



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

July 31, 2008
Corrected August 13, 2008

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

Re: Natural Buttes Unit 701-26E Well, 2215' FNL, 1770' FEL, SW NE, Sec. 26,
T. 10 South, R. 22 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 43-047-40268.

Sincerely,

Gil Hunt
Associate Director

pab
Enclosures

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



Operator: _____ EOG Resources, Inc.
Well Name & Number _____ Natural Buttes Unit 701-26E
API Number: _____ 43-047-40268
Lease: _____ UTU472
Location: SW NE Sec. 26 T. 10 South R. 22 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

- Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

- Contact 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.

5. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.

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 type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. UTU472
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator EOG RESOURCES, INC. Contact: MARY A. MAESTAS E-Mail: mary_maestas@eogresources.com		7. If Unit or CA Agreement, Name and No. NATURAL BUTTES UN
3a. Address 1080 EAST HIGHWAY 40 VERNAL, UT 84078		8. Lease Name and Well No. NATURAL BUTTES UNIT 701-28E ^{210E}
3b. Phone No. (include area code) Ph: 303-824-5528		9. API Well No. 43047-40268
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface SWNE 2215FNL 1770FEL 39.92101 N Lat, 109.40401 W Lon At proposed prod. zone SWNE 2215FNL 1770FEL 39.92101 N Lat, 109.40401 W Lon		10. Field and Pool, or Exploratory NATURAL BUTTES
14. Distance in miles and direction from nearest town or post office* 58.2 MILES SOUTH OF VERNAL, UT		11. Sec., T., R., M., or Blk. and Survey or Area Sec 28 T10S R22E Mer 5LB
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 870'	16. No. of Acres in Lease 320.00	12. County or Parish UINTAH
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 580'	19. Proposed Depth 7023 MD	13. State UT
21. Elevations (Show whether DF, KB, RT, GL, etc.) 5521 GL	22. Approximate date work will start	17. Spacing Unit dedicated to this well
		20. BLM/BIA Bond No. on file NM2308
		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:

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

25. Signature (Electronic Submission) 	Name (Printed/Typed) MARY A. MAESTAS Ph: 303-824-5528	Date 07/24/2008
Title REGULATORY ASSISTANT		
Approved by (Signature) 	Name (Printed/Typed) BRADLEY G. HILL	Date 07-31-08
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.

Additional Operator Remarks (see next page)

Electronic Submission #61712 verified by the BLM Well Information System
For EOG RESOURCES, INC., sent to the Vernal
Committed to AFMSS for processing by GAIL JENKINS on 07/28/2008 ()

636458X
4419999Y
39.920997
-109.403299

Federal Approval of this
Action is Necessary

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

RECEIVED

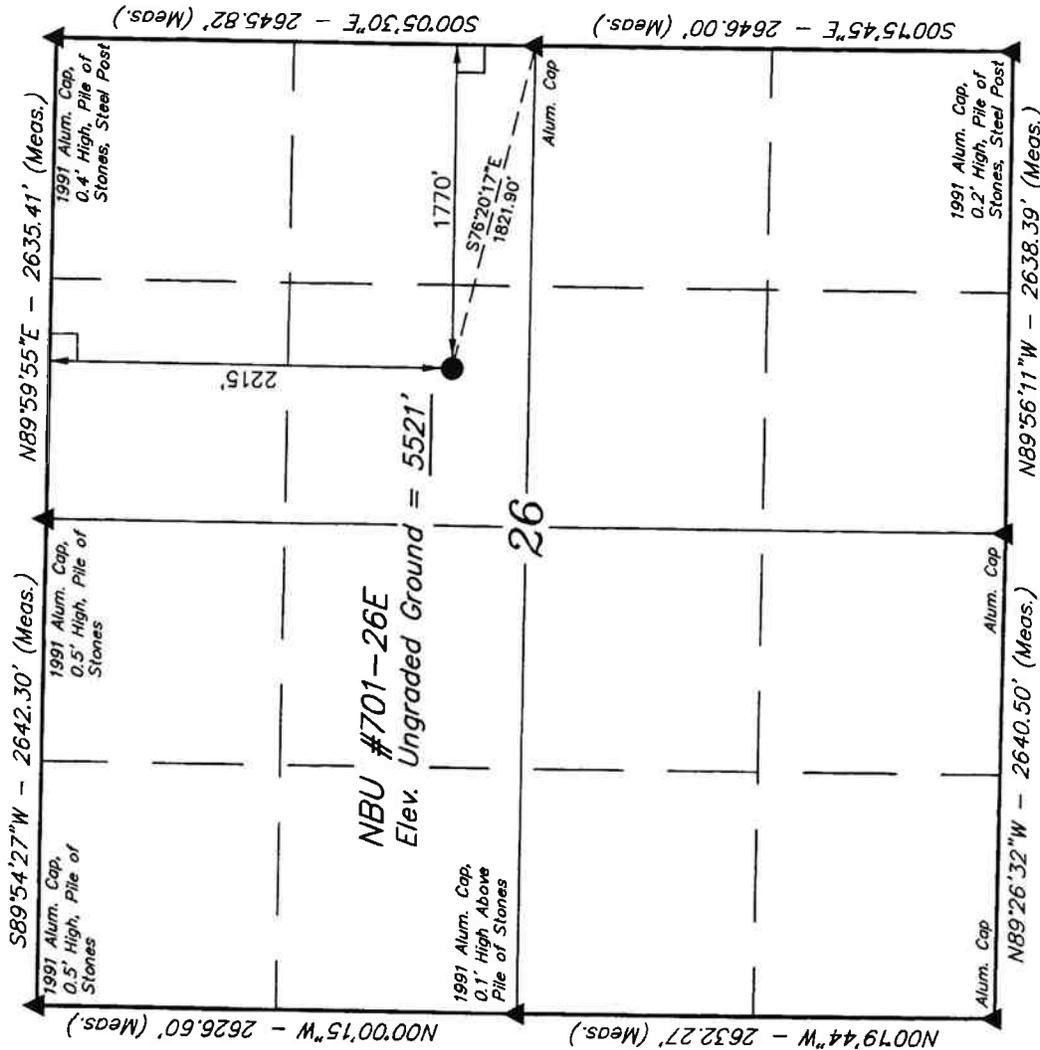
JUL 30 2008

DEPT. OF OIL, GAS & MINING

T10S, R22E, S.L.B.&M.

EOG RESOURCES, INC.

Well location, NBU #701-26E, located as shown in the SW 1/4 NE 1/4 of Section 26, T10S, R22E, S.L.B.&M. Uintah County, Utah.



BASIS OF ELEVATION

TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE QUADRANGLE, UTAH, UTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FEET.



SCALE

CERTIFIED
REGISTERED LAND SURVEYOR
STATE OF UTAH
No. 16319
ROBERT W. VERNAL
REGISTERED LAND SURVEYOR
No. 16319
STATE OF UTAH

THIS IS TO CERTIFY THAT THE FIELD NOTES OF ACTUAL SURVEY MADE BY ME OR UNDER MY SUPERVISION AND THAT THE INSTRUMENTS AND CORRECTIONS TO THE BEST OF MY KNOWLEDGE AND BELIEF ARE CORRECT.

UINTAH ENGINEERING & LAND SURVEYING

85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

SCALE	DATE SURVEYED:	DATE DRAWN:
1" = 1000'	2-28-08	3-13-08
PARTY	REFERENCES	
C.R. C.M. C.P.	G.L.O. PLAT	
WEATHER	FILE	
COLD	EOG RESOURCES, INC.	

BASIS OF BEARINGS

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

(NAD 83)
 LATITUDE = $39^{\circ}55'15.62''$ (39.921006)
 LONGITUDE = $109^{\circ}24'14.44''$ (109.404011)
 (NAD 27)
 LATITUDE = $39^{\circ}55'15.75''$ (39.921042)
 LONGITUDE = $109^{\circ}24'11.99''$ (109.403331)

LEGEND:

- = 90° SYMBOL
- = PROPOSED WELL HEAD
- ▲ = SECTION CORNERS LOCATED