIG UP ON NEW LOCATION CWU 729-29 .8 MILES. SET BOP TEST DTO HEAD TO 5000 PSI. W/ FMC LOCK DOWN BOP,CONTINUE RIGGING UP. INSTALL NIGHT CAP ON CWU 728-29 W/ FMC.

13:00 15:30 2.5 NIPPLE UP BOP, FLAIR LINES, FUNCTION TEST BOP.  
RIG ON DAY WORK @ 13:00 HRS, 2/28/09.

15:30 20:30 5.0 RIG UP B&C QUICK TEST,& TEST BOP.PIPE RAMS,BLIND RAMS,ALL KILL LINE VALVES,CHOCK LINE & MANIFOLD,HCR,KELLY UPPER & LOWER KELLY VALVES,SAFETY VALVE,DART VALVE,ALL TO 250 PSI LOW & 5000 PSI HIGH, ANNULAR 250 PSI LOW 2500 HIGH, SURFACE CSG.1500 PSI GOOD TEST.  
WITNESS. JOHN SIDWELL B&C QUICK TEST,

20:30 23:30 3.0 INSTALL WEAR BUSHING, P/U MOTOR M/U BIT TRIP IN W/ BHA & D/P.TAG @ 2275' INSTALL ROTATING HEAD.

23:30 00:30 1.0 DRILL CEMENT, FLOAT SHOE & 10' NEW HOLE.

00:30 01:00 0.5 PERFORM FIT -- 190 PSI = 11# EMW, RUN WL SURVEY -- 2 DEGREES.

01:00 06:00 5.0 DRILL 2293' TO 3038' (745') ROP 149, WOB 20, RPM 45/60, MW 9.4, VIS 32. BOILER 21 HRS.

ACCIDENTS NONE REPORTED.  
FUCTION TEST: CROWN-O-MATIC.  
SAFETY MEETINGS: INSTALL ROTATING RUBBER & INSPECTING DRAW WORKS.  
CREWS FULL.  
FUEL ON HAND: 8168 GALS. USED 587 GALS, (RECD 7000 GAL 2/28/2009)  
FORMATION: MAHOGANY.

06:00 SPUD 7 7/8" HOLE WITH ROTARY TOOL @ 01:00 HRS, ON 3/1/2009.

<b>03-02-2009</b>		<b>Reported By</b>	DAVID FOREMAN								
<b>Daily Costs: Drilling</b>	\$23,875	<b>Completion</b>	\$578	<b>Daily Total</b>	\$24,453						
<b>Cum Costs: Drilling</b>	\$449,460	<b>Completion</b>	\$578	<b>Well Total</b>	\$450,038						
<b>MD</b>	5,394	<b>TVD</b>	5,394	<b>Progress</b>	2,356	<b>Days</b>	2	<b>MW</b>	9.3	<b>Visc</b>	32.0
<b>Formation :</b>	<b>PBTD : 0.0</b>		<b>Perf :</b>	<b>PKR Depth : 0.0</b>							

Activity at Report Time: DRILLING @ 5394'

Start	End	Hrs	Activity Description
06:00	10:00	4.0	DRILL ROTATE F/ 3038' TO 3627' 589' ROP 147.25' WOB 14/16 RPM 40/50 MUD WT. 9.3 VIS. 33.
10:00	10:30	0.5	SURVEY@ 3548' 1 1/2 DEG.& SERVICE RIG.
10:30	19:00	8.5	DRILL ROTATE F/ 3627' TO 4896' 1269' ROP 149.2' WOB 15/16 RPM 55/60 MUD WT. 9.5 VIS. 35
19:00	20:00	1.0	SURVEY 3.1/2 DEG. @ 4815'
20:00	06:00	10.0	DRILL ROTATE F/ 4896' TO 5394' 498' ROP 49.8' WOB 18/20 RPM 50/55 MUD WT. 9.8 VIS. 37. BOILER 24 HRS.

ACCIDENTS NONE REPORTED  
FUCTION TEST: CROWN-O-MATIC.  
SAFETY MEETINGS: W/O PUMPS, LOCK OUT & TAG  
CREWS FULL.  
FUEL ON HAND: 6208 GALS. USED 1960 GALS,  
FORMATION: BUCK CANYON

<b>03-03-2009</b>		<b>Reported By</b>	DAVID FOREMAN						
<b>Daily Costs: Drilling</b>	\$41,156	<b>Completion</b>	\$0	<b>Daily Total</b>	\$41,156				
<b>Cum Costs: Drilling</b>	\$490,616	<b>Completion</b>	\$578	<b>Well Total</b>	\$491,194				

**MD** 6,391 **TVD** 6,391 **Progress** 997 **Days** 3 **MW** 10.0 **Visc** 36.0  
**Formation :** **PBTD : 0.0** **Perf :** **PKR Depth : 0.0**

**Activity at Report Time:** RIG REPAIR (SWIVEL)

Start	End	Hrs	Activity Description
06:00	10:30	4.5	DRILL ROTATE F/ 5394' TO 5802' 408' ROP 90.6 WOB 20/22 RPM 50/55 MUD WT. 9.9 VISC. 35.
10:30	11:00	0.5	SERVICE RIG
11:00	21:30	10.5	DRILL ROTATE F/ 5802' TO 6391' 589' ROP 56.5 WOB 20/22 RPM 55/60 MUD WT. 10.8 VISC. 36
21:30	22:30	1.0	CHECK SWIVEL & CHANGE OIL / CHECK ROTATION / BEARING OUT / SWIVEL VERY HOT.
22:30	23:30	1.0	CIRC. COND. MUD F/ SWIVEL REPAIR. SPOT 100 Bbls. 11.5 MUD ON BOTTOM TO STABILIZE WELL BORE EMW 11. TOP OF PILL @ 5123'.
23:30	03:00	3.5	TRIP OUT TO SHOE TO REPAIR SWIVEL.
03:00	04:00	1.0	CUT DRILL LINE 87 FT.
04:00	06:00	2.0	TEAR DOWN SWIVEL W/O MECHANIC & PARTS. BOILER 24 HRS.

ACCIDENTS NONE REPORTED  
 FUCTION TEST CROWN-O-MATIC.  
 SAFETY MEETINGS: W/O PUMPS, LOCK OUT & TAG  
 CREWS FULL.  
 FUEL ON HAND: 4098 GALS. USED 2110 GALS,  
 FORMATION: NORTH HORN

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<b>03-04-2009</b>	<b>Reported By</b>	DAVID FOREMAN
<b>Daily Costs: Drilling</b>	\$26,269	<b>Completion</b> \$0
<b>Daily Total</b>		\$26,269
<b>Cum Costs: Drilling</b>	\$516,886	<b>Completion</b> \$578
<b>Well Total</b>		\$517,464

**MD** 6,860 **TVD** 6,860 **Progress** 469 **Days** 4 **MW** 10.8 **Visc** 39.0  
**Formation :** **PBTD : 0.0** **Perf :** **PKR Depth : 0.0**

**Activity at Report Time:** PREP TO LD DP

Start	End	Hrs	Activity Description
06:00	14:00	8.0	REPAIR SWIVEL CHG. OUT QUILL, ALL BEARINGS & GEARS.
14:00	14:30	0.5	CIRC. @ 2268' CHECK OUT SWIVEL ALL OK WORKING GOOD.
14:30	17:30	3.0	TRIP IN F/ SHOE, BREAK CIRC. @ 5100' CONTINUE TRIP IN TO 6255'
17:30	18:00	0.5	WASH F/ 6255' TO 6391' BOTTOM 5' FILL.
18:00	04:30	10.5	DRILL ROTATE F/ 6391' TO 6860' 469' ROP 44.6 WOB 20/22 RPM 40/45 MUD WT 10.6, VISC 40. REACHED TD @ 04:30 HRS, 3/4/09.
04:30	06:00	1.5	CIRC CLEAN TO LAY DOWN DP @ 6860' TD.

BOILER 24 HRS.  
 ACCIDENTS NONE REPORTED  
 FUCTION TEST CROWN-O-MATIC.  
 SAFETY MEETINGS: TEAM WORK, HOUSEKEEPING.  
 CREWS FULL.  
 FUEL ON HAND: 3000 GALS. USED 1098 GALS,  
 FORMATION: PRICE RIVER.

03-05-2009 Reported By MATT WILLAMS

DailyCosts: Drilling \$41,868 Completion \$149,915 Daily Total \$191,783

Cum Costs: Drilling \$558,755 Completion \$150,493 Well Total \$709,248

MD 6,860 TVD 6,860 Progress 0 Days 5 MW 10.8 Visc 45.0

Formation : PBTBTD : 0.0 Perf : PKR Depth : 0.0

Activity at Report Time: RDRT/WO COMPLETION

Start End Hrs Activity Description

06:00 07:00 1.0 CIRC.CLEAN, SLUG PIPE, DROP SURVEY.  
 07:00 12:30 5.5 LAY DOWN DRILL PIPE. START OF LAY DOWN DRILL PIPE @ 07:00, 3/4/09.  
 12:30 13:30 1.0 RIG UP CALIBER CSG. TO RUN CASING, & SAFETY MEETING W/ ALL PERSONNEL.  
 13:30 20:30 7.0 RUN CASING 4 1/2 RAN 155 JTS.HCP-110 LTC + 2 MARKER JT. 11.6# HCP-110 LTC & 1 PUP HCP-110 LTC. AS FOLLOWS FLOAT SHOE 1JT.CSG. FLOAT COLLAR 13 JTS.CSG.1 MARKER JT.49 JTS.CSG.1 MARKER JT.93 JTS. CSG.1 PUP JT. DTO HANGER ASS.LANDING JT.FLOAT SHOE @ 6860' FLOAT COLLAR TOP @ 6812' MARKER JT. @ 6261'.& @ 4114' CENTRALIZERS, 5 FT. ABOVE SHOE, TOP OF JT.#2 & EVERY 3 TH. JT. TOTAL 15 .TAG @ 6860' LAY DOWN TAG JT. PICK UP HANGER SPACE OUT CIRC. CSG W/ RIG PUMP. RIG DOWN CALIBER CASING. LAND CSG. W/ FULL STRING WT. 74.000, WITNESS BY FMC REP.  
 20:30 21:30 1.0 CIRC. BOTTOMS UP SAFETY MEETING W/ HALLIBURTON AND RIG UP TO PUMP CEMENT.  
 21:30 23:30 2.0 TEST LINES 3500 PSI. DROP BOTTOM PLUG PUMP 20 BBLS WATER SPACER & 20 BBLS. MUD FLUSH AHEAD. AND CEMENT 6860' 4 1/2 P-110 11.6# LTC CSG. LEAD 460 SKS. HIGHBOND 75 WITH 4% BENTINITE,0.3% VERSASET.15# TURR FIBER IN FIRST 50 BBL MIXED @ 11.5. PPB. YIELD 1.84 FT3/SK H2O 9.86 GAL/SK. TAIL 730 SKS, EXTENDACEM WITH 0.125# POLYFLAKE/SK.@ 13.5 PPG. YIELD 1.47 FT3/SK H2O 6.88 GAL/SK. SHUTDOWN WASH OUT PUMPS & LINES DROP TOP PLUG & DISP. TO FLOAT COLLAR W/ FRESH WATER. 106 BBLS. AVG. DISP. RATE 7 BPM FULL RETURNS THROUGH OUT JOB. DROP PLUG @ 2300 BUMPED PLUG @ 2325 TO 3000 PSI.1250 PSI. OVER LIFT PRESS. HOLD PRESS.F/2 MINS.1.5 BBL. BACK, FLOAT HELD.@ 2330 CEMENT IN PLACE. RIG DOWN HALLIBURTON LINES.  
 23:30 00:30 1.0 WAIT ON CEMENT & CLEAN PITS.  
 00:30 01:30 1.0 REMOVE CEMENT HEAD & LANDING JT.M/U & LAND PACKOFF TEST 5000 PSI. LOOSEN DTO LOCK DOWN BOLTS W/ FMC.  
 01:30 05:30 4.0 NIPPLE DOWN BOP & FINISH CLEANING PITS.  
 05:30 06:00 0.5 RIG DOWN AND PREPARE FOR RIG MOVE.

ACCIDENTS NONE REPORTED.  
 SAFETY MEETING: RUN CSG, NIPPLE DOWN.  
 CREWS FULL.  
 FUEL ON HAND: 2586 GALS. USED 414 GALS, RECEIVED 0 GALS.  
 MUD LOGGER UNMANNED ON LOCATION F/ 2/28/09 = 5 DAYS.  
 CSG POINT COST: \$518,630.  
 END WELL COST : \$669,123.

06:00 RIG RELEASED @ 053:00, 3/05/09.  
 CASING POINT COST \$542,267

03-14-2009 Reported By MCCURDY

DailyCosts: Drilling \$0 Completion \$40,800 Daily Total \$40,800

Cum Costs: Drilling \$558,755 Completion \$191,293 Well Total \$750,048

MD 6,860 TVD 6,860 Progress 0 Days 6 MW 0.0 Visc 0.0

Formation : PBTBTD : 6813.0 Perf : PKR Depth : 0.0

**Activity at Report Time: WO COMPLETION**

<b>Start</b>	<b>End</b>	<b>Hrs</b>	<b>Activity Description</b>
06:00	06:00	24.0	3/9/2009 RU SCHLUMBERGER. LOG WITH RST/CBL/VDL/CCL/GR FROM PBTD TO 1000'. CEMENT TOP450'. RD SCHLUMBERGER.

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<p><b>STATE OF UTAH</b>                  DEPARTMENT OF NATURAL RESOURCES                  DIVISION OF OIL, GAS, AND MINING</p>	<p><b>FORM 9</b></p>
<p><b>SUNDRY NOTICES AND REPORTS ON WELLS</b></p> <p>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.</p>	<p><b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b>                  UTU0337</p>
<p><b>1. TYPE OF WELL</b>                  Gas Well</p>	<p><b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b></p>
<p><b>2. NAME OF OPERATOR:</b>                  EOG Resources, Inc.</p>	<p><b>7. UNIT or CA AGREEMENT NAME:</b>                  CHAPITA WELLS</p>
<p><b>3. ADDRESS OF OPERATOR:</b>                  1060 East Highway 40 , Vernal, UT, 84078</p>	<p><b>8. WELL NAME and NUMBER:</b>                  CWU 729-29</p>
<p><b>4. LOCATION OF WELL</b>                  FOOTAGES AT SURFACE:                  2039 FNL 1944 FEL  <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b>                  Qtr/Qtr: SWNE Section: 29 Township: 09.0S Range: 23.0E Meridian: S</p>	<p><b>9. API NUMBER:</b>                  43047396170000</p>
<p><b>PHONE NUMBER:</b>                  435 781-9111 Ext</p>	<p><b>9. FIELD and POOL or WILDCAT:</b>                  NATURAL BUTTES</p>
	<p><b>COUNTY:</b>                  UINTAH</p>
	<p><b>STATE:</b>                  UTAH</p>

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start:	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> CASING REPAIR
<input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> CHANGE WELL NAME
<input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> CONVERT WELL TYPE
<input checked="" type="checkbox"/> <b>DRILLING REPORT</b> Report Date: 5/29/2009	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> NEW CONSTRUCTION
	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> PLUG BACK
	<input type="checkbox"/> PRODUCTION START OR RESUME	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION
	<input type="checkbox"/> REPERFORATE CURRENT FORMATION	<input type="checkbox"/> SIDETRACK TO REPAIR WELL	<input type="checkbox"/> TEMPORARY ABANDON
	<input type="checkbox"/> TUBING REPAIR	<input type="checkbox"/> VENT OR FLARE	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> WATER SHUTOFF	<input type="checkbox"/> SI TA STATUS EXTENSION	<input type="checkbox"/> APD EXTENSION
	<input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> OTHER	OTHER:

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

Completion operations are scheduled to begin on or about 6/9/2009.

**Accepted by the**  
**Utah Division of**  
**Oil, Gas and Mining**  
**FOR RECORD ONLY**  
 June 01, 2009

<p><b>NAME (PLEASE PRINT)</b>                  Kaylene Gardner</p>	<p><b>PHONE NUMBER</b>                  435 781-9111</p>	<p><b>TITLE</b>                  Regulatory Administrator</p>
<p><b>SIGNATURE</b>                  N/A</p>	<p><b>DATE</b>                  5/29/2009</p>	

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	<b>FORM 9</b>
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>  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.	<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU0337
	<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>  7. <b>UNIT or CA AGREEMENT NAME:</b> CHAPITA WELLS
<b>1. TYPE OF WELL</b> Gas Well	<b>8. WELL NAME and NUMBER:</b> CWU 729-29
<b>2. NAME OF OPERATOR:</b> EOG Resources, Inc.	<b>9. API NUMBER:</b> 43047396170000
<b>3. ADDRESS OF OPERATOR:</b> 1060 East Highway 40 , Vernal, UT, 84078	<b>PHONE NUMBER:</b> 435 781-9111 Ext
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 2039 FNL 1944 FEL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: SWNE Section: 29 Township: 09.0S Range: 23.0E Meridian: S	<b>9. FIELD and POOL or WILDCAT:</b> NATURAL BUTTES  <b>COUNTY:</b> UINTAH  <b>STATE:</b> UTAH

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start:	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> CASING REPAIR
<input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> CHANGE WELL NAME
<input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> CONVERT WELL TYPE
<input checked="" type="checkbox"/> <b>DRILLING REPORT</b> Report Date: 6/22/2009	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> NEW CONSTRUCTION
	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> PLUG BACK
	<input checked="" type="checkbox"/> <b>PRODUCTION START OR RESUME</b>	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION
	<input type="checkbox"/> REPERFORATE CURRENT FORMATION	<input type="checkbox"/> SIDETRACK TO REPAIR WELL	<input type="checkbox"/> TEMPORARY ABANDON
	<input type="checkbox"/> TUBING REPAIR	<input type="checkbox"/> VENT OR FLARE	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> WATER SHUTOFF	<input type="checkbox"/> SI TA STATUS EXTENSION	<input type="checkbox"/> APD EXTENSION
	<input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> OTHER	OTHER:

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

The referenced well was turned to sales on 6/22/2009. Please see the attached operations summary report for drilling and completion operations performed on the subject well.

**Accepted by the**  
**Utah Division of**  
**Oil, Gas and Mining**  
**FOR RECORD ONLY**  
 June 29, 2009

<b>NAME (PLEASE PRINT)</b> Mickenzie Thacker	<b>PHONE NUMBER</b> 435 781-9145	<b>TITLE</b> Operations Clerk
<b>SIGNATURE</b> N/A	<b>DATE</b> 6/26/2009	

# WELL CHRONOLOGY REPORT

Report Generated On: 06-26-2009

<b>Well Name</b>	CWU 729-29	<b>Well Type</b>	DEVG	<b>Division</b>	DENVER
<b>Field</b>	CHAPITA WELLS	<b>API #</b>	43-047-39617	<b>Well Class</b>	1SA
<b>County, State</b>	UINTAH, UT	<b>Spud Date</b>	03-01-2009	<b>Class Date</b>	06-22-2009
<b>Tax Credit</b>	N	<b>TVD / MD</b>	6,860/ 6,860	<b>Property #</b>	061774
<b>Water Depth</b>	0	<b>Last CSG</b>	2.375	<b>Shoe TVD / MD</b>	0/ 0
<b>KB / GL Elev</b>	5,212/ 5,199				
<b>Location</b>	Section 29, T9S, R23E, SWNE, 2039 FNL & 1944 FEL				

<b>Event No</b>	1.0	<b>Description</b>	DRILL & COMPLETE		
<b>Operator</b>	EOG RESOURCES, INC	<b>WI %</b>	100.0	<b>NRI %</b>	82.25

<b>AFE No</b>	304813	<b>AFE Total</b>	1,240,765	<b>DHC / CWC</b>	553,365/ 687,400
<b>Rig Contr</b>	ELENBURG	<b>Rig Name</b>	ELENBURG #28	<b>Start Date</b>	09-11-2007
<b>09-11-2007</b>	<b>Reported By</b>	SHARON CAUDILL			
<b>Daily Costs: Drilling</b>	\$0	<b>Completion</b>	\$0	<b>Daily Total</b>	\$0
<b>Cum Costs: Drilling</b>	\$0	<b>Completion</b>	\$0	<b>Well Total</b>	\$0
<b>MD</b>	0	<b>TVD</b>	0	<b>Progress</b>	0
<b>Days</b>	0	<b>MW</b>	0.0	<b>Visc</b>	0.0
<b>Formation :</b>	<b>PBTD : 0.0</b>		<b>Perf :</b>	<b>PKR Depth : 0.0</b>	

Activity at Report Time: LOCATION DATA

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION DATA
			2039' FNL & 1944' FEL (SW/NE)
			SECTION 29, T9S, R23E
			UINTAH COUNTY, UTAH
			LAT 40.008672, LONG 109.348253 (NAD 83)
			LAT 40.008706, LONG 109.347572 (NAD 27)
			ELENBURG #28
			OBJECTIVE: 6860' MD/TVD WASATCH
			DW/GAS
			OBJECTIVE: CHAPITA WELLS PROSPECT
			DD&A: NATURAL BUTTES
			NATURAL BUTTES FIELD
			LEASE: UTU0337
			ELEVATION: 5198.8' NAT GL, 5199.0' PREP GL (DUE TO ROUNDING PREP GL IS 5199'), 5212' KB (13')
			EOG BPO WI 100%, NRI 82.25%
			EOG APO WI 50%, NRI 43.50%

11-18-2008      Reported By      TERRY CSERE

**DailyCosts: Drilling** \$45,000 **Completion** \$0 **Daily Total** \$45,000  
**Cum Costs: Drilling** \$45,000 **Completion** \$0 **Well Total** \$45,000  
**MD** 0 **TVD** 0 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0  
**Formation :** **PBTD : 0.0** **Perf :** **PKR Depth : 0.0**

**Activity at Report Time:** BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	START LOCATION.

**11-19-2008** **Reported By** TERRY CSERE/ JERRY BARNES

**DailyCosts: Drilling** \$0 **Completion** \$0 **Daily Total** \$0  
**Cum Costs: Drilling** \$45,000 **Completion** \$0 **Well Total** \$45,000  
**MD** 60 **TVD** 60 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0  
**Formation :** **PBTD : 0.0** **Perf :** **PKR Depth : 0.0**

**Activity at Report Time:** SPUD NOTIFICATION/BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	ROCKY MOUNTAIN DRILLING SERVICE SPUD A 20" HOLE ON 11/18/08 @ 5:30 PM. SET 60" OF 14" CONDUCTOR. CEMENT TO SURFACE WITH READY MIX. JERRY BARNES NOTIFIED CAROL DANIELS W/UDOGM AND MICHAEL LEE W/BLM OF THE SPUD 11/18/08 @ 4:30 PM.

LOCATION 15% COMPLETE.

**11-20-2008** **Reported By** TERRY CSERE

**DailyCosts: Drilling** \$0 **Completion** \$0 **Daily Total** \$0  
**Cum Costs: Drilling** \$45,000 **Completion** \$0 **Well Total** \$45,000  
**MD** 60 **TVD** 60 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0  
**Formation :** **PBTD : 0.0** **Perf :** **PKR Depth : 0.0**

**Activity at Report Time:** BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION 65% COMPLETE.

**11-21-2008** **Reported By** TERRY CSERE

**DailyCosts: Drilling** \$0 **Completion** \$0 **Daily Total** \$0  
**Cum Costs: Drilling** \$45,000 **Completion** \$0 **Well Total** \$45,000  
**MD** 60 **TVD** 60 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0  
**Formation :** **PBTD : 0.0** **Perf :** **PKR Depth : 0.0**

**Activity at Report Time:** BUILD LOCATION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION 75% COMPLETE.

**11-24-2008** **Reported By** TERRY CSERE

**DailyCosts: Drilling** \$0 **Completion** \$0 **Daily Total** \$0  
**Cum Costs: Drilling** \$45,000 **Completion** \$0 **Well Total** \$45,000  
**MD** 60 **TVD** 60 **Progress** 0 **Days** 0 **MW** 0.0 **Visc** 0.0  
**Formation :** **PBTD : 0.0** **Perf :** **PKR Depth : 0.0**

**Activity at Report Time:** WO AIR RIG

Start	End	Hrs	Activity Description
06:00	06:00	24.0	LOCATION COMPLETE.

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<b>12-25-2008</b>	<b>Reported By</b>	DANNY FARNSWORTH									
<b>Daily Costs: Drilling</b>	\$286,734	<b>Completion</b>	\$0	<b>Daily Total</b>	\$286,734						
<b>Cum Costs: Drilling</b>	\$331,734	<b>Completion</b>	\$0	<b>Well Total</b>	\$331,734						
<b>MD</b>	2,293	<b>TVD</b>	2,293	<b>Progress</b>	0	<b>Days</b>	0	<b>MW</b>	0.0	<b>Visc</b>	0.0
<b>Formation :</b>	<b>PBTD : 0.0</b>			<b>Perf :</b>	<b>PKR Depth : 0.0</b>						

**Activity at Report Time:** WORT

Start	End	Hrs	Activity Description
06:00	06:00	24.0	MIRU CRAIGS DRILLING RIG #2 ON 12/16/2008. DRILLED 12-1/4" HOLE TO 2280' GL (2293' KB). ENCOUNTERED NO WATER. FLUID DRILLED HOLE FROM 1650'. LOST RETURNS @ 1800'. RAN 53 JTS (2271.43') OF 9-5/8", 36.0#, J-55, ST&C CASING WITH HALLIBURTON GUIDE SHOE AND FLOAT COLLAR. 8 CENTRALIZERS SPACED MIDDLE OF SHOE JOINT AND EVERY COLLAR TILL GONE. LANDED @ 2284' KB. RDMO CRAIGS RIG .

MIRU HALLIBURTON CEMENTERS. HELD SAFETY MEETING. PRESSURE TESTED LINES AND CEMENT VALVE TO 2000 PSIG. PUMPED 176 BBLs FRESH WATER & 20 BBLs GELLED WATER FLUSH AHEAD OF CEMENT. MIXED & PUMPED 200 SX (42 BBLs) OF PREMIUM CEMENT W/2 % CACL2. MIXED CEMENT @ 15.6 PPG W/YIELD OF 1.18 CF/SX. DISPLACED CEMENT W/173 BBLs FRESH WATER. BUMPED PLUG W/470# @ 8:55 AM, 12/20/2008. CHECKED FLOAT, FLOAT HELD. SHUT-IN CASING VALVE. NO RETURNS.

TOP JOB # 1: MIXED & PUMPED 150 SX (31 BBLs) OF PREMIUM CEMENT W/3% CACL2 MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 70 HRS. RDMO HALLIBURTON CEMENTERS.

TOP JOB # 2: MIRU HALLIBURTON CEMENTERS. MIXED & PUMPED 200 SX (42 BBLs) OF PREMIUM CEMENT W/3% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. HOLE FILLED AND STOOD FULL. RDMO HALLIBURTON CEMENTERS

PREPARED LOCATION FOR ROTARY RIG. WORT. WILL DROP FROM REPORT UNTIL FURTHER ACTIVITY.

CRAIGS RIG #2 TOOK SURVEYS WHILE DRILLING HOLE @ 1380'---0.5 DEGREE & 2191'---3.0 DEGREE.

CONDUCTOR LEVEL RECORD: PS= 89.9 OPS= 89.9 VDS= 89.9 MS= 89.9.  
 9 5/8 CASING LEVEL RECORD: PS= 89.9 OPS= 90.0 VDS= 89.9 MS= 90.0

DAN FARNSWORTH EMAILED NOTIFICATION TO BLM OF THE SURFACE CASING & CEMENT JOB ON 12/17/2008 @ 8:45 AM.

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<b>03-01-2009</b>	<b>Reported By</b>	DAVID FOREMAN									
<b>Daily Costs: Drilling</b>	\$93,850	<b>Completion</b>	\$0	<b>Daily Total</b>	\$93,850						
<b>Cum Costs: Drilling</b>	\$425,585	<b>Completion</b>	\$0	<b>Well Total</b>	\$425,585						
<b>MD</b>	3,038	<b>TVD</b>	3,038	<b>Progress</b>	745	<b>Days</b>	1	<b>MW</b>	0.0	<b>Visc</b>	0.0
<b>Formation :</b>	<b>PBTD : 0.0</b>			<b>Perf :</b>	<b>PKR Depth : 0.0</b>						

**Activity at Report Time:** DRILLING @ 3038'

Start	End	Hrs	Activity Description
09:00	13:00	4.0	SAFETY MEETING W/ HOWCROFT & RIG HANDS MOVE & RIG UP ON NEW LOCATION CWU 729-29 .8 MILES. SET BOP TEST DTO HEAD TO 5000 PSI. W/ FMC LOCK DOWN BOP,CONTINUE RIGGING UP. INSTALL NIGHT CAP ON CWU 728-29 W/ FMC.

13:00 15:30 2.5 NIPPLE UP BOP, FLAIR LINES, FUNCTION TEST BOP.  
RIG ON DAY WORK @ 13:00 HRS, 2/28/09.

15:30 20:30 5.0 RIG UP B&C QUICK TEST,& TEST BOP.PIPE RAMS,BLIND RAMS,ALL KILL LINE VALVES,CHOCK LINE & MANIFOLD,HCR,KELLY UPPER & LOWER KELLY VALVES,SAFETY VALVE,DART VALVE,ALL TO 250 PSI LOW & 5000 PSI HIGH, ANNULAR 250 PSI LOW 2500 HIGH, SURFACE CSG.1500 PSI GOOD TEST. WITNESS. JOHN SIDWELL B&C QUICK TEST,

20:30 23:30 3.0 INSTALL WEAR BUSHING, P/U MOTOR M/U BIT TRIP IN W/ BHA & D/P.TAG @ 2275' INSTALL ROTATING HEAD.

23:30 00:30 1.0 DRILL CEMENT, FLOAT SHOE & 10' NEW HOLE.

00:30 01:00 0.5 PERFORM FIT - 190 PSI = 11# EMW, RUN WL SURVEY - 2 DEGREES.

01:00 06:00 5.0 DRILL 2293' TO 3038' (745') ROP 149, WOB 20, RPM 45/60, MW 9.4, VIS 32. BOILER 21 HRS.

ACCIDENTS NONE REPORTED.  
FUCTION TEST: CROWN-O-MATIC.  
SAFETY MEETINGS: INSTALL ROTATING RUBBER & INSPECTING DRAW WORKS.  
CREWS FULL.  
FUEL ON HAND: 8168 GALS. USED 587 GALS, (RECD 7000 GAL 2/28/2009)  
FORMATION: MAHOGANY.

06:00 SPUD 7 7/8" HOLE WITH ROTARY TOOL @ 01:00 HRS, ON 3/1/2009.

**03-02-2009** Reported By DAVID FOREMAN

<b>DailyCosts: Drilling</b>	\$23,875	<b>Completion</b>	\$578	<b>Daily Total</b>	\$24,453						
<b>Cum Costs: Drilling</b>	\$449,460	<b>Completion</b>	\$578	<b>Well Total</b>	\$450,038						
<b>MD</b>	5,394	<b>TVD</b>	5,394	<b>Progress</b>	2,356	<b>Days</b>	2	<b>MW</b>	9.3	<b>Visc</b>	32.0
<b>Formation :</b>	<b>PBTD : 0.0</b>		<b>Perf :</b>	<b>PKR Depth : 0.0</b>							

**Activity at Report Time:** DRILLING @ 5394'

Start	End	Hrs	Activity Description
06:00	10:00	4.0	DRILL ROTATE F/ 3038' TO 3627' 589' ROP 147.25' WOB 14/16 RPM 40/50 MUD WT. 9.3 VIS. 33.
10:00	10:30	0.5	SURVEY@ 3548' 1 1/2 DEG.& SERVICE RIG.
10:30	19:00	8.5	DRILL ROTATE F/ 3627' TO 4896' 1269' ROP 149.2' WOB 15/16 RPM 55/60 MUD WT. 9.5 VIS. 35
19:00	20:00	1.0	SURVEY 3.1/2 DEG. @ 4815'
20:00	06:00	10.0	DRILL ROTATE F/ 4896' TO 5394' 498' ROP 49.8' WOB 18/20 RPM 50/55 MUD WT. 9.8 VIS. 37. BOILER 24 HRS.

ACCIDENTS NONE REPORTED  
FUCTION TEST: CROWN-O-MATIC.  
SAFETY MEETINGS: W/O PUMPS, LOCK OUT & TAG  
CREWS FULL.  
FUEL ON HAND: 6208 GALS. USED 1960 GALS,  
FORMATION: BUCK CANYON

**03-03-2009** Reported By DAVID FOREMAN

<b>DailyCosts: Drilling</b>	\$41,156	<b>Completion</b>	\$0	<b>Daily Total</b>	\$41,156
<b>Cum Costs: Drilling</b>	\$490,616	<b>Completion</b>	\$578	<b>Well Total</b>	\$491,194

**MD** 6,391 **TVD** 6,391 **Progress** 997 **Days** 3 **MW** 10.0 **Visc** 36.0  
**Formation :** **PBTD : 0.0** **Perf :** **PKR Depth : 0.0**

**Activity at Report Time:** RIG REPAIR (SWIVEL)

Start	End	Hrs	Activity Description
06:00	10:30	4.5	DRILL ROTATE F/ 5394' TO 5802' 408' ROP 90.6 WOB 20/22 RPM 50/55 MUD WT. 9.9 VIS. 35.
10:30	11:00	0.5	SERVICE RIG
11:00	21:30	10.5	DRILL ROTATE F/ 5802' TO 6391' 589' ROP 56.5 WOB 20/22 RPM 55/60 MUD WT. 10.8 VIS. 36
21:30	22:30	1.0	CHECK SWIVEL & CHANGE OIL / CHECK ROTATION / BEARING OUT / SWIVEL VERY HOT.
22:30	23:30	1.0	CIRC. COND. MUD F/ SWIVEL REPAIR. SPOT 100 Bbls. 11.5 MUD ON BOTTOM TO STABILIZE WELL BORE EMW 11. TOP OF PILL @ 5123'.
23:30	03:00	3.5	TRIP OUT TO SHOE TO REPAIR SWIVEL.
03:00	04:00	1.0	CUT DRILL LINE 87 FT.
04:00	06:00	2.0	TEAR DOWN SWIVEL W/O MECHANIC & PARTS. BOILER 24 HRS.

ACCIDENTS NONE REPORTED  
 FUCTION TEST CROWN-O-MATIC.  
 SAFETY MEETINGS: W/O PUMPS, LOCK OUT & TAG  
 CREWS FULL.  
 FUEL ON HAND: 4098 GALS. USED 2110 GALS,  
 FORMATION: NORTH HORN

**03-04-2009** **Reported By** DAVID FOREMAN

**Daily Costs: Drilling** \$26,269 **Completion** \$0 **Daily Total** \$26,269  
**Cum Costs: Drilling** \$516,886 **Completion** \$578 **Well Total** \$517,464

**MD** 6,860 **TVD** 6,860 **Progress** 469 **Days** 4 **MW** 10.8 **Visc** 39.0  
**Formation :** **PBTD : 0.0** **Perf :** **PKR Depth : 0.0**

**Activity at Report Time:** PREP TO LD DP

Start	End	Hrs	Activity Description
06:00	14:00	8.0	REPAIR SWIVEL CHG. OUT QUILL, ALL BEARINGS & GEARS.
14:00	14:30	0.5	CIRC. @ 2268' CHECK OUT SWIVEL ALL OK WORKING GOOD.
14:30	17:30	3.0	TRIP IN F/ SHOE, BREAK CIRC. @ 5100' CONTINUE TRIP IN TO 6255'
17:30	18:00	0.5	WASH F/ 6255' TO 6391' BOTTOM 5' FILL.
18:00	04:30	10.5	DRILL ROTATE F/ 6391' TO 6860' 469' ROP 44.6 WOB 20/22 RPM 40/45 MUD WT 10.6, VIS 40. REACHED TD @ 04:30 HRS, 3/4/09.
04:30	06:00	1.5	CIRC CLEAN TO LAY DOWN DP @ 6860' TD.

BOILER 24 HRS.  
 ACCIDENTS NONE REPORTED  
 FUCTION TEST CROWN-O-MATIC.  
 SAFETY MEETINGS: TEAM WORK, HOUSEKEEPING.  
 CREWS FULL.  
 FUEL ON HAND: 3000 GALS. USED 1098 GALS,  
 FORMATION: PRICE RIVER.

03-05-2009 Reported By MATT WILLAMS

DailyCosts: Drilling \$41,868 Completion \$149,915 Daily Total \$191,783  
 Cum Costs: Drilling \$558,755 Completion \$150,493 Well Total \$709,248

MD 6,860 TVD 6,860 Progress 0 Days 5 MW 10.8 Visc 45.0

Formation : PBTD : 0.0 Perf : PKR Depth : 0.0

Activity at Report Time: RDRT/WO COMPLETION

Start	End	Hrs	Activity Description
06:00	07:00	1.0	CIRC.CLEAN, SLUG PIPE, DROP SURVEY.
07:00	12:30	5.5	LAY DOWN DRILL PIPE. START OF LAY DOWN DRILL PIPE @ 07:00, 3/4/09.
12:30	13:30	1.0	RIG UP CALIBER CSG. TO RUN CASING, & SAFETY MEETING W/ ALL PERSONNEL.
13:30	20:30	7.0	RUN CASING 4 1/2 RAN 155 JTS.HCP-110 LTC + 2 MARKER JT. 11.6# HCP-110 LTC & 1 PUP HCP-110 LTC. AS FOLLOWS FLOAT SHOE 1JT.CSG. FLOAT COLLAR 13 JTS.CSG.1 MARKER JT.49 JTS.CSG.1 MARKER JT.93 JTS. CSG.1 PUP JT. DTO HANGER ASS.LANDING JT.FLOAT SHOE @ 6860' FLOAT COLLAR TOP @ 6812' MARKER JT. @ 6261' .& @ 4114' CENTRALIZERS, 5 FT. ABOVE SHOE, TOP OF JT.#2 & EVERY 3 TH. JT. TOTAL 15 .TAG @ 6860' LAY DOWN TAG JT. PICK UP HANGER SPACE OUT CIRC. CSG W/ RIG PUMP. RIG DOWN CALIBER CASING. LAND CSG. W/ FULL STRING WT. 74,000, WITNESS BY FMC REP.
20:30	21:30	1.0	CIRC. BOTTOMS UP SAFETY MEETING W/ HALLIBURTON AND RIG UP TO PUMP CEMENT.
21:30	23:30	2.0	TEST LINES 3500 PSI. DROP BOTTOM PLUG PUMP 20 BBLs WATER SPACER & 20 BBLs. MUD FLUSH AHEAD. AND CEMENT 6860' 4 1/2 P-110 11.6# LTC CSG. LEAD 460 SKS. HIGHBOND 75 WITH 4% BENTINITE,0.3% VERSASET.15# TURR FIBER IN FIRST 50 BBL MIXED @ 11.5. PPB. YIELD 1.84 FT3/SK H20 9.86 GAL/SK. TAIL 730 SKS, EXTENDACEM WITH 0.125# POLYFLAKE/SK.@ 13.5 PPG. YIELD 1.47 FT3/SK H20 6.88 GAL/SK. SHUTDOWN WASH OUT PUMPS & LINES DROP TOP PLUG & DISP. TO FLOAT COLLAR W/ FRESH WATER. 106 BBLs. AVG. DISP. RATE 7 BPM FULL RETURNS THROUGH OUT JOB. DROP PLUG @ 2300 BUMPED PLUG @ 2325 TO 3000 PSI.1250 PSI. OVER LIFT PRESS. HOLD PRESS.F/2 MINS.1.5 BBL. BACK, FLOAT HELD.@ 2330 CEMENT IN PLACE. RIG DOWN HALLIBURTON LINES.
23:30	00:30	1.0	WAIT ON CEMENT & CLEAN PITS.
00:30	01:30	1.0	REMOVE CEMENT HEAD & LANDING JT.M/U & LAND PACKOFF TEST 5000 PSI. LOOSEN DTO LOCK DOWN BOLTS W/ FMC.
01:30	05:30	4.0	NIPPLE DOWN BOP & FINISH CLEANING PITS.
05:30	06:00	0.5	RIG DOWN AND PREPARE FOR RIG MOVE.

ACCIDENTS NONE REPORTED.  
 SAFETY MEETING: RUN CSG, NIPPLE DOWN.  
 CREWS FULL.  
 FUEL ON HAND: 2586 GALS. USED 414 GALS, RECEIVED 0 GALS.  
 MUD LOGGER UNMANNED ON LOCATION F/ 2/28/09 = 5 DAYS.  
 CSG POINT COST: \$518,630.  
 END WELL COST : \$669,123.

06:00 RIG RELEASED @ 05:30:00, 3/05/09.  
 CASING POINT COST \$542,267

03-14-2009 Reported By MCCURDY

DailyCosts: Drilling \$0 Completion \$40,800 Daily Total \$40,800  
 Cum Costs: Drilling \$558,755 Completion \$191,293 Well Total \$750,048

MD 6,860 TVD 6,860 Progress 0 Days 6 MW 0.0 Visc 0.0

Formation : PBTD : 6813.0 Perf : PKR Depth : 0.0

**Activity at Report Time: WO COMPLETION**

Start	End	Hrs	Activity Description
06:00	06:00	24.0	3/9/2009 RU SCHLUMBERGER. LOG WITH RST/CBL/VDL/CCL/GR FROM PBTD TO 1000'. CEMENT TOP450'. RD SCHLUMBERGER.

**06-05-2009**      **Reported By**      MCCURDY

<b>Daily Costs: Drilling</b>	\$0	<b>Completion</b>	\$1,823	<b>Daily Total</b>	\$1,823
<b>Cum Costs: Drilling</b>	\$558,755	<b>Completion</b>	\$193,116	<b>Well Total</b>	\$751,871

<b>MD</b>	6,860	<b>TVD</b>	6,860	<b>Progress</b>	0	<b>Days</b>	7	<b>MW</b>	0.0	<b>Visc</b>	0.0
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**Formation :**                                      **PBTD :** 6813.0                                      **Perf :**                                      **PKR Depth :** 0.0

**Activity at Report Time: WO COMPLETION**

Start	End	Hrs	Activity Description
06:00	06:00	24.0	NU 10M FRAC TREE. PRESSURE TESTED FRAC TREE & CASING TO 6500 PSIG. WO COMPLETION.

**06-10-2009**      **Reported By**      MCCURDY

<b>Daily Costs: Drilling</b>	\$0	<b>Completion</b>	\$92,562	<b>Daily Total</b>	\$92,562
<b>Cum Costs: Drilling</b>	\$558,755	<b>Completion</b>	\$285,678	<b>Well Total</b>	\$844,434

<b>MD</b>	6,860	<b>TVD</b>	6,860	<b>Progress</b>	0	<b>Days</b>	8	<b>MW</b>	0.0	<b>Visc</b>	0.0
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**Formation :** WASATCH                                      **PBTD :** 6813.0                                      **Perf :** 5058'-6581'                                      **PKR Depth :** 0.0

**Activity at Report Time: PREP TO MIRUSU**

Start	End	Hrs	Activity Description
06:00	06:00	24.0	RU CUTTERS WIRELINE & PERFORATE Ba/NORTH HORN FROM 6223'-24', 6236'-37', 6243'-44', 6269'-70', 6358'-59', 6462'-63', 6546'-47', 6556'-57', 6561'-62', 6574'-76', 6580'-81' @ 3 SPF @ 1200 PHASING. RDWL. RU HALLIBURTON, FRAC DOWN CASING W/ 42 GAL K-87 MICROBIOCIDE, 165 GAL GYPTRON T-106, 8435 GAL 16# LINEAR W/11100# 20/40 SAND @ 1-1.5 PPG, 31656 GAL 16# DELTA 140 W/105300# 20/40 SAND @ 2-4 PPG. MTP 4460 PSIG. MTR 50.5 BPM. ATP 4030 PSIG. ATR 49.5 BPM. ISIP 2096 PSIG. RD HALLIBURTON.

RUWL. SET 6K CFP AT 6195'. PERFORATE Ba FROM 5860'-61', 5931'-32', 5967'-68', 6025'-26', 6034'-36', 6055'-56', 6072'-74', 6126'-27', 6154'-55', 6178'-79' @ 3 SPF @ 120? PHASING. RDWL. RU HALLIBURTON, FRAC DOWN CASING W/42 GAL K-87 MICROBIOCIDE, 9259 GAL 16# LINEAR W/11900# 20/40 SAND @ 1-1.5 PPG, 28533 GAL 16# DELTA 140 W/96000# 20/40 SAND @ 2-4 PPG. MTP 5335 PSIG. MTR 51.1 BPM. ATP 3792 PSIG. ATR 49.7 BPM. ISIP 1530 PSIG. RD HALLIBURTON.

RUWL. SET 6K CFP AT 5310'. PERFORATE Pp/Ca FROM 5058'-59', 5065'-66', 5101'-02', 5110'-12', 5132'-33', 5161'-62', 5172'-73', 5185'-86', 5254'-65', 5265'-67' @ 3 SPF @ 1200 PHASING. RDWL. RU HALLIBURTON, FRAC DOWN CASING W/42 GAL K-87 MICROBIOCIDE, 32215 GAL 16# DELTA 140 W/109000# 20/40 SAND @ 2-4 PPG. MTP 5319 PSIG. MTR 50.3 BPM. ATP 3307 PSIG. ATR 46.6 BPM. ISIP 1471 PSIG. RD HALLIBURTON.

RUWL. SET 6K CBP AT 4964'. RDWL.

**06-18-2009**      **Reported By**      BAUSCH

<b>Daily Costs: Drilling</b>	\$0	<b>Completion</b>	\$13,710	<b>Daily Total</b>	\$13,710
<b>Cum Costs: Drilling</b>	\$558,755	<b>Completion</b>	\$299,388	<b>Well Total</b>	\$858,144

<b>MD</b>	6,860	<b>TVD</b>	6,860	<b>Progress</b>	0	<b>Days</b>	9	<b>MW</b>	0.0	<b>Visc</b>	0.0
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**Formation :** WASATCH                                      **PBTD :** 6813.0                                      **Perf :** 5058'-6581'                                      **PKR Depth :** 0.0

**Activity at Report Time: CLEAN OUT AFTER FRAC**

Start	End	Hrs	Activity Description
07:00	15:00	8.0	MIRUSU. ND FRAC VALVES. NU BOP. RIH W/3-7/8" BIT & POBS TO PLUG @ 4964'. RU TO DO PLUGS. SDFN.

06-19-2009 Reported By BAUSCH

Daily Costs: Drilling \$0 Completion \$37,627 Daily Total \$37,627  
 Cum Costs: Drilling \$558,755 Completion \$337,015 Well Total \$895,771

MD 6,860 TVD 6,860 Progress 0 Days 10 MW 0.0 Visc 0.0  
 Formation : WASATCH PBTD : 6682.0 Perf : 5058'-6581' PKR Depth : 0.0

Activity at Report Time: FLOW TEST

Start	End	Hrs	Activity Description
07:00	06:00	23.0	CLEANED OUT & DRILLED OUT PLUGS @ 4964', 5310' & 6195'. RIH. CLEANED OUT TO 6682'. LANDED TBG AT 5051' KB. ND BOPE. NU TREE. PUMPED OFF BIT & SUB. RDMOSU.

FLOWED 18 HRS. NO CHOKE. FTP 25 PSIG. CP 650 PSIG. 55 BFPH. RECOVERED 834 BLW. 2180 BLWTR.

TUBING DETAIL LENGTH

PUMP OFF SUB 1.00'  
 1 JT 2-3/8 4.7# J-55 TBG 32.47'  
 XN NIPPLE 1.30'  
 156 JTS 2-3/8 4.7# J-55 TBG 5003.09'  
 BELOW KB 13.00'  
 LANDED @ 5050.86' KB

06-20-2009 Reported By BAUSCH

Daily Costs: Drilling \$0 Completion \$1,800 Daily Total \$1,800  
 Cum Costs: Drilling \$558,755 Completion \$338,815 Well Total \$897,571

MD 6,860 TVD 6,860 Progress 0 Days 11 MW 0.0 Visc 0.0  
 Formation : WASATCH PBTD : 6682.0 Perf : 5058'-6581' PKR Depth : 0.0

Activity at Report Time: FLOW TEST

Start	End	Hrs	Activity Description
06:00	06:00	24.0	FLOWED 24 HRS. NO CHOKE. FTP 175 PSIG. CP 650 PSIG. 21 BFPH. RECOVERED 719 BLW. 1482 BLWTR. SI. WO FACILITIES.

FINAL COMPLETION DATE: 6/19/09

06-23-2009 Reported By DUANE COOK

Daily Costs: Drilling \$0 Completion \$0 Daily Total \$0  
 Cum Costs: Drilling \$558,755 Completion \$338,815 Well Total \$897,571

MD 6,860 TVD 6,860 Progress 0 Days 12 MW 0.0 Visc 0.0  
 Formation : WASATCH PBTD : 6682.0 Perf : 5058'-6581' PKR Depth : 0.0

Activity at Report Time: INITIAL PRODUCTION

Start	End	Hrs	Activity Description
06:00	06:00	24.0	INITIAL PRODUCTION. OPENING PRESSURE: TP 1700 PSIG & CP 1700 PSIG. TURNED WELL OVER TO QUESTAR SALES AT 11:00 AM, 6/22/09. FLOWED 1300 MCFD RATE ON 12/64" POS CHOKE. STATIC 325. QUESTAR METER #8141.

06-24-2009 Reported By DUANE COOK



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**WELL COMPLETION OR RECOMPLETION REPORT AND LOG**

5. Lease Serial No.  
UTU0337

1a. Type of Well  Oil Well  Gas Well  Dry  Other  
 b. Type of Completion  New Well  Work Over  Deepen  Plug Back  Diff. Resvr.  
 Other \_\_\_\_\_

6. If Indian, Allottee or Tribe Name

7. Unit or CA Agreement Name and No.  
CHAPITA WELLS

2. Name of Operator  
EOG RESOURCES, INC. Contact: MICKENZIE THACKER  
E-Mail: MICKENZIE\_THACKER@EOGRESOURCES.COM

8. Lease Name and Well No.  
CHAPITA WELLS UNIT 729-29

3. Address 1060 EAST HIGHWAY 40  
VERNAL, UT 84078 3a. Phone No. (include area code)  
Ph: 453-781-9145

9. API Well No.  
43-047-39617

4. Location of Well (Report location clearly and in accordance with Federal requirements)\*  
 At surface SWNE 2039FNL 1944FEL 40.00867 N Lat, 109.34825 W Lon  
 At top prod interval reported below SWNE 2039FNL 1944FEL 40.00867 N Lat, 109.34825 W Lon  
 At total depth SWNE 2039FNL 1944FEL 40.00867 N Lat, 109.34825 W Lon

10. Field and Pool, or Exploratory  
NATURAL BUTTES

11. Sec., T., R., M., or Block and Survey  
or Area Sec 29 T9S R23E Mer SLB

12. County or Parish  
UINTAH 13. State  
UT

14. Date Spudded  
11/18/2008 15. Date T.D. Reached  
03/04/2009 16. Date Completed  
 D & A  Ready to Prod.  
06/22/2009

17. Elevations (DF, KB, RT, GL)\*  
5199 GL

18. Total Depth: MD 6860 TVD 19. Plug Back T.D.: MD 6682 TVD 20. Depth Bridge Plug Set: MD TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)  
 RST/CBL/CCL/VDL/GR 22. Was well cored?  No  Yes (Submit analysis)  
Was DST run?  No  Yes (Submit analysis)  
Directional Survey?  No  Yes (Submit analysis)

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
12.250	9.625 J-55	36.0		2284		550		0	
7.875	4.500 HCP-110	11.6		6860		1190		450	

24. Tubing Record

Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)	Size	Depth Set (MD)	Packer Depth (MD)
2.375	5051							

25. Producing Intervals 26. Perforation Record

Formation	Top	Bottom	Perforated Interval	Size	No. Holes	Perf. Status
A) WASATCH	5058	6581	6223 TO 6581		3	
B)			5860 TO 6179		3	
C)			5058 TO 5267		3	
D)						

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

Depth Interval	Amount and Type of Material
6223 TO 6581	40,298 GALS OF GELLED WATER & 116,400# 20/40 SAND
5860 TO 6179	37,834 GALS OF GELLED WATER & 107,900# 20/40 SAND
5058 TO 5267	32,257 GALS OF GELLED WATER & 109,000# 20/40 SAND

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
06/22/2009	06/26/2009	24	→	0.0	611.0	143.0			FLOWS FROM WELL
Choke Size	Tbg. Press. Flwg.	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	
12/64	SI 1200	1500.0	→	0	611	143		PGW	

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
			→						
Choke Size	Tbg. Press. Flwg.	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	
	SI		→						

(See Instructions and spaces for additional data on reverse side)  
 ELECTRONIC SUBMISSION #72295 VERIFIED BY THE BLM WELL INFORMATION SYSTEM  
**\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\***

RECEIVED  
JUL 21 2009

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
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate →	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio	Well Status	

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	5058	6581		GREEN RIVER BIRDS NEST MAHOGANY UTELAND BUTTE WASATCH CHAPITA WELLS BUCK CANYON PRICE RIVER	1378 1668 2268 4425 4534 5093 5779 6652

32. Additional remarks (include plugging procedure):

RECEIVED

JUL 21 2009

DEPT. OF OIL, GAS & MINING

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:

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

Electronic Submission #72295 Verified by the BLM Well Information System.  
For EOG RESOURCES, INC., sent to the Vernal

Name (please print) MICKENZIE THACKER Title OPERATIONS CLERK

Signature  Date 07/17/2009

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.

\*\* ORIGINAL \*\*

**Chapita Wells Unit 729-29 - ADDITIONAL REMARKS (CONTINUED):**

Perforated the Ba/North Horn from 6223'-24', 6236'-37', 6243'-44', 6269'-70', 6258'-59', 6462'-63', 6546'-47', 6556'-57', 6561'-62', 6574'-76', 6580'-81' w/ 3 spf.

Perforated the Ba from 5860'-61', 5931'-32', 5967'-68', 6025'-26', 6034'-36', 6055'-56', 6072'-74', 6126'-27', 6154'-55', 6178'-79' w/ 3 spf.

Perforated the Pp/Ca from 5058'-59', 5065'-66', 5101'-02', 5110'-12', 5132'-33', 5161'-62', 5172'-73', 5185'-86', 5254'-65', 5265'-67' w/ 3 spf.

RECEIVED

JUL 21 2009

DIV. OF OIL, GAS & MINES

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

FORM 7

**REPORT OF WATER ENCOUNTERED DURING DRILLING**

Well name and number: CWU 729-29

API number: 4304739617

Well Location: QQ SWNE Section 29 Township 9S Range 23E County UINTAH

Well operator: EOG

Address: 1060 E HWY 40

city VERNAL state UT zip 84078

Phone: (435) 781-9111

Drilling contractor: CRAIGS ROUSTABOUT SERVICE

Address: PO BOX 41

city JENSEN state UT zip 84035

Phone: (435) 781-1366

Water encountered (attach additional pages as needed):

DEPTH		VOLUME (FLOW RATE OR HEAD)	QUALITY (FRESH OR SALTY)
FROM	TO		
		NO WATER	FLUID DRILLED

Formation tops: \_\_\_\_\_  
(Top to Bottom) \_\_\_\_\_  
\_\_\_\_\_

RECEIVED  
**JUL 21 2009**

If an analysis has been made of the water encountered, please attach a copy of the report to this form.

DIV OF OIL, GAS & MINING

I hereby certify that this report is true and complete to the best of my knowledge.

NAME (PLEASE PRINT) Mickenzie Thacker

TITLE Operations Clerk

SIGNATURE *Mickenzie Thacker*

DATE 7/17/2009



# 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:  
3160  
(UT922100)

AUG 06 2010

EOG Resources Inc.  
600 Seventeenth Street  
Suite 1000N  
Denver, CO 80202

Re: Non-Paying Well Determination  
CWU 729-29 Well, Chapita Wells Unit  
Uintah County, Utah

Gentlemen:

Pursuant to your request of July 30, 2010, it has been determined by this office that under existing conditions the following well is not capable of producing unitized substances in paying quantities as defined in Section 9 of the unit agreement.

API Number	Well Name	Location	Comp. Date	Lease
4304739617	CWU 729-29	SWNE 29 9.0 S 23.0 E SLB&M	06/22/2009	UTU0337

All past and future production from this well shall be handled and reported on a lease basis.

Sincerely,

/s/ Roger L. Bankert

Roger L. Bankert  
Chief, Branch Minerals

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AUG 10 2010

DIR. OF OIL, GAS & MINING