



14421 Weld County Rd.10 • Ft. Lupton, Colorado 80621 • (303) 857-9999 • FAX (303) 857-0577 • E-MAIL Permitco 1@aol.com

December 3, 1999

Division of Oil, Gas & Mining  
1594 W. North Temple, Suite 1210  
Box 145801  
Salt Lake City, UT 84114-5801

Attn: Lesha Cordova

Re: **Petroleum Development Corporation**  
**Middle Mountain #21-16**  
**1309' FSL and 834' FEL**  
**SE SE Sec. 21, T16S - R6E**  
**Emery County, Utah**

Dear Lesha,

This letter is to serve as our request for an exception to spacing on the above mentioned location.

The above location was staked at non-standard footages in accordance with the rules and regulations of the Division of Oil, Gas & Mining based on a request by the Forest Service to move the location further from the Joe's Valley Road. Please be advised, however, that Petroleum Development Corporation is the lease holder of all acreage within a 460 foot radius of the subject location. Therefore, we request administrative approval for this exception location.

Thank you for your cooperation.

Sincerely,

PERMITCO INC.

Lisa L. Smith  
Consultant for:  
Petroleum Development Corporation

cc: **Petroleum Development Corporation**



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December 3, 1999

Division of Oil, Gas & Mining  
1594 West North Temple  
Suite 1210  
Salt Lake City, UT 84114-5801

Attn: John Baza

Re: **Petroleum Development Corp.**  
**Middle Mountain #21-16**  
**1309' FSL and 834' FEL**  
**SE SE Sec. 21, T16S - R6E**  
**Emery County, Utah**

Dear John,

Enclosed please find three copies of the A.P.D. along with one copy of the Onshore Order No. 1 which has been forwarded to the BLM and U.S. Forest Service.

Please be advised that due to winter weather conditions and road improvements required by the Forest Service, drilling will not commence on this location until early summer, 2000. In addition, Petroleum Development Corporation (PDC) plans to utilize either the Joe's Valley Reservoir or the Miller Flat Reservoir as a water source for drilling purposes. All appropriate permits will be filed with the Utah Division of Water Rights, prior to utilizing this water source.

Please forward approved copies of the A.P.D. to the address shown above. If you should need additional information, please feel free to contact me.

Sincerely,

PERMITCO INC.

Lisa L. Smith

Consultant for:

Petroleum Development Corporation

RECEIVED  
DEC - 6 1999  
DIVISION OF OIL, GAS & MINING

Enc.

cc: Petroleum Development Corp. - Bridgeport, WV



001

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

(Other conditions on reverse side)

5. LEASE DESIGNATION AND SERIAL NO.  
**UTU-77263**

7. UNIT AGREEMENT NAME  
**N/A**

8. FARM OR LEASE NAME, WELL NO.  
**Middle Mountain #21-16**

9. API WELL NO.

10. FIELD AND POOL, OR WILDCAT  
**Wildcat**

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
**Sec. 21, T16S - R6E**

12. COUNTY OR PARISH  
**Emery**

13. STATE  
**Utah**

17. NO. OF ACRES ASSIGNED TO THIS WELL  
**40 Acres**

20. ROTARY OR CABLE TOOLS  
**Rotary**

22. APPROX. DATE WORK WILL START\*  
**July 15, 2000**

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK **DRILL**  **DEEPEN**

b. TYPE OF WELL  
OIL WELL  GAS WELL  OTHER  SINGLE ZONE  MULTIPLE ZONE

2. NAME OF OPERATOR **Petroleum Development Corp.** Phone: **304/842-3597** 103 East Main Street  
Fax: **304/842-0913** Bridgeport, WV 26330

3. ADDRESS AND TELEPHONE NO. **Permitco Inc.** Phone: **303/857-9999** 14421 County Road 10  
Fax: **303/857-0577** Ft. Lupton, CO 80621

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)\*  
At Surface **1309' FSL and 834' FEL**  
At proposed prod. zone **SE SE Sec. 21, T16S - R6E**

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498,564E  
4,362,337N

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*  
**Approximately 21.9 Miles northeast of Orangeville, Utah**

15. DISTANCE FROM PROPOSED\* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) **834'**

18. DISTANCE FROM PROPOSED LOCATION\* TO NEAREST WELL, DRILLING COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. **None**

21. ELEVATIONS (Show whether DF, RT, GR, etc.)  
**8656'**

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
17-1/2"	13-3/8"	48#	120'	167 sxs - circulated to surface
12-1/4"	9-5/8"	36#	2,700'	531 sxs - circulated to surface
8-3/4"	4-1/2"	11.6#	8,400'	647 sx - top of cement @ 6641'

Petroleum Development Corporation proposes to drill a well to 8,400' to test the Ferron and Dakota Formations. If productive, casing will be run and the well completed. If dry, the well will be plugged and abandoned as per BLM and State of Utah requirements.

See Onshore Order No. 1 attached. **CONFIDENTIAL - TIGHT HOLE**

Please be advised that Petroleum Development Corporation is considered to be the Operator of the above mentioned well. Petroleum Development Corporation agrees to be responsible under the terms and conditions of the lease for the operations conducted upon the leased lands.

Bond coverage for this well is provided by Petroleum Development Corporation. The bond will be submitted under separate cover by Petroleum Development Corporation. *BLM bond 12T-1166 \$25,000 Statewide*

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. SIGNED *[Signature]* TITLE **Consultant For: Petroleum Development Corp** Date **12/3/99**

PERMIT NO. **43-015-30426** APPROVAL DATE

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

CONDITIONS OF APPROVAL, IF ANY:

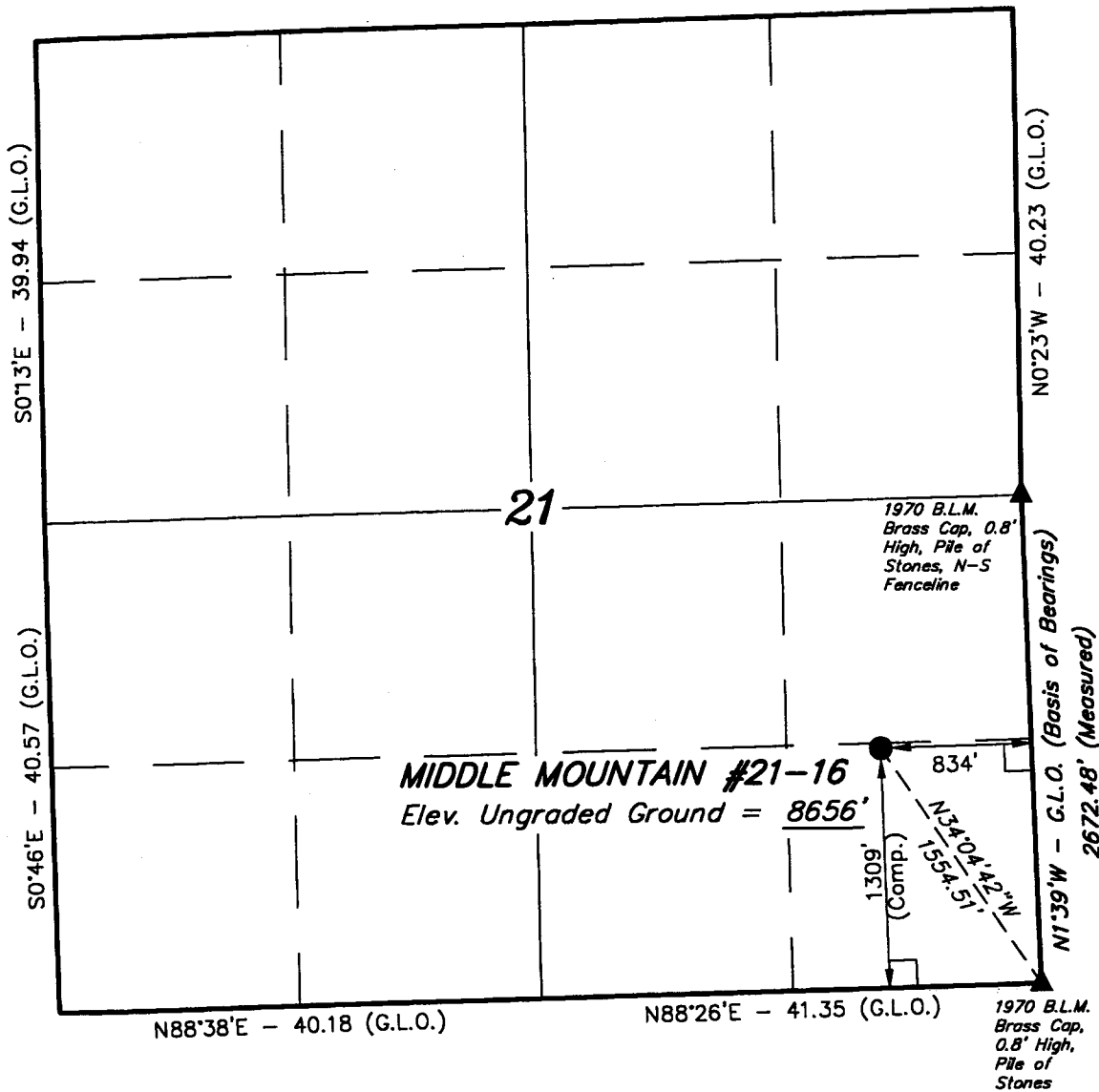
APPROVED BY *[Signature]* TITLE **BRADLEY G. HILL RECLAMATION SPECIALIST III** DATE **09-04-02**

\*See Instructions On Reverse Side

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

570'  
680'

# T16S, R6E, S.L.B.&M.



### LEGEND:

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

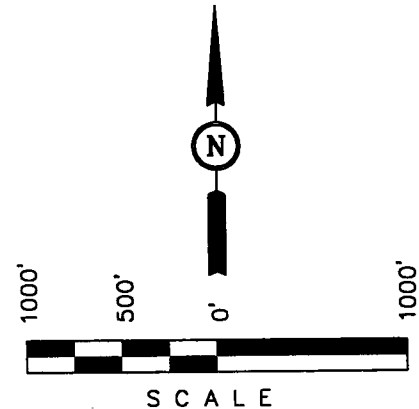
LATITUDE =  $39^{\circ}24'45''$   
 LONGITUDE =  $111^{\circ}14'56''$

## PETROLEUM DEVELOPMENT CORP.

Well location, MIDDLE MOUNTAIN #21-16, located as shown in the SE 1/4 SE 1/4 of Section 21, T16S, R6E, S.L.B.&M. Emery County Utah.

### BASIS OF ELEVATION

SPOT ELEVATION LOCATED AT THE SOUTHEAST CORNER OF SECTION 21, T16S, R6E, S.L.B.&M. TAKEN FROM THE RILDA CANYON. QUADRANGLE, UTAH, EMERY COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 8525 FEET.



### CERTIFICATE

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

*Robert J. Hays*  
 REGISTERED LAND SURVEYOR  
 REGISTRATION NO. 16319  
 STATE OF UTAH

Revised: 10-14-99 C.B.T.

<b>UINTAH ENGINEERING &amp; LAND SURVEYING</b> 85 SOUTH 200 EAST - VERNAL, UTAH 84078 (435) 789-1017		
SCALE 1" = 1000'	DATE SURVEYED: 6-17-99	DATE DRAWN: 6-24-99
PARTY D.A. D.R. D.COX	REFERENCES G.L.O. PLAT	
WEATHER WARM	FILE PETROLEUM DEVELOPMENT CORP.	

**ONSHORE OIL & GAS ORDER NO. 1**

Approval of Operations on Onshore  
Federal and Indian Oil & Gas Leases

**Middle Mountain #21-16**  
1309' FSL and 834' FEL  
SE SE Sec. 21, T16S - R6E  
Emery County, Utah

Prepared For:

**PETROLEUM DEVELOPMENT CORPORATION**

By:

PERMITCO INC.  
14421 County Road 10  
Fort Lupton, CO 80621  
303/857-9999

Copies Sent To:

- 3 - Bureau of Land Management - Moab, UT
- 1 - Bureau of Land Management - Price, UT
- 1 - U.S. Forest Service - Price, UT
- 1 - Utah Division of Oil, Gas & Mining - SLC, UT
- 1 - Emery County Planning - CastleDale, UT
- 3 - Petroleum Development Corporation - Bridgeport, WV

**CONFIDENTIAL - TIGHT HOLE**





**Petroleum  
Development  
Corporation**

103 East Main Street  
P. O. Box 26  
Bridgeport, West Virginia 26330

Phone: (304) 842-3597

**October 12, 1999**

**Bureau of Land Management  
Price Field Office  
125 South 600 West  
Price, UT 84501**

**Attn: Minerals**

**Re: Middle Mountain #21-16  
Emery County, Utah**

**Gentlemen:**

**This letter is to inform you that Permitco Inc. is authorized to act as Agent and to sign documents on behalf of Petroleum Development Corporation when necessary for filing county, state and federal permits including Onshore Order No. 1, Right of Way applications, etc., for the above mentioned well.**

**It should be understood that Permitco is acting as Agent only in those matters stated above and is not responsible for drilling, completion, production or compliance with regulations.**

**Petroleum Development Corporation agrees to accept full responsibility for operations conducted in order to drill, complete and produce the above-mentioned well.**

**Sincerely,**

**Eric R. Stearns  
Vice President**

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**ONSHORE OIL & GAS ORDER NO. 1  
 Approval of Operations on Onshore  
 Federal and Indian Oil and Gas Leases**

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas Order No. 1, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

**1. FORMATION TOPS**

The estimated tops of important geologic markers are as follows:

<b>Formation</b>	<b>Depth</b>	<b>Subsea</b>
North Horn	Surface	+8,641'
Price River	251'	+8,390'
Castlegate Sandstone	941'	+7,700'
Blackhawk Sandstone	1,241'	+7,400'
Star Point Sandstone	2,266'	+6,375'
Mancos Shale	2,641'	+6,000'
Emery Sandstone	3,811'	+4,830'
Blue Gate Shale	4,911'	+3,730'
Ferron Sandstone Upper Bench	7,141'	+1,500'
Ferron Sandstone Lower Bench	7,501'	+1,140'
Tununk Shale	7,606'	+1,035'
Dakota Sandstone	8,121'	+ 520'
Morrison Sandstone	8,246'	+ 395'
T.D.	8,400'	+ 241'



**2. ANTICIPATED DEPTH OF OIL, GAS WATER AND OTHER MINERAL BEARING ZONES**

The estimated depths at which the top and bottom of the anticipated water, oil, gas or other mineral bearing formations are expected to be encountered are as follows:

Substance	Formation	Depth
Water	Blackhawk Sandstone	1,241'-2,266'
Coal	Blackhawk Sandstone	1,241' to 2,266'
Water	Star Point Sandstone	2,266' to 2641'
Water	Emery Sandstone	3,811' to 4,911'
Gas	Ferron Sandstone	7,141' to 7,241' and 7501'-7601'
Gas	Dakota Sandstone	8,121'-8,221'

All fresh water and prospectively valuable minerals encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

All water shows and water-bearing sands will be reported to the BLM in Moab, Utah. Copies of State of Utah form OGC-8-X are acceptable. If noticeable water flows are detected, samples will be submitted to the BLM along with any water analyses conducted.

**3. BOP EQUIPMENT/REQUIREMENTS**

Petroleum Development Corporation's minimum specifications for pressure control equipment are as follows:

Ram Type: 11" Hydraulic double, 3000 psi w.p.

Ram type preventers and associated equipment shall be tested to approved stack working pressure if isolated by test plug or to 70 percent of internal yield pressure of casing. Pressure shall be maintained for at least 10 minutes or until requirements of test are met, whichever is longer. If a test plug is utilized, no bleed-off pressure is acceptable. For a test not utilizing a test plug, if a decline in pressure of more than 10 percent in 30 minutes occurs, the test shall be considered to have failed.



Valve on casing head below test plug shall be open during test of BOP stack.

Annular type preventers (if used) shall be tested to 50 percent of rated working pressure. Pressure shall be maintained at least 10 minutes or until provisions of test are met, whichever is longer.

As a minimum, the above test shall be performed:

- a. when initially installed;
- b. whenever any seal subject to test pressure is broken
- c. following related repairs; and
- d. at 30-day intervals

Valves shall be tested from working pressure side during BOPE tests with all down stream valves open.

When testing the kill line valve(s) the check valve shall be held open or the ball removed.

Annular preventers (if used) shall be functionally operated at least weekly.

Pipe and blind rams shall be activated each trip, however, this function need not be performed more than once a day.

A BOPE pit level drill shall be conducted weekly for each drilling crew.

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., and individual components shall be operable as designed. Chart recorders shall be used for all pressure tests.

Pressure tests shall apply to all related well control equipment.

All of the above described tests and/or drills shall be recorded in the drilling log. Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to a BLM representative upon request.

Pressure tests shall apply to all related well control equipment.

BOP systems shall be consistent with API RP53. Pressure tests will be conducted before drilling out from under casing strings which have been set and cemented in place. Blowout preventer controls will be installed prior to drilling the surface casing plug and will remain in use until the well is completed or abandoned. Preventers will be inspected and operated at least daily to ensure good mechanical





working order, and this inspection will be recorded on the daily drilling report. Preventers will be pressure tested before drilling casing cement plugs.

The Price River Field Office shall be notified, at least 24 hours prior to initiating the pressure test, in order to have a BLM representative on location during pressure testing.

- a. The size and rating of the BOP stack is shown on the attached diagram. Although a rig has not been chosen to drill this well, most of the equipment for this depth of hole in the area use a 11", 3000 psi working pressure blowout preventor.
- b. A choke line and a kill line are to be properly installed. The kill line is not to be used as a fill-up line.
- c. The accumulator system shall have a pressure capacity to provide for repeated operation of hydraulic preventers.
- d. Drill string safety valve(s), to fit all tools in the drill string, are to be maintained on the rig floor while drilling operations are in progress.

#### **4. CASING AND CEMENTING PROGRAMS**

- a. The Price River Field Office shall be notified at least 24 hours prior to the running and cementing of all casing strings, in order to have a BLM representative on location while running and cementing all casing strings.
- b. The proposed casing and cementing program shall be conducted as approved to protect and/or isolate all usable water zones, potentially productive zones, lost circulation zones, abnormally pressured zones, and any prospectively valuable deposits of minerals. Any isolating medium other than cement shall receive approval prior to use. The casing setting depth shall be calculated to position the casing seat opposite a competent formation which will contain the maximum pressure to which it will be exposed during normal drilling operations. Determination of casing setting depth shall be based on all relevant factors, including; presence/absence of hydrocarbons; fracture gradients; usable water zones; formation pressures; lost circulation zones; other minerals; or other unusual characteristics. All indications of usable water shall be reported.
- c. Casing design shall assume formation pressure gradients of 0.44 to 0.50 psi per foot for exploratory wells (lacking better data).



- d. Casing design shall assume fracture gradients from 0.70 to 1.00 psi per foot for exploratory wells (lacking better data)
- e. Casing collars shall have a minimum clearance of 0.422 inches of all sides in the hole/casing annulus, with recognition that variances can be granted for justified exceptions.
- f. All waiting on cement times shall be adequate to achieve a minimum of 500 psi compressive strength at the casing shoe prior to drilling out.
- g. All casing except the conductor casing, shall be new or reconditioned and tested used casing that meets or exceeds API standards for new casing.
- h. The surface casing shall be cemented back to surface either during the primary cement job or by remedial cementing.
- i. All indications of usable water shall be reported to the authorized officer prior to running the next string of casing or before plugging orders are requested, whichever occurs first.
- j. Three centralizers will be run on the bottom three joints of surface casing (minimum of one centralizer per joint starting with the shoe joint.)
- k. Top plugs shall be used to reduce contamination of cement by displacement fluid. A bottom plug or other acceptable technique, such as a suitable preflush fluid, inner string cement method, etc. shall be utilized to help isolate the cement from contamination by the mud fluid being displaced ahead of the cement slurry.
- l. All casing strings below the conductor shall be pressure tested to 0.22 psi per foot of casing string length or 1500 psi, whichever is greater, but not to exceed 70 percent of the minimum internal yield. If pressure declines more than 10 percent in 30 minutes, corrective action shall be taken.
- m. On all exploratory wells, and on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.



Petroleum Development Corporation

**Lease No. UTU-77263**

**Middle Mountain #21-16**

1309' FSL and 834' FEL

SE SE Sec. 21, T16S - R6E

**DRILLING PROGRAM**

Emery County, Utah

Page 6

n. The proposed casing program will be as follows:

Purpose	Depth	Hole Size	O.D.	Weight	Grade	Type	New or Used
Surface	0-120'	17-1/2"	13-3/8"	48#	H-40	ST&C	New
Intermediate	0-2700'	12-1/4"	9-5/8"	36#	J-55	LT&C	New
Production	0-8400'	8-3/4"	4-1/2"	11.6#	N-80	LT&C	New

o. Casing design subject to revision based on geologic conditions encountered.

p. The cement program will be as follows:

Surface	Type and Amount
0-120'	167 sx Class "G" with 2% bwoc CaCL <sub>2</sub> , 0.25#/sx flake or sufficient to circulate to surface.
Production	Type and Amount
0-2700'	<b>Lead:</b> 343sx (35:65) Poz Class "C" with 6% bwoc Bentonite plus 2% bwoc CaCL <sub>2</sub> and 0.5% bwoc Sodium Metasilicate + 0.25#/sk Flake. <b>Tail:</b> 188 sxs Class "G" cement + 2% bwoc CaCL <sub>2</sub> , 0.25#/sx Flake, or sufficient to circulate to surface.
6641'-8400'	647 sxs Class "G" with 3% KCl and 0.6% Fluid loss additive plus 0.1% dispersant + 0.2% Sodium Metasilicate and 0.1% Retarder plus 0.25#/sx Cello flakes. Top of cement will be at 6641'. Actual cement volumes will be calculated for caliper logs.

q. The Price River Field Office should be notified, with sufficient lead time, in order to have a BLM representative on location while running all casing strings and cementing.

r. After cementing but before commencing any test, the casing string shall stand cemented until the cement has reached a compressive strength of at least 500 psi at the shoe. WOC time shall be recorded in the driller's log.



- s. The following reports shall be filed with the District Manager within 30 days after the work is completed.
1. Progress reports, Form 3160-5 (formerly 9-331) "Sundry Notices and Reports on Wells", must include complete information concerning:
    - a. Setting of each string of casing, showing the size, grade, weight of casing set, hole size, setting depth, amounts and type of cement used, whether cement circulated or the top of the cement behind the casing, depth of cementing tools used, casing test method and results, and the date work was done. Show the spud date on the first reports submitted.
    - b. Temperature or bond logs must be submitted for each well where the casing cement was not circulated to the surface.
- t. Auxiliary equipment to be used is as follows:
1. Kelly cock
  2. No bit float is deemed necessary.
  3. A sub with a full opening valve.

**5. MUD PROGRAM**

- a. The proposed circulating mediums to be employed in drilling are as follows:

Interval	Mud Type	Mud Wt.	Visc.	F/L	PH
0-200'	Native Mud	9.0	35	NC	9
200-T.D.	Air/Mist/Foam	N/A	N/A	N/A	N/A

There will be sufficient mud on location to control a blowout should one occur.

A mud test shall be performed every 24 hours after mudding up to determine, as applicable: density, viscosity, gel strength, static filtration loss, and Ph.



- b. Mud monitoring equipment to be used is as follows:
  - 1. Periodic checks will be made each tour of the mud system. The mud level will be checked visually.
- c. Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing or completion operations.

**6. EVALUATION PROGRAM - TESTING, LOGGING AND CORING**

The anticipated type and amount of testing, logging and coring are as follows:

- a. No drill stem tests are anticipated however, if a DST is run, the following requirements will be adhered to:

Initial opening of drill stem test tools shall be restricted to daylight hours unless specific approval to start during other hours is obtained from the authorized officer. However, DST's may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e. lighting which is adequate for visibility and vapor-proof for safe operations). Packers can be released, but tripping shall not begin before daylight, unless prior approval is obtained from the authorized officer. Closed chamber DSTs may be accomplished day or night.

A DST that flows to the surface with evidence of hydrocarbons shall be either reversed out of the testing string under controlled surface conditions or displaced into the formation prior to pulling the test tool. This would involve providing some means for reverse circulation.

Separation equipment required for the anticipated recovery shall be properly installed before a test starts.

All engines within 100 feet of the wellbore that are required to "run" during the test shall have spark arresters or water cooled exhausts.

- b. The logging program will consist of a Gamma Ray from surface to T.D., a Caliper, dual induction, litho-density, photo-electron, compensated neutron, temperature, and audio from 120' to 2700' and from 2700' to T.D. A cement bond log will be run from 120 to T.D.



- c. No cores are anticipated.
- d. Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. Two copies of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the authorized officer (AO).
- e. The anticipated completion program is as follows:

Drill to total depth of approximately 8400'. Run 4 1/2" casing through deepest pay as indicated on well logs; perforate 10 feet of any prospective pay zones with 3 3/8" Owens Raptor expendable carrier gun; 4 shots per foot; 120 degree phasing; 32 gram HMX; 0.4" diameter holes; 34" penetration. Anticipate 70% nitrogen-foam stimulation using 100,000# to 150,000# of 20/40 mesh white sand per stage; 30# Purgel III HT fluid system; 18,000 to 20,000 gallon Fluid; 500,000 to 600,000 SCF of nitrogen gas.

7. **ANTICIPATED PRESSURES AND H<sub>2</sub>S**

- a. The expected maximum bottom hole pressure is 1700 psi. Under pressuring is anticipated.
- b. No hydrogen sulfide gas is anticipated.

8. **OTHER INFORMATION AND NOTIFICATION REQUIREMENTS**

- a. The anticipated number of days to reach T.D. is approximately 14. Completion operations will begin within 60 days following completion of drilling operations.
- b. Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by telegram or other written communications, not later than 5 days following the date on which the well is placed on production.



- c. Production data shall be reported to the MMS pursuant to 30 CFR 216.5 using form MMS/3160.
- d. The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or the date on which gas is first measured through permanent metering facilities, whichever first occurs.
- e. Pursuant to NTL-4A, lessees or operators are authorized to vent/flare gas during initial well evaluation tests, not exceeding a period of 30 days or the production of 50 MMCF of gas, whichever occurs first. An application must be filed with the District Engineer and approval received, for any venting/flaring of gas beyond the initial 30 day or authorized test period.
- f. Gas produced from this well may not be vented or flared beyond an initial authorized test period of 30 days or 50 MMCF following its completion, whichever occurs first, without the prior written approval of the Authorized Officer. Should gas be vented or flared without approval beyond the authorized test period, the operator may be directed to shut-in the well until the gas can be captured or the operator shall be required to compensate the lessor for that portion of the gas vented or flared without approval which is determined to have been avoidably lost.
- g. A schematic facilities diagram as required by 43 CFR 3162.7-2, 3162.7-3 and 3162.7-4 shall be submitted to the appropriate District Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in 43 CFR 3162.7 and Onshore Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-4.
- h. Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."



If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

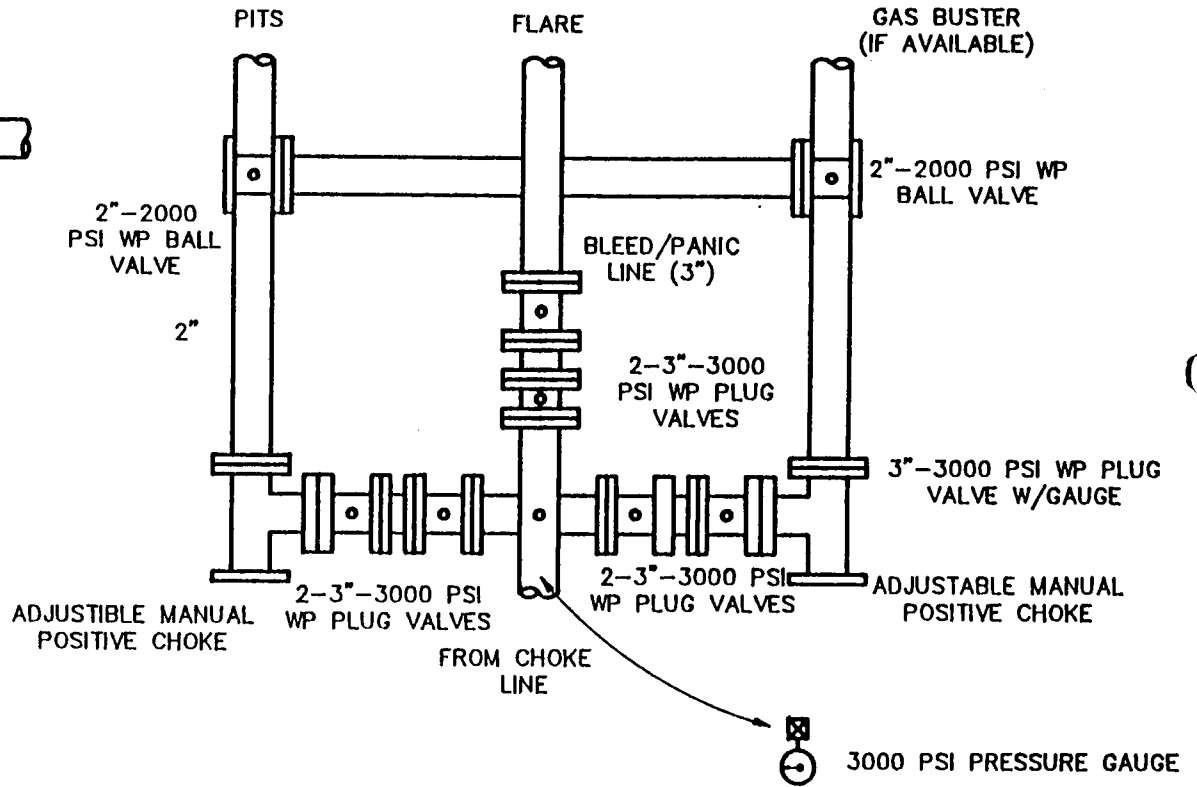
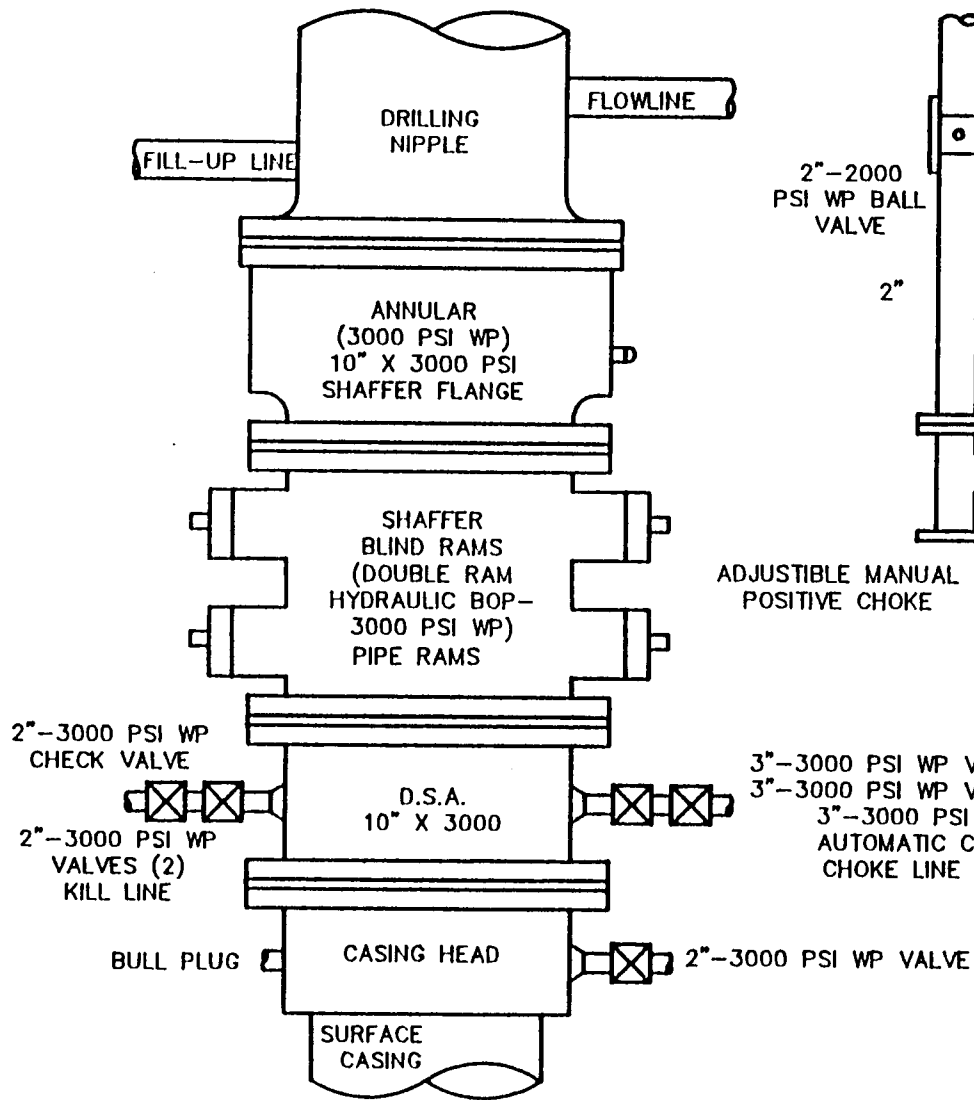
- i. Operations are planned to commence on July 15, 2000.
- j. It is anticipated that the drilling of this well will take approximately 14 days.
- k. No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given before resumption of operations.
- l. Immediate Report: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.
- m. If a replacement rig is contemplated for completion operations, a "Sundry Notice" Form 3160-5 to that effect will be filed, for prior approval of the AO, and all conditions of this approved plan are applicable during all operations conducted with the replacement rig.
- n. Pursuant to Onshore Order No. 7, with the approval of the District Engineer, produced water may be temporarily disposed of into unlined pits for a period of up to 90 days. During the period so authorized, an application for approval of the permanent disposal method, along with the required water analysis and other information, must be submitted to the District Engineer.
- o. No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the SO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within 30 days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative. or the appropriate Surface Managing Agency.





**BOP SCHEMATIC**  
3000 PSI WORKING PRESSURE

**PLAN VIEW CHOKING MANIFOLD**



THE HYDRAULIC CLOSING UNIT WILL BE LOCATED MORE THAN 30' FROM THE WELLHEAD. CHOKING AND BLEED/PANIC LINES WILL GO TO THE PIT AND FLARE. ALL CONNECTIONS IN CHOKING LINES AND MANIFOLD WILL BE FLANGED OR WELDED. ALL FLANGES SHOULD BE RING JOINT GASKET TYPE. ALL TURNS IN LINES SHALL BE CONSTRUCTED USING TARGETING 90° TEES OR ELLS. ALL LINES SHALL BE ANCHORED.

ONSHORE OIL & GAS ORDER NO. 1

**Thirteen Point Surface Use Plan**

The onsite inspection for the subject well was conducted on Tuesday, August 26, 1999 at approximately 4:20 p.m. Weather conditions were cool and cloudy. In attendance at the onsite inspection were the following individuals:

Robert Kay	Land Surveyor	Uintah Eng. & Land Surveying
Lisa Smith	Permitting Agent	Permitco Inc.
Tom Carpenter	Geologist	Petroleum Development Corporation
Jeff DeFreest	District Geologist	U.S. Forest Service
Brent Barney	Transportation Engineer	U.S. Forest Service
Carter Reed	Geologist	U.S. Forest Service
Will Wilson	Geologist	U.S. Forest Service
Stan Anderson	Wildlife Biologist	U.S. Forest Service
Sandra Kaminski	Range Conservationist	U.S. Forest Service
Leland Matheson	Land & Special Uses	U.S. Forest Service
Katherine Foster	Hydrologist	U.S. Forest Service
Rob Davies	Soils/Fisheries	U.S. Forest Service
Mike Kaminski	Petro. Engineering Tech.	Bureau of Land Management - Price
Michael Jackson	Geologist	Bureau of Land Management - Richfield

1. **EXISTING ROADS**

- a. The proposed well site is located approximately 21.9 miles northwest of Orangeville, Utah.
- b. Directions to the location from Orangeville, Utah are as follows:

Proceed west on Highway 29 for 15.4 miles. Turn right and proceed northerly on the Joe's Valley Road for 6.5 miles. Turn left onto the new access. The proposed well pad sits adjacent to the Joe's Valley Road on the west side.

- c. For location of access roads within a 2-Mile radius, see Maps "A" & "B".
- d. The Joe's Valley Road is an improved road. No further improvements will be needed.



- e. All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.
- f. Existing roads and newly constructed roads on surface under the jurisdiction of any Surface Managing Agency shall be maintained in accordance with the standards of the SMA.
- g. Vehicle operators will obey posted speed restrictions and observe safe speeds commensurate with road and weather conditions.

## **2. PLANNED ACCESS ROADS**

- a. The new access is approximately 500 feet in length. Due to the short distance of the new access, a road design will not be necessary. The new access will be crowned and ditched prior to drilling of the well.
- b. The maximum grade will be approximately 3 percent.
- c. Due to the short length of the new access, no turnouts will be needed.
- d. One 18" culvert will be installed along where the new access leaves the Joe's Valley Road.
- e. The new access road was centerline flagged at the time of staking.
- f. No cattle guards will be necessary.
- g. Surface disturbance and vehicular travel will be limited to the approved location and approved access route. Any additional area needed will be approved in advance. Unauthorized off-road vehicular travel is prohibited.
- h. Adequate signs will be posted along Forest Development Roads to warn the public of project related traffic.



**3. LOCATION OF EXISTING WELLS WITHIN A 1-MILE RADIUS OF THE PROPOSED LOCATION.**

See Attached Map.

- a. Water wells -none
- b. Injection wells -none
- c. Producing wells - none
- d. Drilling wells - none

**4. LOCATION OF TANK BATTERIES AND PRODUCTION FACILITIES.**

- a. All permanent structures (onsite for six months or longer) constructed or installed (including oil well pump jacks) will be painted a neutral color to blend with the surrounding environment. The proposed color for this site is Carlsbad Canyon unless otherwise stipulated by the Forest Service. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded.
- b. If storage facilities/tank batteries are constructed on this lease, the facility/battery or the well pad will be surrounded by a containment dike of sufficient capacity to contain at a minimum, the entire content of the largest tank within the facility/battery, unless more stringent protective requirements are deemed necessary by the authorized officer.
- c. All loading lines will be placed inside the berm surrounding the tank battery.
- d. Gas meter runs for each well will be located within 500 feet of the wellhead. The gas flow line will be buried or anchored down from the wellhead to the meter and 500 feet downstream of the meter run or any production facilities. Meter runs will be housed and/or fenced.
- e. The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries. Tests for meter accuracy will be conducted monthly for the first three months on new meter installations and at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the BLM in Price, Utah. All meter measurement facilities will conform with Onshore Oil and Gas Order No. 4 for liquid hydrocarbons and Onshore Oil and Gas Order No. 5 for natural gas measurement.



- f. A production facility diagram is attached showing placement of all proposed production facilities. If the facilities should change from that submitted, a revised production diagram will be submitted. Production facilities will be subject to further environmental analyses and approval by the Forest Service.
- g. Installation of any oil or gas flow lines will be done along the proposed access routes.
- h. Any necessary pits will be properly fenced to prevent any wildlife entry.
- i. All site security guidelines identified in 43 CFR 3162.7 regulations will be adhered to.
- j. All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the Authorized Officer.
- k. All access roads will be maintained as necessary to prevent erosion and accommodate year-round traffic. The road will be maintained in a safe useable condition.
- l. The site will require periodic maintenance to ensure that drainages are kept open and free of debris, ice, and snow, and that surfaces are properly treated to reduce erosion, fugitive dust, and impacts to adjacent areas.
- m. All gasoline, diesel and steam-powered equipment will be equipped with effective spark arresters or mufflers. Spark arresters will meet Forest Service specifications discussed in the USDA Forest Service Spark Arrester Guide. In addition, all electrical equipment must be properly insulated to prevent sparks.
- n. A gas pipeline will be constructed along the Miller Flat Road and then turn easterly to a tie in point located in Section 22, T16S - R6E. See Map C attached and pipeline attachment for additional details.

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

- a. All water needed for drilling purposes will be obtained from Joe's Valley Reservoir or Miller Flat Reservoir. The point of diversion will be determined by the Irrigation District prior to use of this water source.



- b. A copy of the approved water permit will be submitted under separate cover.
- c. Water needed for operations will be properly and legally obtained according to State water laws. The location of diversion, if on National Forest System lands, is subject to Forest Service approval.

**6. SOURCE OF CONSTRUCTION MATERIAL**

- a. Surface and subsoil materials in the immediate area will be utilized.
- b. Any gravel used will be obtained from a private or commercial source unless other arrangements are made with the forest service.
- c. The use of materials under BLM jurisdiction will conform with 43 CFR 3610.2.3. Construction material will not be located on lease.
- d. No construction materials will be removed from Federal land.

**7. METHODS OF HANDLING WASTE DISPOSAL**

- a. The reserve pit will be constructed so as not to leak, break, or allow discharge. The reserve pit will be lined with a minimum 10 mil plastic liner.
- b. The reserve pit will be constructed of sufficient size and capacity for the necessary fluids for drilling and to contain any runoff from the drill site. Pits will not be constructed within intermittent or perennial stream channels.
- c. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit.
- d. The reserve pit will be constructed in undisturbed material and below the natural ground level.
- e. All drilling fluids will be contained in the reserve pit. All appropriate measures will be taken to assure that leakage through the reserve pit does not occur and that fluids are not allowed to overflow. A minimum 2-foot freeboard will be maintained in the pit at all times during the drilling operation and the pit will be fenced during drilling and completion operations.



- f. Burning of garbage and debris is prohibited. All trash will be contained in a trash cage and its contents periodically disposed of off the Forest at an approved refuse facility.
- g. After first production, produced waste water will be confined to a unlined pit or storage tank for a period not to exceed ninety (90) days. During the 90-day period, in accordance with Onshore Order No. 7, an application for approval of a permanent disposal method and location, along with the required water analysis, will be submitted for the AO's approval. Failure to file an application within the time allowed will be considered an incident of noncompliance.
- h. Drill cuttings are to be contained and buried in the reserve pit.
- i. Any salts and/or chemicals which are an integral part of the drilling system will be disposed of in the same manner as the drilling fluid.
- j. Sanitary facilities are required on site at all times during operations. Sewage will be placed in a portable chemical toilet or holding tank and disposed of in accordance with state and county regulations. The installation of facilities, other than self contained chemical toilets, is subject to State and Forest Service approval.
- k. The produced fluids (other than water) will be produced into a test tank until such time as construction of production facilities is completed. Any spills of oil, gas salt water or other produced fluids will be cleaned up and removed.

**8. ANCILLARY FACILITIES**

There are no airstrips, camps, or other facilities planned during the drilling of the proposed well.

**9. WELL SITE LAYOUT**

- a. Section corners, survey markers and claim corners in the project area will be located and flagged by Petroleum Development Corporation prior to operations. The removal or disturbance of identified markers will be approved by the proper authority.
- b. The pad and road designs will be consistent with Forest Service specifications as outlined in the Region 4 Oil and Gas Rooding Guidelines (Attachment 1) and the Manti-La Sal National



Forest Oil and Gas Well Site Guidelines (Attachment 2) and are subject to Forest Service approval. No construction operations may begin prior to approval. any modifications to approved plans are also subject to review and approval.

- c. A pre-construction meeting including the responsible company representative(s), contractors, and the Forest Service must be conducted at the project site prior to commencement of surface-disturbing activities. The pad and road work must be construction-staked prior to this meeting. Site-specific requirements will be discussed at that time.
- d. The well pad has been staked at it's maximum size, however it will be constructed smaller if possible, depending upon rig availability.
- e. The operator shall submit for approval,(within 90 days following completion of the well), a maintenance plan for the site, the project road and that portion of nay Forest Development Road to be used for project access. A road use permit must be obtained from the Forest Service authorizing commercial use of Forest Development Roads. Requirements listed in the road-use permit must be followed. In the event of a discovery, an undated maintenance plan will be required.
- f. The operator will acquire appropriate permission to use non-Forest Service Roads.
- g. The project engineer and surveyors are certified by the State in which they reside or maintain their business.
- h. All surface disturbing activities, including reclamation, will be supervised by a qualified, responsible official or representative of Petroleum Development Corp. who is aware of the terms and conditions of the APD and specifications in the approved plans.
- i. All cut and fill slopes will be such that stability can be maintained for the life of the activity. Cut and fill slopes will be constructed as follows:

Height of Slope	Slope
0-5 feet	3:1
6-10 feet	2:1
over 10 feet	1-1/2:1





- j. All fills will be free from vegetative materials and will be compacted in lifts no greater than 12 inches in thickness to a minimum of 90 percent Proctor dry density sufficient to prevent excessive settlement.
- k. If the well is productive, the working surface of the drill site will be surfaced with crushed gravel to a depth sufficient to support anticipated loads throughout the life of the well. Usually a depth of 12 inches of gravel is anticipated.
- l. A diversion ditch having the minimum dimensions of 3 feet horizontal to 1 foot vertical (3:1 ditch), will be constructed around the site to divert surface waters from flowing onto the site. The ditch will be located at the base of the cut slope and around the toe of the fill slopes (see Drawing No. 1 - Construction Requirements for Typical Well Sites). A straw dike will be constructed in the ditch outflow to trap any sediment produced from the raw slopes. A culvert will be necessary where the access road enters the site.
- m. A berm will be constructed around the perimeter of the site to contain all precipitation, spills, and other fluids from leaving the site. The berm will be a minimum of 18 inches high, 12 inches wide at the top, and having 1-1/2:1 side slopes. The site surface will be graded to drain to the reserve pit. The drainage pattern to be constructed will be modified for each site, depending on the site specific conditions.
- n. The reserve pit will be located on the southwest side of the location.
- o. The stockpiled topsoil (first 12 inches or maximum available) will be stored along the southeast side of the location as shown on the rig layout. All topsoil must be stripped from areas to be disturbed and stockpiled for reclamation in such a way as to prevent soil loss and contamination.
- p. See Location Layout for orientation of rig, cross section of drill pad and cuts and fills.
- q. The location of mud tanks; reserve pit, trash cage; pipe racks; living facilities and soil stockpiles will be shown on the Location Layout.
- r. All pits will be fenced to prevent wildlife entry.
- s. The reserve pit fencing (5 strand barbed wire) will be on three sides during drilling operations and on the fourth side when the rig moves off the location. Pits will be fenced and maintained until cleanup.



- t. Quality Permits as required by the Utah Air Quality Division of the EPA (Ursala Kramer) for the Colorado River Air Quality Basin will be obtained by Petroleum Development Corporation and submitted under separate cover.

## 10. PLANS FOR RESTORATION OF SURFACE

### Dry Hole

- a. Rehabilitation of the entire site will be required and will commence immediately after the drilling is complete. The site will be restored as nearly practical to its original condition. Cut and fill slopes will be reduced and graded to conform to the adjacent terrain.
- b. Fluids in the reserve pit will be siphoned off and hauled to an approved disposal source, or re-used at another drill site. Petroleum Development Corp. will attempt to reclaim the reserve pit prior to winter, or the following summer.
- c. Drainages will be reestablished and temporary measures will be required to prevent erosion to the site until vegetation is established.
- d. Generally speaking, the standpipe for well identifications will be removed on National Forest lands. A final determination will be made on a case-by-case basis.
- e. After final grading and before the replacement of topsoil, the entire surface of the site shall be scarified to eliminate slippage surfaces and to promote root penetration. Topsoil will then be spread over the site to achieve an approximate uniform, stable thickness consistent with the established contours.
- f. A temporary fence (let down fence) will be constructed around the site to prevent continued use until the required reclamation standards are successfully achieved. The fence will then be removed.
- g. In general, the disturbed areas will be considered adequately revegetated when at least 90 percent of the original ground cover is re-established over 90 percent of the seeded area, within three years of planting, consisting of seeded and desirable species. Maximum allowable non-noxious weeds is 10 percent of the total ground cover at any time. No noxious weeds will be allowed on the site; they must be treated as they occur. The operator is responsible for maintenance of reclamation facilities such as fences, barricades and



temporary drainage structures until the desired reclaimed conditions are achieved. If the desired ground cover is not established at the end of each 3 year period, an analysis of why the areas has not recovered will be performed by the operator and additional treatment and seeding will be required based on the results of the analysis.

- h. Straw, hay, feed, or pellets used on the National Forests of Utah must be certified weed-free by the State of Utah.
- i. At such time as the well is plugged and abandoned, the operator shall submit a subsequent report of abandonment.
- j. The well pad and access road will be reclaimed as per Forest Service standards (within normal oilfield operations). The operator will be informed of Forest Service requirements within 2 weeks following completion of the well to determine if the Forest Service can utilize the access road and/or well pad for recreational purposes. If the Forest Service agrees to take over the access and/or well pad, they also agree to take full responsibility for continued use and maintenance of the area and all liability associated with same.

**Producing Location**

- k. Site reclamation for producing wells will be accomplished for portions of the site not required for the continued operation of the well. All disturbed surface will be treated to prevent erosion and to complement the esthetics of the area. A new site plan will be required encompassing the facilities required for operation and interim reclamation measures.
- l. 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.
- m. Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with 43 CFR 3162.7-1.
- n. The plastic nylon reinforced liner shall be torn and perforated before backfilling of the reserve pit.
- o. At the end of drilling operations, drilling fluids will be hauled to an approved disposal site. All polluting substances or contaminated materials, such as oil, oil-saturated soils, and gravel, will be buried with a minimum of 2 feet of clean soil as cover or be removed from the Forest.



- p. The reserve pit must be dry before it is backfilled and reclaimed. Once the reserve pit is dry, the reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. Methods for drying the pit, other than natural evaporation, are subject to prior Forest Service approval.
- q. The cut and fill slopes and all other disturbed areas not needed for the production operation will be top soiled and revegetated. The berm will be removed and the site graded to drain.
- r. Stockpiled topsoil will be redistributed evenly over the disturbed area upon reclamation.
- s. The site will be seeded and/or planted as prescribed by the Forest Service. Nutrients and soil amendments will be applied to the redistributed surface soil later as necessary to meet the revegetation requirements. The seed mix is as follows:

<i>Species</i>	<i>#'s PLS/Acre</i>
Slender Wheatgrass	2
Intermediate Wheatgrass	2
Timothy	2
Orchard Grass	2
Perennial Rye	2
Alfalfa (Ladak)	1

11. **SURFACE OWNERSHIP**

Access Roads - All roads are located within the Manti-La Sal National Forest, or are maintained by the County or State Highway Departments.

Well pad - The well pad is located on lands managed by the Manti-La Sal National Forest.



**12. OTHER INFORMATION**

- a. Move-in and move-out of the drill rig will not be allowed during major national holiday weekends and will be restricted during the big game hunting seasons as specified by the Forest Service as conditions for approval of the Surface-Use Plan of Operations.
- b. A Class III archeological survey was conducted by Senco-Phenix. No significant cultural resources were found and clearance has been recommended. A copy of this report will be submitted to the appropriate agencies by Senco-Phenix.
- c. The operator is responsible for informing all persons in the areas who are associated with this project that they will be 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 is to immediately stop work that might further disturb such materials, and contact the authorized officer (AO). Within five working days the AO 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 (assuming in situ preservation is not necessary); and
  - a time frame for the AO to complete and expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate. If the operator wishes, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials may be required. Otherwise, the operator will be responsible for mitigation costs. The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that required mitigation has been completed, the operator will then be allowed to resume construction.
- d. 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 the field representative to insure compliance.



- e. A complete copy of the approved APD shall be on location during construction of the location and drilling activities.
- f. There will be no deviation from the proposed drilling and/or workover program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned will be identified in accordance with 43 CFR 3162.h.
- g. "Sundry Notice and Report on Wells" (From 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.
- h. This permit will be valid for a period of one year from the date of approval. An extension period may be granted, if requested, prior to the expiration of the original approval period.
- i. The operator or his contractor shall contact the U.S. Forest Service at 801/637-2817 48 hours prior to construction activities.
- j. Fire suppression equipment must be available to all personnel on the project site. Equipment will include a minimum of one hand tool per crew member consisting of shovels, pulaskis, and chainsaws and one properly rated fire extinguisher per vehicle and/or internal combustion engine.
- k. Petroleum Development Corporation will be held responsible for damage and suppression costs for fires started as a result of operations. Fires must be reported to the Forest Service as soon as possible.
- l. All accidents or mishaps resulting in resource damage and/or serious personal injury must be reported to the Forest Service as soon as possible.
- m. Harassment of wildlife and livestock is prohibited.
- n. All merchantable timber removed or destroyed by construction or other project related activities will be purchased by the operator at fair market value. The Forest Service will conduct a timber cruise and appraisal after the final clearing limits have been staked. Slash burning will be conducted only at locations approved by the Forest Service under authorization or a burning permit.



- o. A Spill Prevention Control and Countermeasure Plan (SPCC) will be submitted under separate cover by Environmental Industrial Services of Helper, Utah (Mel Coonrod).

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

Permit Matters

**PERMITCO INC.**  
Lisa L. Smith  
14421 Weld County Road 10  
Ft. Lupton, CO 80621  
303/857-9999 (W)  
413/812-1691 (E-Fax)

Drilling & Completion Matters

**PETROLEUM DEVELOPMENT CORP.**  
103 E. Main Street  
Bridgeport, WV 26330  
**Tom Carpenter - Geologist**  
800/624-3821- (W)  
304/824-0913 - (F)  
304/842-4277 - (H)  
**Gary Fridley - Landman**  
304/745-3120

Certification

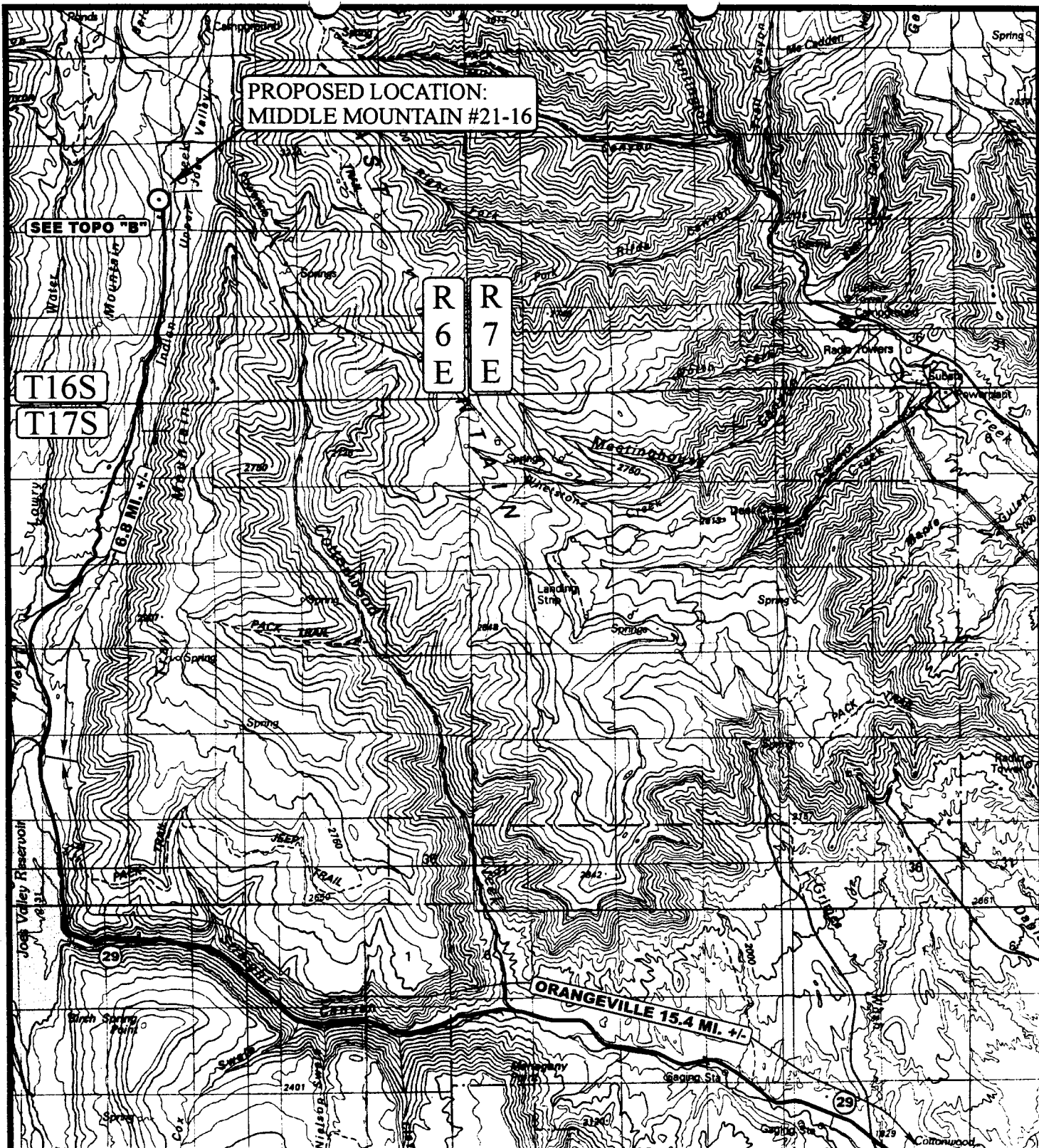
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by Petroleum Development Corp. and its contractors and subcontractors in conformity with the 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.

December 3, 1999  
Date: \_\_\_\_\_

  
\_\_\_\_\_  
Lisa L. Smith - PERMITCO INC.  
Authorized Agent for:  
Petroleum Development Corporation





PROPOSED LOCATION:  
MIDDLE MOUNTAIN #21-16

SEE TOPO "B"

R  
6  
E  
R  
7  
E

T16S

T17S

16.8 MI. +/-

ORANGEVILLE 15.4 MI. +/-

LEGEND:

○ PROPOSED LOCATION

PETROLEUM DEVELOPMENT CORP.

MIDDLE MOUNTAIN #21-16  
SECTION 21, T16S, R6E, S.L.B.&M.  
1309' FSL 834' FEL



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



TOPOGRAPHIC  
MAP

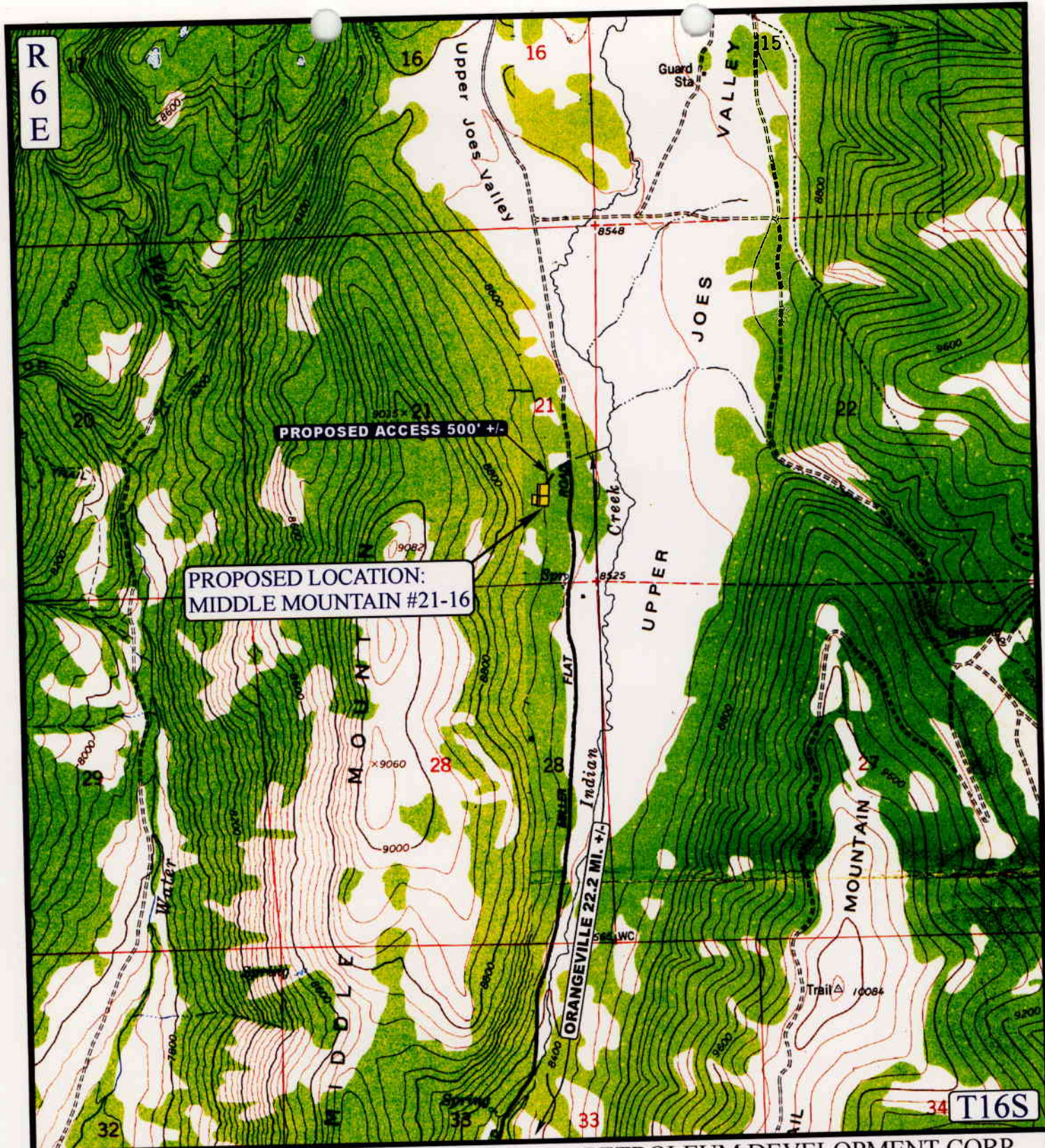
6 22 99  
MONTH DAY YEAR

SCALE: 1 : 100,000 DRAWN BY: J.L.G. REVISED: 10-13-99

A  
TOPO



R  
6  
E



**LEGEND:**

- PROPOSED ACCESS ROAD
- EXISTING ROAD

**PETROLEUM DEVELOPMENT CORP.**

MIDDLE MOUNTAIN #21-16  
 SECTION 21, T16S, R6E, S.L.B.&M.  
 1309' FSL 834' FEL

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

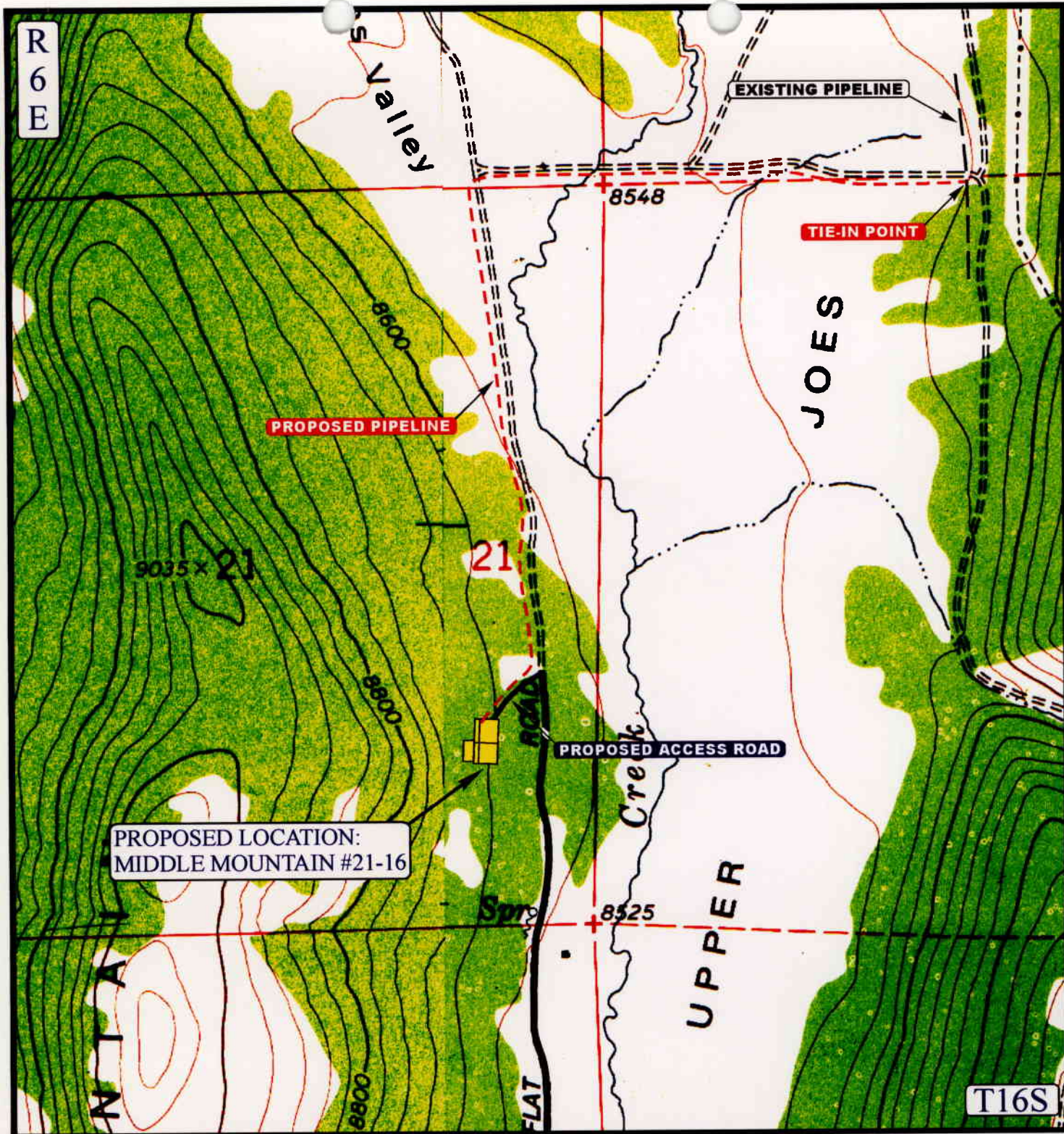


**TOPOGRAPHIC MAP**  
 SCALE: 1" = 2000' DRAWN BY: J.L.G. REVISED: 10-13-99

<b>6</b>	<b>22</b>	<b>99</b>
MONTH	DAY	YEAR

**B**  
TOPO





**APPROXIMATE TOTAL PIPELINE DISTANCE = 8400' +/-**

**LEGEND:**

-  EXISTING PIPELINE
-  PROPOSED PIPELINE
-  PROPOSED ACCESS

**PETROLEUM DEVELOPMENT CORP.**

MIDDLE MOUNTAIN #21-16  
SECTION 21, T16S, R6E, S.L.B.&M.  
1309' FSL 834' FEL



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



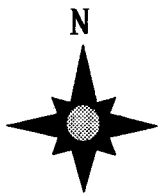
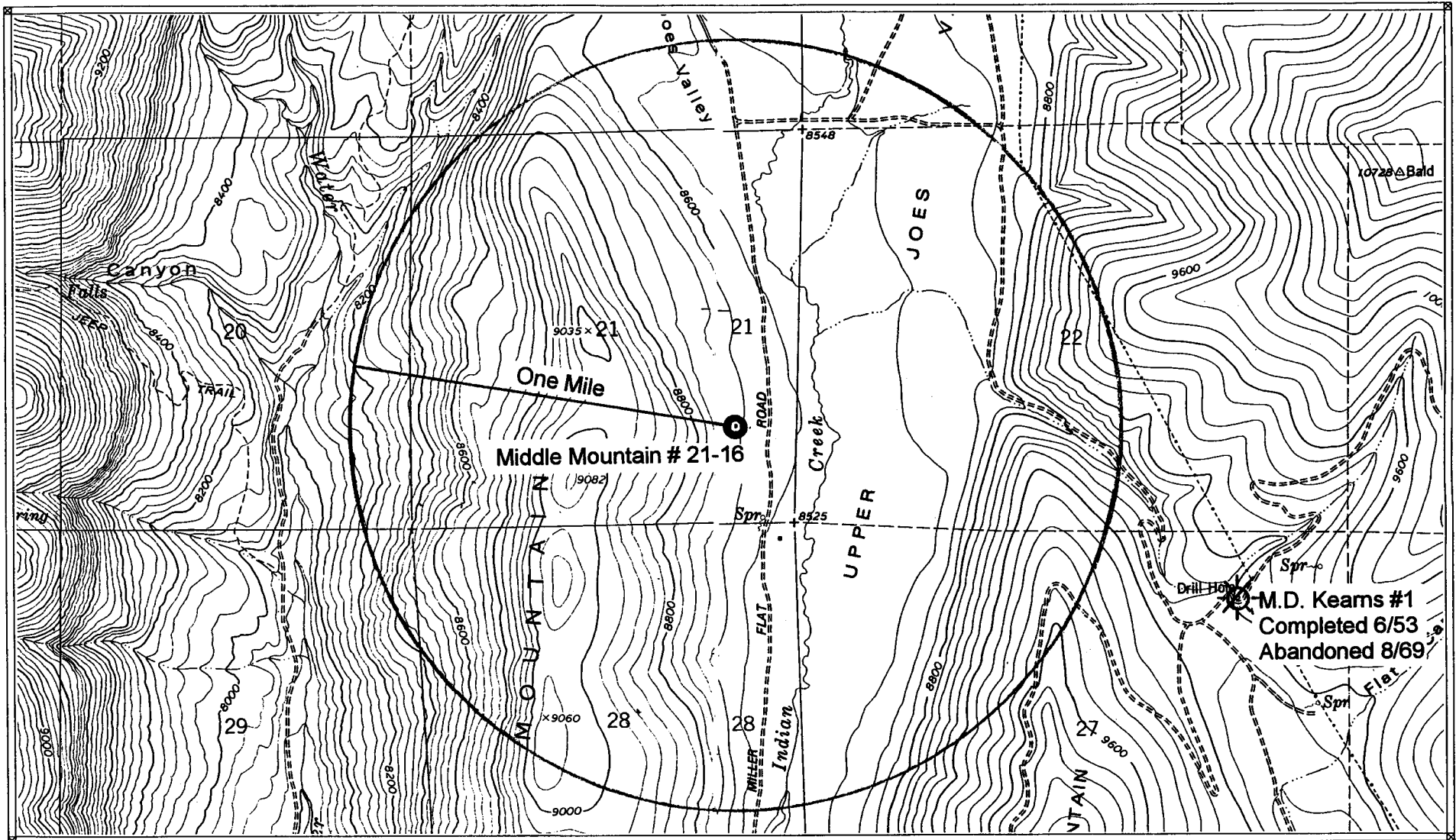
**TOPOGRAPHIC  
MAP**

**10 18 99**  
MONTH DAY YEAR

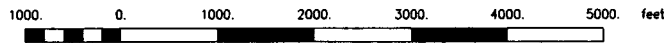
SCALE: 1" = 1000' DRAWN BY: J.L.G. REVISED: 00-00-00







Scale 1:24000.



Petroleum Development Corporation

Wells Within a One Mile Radius of  
Middle Mountain #21-16 Drillsite  
Emery County, Utah

Sec 21-1165-R6E

11/10/99

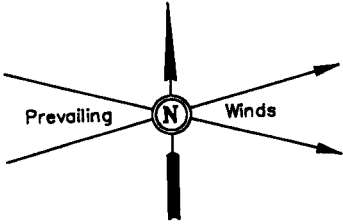
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carpenter

**PETROLEUM DEVELOPMENT CORP.**

LOCATION LAYOUT FOR

MIDDLE MOUNTAIN #21-16  
SECTION 21, T16S, R6E, S.L.B.&M.  
1309' FSL 834' FEL



Proposed Access Road

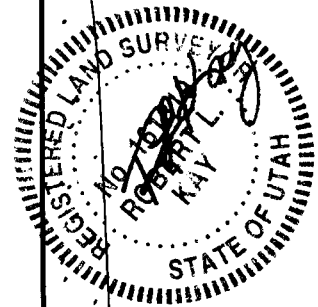
C-8.4'  
El. 63.6'

C-3.2'  
El. 58.4'

F-7.4'  
El. 47.8'

Sta. 3+25

SCALE: 1" = 50'  
DATE: 10-14-99  
Drawn By: C.B.T.



Round Corners as needed

Subsoil Stockpile

CATWALK 175'

PIPE RACKS

El. 69.7'  
C-24.5'  
(btm. pit)

C-4.4'  
El. 59.6'

C-0.6'  
El. 55.8'

Sta. 1+50

F-11.2'  
El. 44.0'

10' WIDE BENCH

Pit Capacity With 2' of Freeboard is ± 10,790 Bbls.

RESERVE PITS 10' Deep

Sta. 0+30

15'

35'

5'

15'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

150'

C-4.3'  
El. 59.5'

C-5.5'  
El. 60.7'

C-5.7'  
El. 60.9'

C-0.6'  
El. 55.8'

DOG HOUSE

WATER

PUMP

MUD SHED

HOPPER

POWER

TOOLS

FUEL

FUEL

FUEL

FUEL

FUEL

FUEL

FUEL

FUEL

FUEL

FUEL

FUEL

TRAILER

TOILET

STORAGE TANK

Topsoil Stockpile

Reserve Pit Backfill & Spoils Stockpile

El. 73.8'  
C-28.6'  
(btm. pit)

F-12.5'  
El. 42.7'

Sta. 0+00

FIGURE #1

Elev. Ungraded Ground at Location Stake = 8655.8'  
Elev. Graded Ground at Location Stake = 8655.2'

UINTAH ENGINEERING & LAND SURVEYING  
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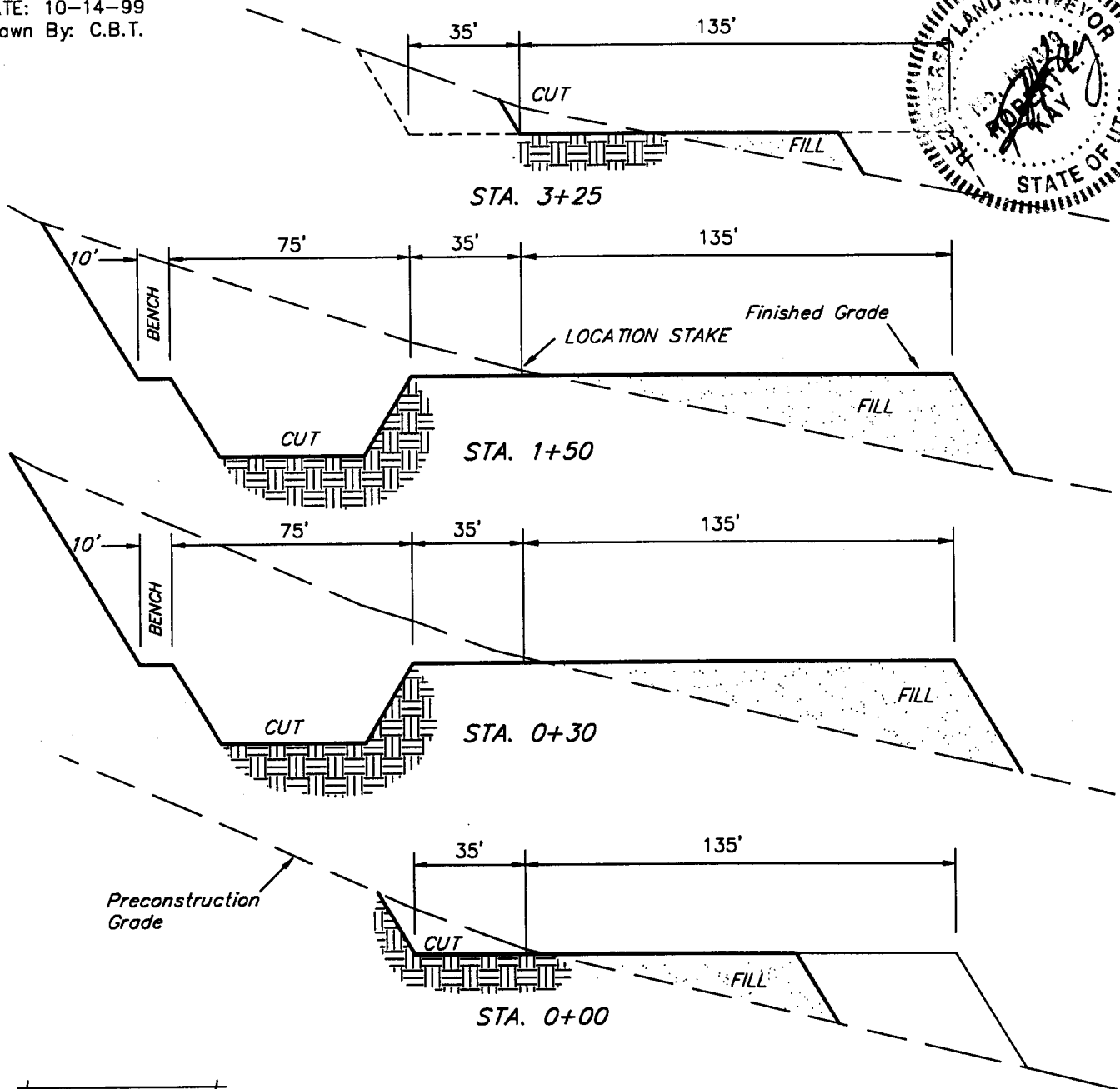
PETROLEUM DEVELOPMENT CORP.

TYPICAL CROSS SECTIONS FOR

MIDDLE MOUNTAIN #21-16  
SECTION 21, T16S, R6E, S.L.B.&M.  
1309' FSL 834' FEL

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

DATE: 10-14-99  
Drawn By: C.B.T.



**FIGURE #2**

APPROXIMATE YARDAGES

CUT	
(6") Topsoil Stripping	= 1,230 Cu. Yds.
Remaining Location	= 11,560 Cu. Yds.
<b>TOTAL CUT</b>	<b>= 12,790 CU.YDS.</b>
<b>FILL</b>	<b>= 9,530 CU.YDS.</b>

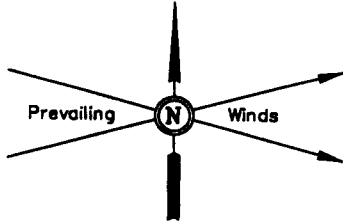
EXCESS MATERIAL AFTER 5% COMPACTION	= 2,760 Cu. Yds.
Topsoil & Pit Backfill (1/2 Pit Vol.)	= 2,750 Cu. Yds.
EXCESS UNBALANCE (After Rehabilitation)	= 10 Cu. Yds.

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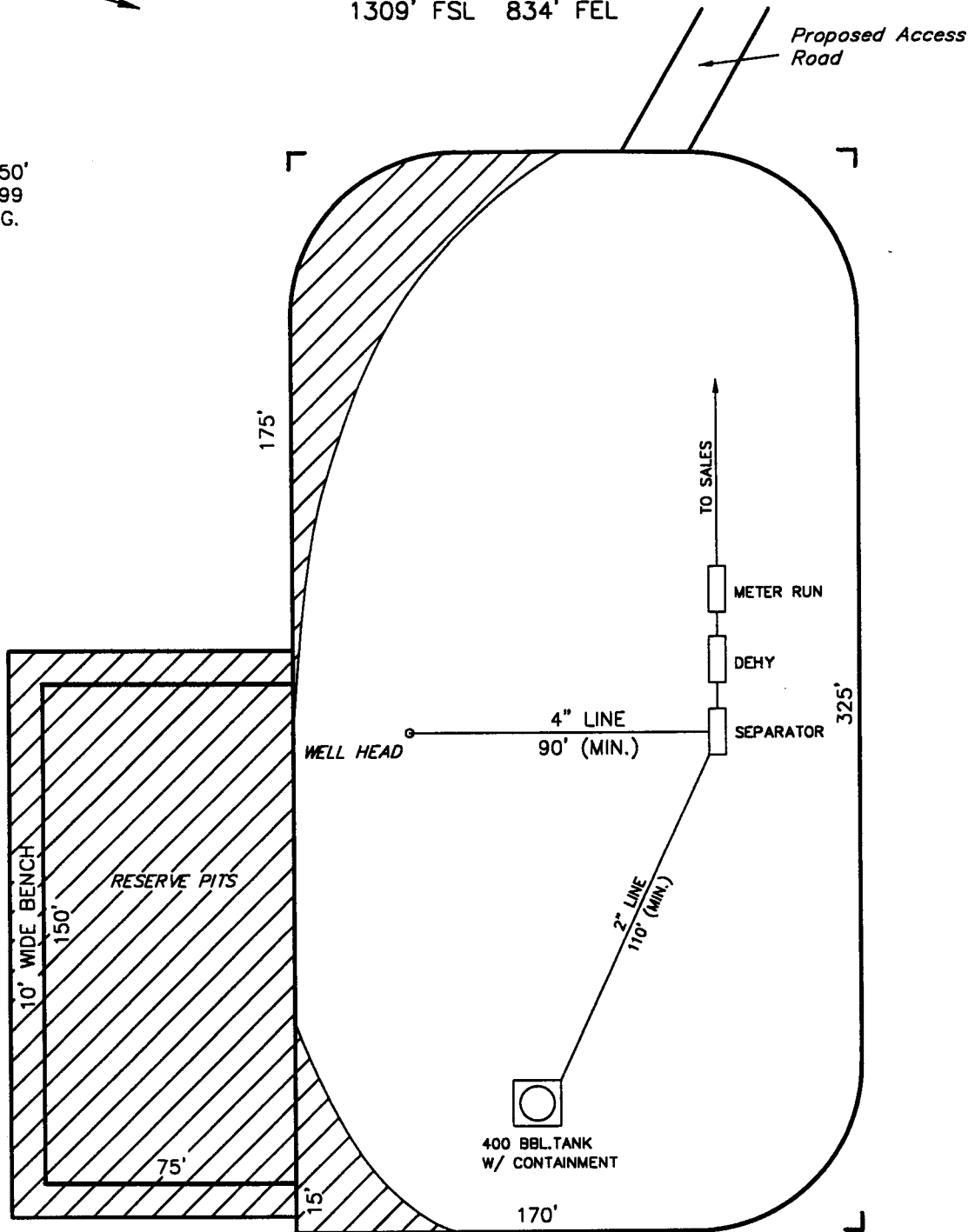
# PETROLEUM DEVELOPMENT CORP.

## PRODUCTION FACILITY LAYOUT FOR

MIDDLE MOUNTAIN #21-16  
SECTION 21, T16S, R6E, S.L.B.&M.  
1309' FSL 834' FEL



SCALE: 1" = 50'  
DATE: 12-1-99  
Drawn By: C.G.



AREA TO BE RE-CLAIMED

Serial No. UTU-77263  
Parcel No. ML-16S6E002 thru 006

LEASE NOTICE

Coal Lands

This lease lies within the Wasatch Plateau Coal Field and contains mined or unmined coal reserves in the Cretaceous Blackhawk Formation. Before undertaking any activities within the lease, the lessee must coordinate with the Bureau of Land Management to determine if the area of proposed operations is leased for coal and if proposed operations have potential to interfere with existing or proposed coal mining operations. If it is determined that there could be conflicts, the lessee will be required to take all measures necessary to provide for the safety of coal mining operations and to prevent interfering with the rights of coal lessees/operators. The lessee may be required to enter into an agreement with the coal lessee/operator to ensure that operations can safely co-exist and to show proof that such an agreement has been executed.

The lessee should contact the Bureau of Land Management, Moab District, P.O. Box 970, Moab, Utah 84532, Telephone No. (801) 259-6111.

NO SURFACE OCCUPANCY STIPULATION

No surface occupancy or use is allowed on the lands described below (legal subdivision or other description).

- A. Slopes greater than 35% and areas determined to be unstable or hazardous. Actual ground conditions will be used to determine surface occupancy restrictions. Based on currently available information, the following lands are included:
- T. 14 S., R. 6 E., SLM, Utah  
Secs. 6 & 7, portions of entire sections;  
Sec. 15, portions of the W2E2;  
Sec. 16, portions of the W2;  
Sec. 17, portions of the E2;  
Sec. 18, portions of the E2E2, W2;  
Sec. 19, portions of the E2E2;  
Sec. 20, portions of the E2;  
Sec. 21, portions of the SWNE, W2, W2SE, SESE;  
Sec. 28, portions of lots 2-9, W2NE, NW;  
Sec. 29, portions of lots 1-6, NE, W2W2, W2SE;  
Sec. 30, portions of entire section;  
Sec. 32, portions of lots 1, 2, W2NE, NW, W2SW, SE;  
Sec. 33, portions of lots 1-8, 11, SW.
- B. Within 200 feet of RPN (Riparian) Management Units or other riparian areas. (Riparian areas will be identified on a site-specific basis.)
- C. Within 200 feet of arterial and collector roads as identified on the Forest Transportation Inventory System.
- D. SPR (Semiprimitive Recreation) Management Unit - Black Canyon Semiprimitive Recreation Area. The following lands are included:
- T. 14 S., R. 6 E., SLM, Utah  
Sec. 18, portions of the E2E2, W2;  
Sec. 19, portions of the E2E2;  
Sec. 30, portions of the entire section.

For the purpose of:

- A. To minimize erosion, soil loss, unstable or hazardous conditions, and visibility. Assure surface disturbance can be effectively reclaimed and revegetated consistent with management goals.
- B. Minimize disturbance of riparian vegetation and wildlife habitat. Prevent an irreversible loss of riparian areas. Provide a 200 foot buffer zone between surface disturbances and perennial water bodies to prevent degradation of surface water quality.
- C. Provide for public safety and preventing impacts to the Forest Transportation System.
- D. Provide a high quality semiprimitive recreation experience in SPR Management Units and minimize disturbance to semiprimitive recreation values.

A request for a waiver, exemption, or modification (WEM) to the above lease stipulation may be requested along with the submission of a Surface Use Plan of Operations (36 CFR 228.104). The objective and justification for the above stipulation, along with guidance on when a WEM would potentially be considered, are described in Appendix A-4 of the Manti-La Sal Oil and Gas Leasing FEIS.

Any changes to this stipulation will be made in accordance with the land use plan and/or the regulatory provisions for such changes. (For guidance on the use of this stipulation, see BLM Manual 1624 and 3101 or FS Manual 1950 and 2820.)



The lessee/operator may, unless notified by the FS that the examination is not necessary, conduct the examination on the leased lands at his discretion and cost. This examination must be done by or under the supervision of a qualified resource specialist approved by the FS. An acceptable report must be provided to the FS identifying the anticipated effects of a proposed action on endangered or threatened species or their habitats.

**FLOODPLAIN AND WETLAND** - The lessee is hereby notified that this lease may contain land within a riparian or wetland ecosystem.

All activities within this area may be precluded or highly restricted in order to comply with Executive Order 11988 - Floodplain Management and Executive Order 11990 - Protection of Wetlands, in order to preserve and restore or enhance the natural and beneficial values served by floodplains and wetlands.

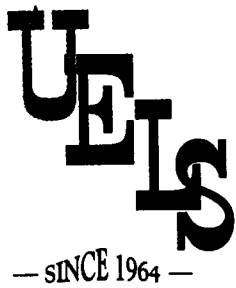
Occupancy and use of lands within riparian or wetland areas, as proposed in a Surface Use Plan of Operations, will be considered in an environmental analysis and mitigation measures deemed necessary to protect these areas identified. These areas are to be avoided to the extent possible, or special measures such as road design, well pad size and location or directional drilling, may be made part of the permit authorizing the activity.

A Class III Archeological Study was completed by Senco-Phenix. No significant cultural resources were found and clearance has been recommended. A copy of this report will be submitted directly to the appropriate agencies by Senco-Phenix.



**PIPELINE RIGHT OF WAY INFORMATION**  
**Middle Mountain #21-16**

1. The type of pipeline is a gathering system.
2. The outside diameters (O.D.) of all pipe will be 4.5".
3. The anticipated production through the line (MCF per day) is 4694 mcf at 710 #'s.
4. The anticipated maximum test pressure is 1065# (1.5 x operating pressure)
5. The anticipated operating pressure is 710 #'s.
6. The type of pipe is coated steel.
7. The method of coupling will be welded.
8. There are no other pipelines to be associated in same trench.
9. Other objects to be associated in same trench will be locating tape and 17# magnesium anodes @ 500" spacing.
10. The total length of the pipeline will be 8400 feet.
11. The maximum depth of the line will be 36# or as ground conditions permit. The width will be +/- 24".
12. The depth of cover of pipeline will be the same as the depth of the trench.
13. The method of entrenchment will be with a backhoe or track hoe and hand labor.
14. The construction width needed for all surface disturbing activities is approximately 40 feet.
15. The estimate of total acreage involving all surface disturbing activities is 7.75 acres
16. Line markers will be placed every 200 feet or as required. This location will require a total of four gate valves to be installed. One will be located approximately 100 feet off the drill site location. A valve will be located on either side of the Forest Service road that the pipeline crosses through. The remaining valve will be installed at the junction with the Questar Line.  
  
Two horizontal drips, with manual blow downs, will be required. One will be installed on location between the outlet of the meter and the first gate valve. The other drip will be installed prior to the valve at the Questar Junction.
17. Reclamation procedures will be as specified for the drill site, unless required otherwise by the Forest Service.



# Utah Engineering & Land Surveying

NELSON J. MARSHALL  
LAWRENCE C. KAY  
ROBERT L. KAY

85 South 200 East  
Vernal, Utah 84078  
Phone (435) 789-1017  
Fax (435) 789-1813

November 11, 1999

United States Forest Service  
Manti-La Sal National Forest  
599 West Price River Drive  
Price, Utah 84501

Attn: Mr. Brent Barney

Re: Submittal of the Petroleum Development Corp. Middle Mountain #21-16 Proposed Road Design

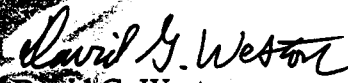
Dear Brent;

I have enclosed five copies of the Petroleum Development Corp. Middle Mountain #21-16 road design. The road is located in Section 21, T16S, R6E, S.L.B.&M.

Please keep us informed of your review process.

If you have any questions or comments, feel free to reach me at (435) 789-1017.

Sincerely,

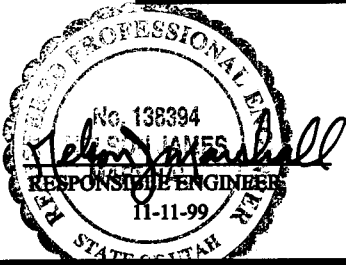
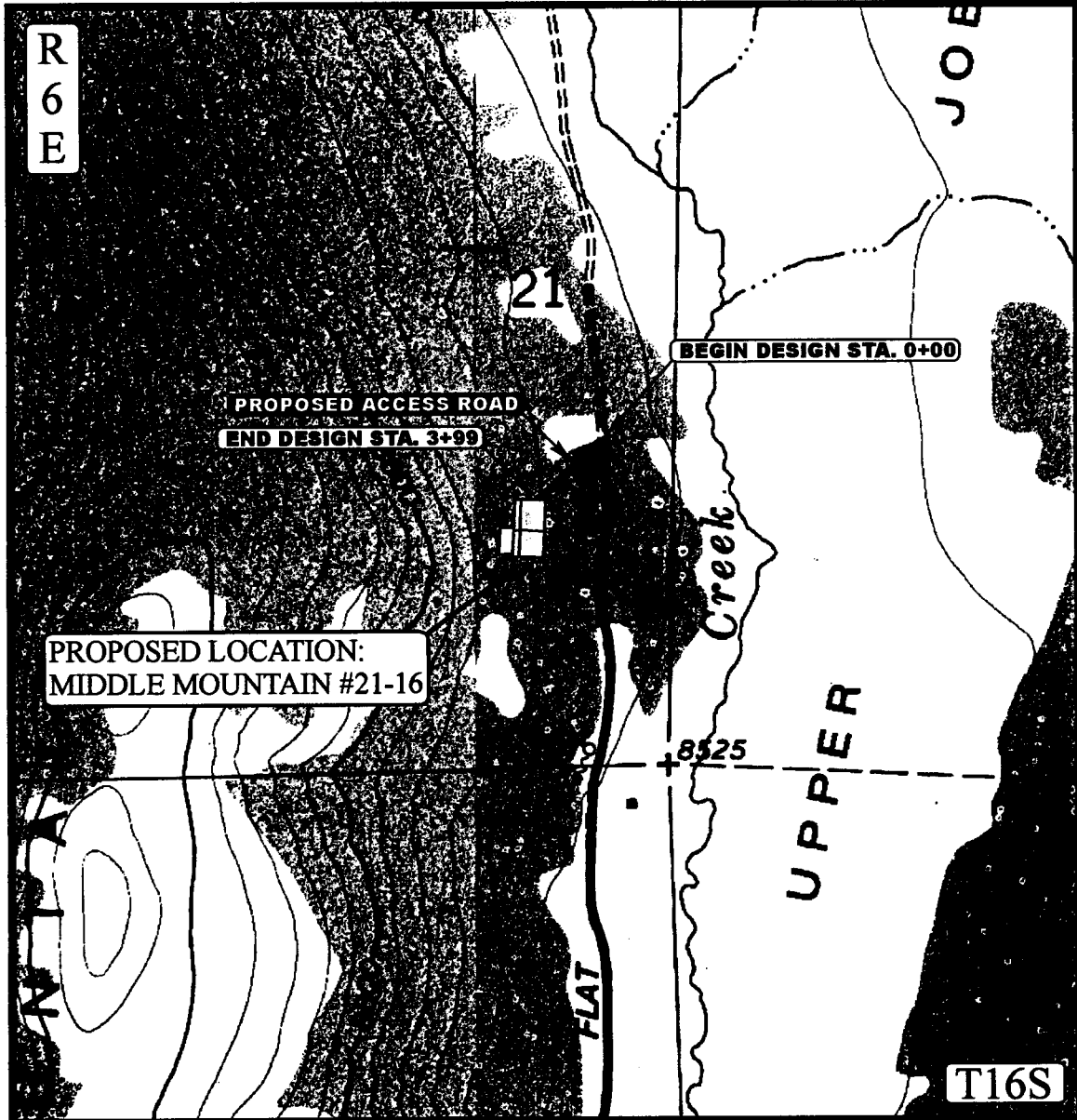
  
David G. Weston

DGW/hnm  
enclosures

cc: Gary Fridley  
Lisa Smith

PETROLEUM DEVELOPMENT CORP.  
MIDDLE MOUNTAIN #21-16  
PROPOSED ACCESS ROAD

LOCATED IN EMERY COUNTY, UTAH  
SECTION 21, T16S, R6E, S.L.B.&M.



U  
16S

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

TOPOGRAPHIC MAP 11 11 99  
MONTH DAY YEAR  
SCALE: 1" = 1000' DRAWN BY: J.L.G. REVISED: 00-00-00

1  
TOPO

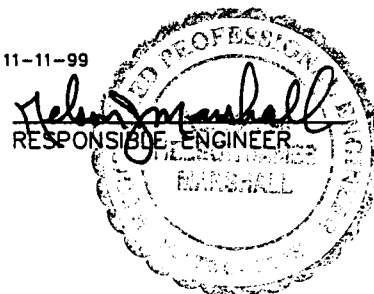
# PETROLEUM DEVELOPMENT CORP.

MIDDLE MOUNTAIN #21-16

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STAKING DETAIL	-----	SHEET	<u>6</u>
PLAN & PROFILE	-----	SHEET	<u>P-1</u>
CROSS SECTIONS	-----	SHEET(S)	<u>C-1-</u> <u>C-2</u>
EARTHWORK VOLUMES	-----	SHEET	<u>E-1</u>

11-11-99



**GENERAL NOTES:**

All construction practices must conform to the current Forest Service standards. All materials for construction of the complete project including but not limited to rip-rap, hay/straw bails, silt fences, water for dust control and compaction, culverts, bedding material for culverts, surface gravel, signs, etc. are to be provided by the contractor at his bid price unless other pre-arrangements are made.

Construction practices and quality control shall conform with Forest Service Specifications for Construction of Roads and Bridges (EM-7720-100, August 1996). Special attention and modifications shall be made to the following sections.

Section 160 Quality Control and Quantity Measurements.

Delete: section 160.04(b)

Modify: Method of payment to as agreed upon with Petroleum Development Corp

Section 173.08

Clarify: Clearing limit will be 3' beyond slope stakes.

Section 201 Clearing and Grubbing

Section 203 Excavation and Embankment and Haul

203.16(b) Placement (Tolerance E)

Section 204 Soil Erosion & Water Pollution Control

Section 304 Aggregate Base or Surface Course

304.10(c) compaction A.

Section 603 Metal Pipe

Section 251 Rip Rap

Section 633 Signs

Section 703 Aggregates

Table 703-2 Grading Designation C

Section 707 Metal Pipe

Uintah Engineering and Land Surveying assumes no liability written or implied as to the location of pipelines or cable lines in the vicinity of this road design. Blue stakes (Public lines) and or the owner of the transportation line (Private/Corporate lines) must be contacted for identification and location before construction begins. Transportation lines that may be identified on these plans may not be the only transportation lines in the vicinity of the road. These plans are not intended to be used to identify the location of transportation lines. Extreme caution shall be used when constructing road near or over transportation lines. Line companies will dictate crossing methods.

## **EXPLANATIONS:**

### **PLAN & PROFILE SHEETS**

Plan & Profile sheets show the horizontal and vertical alignment of the road, sign placement if any, turnout placement if any, estimated culvert placements and sizes, estimated wing ditches, horizontal and vertical curve data, and the percent super for construction of horizontal curves.

### **CROSS SECTION SHEETS**

C/L Stakes - These stakes have been set on the ground with stake numbers written thereon. The cut "C" or fill "F" shown on the cross section sheets show one of the following:

- A. Where the road centerline has not been shifted left or right during design, the cut "C" or fill "F" is from the preconstruction ground at the C/L stake - to the finished road C/L at the top of the sub-grade.
- B. Where the road C/L is to be shifted left or right from the original C/L stake, The cut "C" or fill "F" shown on the plans is from the preconstruction ground at the new road C/L\*, which is offset left or right from the original C/L stake by the distance shown - to the finished road C/L at the top of the sub-grade.

Finished Cross Section Elevations & Catch Points - The finished sub-grade C/L elevation is shown at the C/L on each Cross Section. Catch points are shown at each side of the Finished Cross Section. They are marked with a distance left or right of the C/L with their elevation. Other elevations such as the bottom of ditch or the edge of fill subgrades are also shown.

Road Widths - Where Curve-Widening, Fill-Widening, & Turnouts are required approximate widths have been indicated. These widths supersede the Typical Cross Section.

\* - In certain areas the finished road has been moved left or right after the C/L Stakes were set. This was done during the design of the road to maintain smooth horizontal curves or to avoid an existing obstacle. The distance shown at the stake symbol indicates the amount the road is to be moved. The new C/L may or may not be staked on the ground.

## **SCOPE OF WORK:**

### **SHAPING THE ROADWAY**

The roadway is to be shaped to the dimensions shown on the typical cross sections included in this document. Care shall be given to insure that the travelway width is not less or significantly more than the dimensions given on the typical cross section. Where turnouts are indicated, the typical section widths shown on the typical cross section will need to be modified by the amounts shown on the typical turn-out.



Top soil will be handled in the manner agreed upon and stated within the conditions of approval. If top soil is to be moved; Top soil will be peeled back during construction. Some over-excavation of cut slopes and bar ditches will provide needed material for road construction. Top soil will then be spread back over the cut and fill slopes and bar ditches.

Clearing and grubbing as stated within the Forest Service standards must include a 3' buffer from the construction slope stakes.

Rip rap will be placed at all culvert inlet and outlets. Quantities have not been tallied within these plans. Contractor shall estimate the number of yards of rip rap necessary but should break out this item from the lump sum and provide a bid by-the-yard. Sources for rip rap must be identified by the contractor.

Slope re-seeding will be according to Forest Service standards.

Sediment control will be accomplished with hay/straw and silt fences. This item should be included within the contractor bid.

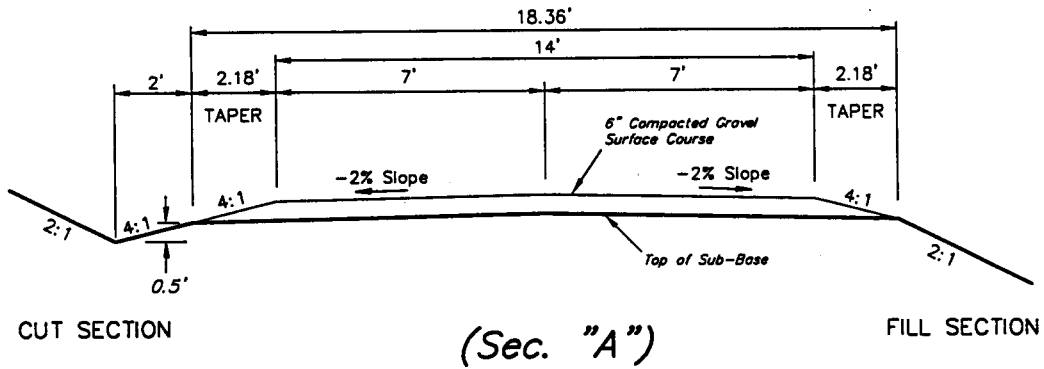
Some other non-standard silt control may be necessary and will be addressed during construction. Additional non-stated silt control will be an additional pay item and should not be estimated for the lump sum.

**GRAVEL NOTES:**

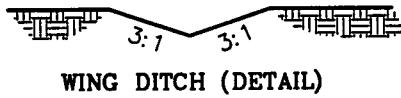
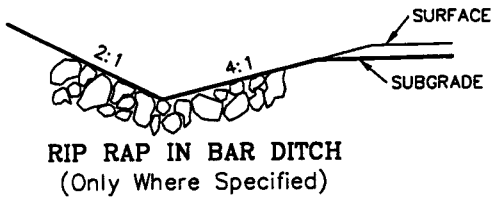
Do not place gravel on road until Inspector/Engineer has approved the sub-grade.

Place gravel to full widened width on turnouts, curve widening, and intersection flares.

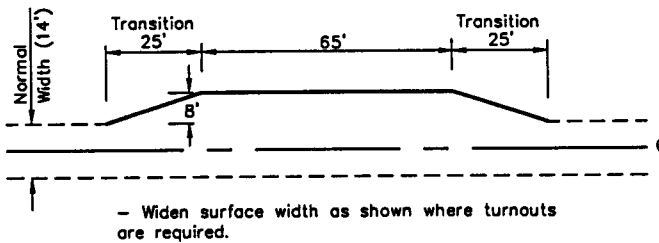
**TYPICAL CROSS SECTION**  
(for Proposed Access Road)



**DITCH DETAILS**



**TYPICAL TURNOUT DETAIL**



PLAN  
**TURNOUT-WIDENING ON ONE SIDE**  
(DETAIL)

# CULVERT CONSTRUCTION DETAILS

THE PLANS SHOW AN ESTIMATE OF THE NUMBER AND THE SIZE OF THE CULVERTS TO BE PLACED ON THE ROAD. THERE MAY NEED TO BE SOME FIELD ADJUSTMENTS MADE BY THE CONTRACTOR, BLM, AND/OR INSPECTOR/ENGINEER TO THE PLACEMENT AND LENGTH OF THE CULVERTS AND WING DITCHES.

CULVERT INGRESS AND EGRESS DITCH LENGTHS ARE TO BE DETERMINED DURING CONSTRUCTION. ALL DITCHES ARE TO BE CONSTRUCTED WITH SUFFICIENT SLOPE SO THAT WATER WILL EXIT THE DOWNSTREAM SIDE AND NOT POND IN THE DITCH.

ALL CULVERTS SHALL BE OF SUFFICIENT STRENGTH TO SUPPORT AN HS-20 LOADING OR HEAVIER. CHECK WITH MANUFACTURER FOR INFORMATION ABOUT MINIMUM COVER AND LOAD RATINGS. IN NO CASE SHALL COVER OVER CULVERTS BE LESS THAN 1'. CULVERT LENGTHS ARE ESTIMATED ON THE PLANS BUT THERE MAY NEED TO BE SOME ADJUSTMENTS MADE TO THE LENGTHS OF THE CULVERTS DURING CONSTRUCTION.

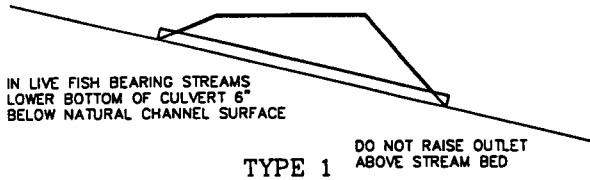
RIP-RAP WILL BE PLACED AT ALL CULVERT INLETS AND OUTLETS AND ALSO, WHERE SPECIFIED ON THE PLAN AND PROFILE SHEETS. RIP-RAP WILL BE SIZED DEPENDANT UPON PIPE DIAMETER AS SHOWN.

PIPE DIA. (Inches)	RIP-RAP SIZE
18-24	60% of stones shall be 8 inch diameter or larger
30-60	60% of stones shall be 1 foot in diameter or larger

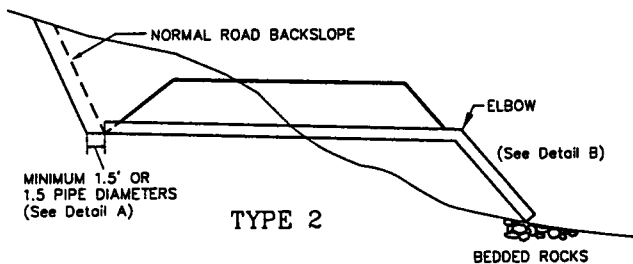
WHERE MULTIPLE CULVERTS ARE SPECIFIED ON THE PLANS, THERE SHALL BE NO LESS THAN THE FOLLOWING CLEARANCE BETWEEN THE CULVERTS.

PIPE DIA. (Inches)	CLEARANCE
UP TO 24	12 inch
24 TO 72	1/2 PIPE DIA.
72 AND OVER	36 inch

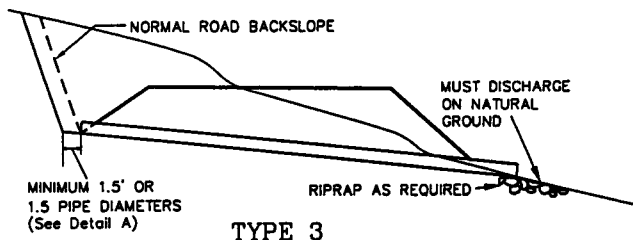
RIP RAP SHALL BE WELL GRADED WITH A SUFFICIENT AMOUNT OF SMALLER STONES UNIFORMLY DISTRIBUTED THROUGHOUT.



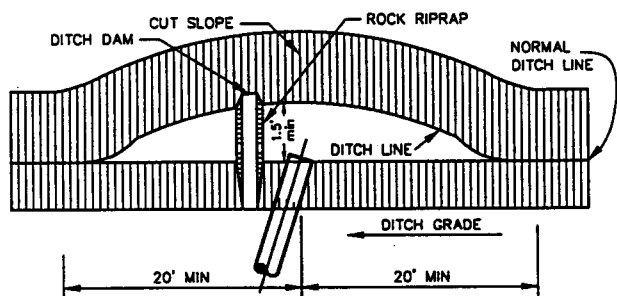
TYPE 1 DO NOT RAISE OUTLET ABOVE STREAM BED



TYPE 2

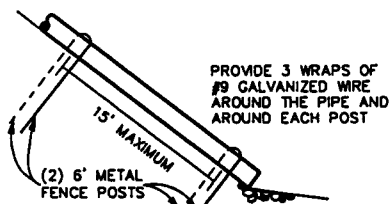


TYPE 3

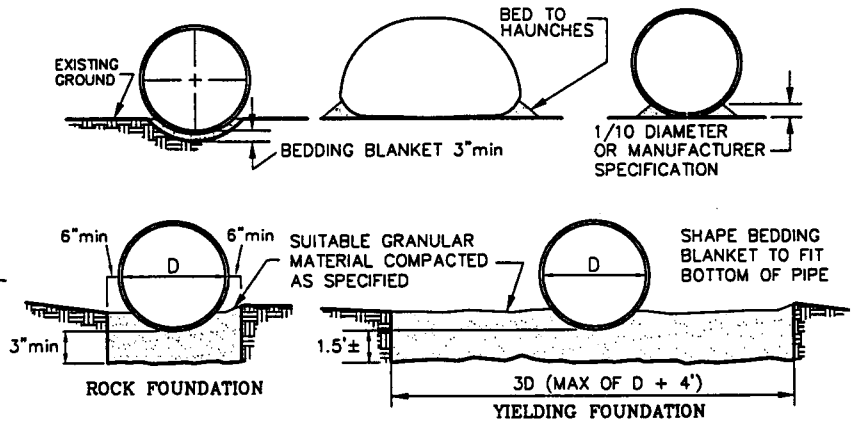


CATCH BASIN PLAN VIEW (TYPES 2 AND 3) (DITCH DAM ONLY TYPE 1)

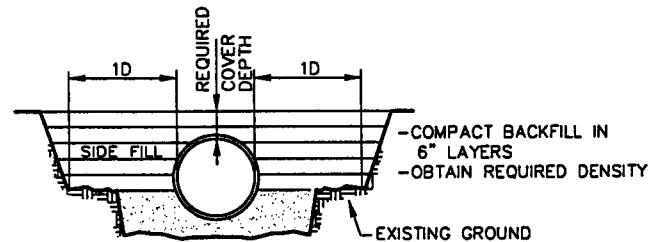
DETAIL A



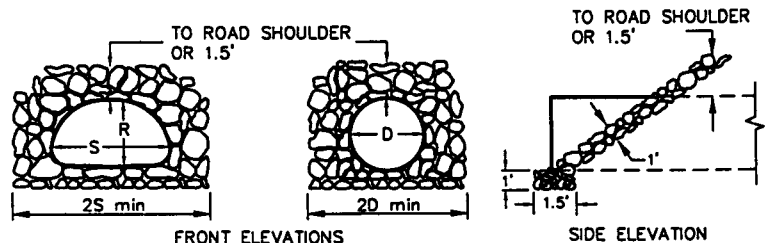
SPECIAL ANCHORING TYPE 2 DOWNDRAINS  
DETAIL B



BEDDING DETAILS



BACKFILL DETAIL



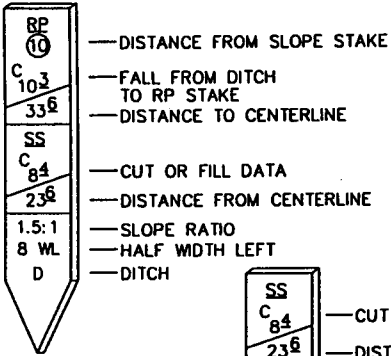
FRONT ELEVATIONS

SIDE ELEVATION

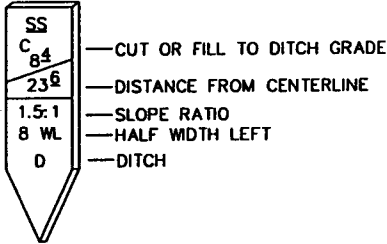
RIP RAP DETAIL

IN NARROW CHANNELS ADJUST RIPRAP TO FIT ORIGINAL STREAM BANKS.

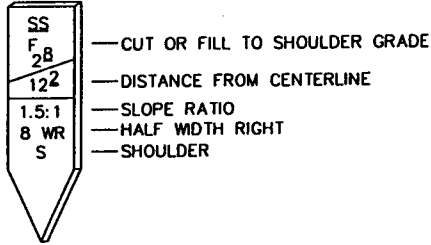
# STANDARD STAKING DETAIL



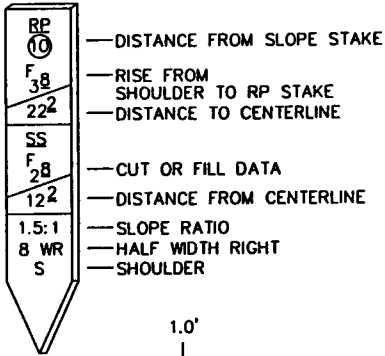
- DISTANCE FROM SLOPE STAKE
- FALL FROM DITCH TO RP STAKE
- DISTANCE TO CENTERLINE
- CUT OR FILL DATA
- DISTANCE FROM CENTERLINE
- SLOPE RATIO
- HALF WIDTH LEFT
- DITCH



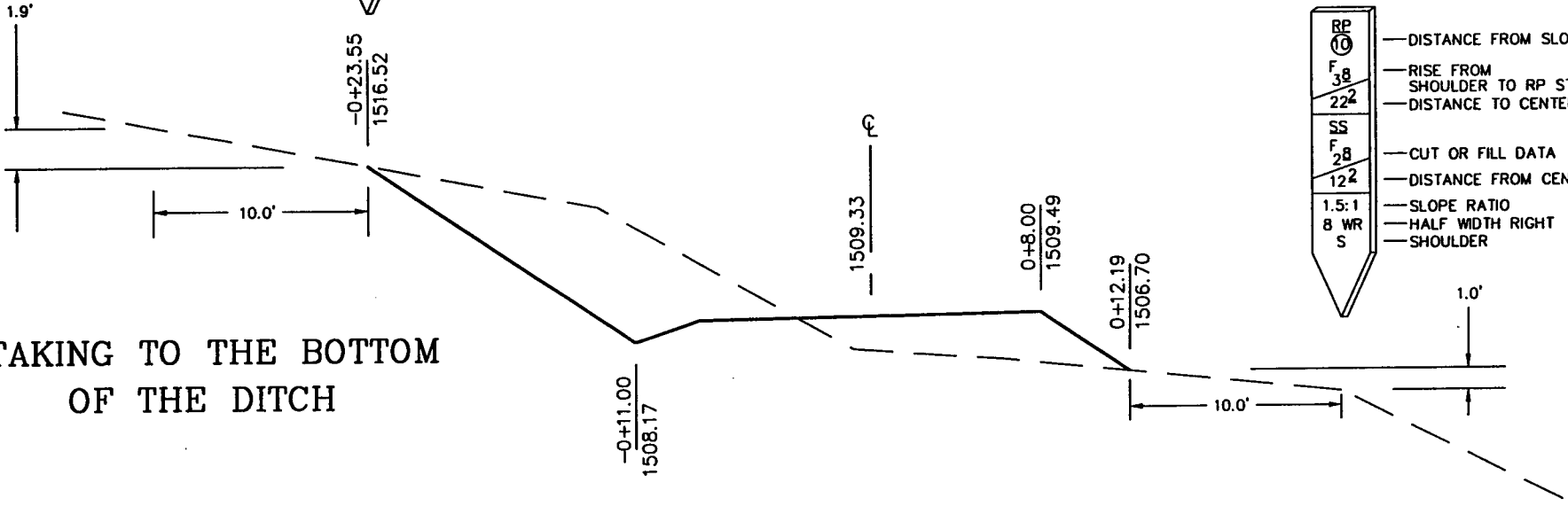
- CUT OR FILL TO DITCH GRADE
- DISTANCE FROM CENTERLINE
- SLOPE RATIO
- HALF WIDTH LEFT
- DITCH



- CUT OR FILL TO SHOULDER GRADE
- DISTANCE FROM CENTERLINE
- SLOPE RATIO
- HALF WIDTH RIGHT
- SHOULDER



- DISTANCE FROM SLOPE STAKE
- RISE FROM SHOULDER TO RP STAKE
- DISTANCE TO CENTERLINE
- CUT OR FILL DATA
- DISTANCE FROM CENTERLINE
- SLOPE RATIO
- HALF WIDTH RIGHT
- SHOULDER



STAKING TO THE BOTTOM OF THE DITCH

STAKING TO SHOULDER

TYPICAL CONSTRUCTION STAKES  
NO SCALE

FLAGGING COLOR TABLE

RED	- CENTERLINE STAKE
FLOURSCENT PINK	- SLOPE STAKE
FLOURSCENT ORANGE	- REFERENCE STAKE
BLUE	- PIPE STAKE AND - PIPE REFERENCE STAKE
YELLOW	- CLEARING LIMITS

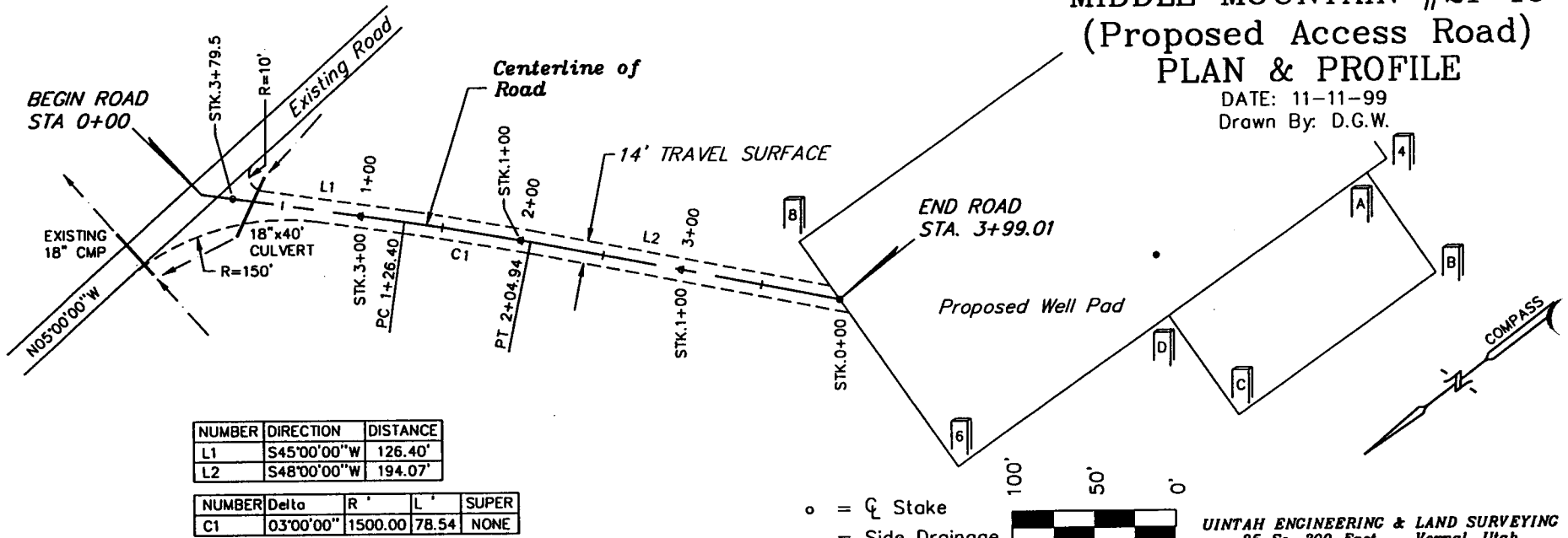
DATE: 11-30-98  
Drawn By: D.G.W.

UINTAH ENGINEERING & LAND SURVEYING  
85 So. 200 East Vernal, Utah

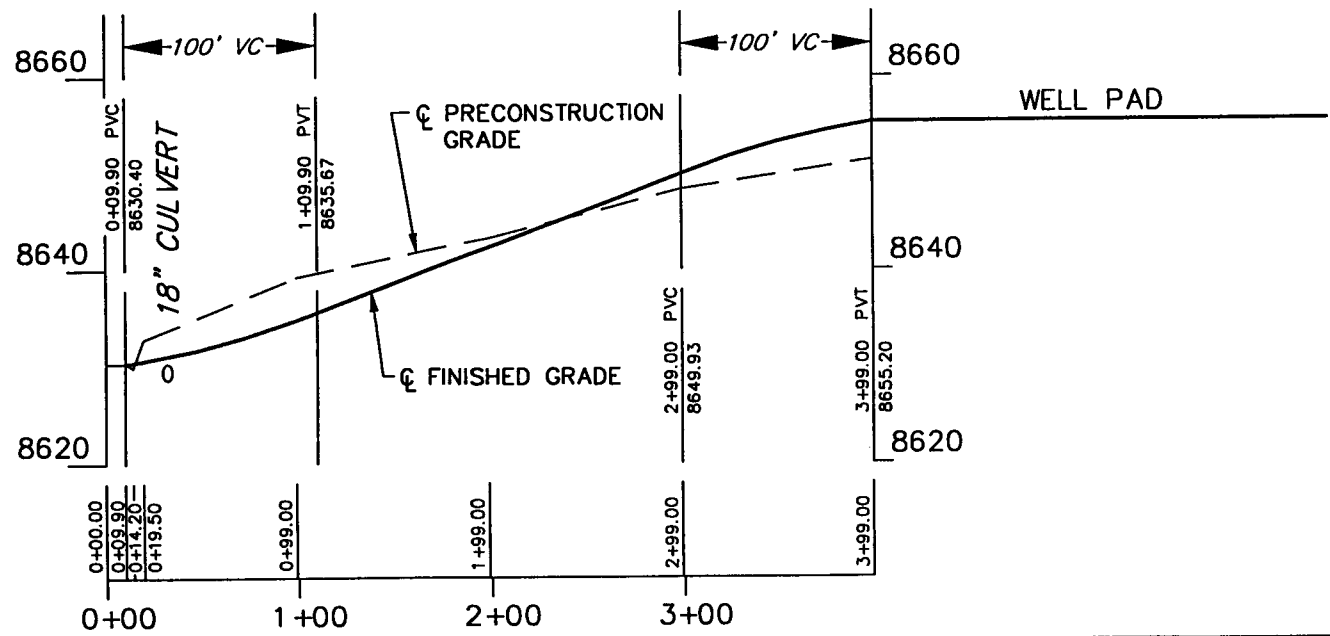
SHEET 6

PETROLEUM DEVELOPMENT CORP.  
MIDDLE MOUNTAIN #21-16  
(Proposed Access Road)  
**PLAN & PROFILE**

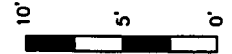
DATE: 11-11-99  
Drawn By: D.G.W.



GRADE %	+3.0	+7.5	+3.0
TYP. SECTION	"A"		WELL PAD

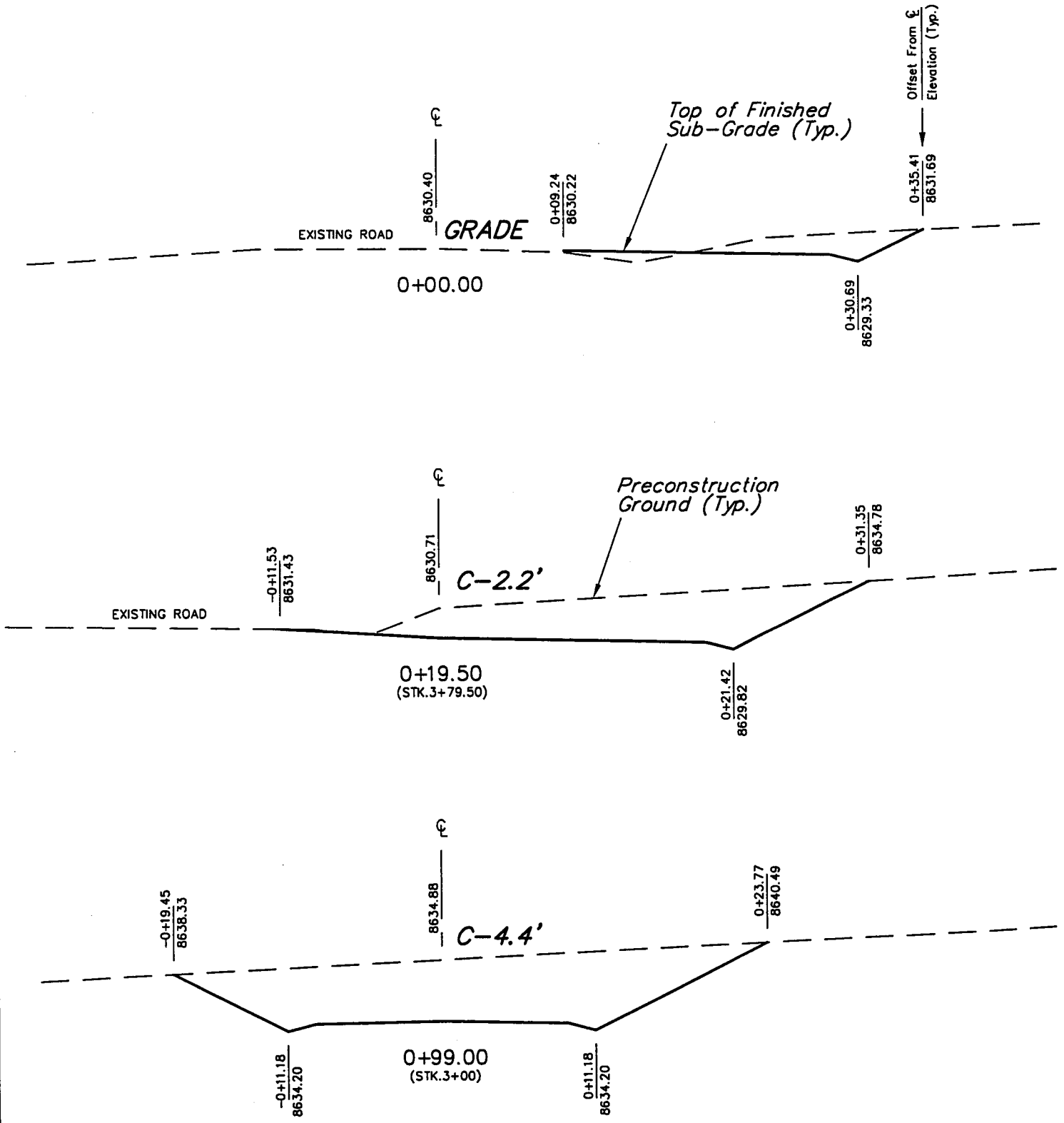


MIDDLE MOUNTAIN #21-16  
CROSS SECTIONS

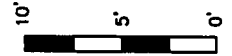


SCALE: HORIZONTAL  
& VERTICAL

DATE: 11-11-99  
Drawn By: D.G.W.

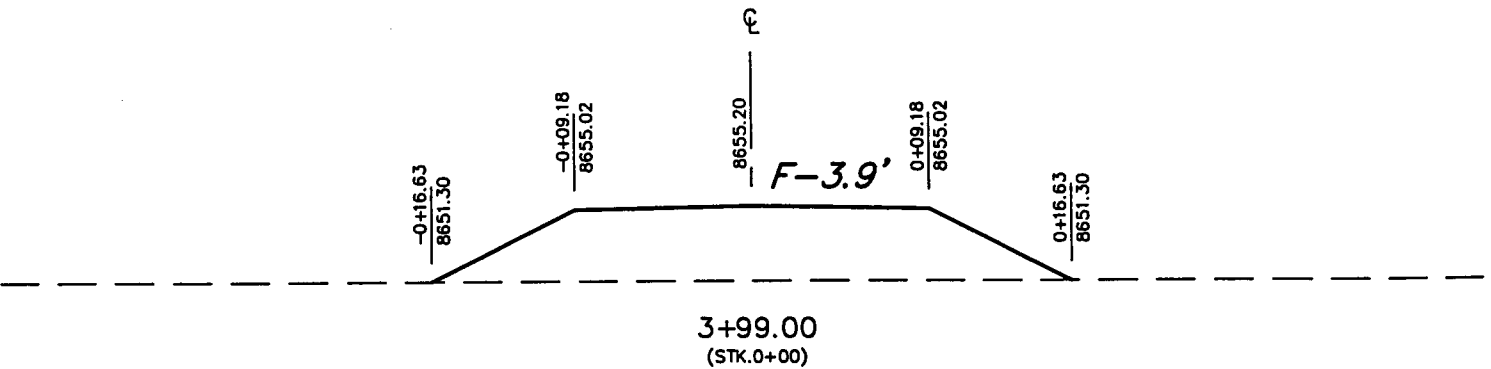
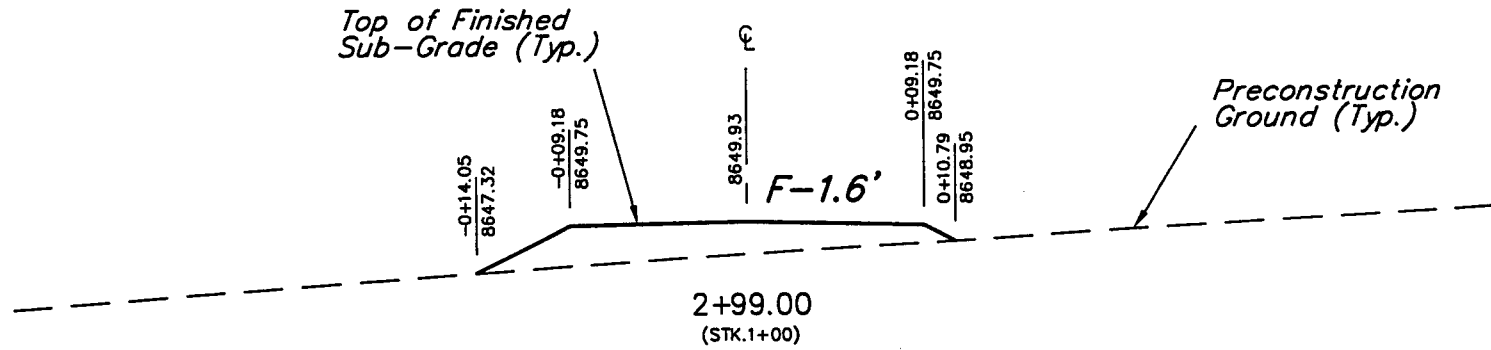
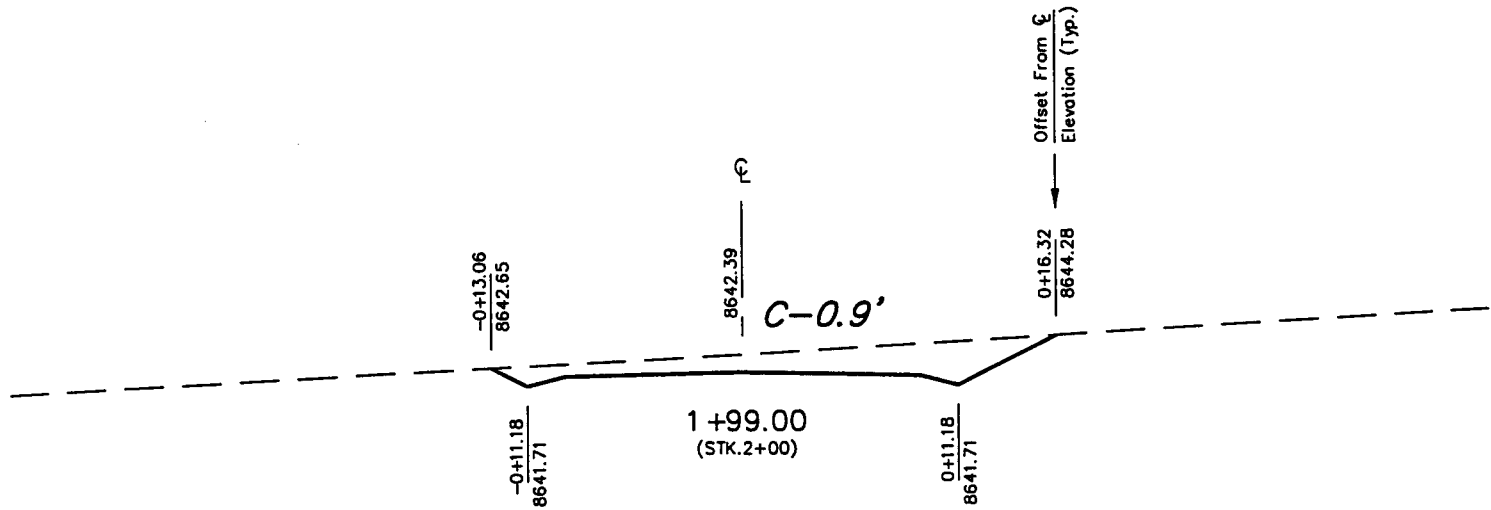


MIDDLE MOUNTAIN #21-16  
CROSS SECTIONS



SCALE: HORIZONTAL  
& VERTICAL

DATE: 11-11-99  
Drawn By: D.G.W.



DETAIL EARTHWORK FROM STATION 0+ 0.00 TO STATION 3+99.00

VERTICAL SHIFT 0.00 ft HORIZONTAL SHIFT 0.00 ft  
SHRINK FACTOR 90.00 % SWELL FACTOR 110.00 %

X-SECTION STATION	---AREA---		---VOLUME cu yd---		---ADJUSTED cu yd---	
	CUT	FILL	CUT	FILL	TOTAL	ACCUM
0+ 0.00	2.3	-0.5				
			5.6	-0.9	4.6	4.6
0+ 9.90	1.1	0.0				
			0.8	-0.9	-0.1	4.5
0+14.20	0.1	-1.2				
			9.7	-1.1	8.5	13.0
0+19.50	10.9	0.0				
			375.8	0.0	375.8	388.7
0+99.00	17.4	0.0				
			347.8	0.0	347.8	736.5
1+99.00	3.5	0.0				
			57.6	-63.9	-12.0	723.2
2+99.00	0.0	-3.8				
			0.0	-244.7	-244.7	451.2
3+99.00	0.0	-10.8				

TOTAL EARTHWORK FROM STATION 0+ 0.00 TO STATION 3+99.00

VERTICAL SHIFT 0.00 ft HORIZONTAL SHIFT 0.00 ft  
SHRINK FACTOR 90.00 % SWELL FACTOR 110.00 %

VOLUMETRIC CUT 797.3  
VOLUMETRIC FILL -311.5  
TOTAL HAUL 42.5 yd-mi

ADJUSTED TOTAL 451.2 ( 451.2 cu yd EXCESS)



WORKSHEET  
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 12/06/1999

API NO. ASSIGNED: 43-015-30426

WELL NAME: MIDDLE MOUNTAIN 21-16

OPERATOR: FORTUNA (U. S.) INC ( N2160 )

CONTACT: TOM CARPENTER

PHONE NUMBER: 800-624-3821

PROPOSED LOCATION:

SESE 21 160S 060E  
SURFACE: 1309 FSL 0834 FEL  
BOTTOM: 1309 FSL 0834 FEL  
EMERY  
WILDCAT ( 1 )

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

LEASE TYPE: 1 - Federal

LEASE NUMBER: UTU-77263

SURFACE OWNER: 1 - Federal

LATITUDE: 39.41216

PROPOSED FORMATION: DKTA

LONGITUDE: -111.2490

RECEIVED AND/OR REVIEWED:

- Plat
- Bond: Fed[1] Ind[] Sta[] Fee[]  
(No. 33432617 )
- Potash (Y/N)
- Oil Shale 190-5 (B) or 190-3 or 190-13
- Water Permit  
(No. Municipal )
- RDCC Review (Y/N)  
(Date: \_\_\_\_\_ )
- Fee Surf Agreement (Y/N)

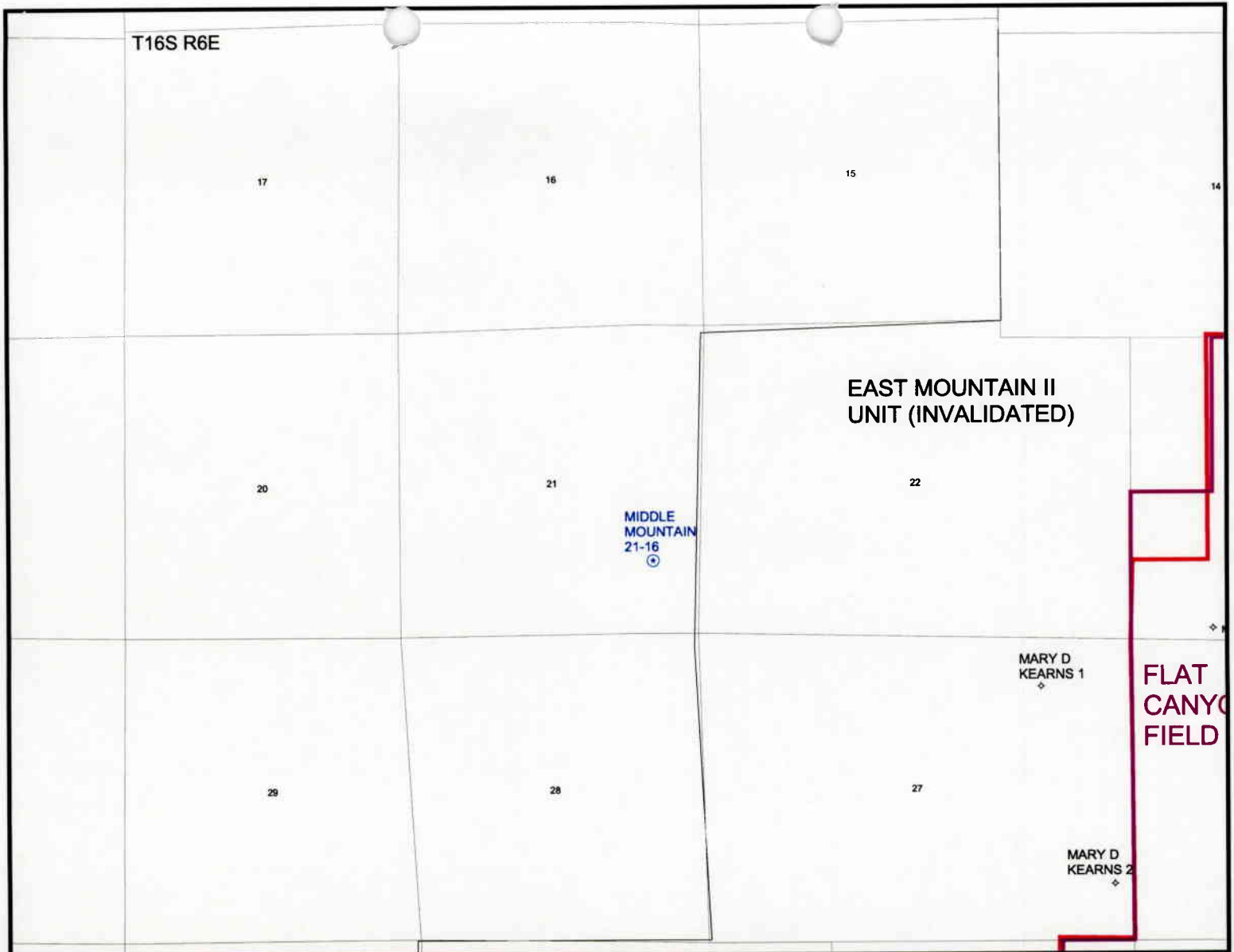
LOCATION AND SITING:

- R649-2-3.
- Unit \_\_\_\_\_
- R649-3-2. General  
Siting: 460 From Qtr/Qtr & 920' Between Wells
- R649-3-3. Exception
- Drilling Unit  
Board Cause No: \_\_\_\_\_  
Eff Date: \_\_\_\_\_  
Siting: \_\_\_\_\_
- R649-3-11. Directional Drill

COMMENTS:

STIPULATIONS:

1- General approval  
2- Spacing Strip



**OPERATOR: FURTUNA (U.S) INC (N2160)**  
**SEC: 21 T16S R6E**  
**FIELD: WILDCAT (002)**  
**COUNTY: EMERY SPACING: R649-3-3**



Utah Oil Gas and Mining

**Well Status**

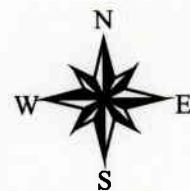
- GAS INJECTION
- GAS STORAGE
- LOCATION ABANDONED
- NEW LOCATION
- PLUGGED & ABANDONED
- PRODUCING GAS
- PRODUCING OIL
- SHUT-IN GAS
- SHUT-IN OIL
- TEMP. ABANDONED
- TEST WELL
- WATER INJECTION
- WATER SUPPLY
- WATER DISPOSAL

**Units Status**

- EXPLORATORY
- GAS STORAGE
- NF PP OIL
- NF SECONDARY
- PENDING
- PI OIL
- PP GAS
- PP GEOTHERML
- PP OIL
- SECONDARY
- TERMINATED

**Field Status**

- ABANDONED
- ACTIVE
- COMBINED
- INACTIVE
- PROPOSED
- STORAGE
- TERMINATED
- Sections.shp
- Township.shp
- Counties.shp



Prepared By: D. Mason  
Date: 13-AUGUST-2002

042

WORKSHEET  
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 12/06/1999

API NO. ASSIGNED: 43-015-30426

WELL NAME: MIDDLE MOUNTAIN 21-16  
OPERATOR: PETROLEUM DVLPMNT CORP ( N1260 )  
CONTACT: LISA SMITH

PHONE NUMBER: 303-857-9999

PROPOSED LOCATION:

SESE 21 160S 060E  
SURFACE: 1309 FSL 0834 FEL  
BOTTOM: 1309 FSL 0834 FEL  
EMERY  
WILDCAT ( 1 )

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

LEASE TYPE: 1 - Fed.  
LEASE NUMBER: UTU-77263  
SURFACE OWNER: 1 - Fed. (Manti-La Sal National Forest)

PROPOSED FORMATION: DKTA

RECEIVED AND/OR REVIEWED:

- Plat
- Bond: Fed[1] Ind[] Sta[] Fee[]  
(No. LET-11/16 )
- Potash (Y/N)
- Oil Shale (Y/N) \*190 - 5 (B)
- Water Permit  
(No. \_\_\_\_\_ )
- RDCC Review (Y/N)  
(Date: \_\_\_\_\_ )
- Fee Surf Agreement (Y/N)

LOCATION AND SITING:

- R649-2-3. Unit \_\_\_\_\_
- R649-3-2. General
- Siting: \_\_\_\_\_
- R649-3-3. Exception
- Drilling Unit
- Board Cause No: \_\_\_\_\_
- Eff Date: \_\_\_\_\_
- Siting: \_\_\_\_\_
- R649-3-11. Directional Drill

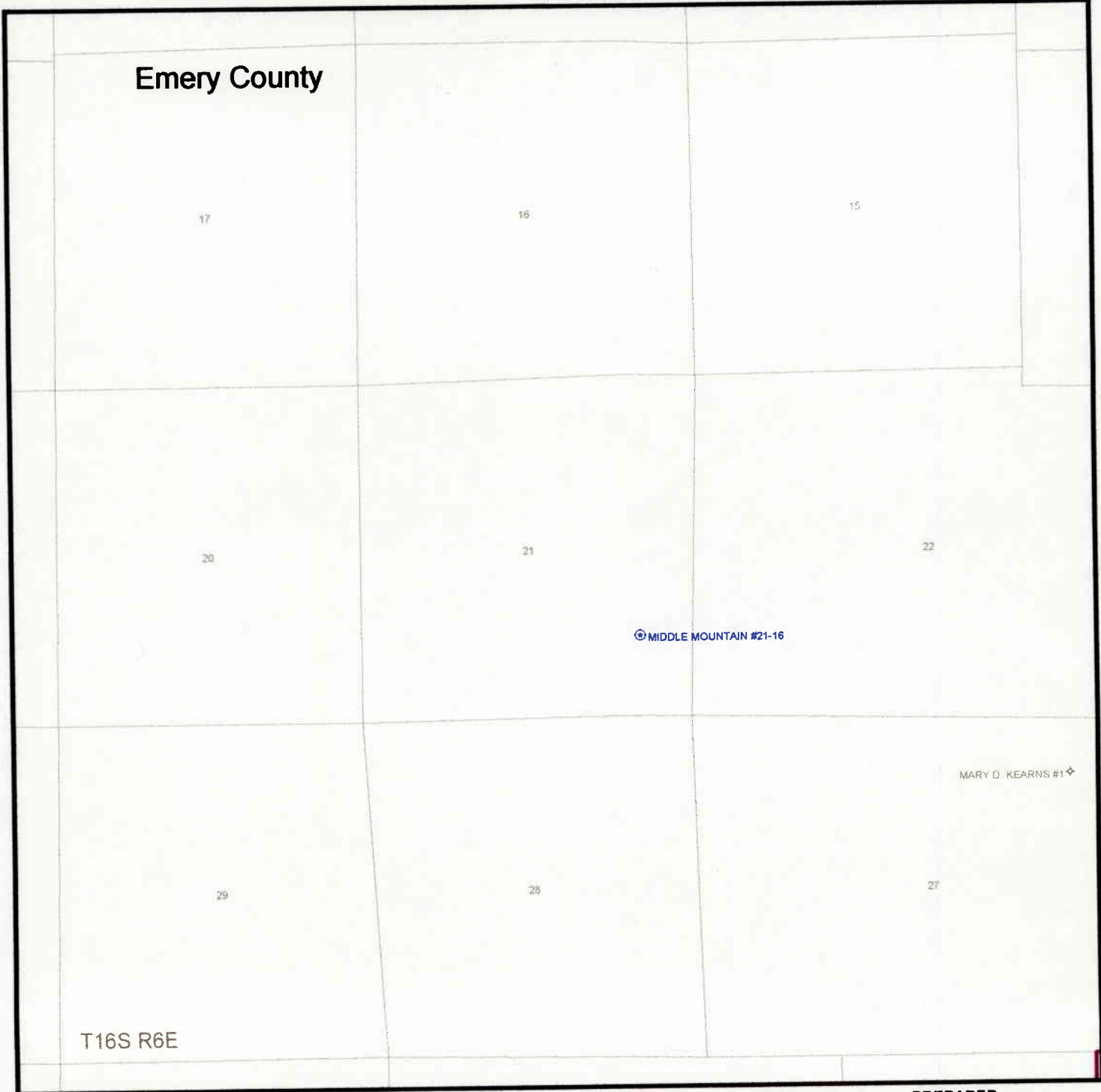
COMMENTS: Blm apprv. 6-15-01

STIPULATIONS: 1 - Fed. Approval  
2 - Spacing Stip.



Division of Oil, Gas & Mining

OPERATOR: PETROLEUM DEVELOPMENT (N1260)  
FIELD: WILDCAT (001)  
SEC. 21, TWP 16 S, RNG 6 E  
COUNTY: EMERY



PREPARED  
DATE: 8-DEC-1999

004

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

RECEIVED  
OFFICE OF FIELD OPERATIONS

5. LEASE DESIGNATION AND SERIAL NO.  
UTU-77263

6. OFFICE  
N/A

7. UNIT AGREEMENT NAME  
N/A

8. FARM OR LEASE NAME, WELL NO.  
Middle Mountain #21-16

9. API WELL NO.  
4301530426

10. FIELD AND POOL, OR WILDCAT  
Wildcat

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA  
Sec. 21, T16S - R6E

12. COUNTY OR PARISH  
Emery

13. STATE  
Utah

17. NO. OF ACRES ASSIGNED TO THIS WELL  
40 Acres

20. ROTARY OR CABLE TOOLS  
Rotary

22. APPROX. DATE WORK WILL START\*  
July 15, 2000

1a. TYPE OF WORK  
DRILL  DEEPEN

1999 DEC -6 P

1b. TYPE OF WELL  
OIL WELL  GAS WELL  OTHER

SINGLE ZONE  MULTIPLE ZONE

2. NAME OF OPERATOR  
Petroleum Development Corp. Phone: 304/842-3597 103 East Main Street Bridgeport, WV 26330

3. ADDRESS AND TELEPHONE NO.  
Permitco Inc. Phone: 303/857-9999 14421 County Road 10 Ft. Lupton, CO 80621

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.\*)  
At Surface: 1309' FSL and 834' FEL  
At proposed prod. zone: SE SE Sec. 21, T16S - R6E

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*  
Approximately 21.9 Miles northeast of Orangeville, Utah

15. DISTANCE FROM PROPOSED\* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any)  
834'

16. NO. OF ACRES IN LEASE  
7189.23

18. DISTANCE FROM PROPOSED LOCATION\* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.  
None

19. PROPOSED DEPTH  
8,400'

21. ELEVATIONS (Show whether DF, RT, GR, etc.)  
8656'

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
17-1/2"	13-3/8"	48#	120'	167 sxs - circulated to surface
12-1/4"	9-5/8"	36#	2,700'	531 sxs - circulated to surface
8-3/4"	4-1/2"	11.6#	8,400'	647 sx - top of cement @ 6641'

Petroleum Development Corporation proposes to drill a well to 8,400' to test the Ferron and Dakota Formations. If productive, casing will be run and the well completed. If dry, the well will be plugged and abandoned as per BLM and State of Utah requirements.

**CONFIDENTIAL - TIGHT HOLE**

See Onshore Order No. 1 attached.

Please be advised that Petroleum Development Corporation is considered to be the Operator of the above mentioned well. Petroleum Development Corporation agrees to be responsible under the terms and conditions of the lease for the operations conducted upon the leased lands.

Bond coverage for this well is provided by Petroleum Development Corporation. The bond will be submitted under separate cover by Petroleum Development Corporation. *BLM Bond UTU166 \$25,000 statewide*

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. SIGNED: *Sean L. Smith* TITLE: Consultant For: Petroleum Development Corp Date: 12/3/99

PERMIT NO. \_\_\_\_\_ APPROVAL DATE \_\_\_\_\_

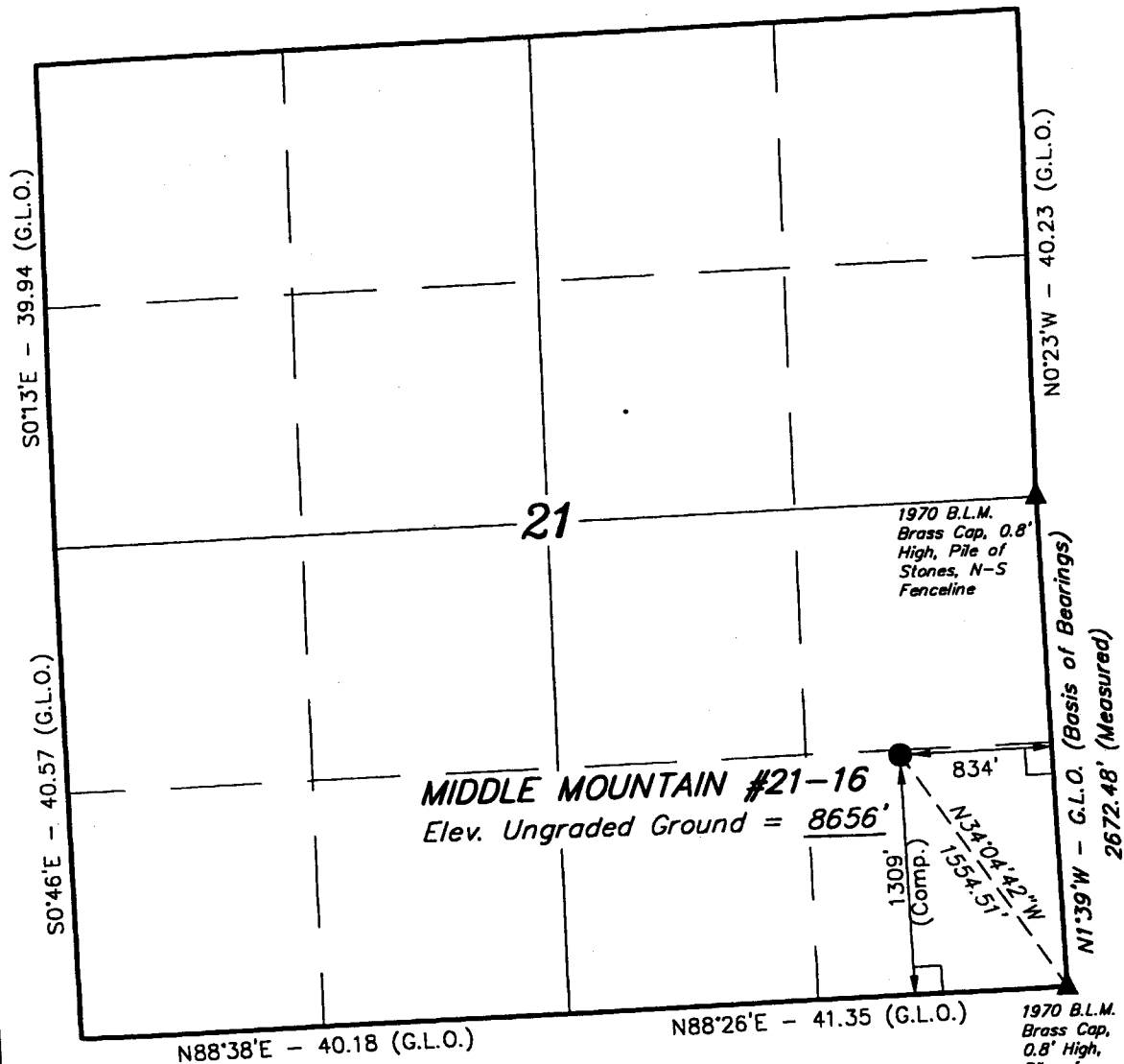
Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY: */s/ WILLIAM C. STRIDER* TITLE: Assistant Field Manager JUN 15 2001

FLARING OR VENTING OF GAS IS SUBJECT TO NTL 4-A\* See Instructions On Reverse Side  
Dated 1/1/80

# T16S, R6E, S.L.B.&M.

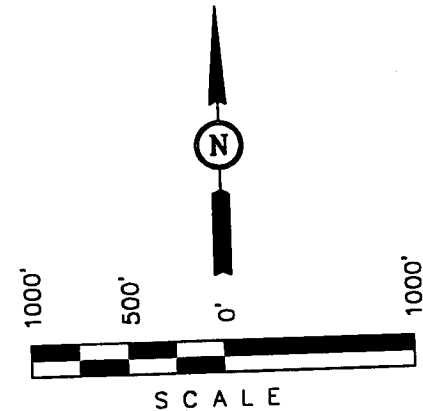


## PETROLEUM DEVELOPMENT CORP.

Well location, MIDDLE MOUNTAIN #21-16, located as shown in the SE 1/4 SE 1/4 of Section 21, T16S, R6E, S.L.B.&M. Emery County Utah.

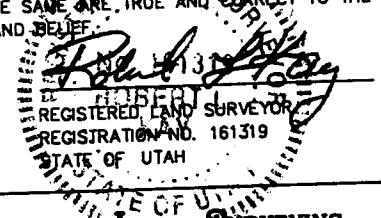
### BASIS OF ELEVATION

SPOT ELEVATION LOCATED AT THE SOUTHEAST CORNER OF SECTION 21, T16S, R6E, S.L.B.&M. TAKEN FROM THE RILDA CANYON. QUADRANGLE, UTAH, EMERY COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 8525 FEET.



### CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY AND UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



Revised: 10-14-99 C.B.T.

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

### LEGEND:

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

LATITUDE = 39°24'45"  
 LONGITUDE = 111°14'56"

SCALE 1" = 1000'	DATE SURVEYED: 6-17-99	DATE DRAWN: 6-24-99
PARTY D.A. D.R. D.COX	REFERENCES G.L.O. PLAT	
WEATHER WARM	FILE PETROLEUM DEVELOPMENT CORP.	

Petroleum Development Corporation  
Middle Mountain No. 21-16  
Lease U-77263  
SESE Section 21, T16S, R6E  
Emery County, Utah

**A COMPLETE COPY OF THIS PERMIT SHALL BE KEPT ON LOCATION, from the beginning of site construction through well completion, and shall be available to contractors to ensure compliance.**

CONDITIONS OF APPROVAL

Approval of this application 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.

Be advised that Petroleum Development Corporation is considered to be the operator of the above well and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by UT 1166 (Principal - Petroleum Development Corporation) via surety consent as provided for in 43 CFR § 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43 CFR § 3106.7-2 continuing responsibility are met.

This permit will be valid for a period of one year from the date of approval. After permit termination, a new application must be filed for approval.

All lease operations will be conducted in full compliance with applicable regulations (43 CFR § 3100), Onshore Oil and Gas Orders, lease terms, notices to lessees, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors.

## A. DRILLING PROGRAM

1. The proposed 3M BOP system is adequate for the depths and formations to be penetrated.
2. The requirements for air drilling, found in Onshore Oil and Gas Order No. 2, part III, E (Special Drilling Operations), shall be followed. This section requires, at a minimum, the use of the following equipment not mentioned in the application:
  - Spark arresters
  - Blooiie line discharge at least 100 feet from wellbore
  - Straight blooiie line
  - Deduster equipment
  - Float valve above bit
  - Automatic igniter on the blooiie line
3. Concurrent approval from the State of Utah, Division of Oil, Gas & Mining is required before conducting any surface disturbing activities. This would include approval of the proposed "exception" location.



## B. SURFACE

### General Manti-La Sal National Forest Requirements For Oil and Gas Drilling

The following are general requirements to be applied by the operator as conditions for approval to the Surface-Use Plan of Operations as part of the Application for a Permit to Drill (APD). They are further refined by stipulations 34-44 based on the environmental analysis conducted (project file).

- 1) The pad and road designs must be consistent with Forest Service specifications as outlined in the Region 4 Oil and Gas Rooding Guidelines and the Manti-La Sal National Forest Oil and Gas Well Site Guidelines and are subject to Forest Service approval. No construction operations may begin prior to approval. Any modifications to approved plans are also subject to review and approval. Road use permit will be required to authorize commercial use of Forest Roads. Routes authorized for use must have a minimum of 4" aggregate surfacing unless an engineering evaluation substantiates native roadbed material will support the intended traffic. Dust control will be necessary.
- 2) A pre-construction meeting including the responsible company representative(s), contractors, and the Forest Service must be conducted at the project site prior to commencement of surface-disturbing activities. The pad and roadwork must be construction-staked prior to this meeting. Site-specific requirements will be discussed at this time.
- 3) The operator shall submit for approval, a maintenance plan for the site, the project road and that portion of any Forest Road to be used for project access. A road-use permit must be obtained from the Forest Service authorizing commercial use of Forest Roads. Requirements listed in the road-use permit must be followed. In the event of a discovery, an updated maintenance plan will be required.
- 4) The operator must acquire appropriate permission to use non-Forest Service Roads.
- 5) The project engineer and surveyors must be certified by the State in which they reside or maintain their business.
- 6) All surface-disturbing activities, including reclamation, must be supervised by a qualified, responsible official or representative of the designated operator who is aware of the terms and conditions of the APD and specifications in the approved plans.
- 7) Adequate signs must be posted along Forest Roads to warn the public of project related traffic.
- 8) Mobilization of the drill rig will not be allowed during holiday weekends and opening weekends of the general season deer and elk hunts, including the Friday before holiday and opening weekends, and will be restricted during the big game hunting seasons as specified by the Forest Service as conditions for approval of the Surface-Use Plan of Operations.
- 9) In the event of a discovery, a revised surface-use plan must be submitted to the Forest Service showing all needed production facilities. Production facilities may be subject to further environmental analyses and approval by the Forest Service.

10) Establishment of campsites on the pad or at other locations on National Forest System lands by the operator or his contractors is subject to Forest Service approval.

11) A cultural resources survey and clearance by a qualified archeologist is required under a Forest Service special-use permit prior to approval of the Surface-Use Plan of Operations. If cultural or paleontological resources are discovered during operations, all operations which may result in disturbance to the resource must cease and the Forest Service must be notified of the discovery as soon as possible.

12) The Forest Service will conduct a survey of the project area for Threatened, Endangered and Sensitive plant and animal species. The operator will be notified of the results of the survey with any special requirements for protecting them, if any are present.

13) Unauthorized off-road vehicular travel is prohibited.

14) Section corners, survey markers and claim corners in the project area must be located and flagged by the operator prior to operations. The removal or disturbance of identified markers must be approved by the proper authority.

15) Water needed for operations must be properly and legally obtained according to State water laws. The location of diversion, if on National Forest System lands, is subject to Forest Service approval.

16) Fire suppression equipment must be available to all personnel on the project site. Equipment must include a minimum of one hand tool per crew member consisting of shovels, pulaskis, and chainsaws and one properly rated fire extinguisher per vehicle and/or internal combustion engine.

17) All gasoline, diesel and steam-powered equipment must be equipped with effective spark arresters or mufflers. Spark arresters must meet Forest Service specifications discussed in the USDA Forest Service Spark Arrester Guide. In additions, all electrical equipment must be properly insulated to prevent sparks.

18) The operator will be held responsible for damage and suppression costs for fires started as a result of operations. Fires must be reported to the Forest Service as soon as possible.

19) All accidents or mishaps resulting in resource damage and/or serious personal injury must be reported to the Forest Service as soon as possible.

20) Vehicle operators must obey posted speed restrictions and observe safe speeds commensurate with road and weather conditions.

21) All drilling fluids must be contained in the reserve pit. All appropriate measures must be taken to assure that leakage through the reserve pit does not occur and that fluids are not allowed to overflow. A minimum of 2 feet of freeboard is required.

22) Sanitary facilities are required on site at all times during operations. The installation of facilities other than self-contained chemical toilets is subject to State and Forest Service approval.

23) Harassment of wildlife and livestock is prohibited; any dogs on site will be leashed at all times.

24) All merchantable timber removed or destroyed by construction or other project related activities will be purchased by the operator at fair market value. The Forest Service will conduct a timber cruise and appraisal after the final clearing limits have been staked. Slash burning will be conducted only at locations approved by

the Forest Service under authorization or a burning permit. Burning of garbage and debris is prohibited.

25) All Topsoil must be stripped from areas to be disturbed and stockpiled for reclamation in such a way as to prevent soil loss and contamination.

26) Following completion of the project, the pad and project area must be replaced to the approximate original contour unless otherwise specified in the Forest Service conditions for approval of the Surface-Use Plan of Operations.

27) The reserve pit must be dry before it is backfilled and reclaimed. The pit must be fenced (5 strand barbed wire) at all times until it is reclaimed. Methods for drying the pit, other than natural evaporation, are subject to prior Forest Service approval.

28) Unless otherwise specified in the Forest Service conditions for approval the Surface-Use Plan of Operations, contaminated soils and gravel in the project area and the contents of the reserve pit and/or closed mud system will be removed from the National Forest and disposed of at an approved facility. Exceptions may be granted if the operator can demonstrate non-toxicity through testing or isolation through encapsulation.

29) Stockpiled topsoil must be redistributed evenly over the disturbed area upon reclamation.

30) The seed mix and other planting requirements will be specified in the Forest Service conditions for approval of the Surface-Use Plan of Operations. The pad area must be fenced (let-down fence) and the project road must be adequately closed off to prevent continued use until the required reclamation standards are successfully achieved, refer to Stipulation #32.

31) All trash, garbage and other refuse must be properly contained on the site during operations and periodically disposed of off-Forest at an approved refuse facility. Following completion of operations, all unnecessary equipment, materials and refuse must be removed from the Forest as soon as possible.

32) In general, the disturbed areas will be considered adequately revegetated when at least 90 percent of the original ground cover is re-established over 90 percent of the seeded area, within three years of planting, consisting of seeded and desirable species. Maximum allowable non-noxious weeds is 10 percent of the total ground cover at any time. No noxious weeds will be allowed on the site; they must be treated as they occur. The operator is responsible for maintenance of reclamation facilities such as fences, barricades and temporary drainage structures until the desired reclaimed conditions are achieved. If the desired ground cover is not established at the end of each 3 year period, an analysis of why the area has not recovered will be performed by the operator and additional treatment and seeding will be required based on the results of the analysis.

33) Straw, hay, feed, or pellets used on the National Forest's of Utah must be certified weed-free by the State of Utah.

#### **Additional Stipulations Specific to the Project**

These stipulations further clarify and refine the general stipulations 1-33 provided above based on the environmental analysis (project file).

34) All fluids and wastewater will be contained in a lined reserve pit and/or tanks. Containment dikes or berms will be built around the drilling pads to contain any run-off and spills.

35) If the well is a dry hole, rehabilitation will begin right after drilling is complete with appropriate drainage structures constructed and recontouring of the terrain to approximate original condition.

36) If the well produces gas, rehabilitation will begin immediately after drilling to the extent possible for that portion of the pad not needed for production. Production pad designs are subject to FS approval.

37) Revegetation will be accomplished after scarification and topsoiling with approved weed free seed mixtures consistent with the Utah Seed Act.

### Seed Mix for Middle Mountain Well #21-16

<i>Common Name</i>	<i>Scientific Name</i>	<i>Lbs/Acre</i>
Western wheatgrass	Agropyron smithii	2
Intermediate wheatgrass	Agropyron intermedium	2
Slender wheatgrass	Agropyron trachycaulum	2
Mtn. Brome grass	Bromes carinatus	1
Perennial ryegrass	Lolium perenne	2
Great Basin ryegrass	Elymus cinereus	1
Alfalfa-Ladak	Medicago sativa var. ladak	1
Blue aster	Aster glaucodes	0.25
Cicer milkvetch	Astragalus cicer	1
	Total	12.25 Lbs/ac

Remarks: The area will reclaim better if the mix is seeded using a rangeland drill.

38) A fence will be placed around the reclaimed site to allow for successful revegetation and stabilization.

39) Drillers will be housed off Forest.

40) Operations other than normal maintenance of producing wells is not allowed from May 15th to July 15th to protect elk calving and deer fawning habitat.

41) Maintenance of the site and production facilities will be by over-snow vehicle in winter.

42) In the event that the well becomes a producer, a screen of trees will be planted by the operator to minimize visibility of the pad and production facilities from adjacent dispersed recreation sites and the Millers Flat Road.

43) If the well does not produce, uncontaminated gravel/road base installed for drilling operations will be salvaged and stockpiled as designated by the Forest Service representative. Appropriate barriers will be installed as necessary to keep vehicles on the graveled surface.

44) A gate must be constructed on the project access road for each site to exclude public access. The locking mechanism must be capable of using multiple locks, including a Forest Service lock to be provided by the Forest Service. The location, design, and signing of the gates must meet Forest Service specifications are subject to Forest Service approval.

45) All equipment will be cleaned before entering the National Forest to ensure it is free of noxious weed seed.

### C. REQUIRED APPROVALS, REPORTS AND NOTIFICATIONS

Required verbal notifications are summarized in Table 1, attached.

Building Location- Contact the BLM Natural Resource Protection Specialist at least 48-hours prior to commencing construction of location.

Spud- The spud date will be reported to BLM 24-hours prior to spudding. Written notification in the form of a Sundry Notice (Form 3160-5) will be submitted to the Moab Field Office within 24-hours after spudding, regardless of whether spud was made with a dry hole digger or big rig.

Daily Drilling Reports- Daily drilling reports shall detail the progress and status of the well and shall be submitted to the Moab Field Office on a weekly basis.

Monthly Reports of Operations- In accordance with Onshore Oil and Gas Order No. 1, this well shall be reported on Minerals Management Service (MMS) Form 3160, "Monthly Report of Operations," starting the month in which operations commence and continuing each month until the well is physically plugged and abandoned. This report will be filed directly with MMS.

Sundry Notices- There will be no deviation from the proposed drilling and/or workover program without prior approval. "Sundry Notices and Reports on Wells" (Form 3160-5) will be filed, with the Moab Field Office, for approval of all changes of plans and subsequent operations in accordance with 43 CFR § 3162.3-2. Safe drilling and operating practices must be observed.

Drilling Suspensions- Operations authorized by this permit shall not be suspended for more than 30 days without prior approval of the Moab Field Office. All conditions of this approval shall be applicable during any operations conducted with a replacement rig.

Undesirable Events- Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be immediately reported to the BLM in accordance with requirements of NTL-3A.

Cultural Resources- If cultural resources are discovered during construction, work that might disturb the resources is to stop, and the Price Field Office is to be notified.

First Production- Should the well be successfully completed for production, the Moab Field Office will be notified when the well is placed in producing status. Such notification may be made by phone, but must be followed by a sundry notice or letter not later than five business days following the date on which the well is placed into production.

A first production conference will be scheduled as soon as the productivity of the well is apparent. This conference should be coordinated through the Price Field Office. The Price Field Office shall be notified prior to the first sale.

Well Completion Report- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted to the Moab Field Office not later than thirty-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, core descriptions, core analyses, well test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. When requested, samples (cuttings and/or samples) will be submitted to the Moab Field Office.

Venting/Flaring of Gas- Gas produced from this well may not be vented/flared beyond an initial, authorized test period of 30 days or 50 MMcf, whichever first occurs, without the prior, written approval of the Moab Field Office. Should gas be vented or flared without approval beyond the authorized test period, the well may be ordered shut-in until the gas can be captured or approval to continue the venting/flaring as uneconomic is granted. In such case, compensation to the lessor shall be required for that portion of the gas that is vented/flared without approval and which is determined to have been avoidably lost.

Produced Water- An application for approval of a permanent disposal method and location will be submitted to the Moab Field Office for approval pursuant to Onshore Oil and Gas Order 7.

Off-Lease Measurement, Storage, Commingling- Prior approval must be obtained from the Moab Field Office for off-lease measurement, off-lease storage and/or commingling (either down-hole or at the surface).

Plugging and Abandonment- If the well is completed as a dry hole, plugging instructions must be obtained from the Moab Field Office prior to initiating plugging operations.

A "Subsequent Report of Abandonment" (Form 3160-5) will be filed with the Moab Field Office within thirty-days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Upon completion of approved plugging, a regulation marker will be erected in accordance with 43 CFR § 3162.6. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the Price Field Office or the appropriate surface managing agency.

TABLE 1

NOTIFICATIONS

Notify Mike Kaminski (work: 435-636-3640, home: 435-637-2518)  
or Don Stephens (work: 435-636-3608, home: 435-637-7967)  
of the BLM, Price Field Office for the following:

2 days prior to commencement of dirt work, construction and reclamation;

1 day prior to spudding;

50 feet prior to reaching the surface casing (13<sup>3</sup>/<sub>8</sub>" ) and intermediate casing (9<sup>5</sup>/<sub>8</sub>" )  
setting depths.

If the people above cannot be reached, notify the Moab Field Office at (435) 259-2100. If unsuccessful, contact the person listed below.

Well abandonment operations require 24 hour advance notice and prior approval. In the case of newly drilled dry holes, verbal approval can be obtained by calling the Moab Field Office at (435) 259-2100. If approval is needed after work hours, you may contact the following:

Eric Jones, Petroleum Engineer      Office: (435) 259-2117  
Home: (435) 259-2214

Division of Oil, Gas and Mining  
PHONE CONVERSATION DOCUMENTATION FORM

Route original/copy to:

Well File middle mtn. 21-16  
Joe's Valley 20-1  
(Loc.) Sec Twp Rng.   
(API No.)

Suspense  
(Return Date) \_\_\_\_\_  
(To-Initials) \_\_\_\_\_

Other

1. Date of Phone Call: 3-15-02 Time: 1:00

2. DOGM Employee (name) J. Cordova ( Initiated Call)  
Talked to:

Name Tom Carpenter ( Initiated Call) - Phone No. (800) 624-3821  
of (Company/Organization) \_\_\_\_\_

3. Topic of Conversation: Return permits or intent drill?

4. Highlights of Conversation: \_\_\_\_\_  
Sold to Talisman Energy: Mike Marsen (403) 237-1163 Fall 2001.

3-18-02 Mike Marsen

Cont. hold, amended info on way to wtr. permit & Ex loc. info. (21-16)

\* Fortune will officially operate wells.

Joe's Valley may require another EA (per blm)



# **F O R T U N A**

FORTUNA (U.S.) INC.  
SUITE 3400, 888 3RD STREET S.W.  
CALGARY, ALBERTA T2P 5C5  
FAX (403) 237-1902  
TEL (403) 237-1234  
www.talisman-energy.com

June 6, 2002

Leicia Cordoba  
State of Utah  
Division of Oil, Gas & Mining  
1594 West North Temple  
Suite 1210  
Box 145801  
Salt Lake City, Utah  
84114

Dear Ms. Cordoba:

**RE: Middle Mountain #21-16 Change of Operatorship**

Enclosed is a Sundry Notice stating that Fortuna (U.S.) Inc has assumed operatorship of the Middle Mountain #21-16 well effective July 1, 2001.

Should you require further information, please contact me at (403) 237-1011.

Sincerely,

FORTUNA (U.S.) INC.



Arne Hamarsnes, P. Eng.  
Drilling Engineer

**RECEIVED**

JUN 13 2002

**DIVISION OF  
OIL, GAS AND MINING**

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

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. LEASE DESIGNATION AND SERIAL NUMBER: UTU77263

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:

7. UNIT or CA AGREEMENT NAME:

1. TYPE OF WELL OIL WELL  GAS WELL  OTHER \_\_\_\_\_

8. WELL NAME and NUMBER: MIDDLE MOUNTAIN # 21-16

2. NAME OF OPERATOR: FORTUNA (U.S.) INC.

9. API NUMBER:

3. ADDRESS OF OPERATOR: 3900, 898-3<sup>RD</sup> ST. S.W. CITY CALGARY STATE AB. ZIP T2P1C5 PHONE NUMBER: (403)237-1011

10. FIELD AND POOL, OR WILDCAT: WILDCAT

4. LOCATION OF WELL

FOOTAGES AT SURFACE: 1309' SOUTH, 834' EAST COUNTY: EMERY

QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SE/SE, SECTION 21, TOWNSHIP 16 S, RANGE 6E STATE: UTAH

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<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"/> 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>CHANGE OF OPERATORSHIP</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.

FORTUNA (U.S.) INC. HAS TAKEN OVER OPERATORSHIP OF THE MIDDLE MOUNTAIN # 21-16 WELL EFFECTIVE JULY 1, 2001.

NAME (PLEASE PRINT) ARNE HAMARSAES TITLE DRILLING ENGINEER

SIGNATURE A. Hamarsaes P. Eng. DATE June 6, 2002

RECEIVED

JUN 13 2002

DIVISION OF OIL, GAS AND MINING



**Petroleum  
Development  
Corporation**

103 East Main Street  
P. O. Box 26  
Bridgeport, West Virginia 26330

Phone: (304) 842-3597

June 19, 2002

Jim Thompson  
State of Utah, Division of Oil, Gas and Mining  
1594 West North Temple, Suite 1210  
Box 145801  
Salt Lake City, UT 84114

Dear Mr. Thompson:

RE: **Middle Mountain #21-16 Change of Operator**

Enclosed is a Sundry Notice advising you that Petroleum Development Corporation, Inc. has sold its interest in the properties associated with the above pending well to Fortuna (U.S.), Inc. effective July 1, 2001. Please make the appropriate changes in your records.

Should you require additional information, please contact me at (304) 842-3597.

Sincerely,

Tom Carpenter  
Geologist

Xc: A. Hamarsnes, Fortuna

**RECEIVED**

JUN 24 2002

DIVISION OF  
OIL, GAS AND MINING

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

FORM 9

5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-77263
6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
7. UNIT or CA AGREEMENT NAME:
8. WELL NAME and NUMBER: Middle Mountain #21-16
9. API NUMBER:
10. FIELD AND POOL, OR WILDCAT: Wildcat

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____
2. NAME OF OPERATOR: Petroleum Development Corporation
3. ADDRESS OF OPERATOR: 103 E. Main Street CITY Bridgeport STATE WV ZIP 26330
PHONE NUMBER: (304) 842-6256

4. LOCATION OF WELL FOOTAGES AT SURFACE: 659' FEL & 722' FSL COUNTY: Emery
QTRCTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SESE Section 21 T16S R6E STATE: UTAH

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<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 checked="" type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> OTHER: _____
	<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.

Fortuna (U.S.) has taken over operatorship of the Middle Mountain #21-16 well effective July 21, 2001.

Fortuna (U.S.) Inc.  
 Suite 3400 888 3rd Street SW  
 Calgary, Alberta Canada T2P 5C5  
 (403) 237-1234

NAME (PLEASE PRINT) <u>Tom Carpenter</u>	TITLE <u>Geologist</u>
SIGNATURE <u><i>Tom Carpenter</i></u>	DATE <u>June 19, 2002</u>

(This space for State use only)

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JUN 24 2002

**DIVISION OF  
OIL, GAS AND MINING**

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

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

5. Lease Serial No.  
**UTU 77203**

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.  
**MIDDLE MOUNTAIN # 21-16**

9. API Well No.

10. Field and Pool, or Exploratory Area  
**WILDCAT**

11. County or Parish, State  
**EMERY, UTAH**

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

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
**FORTUNA (U.S.) INC.**

3a. Address  
**SUITE 2400, 888 - 2ND ST. S.W. CALDWAY, AB**

3b. Phone No. (include area code)  
**(903) 297-1011**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
**1309' S, 834' E, SE/SE, SECTION 21, TOWNSHIP 16S, RANGE 6E**

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>CHANGE OF OPERATORSHIP</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 recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomplate 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.)

**FORTUNA (U.S.) INC. HAS TAKEN OVER OPERATORSHIP OF THE MIDDLE MOUNTAIN # 21-16 WELL EFFECTIVE JULY 1, 2001. BOND COVERAGE IS PROVIDED BY BOND UT1263**

**RECEIVED**  
AUG 07 2002  
DIVISION OF OIL, GAS AND MINING

RECEIVED  
MOAB FIELD OFFICE  
2002 JUN 14 P 2 45  
DEPT OF THE INTERIOR  
BUREAU OF LAND MGMT

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

Name (Printed/Typed) **ARNE HAMARSVES** Title **DRILLING ENGINEER**

Signature **A. Hamarsves, P. Eng.** Date **June 6, 2002**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by **ACCEPTED** Title **Division of Resources** Date **JUN 14 2002**

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 **Moab Field Office**

Under the 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.

Conditions of Acceptance Attached

Fortuna (U.S.) Inc.  
Well No. Middle Mountain 21-18  
SESE Sec. 21, T. 16 S., R. 6 E.  
Lease UTU77263  
Emery County, Utah

**CONDITIONS OF ACCEPTANCE**

Acceptance of this application 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.

Be advised that Fortuna (U.S.) Inc. is considered to be the operator of the above well effective July 1, 2001, and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by UT1263 (Principal -Fortuna (U.S.) Inc.) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable until the provisions of 43 CFR 3106.7-2 continuing responsibility are met.



United States  
Department of  
Agriculture

Forest  
Service

Manti-La Sal  
National Forest

Supervisor's Office  
599 RIVER DRIVE  
MIDDLE MOUNTAIN OFFICE  
Phone # (435) 637-2817  
Fax # (435) 637-1840

File Code: 2820-2  
Date: July 22, 2002  
DEPT. OF THE INTERIOR  
BUREAU OF LAND MGMT

Daryl Trotter  
Bureau of Land Management  
Moab Field Office  
82 East Dogwood  
Moab, UT 84532

Dear Daryl:

In response to your letter of June 19, 2002 we have no objection to a one-year extension of the Application for Permit to Drill (APD) for the Middle Mountain Federal No. 21-16 well.

The APD was submitted and permitted under the name of Petroleum Development Company (PDC). Our understanding is that PDC has transferred operations to Fortuna. Please provide us with official documentation regarding the transfer and current permittee/operator of record.

already done.  
mm  
7/25/02

If you have any questions, contact Carter Reed at the Forest Supervisor's Office.

Sincerely,

BLAINE J. ZIEROTH  
Forest Supervisor

cc: D-2/3

MOAB OFFICE	
	INIT/DATE
<input checked="" type="checkbox"/>	
FOM	
Res. Advisors	
APM. Resources	AG 7/27
APM. Sup Serv	
Ops	
Bus Prac	
Fire	
SUFOA	
Action	
Info	
Discuss	



007

Extension of Application for Permit to Drill  
Fortuna (U.S.) Inc.  
Middle Mountain No. 21-16  
Lease U-77263  
Sec 21. T16S, R6E  
Emery County, Utah

**CONDITIONS OF APPROVAL**

1. The valid term of this APD is hereby extended by one-year, through June 15, 2003.
2. All conditions of the original approval, and its subsequent amendments, remain in effect.





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**7. Federal and Indian Units:**

The BLM or BIA has approved the successor of unit operator for wells listed on:       N/A      

---

**8. Federal and Indian Communization Agreements ("CA"):**

The BLM or BIA has approved the operator for all wells listed within a CA on:       N/A      

---

**9. Underground Injection Control ("UIC")**      The Division has approved UIC Form 5, **Transfer of Authority to Inject,**

for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on:       N/A      

---

**DATA ENTRY:**

1. Changes entered in the **Oil and Gas Database** on:       08/08/2002
2. Changes have been entered on the **Monthly Operator Change Spread Sheet** on:       08/08/2002
3. Bond information entered in RBDMS on:       N/A
4. Fee wells attached to bond in RBDMS on:       N/A

---

**STATE WELL(S) BOND VERIFICATION:**

1. State well(s) covered by Bond Number:       N/A

---

**FEDERAL WELL(S) BOND VERIFICATION:**

1. Federal well(s) covered by Bond Number:       UT 1263

---

**INDIAN WELL(S) BOND VERIFICATION:**

1. Indian well(s) covered by Bond Number:       N/A

---

**FEE WELL(S) BOND VERIFICATION:**

1. (R649-3-1) The **NEW** operator of any fee well(s) listed covered by Bond Number       N/A
2. The **FORMER** operator has requested a release of liability from their bond on:       N/A        
The Division sent response by letter on:       N/A

---

**LEASE INTEREST OWNER NOTIFICATION:**

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

---

**COMMENTS:**

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*Talon Resources, Inc.*

Service, Quality and Accuracy

P.O. Box 1230  
195 North 100 West  
Huntington, Utah 84528  
Phone: 435-687-5310

Cell: 435-650-1886  
Fax: 435-637-5311  
Email: talon@castnet.com

August 13, 2002

Mr. Aaron Howe—Forest Engineer  
US Forest Service  
Supervisors Office  
599 Price River Drive  
Price, Utah 84501

RE: Road Reconstruction Detail FDR 50040 — Forest Access to Middle Mountain #21-16 for Fortuna US

Dear Mr. Howe:

On behalf of Fortuna US, Talon Resources, Inc. respectfully submits the following information to supplement the previously submitted *Application for Permit—Non-Federal Commercial Use of Roads Restricted By Order* to access the proposed well site Middle Mountain #21-16.

**Fortuna US will adopt the previously prepared Road Reconstruction Design Plans and Special Project Specifications package that was previously prepared by your office for Forest Development Road 50040. Fortuna US intends to begin reconstruction of the road consistent with the adopted plans and specifications, pending permit stipulations and published Rooding Guidelines as soon as the permit is received. Furthermore, the reconstructed road and the remainder of the road previously upgraded will be maintained to Forest Specifications and material added where needed, or specified by you and your staff. Following well development activities the road will be repaired as needed and left in an acceptable condition prior to it being released back to Forest maintenance.**

Thank you for your timely consideration of this information and our previously submitted applications. Please feel free to contact myself or Mr. Mark Moennich with Fortuna US, at 403-237-1785 if you should have any questions or need additional information prior to the permit being issued.

Sincerely,

*Don Hamilton*  
Don Hamilton  
Environmental Manager / Project Coordinator

Enclosures

cc: Mr. Jeff Alexander, Forest Service, Supervisors Office  
Mr. Carter Reed, Forest Service, Supervisors Office  
Mr. Tom Lloyd, Forest Service, Ferron District Office  
Mr. Mike Morrison, Fortuna US  
Mrs. Leslie Zilm, Fortuna US  
Mr. Arne Hamarsnes, Fortuna US  
Mr. Mark Moennich, Fortuna US

**RECEIVED**

AUG 16 2002

DIVISION OF  
OIL, GAS AND MINING

**FILE COPY**

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

009

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.

SUBMIT IN TRIPLICATE

1. Type of Well  
 Oil  Gas

2. Name of Operator  
Fortuna US

3. Address and Telephone No.  
Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

5. Lease Designation and Serial No.  
UTU-77263

6. If Indian, Allottee or Tribe Name  
N/A

7. If Unit or CA, Agreement Designation  
N/A

8. Well Name and No.  
Middle Mountain #21-16

9. API Well No.  
43-015-30426

10. Field and Pool, or Exploratory Area  
Wildcat

11. County or Parish, State  
Emery County, Utah

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

TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Change of Name	<input type="checkbox"/> Pipeline, Powerline, Maintenance Corridor Construction
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Water Shut-Off
	<input checked="" type="checkbox"/> Relocation of access approach	<input type="checkbox"/> Conversion to Injection
		<input type="checkbox"/> Dispose Water

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

**The access approach off of the Millers Flat Road (FDR 50014) leading to the proposed well site Middle Mountain #21-16 has been relocated to enter and exit the forest road at a tee.**

**The relocation was proposed during the July 31, 2002 onsite visit to the well site with representatives from the Forest Service and Fortuna US.**

**The relocation will provide for safer ingress and egress to and from the proposed well site.**

**An updated plan view has been attached for inclusion in the previously approved permit to drill.**

**FILE COPY**

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

Signed Don Hamilton Don Hamilton Title Agent for Fortuna US Date August 13, 2002

(This space for Federal or State office use)

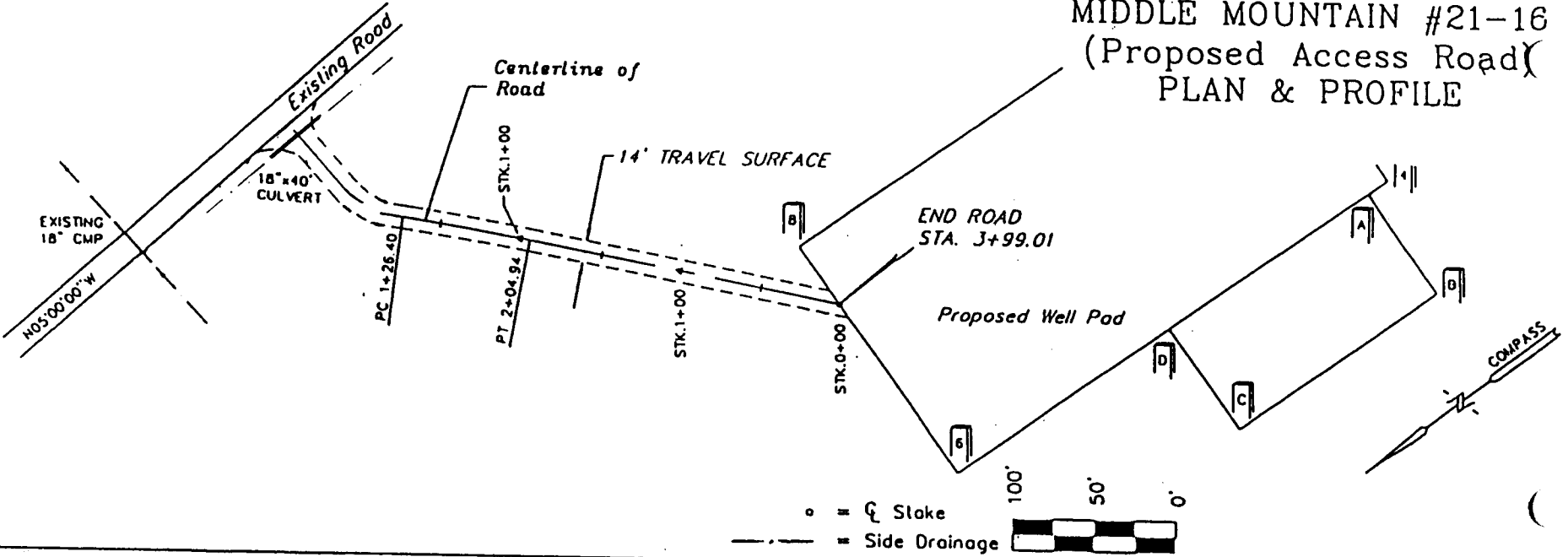
Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date AUG 16 2002  
Conditions of approval, if any:

**RECEIVED**

DIVISION OF

**OIL, GAS AND MINING**

# MIDDLE MOUNTAIN #21-16 (Proposed Access Road) PLAN & PROFILE



**010**

**From:** "Don Hamilton" <talon@castlenet.com>  
**To:** "Diana Mason" <Dianamason@utah.gov>  
**Date:** 8/28/02 10:11AM  
**Subject:** Fortuna Middle Mountain #21-16 well

Diana:

Because of the drought we have really struggled finding water for the drilling of this well (Middle Mountain #21-16 43-015-30426). I am generating a sundry at this time stating that we will simply be purchasing water from town. If you have a moment please review your files and let me know if you need any additional information at this time. Over the past month I believe that Fortuna has completed the bond and change of operator that was needed. Fortuna is looking at beginning pad construction and drilling activities in the next couple of weeks and we want to insure that our state permit is in place prior to having our contractors submit bids.

Thank you in advance for your work on this.

Don

# TALON RESOURCES, INC.

---

375 S. Carbon Ave. (A-10), Suite 101, Price, Utah 84501  
Phone: (435) 637-8781 (435) 650-1886 Fax: (435) 636- 8603

---

## Fax Transmittal Cover Sheet

**Date:** 8/28/02

**Number of pages:** 2

**Message To:** Diana- Division of Oil, Gas, and Mining

**Telephone Number:** 1-801-538-5312

**Fax Number:** 1-801-359-3940

---

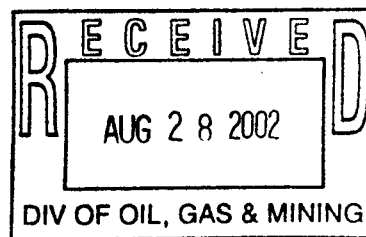
**Diana:**

Following is a sundry notice for the source of water on the Middle Mountain well. Please review and let me know if any changes need to be made.

A hard copy will follow by mail.

Please feel free to contact me if you have any questions or need additional information.

Don



Form 3100-3  
(June 1990)UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENTFORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

012

**SUNDRY NOTICES AND REPORTS ON WELLS**Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT-" for such proposals**SUBMIT IN TRIPLICATE**

## 1. Type of Well

 Oil  Gas 

## 2. Name of Operator

Fortuna US

## 3. Address and Telephone No.

Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

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

1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

## 5. Lease Designation and Serial No.

UTU-77263

## 6. If Indian, Allottee or Tribe Name

N/A

## 7. If Unit or CA, Agreement Designation

N/A

## 8. Well Name and No.

Middle Mountain #21-16

## 9. API Well No.

43-015-30426

## 10. Field and Pool, or Exploratory Area

Wildcat

## 11. County or Parish, State

Emery County, Utah

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

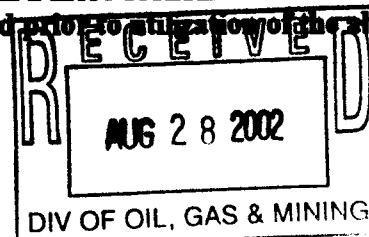
TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Change of Name	<input type="checkbox"/> Pipeline, Powerline, Maintenance Corridor Construction
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Water Shut-Off
	<input checked="" type="checkbox"/> Water Source Information	<input type="checkbox"/> Conversion to Injection
		<input type="checkbox"/> Dispose Water

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

Because of the drought situation this year Fortuna US intends to purchase water in Orangeville town for the construction and drilling of this well.

The water will be purchased on a quantity basis from the municipal water supply through Castle Valley Special Service District (a supplier of municipal water in Emery County)

Other sources of water are being pursued at this time. If a more economical source becomes available amending paperwork will be forwarded prior to utilization of the alternate water source.



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

Signed Don Hamilton Don Hamilton Title Agent for Fortuna USDate August 28, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:

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



011

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

**SUBMIT IN TRIPLICATE**

1. Type of Well  
 Oil  Gas

2. Name of Operator  
Fortuna US

3. Address and Telephone No.  
Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

5. Lease Designation and Serial No.  
UTU-77263

6. If Indian, Allottee or Tribe Name  
N/A

7. If Unit or CA, Agreement Designation  
N/A

8. Well Name and No.  
Middle Mountain #21-16

9. API Well No.  
43-015-30426

10. Field and Pool, or Exploratory Area  
Wildcat

11. County or Parish, State  
Emery County, Utah

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

TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Change of Name	<input type="checkbox"/> Pipeline, Powerline, Maintenance Corridor Construction
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Water Shut-Off
	<input checked="" type="checkbox"/> Water Source Information	<input type="checkbox"/> Conversion to Injection
		<input type="checkbox"/> Dispose Water

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

**Because of the drought situation this year Fortuna US intends to purchase water in Orangeville town for the construction and drilling of this well.**

**The water will be purchased on a quantity basis from the municipal water supply through Castle Valley Special Service District (a supplier of municipal water in Emery County)**

**Other sources of water are being pursued at this time. If a more economical source becomes available amending paperwork will be forwarded prior to utilization of the alternate water source.**

**RECEIVED**

AUG 30 2002

DIVISION OF  
OIL, GAS AND MINING

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

Signed Don Hamilton Don Hamilton Title Agent for Fortuna US Date August 28, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:



*Talon Resources, Inc.*

Service, Quality and Accuracy

P.O. Box 1230  
195 North 100 West  
Huntington, Utah 84528  
Phone: 435-687-5310

Cell: 435-650-1886  
Fax: 435-637-5311  
Email: talon@castnet.com

August 28, 2002

Mr. Eric Jones—Petroleum Engineer  
Bureau of Land Management  
82 East Dogwood  
Moab, Utah 84532

RE: Water Source Information Sundry Notice—Fortuna US  
Middle Mountain #21-16 (43-015-30426) SE/4 SE/4, Section 21, T16S, R6E, SLB&M

Dear Mr. Jones:

On behalf of Fortuna US, Talon Resources, Inc. respectfully submits the enclosed original of the *Sundry Notice and Reports on Wells* for the above named well. The sundry is needed to supplement the existing federal authorizations and required by the Division of Oil, Gas and Mining for approval of the state authorization for permit to drill.

Please feel free to contact me if you have any questions or need additional information.

Sincerely,

*Don Hamilton*  
Don Hamilton  
Agent for Fortuna US

cc: Mr. Mike Kaminski, BLM – Price Field Office  
Mr. Carter Reed, USDA Forest Service – Price SO  
Mr. Tom Lloyd, USDA Forest Service—Ferron DO  
Mrs. Diana Mason, Division of Oil, Gas and Mining  
Mr. Mark Moennich, Fortuna, US  
Mr. Arne Hamarsnes, Fortuan, US

**RECEIVED**

AUG 30 2002

DIVISION OF  
OIL, GAS AND MINING

**FILE COPY**

**F O R T U N A**

FORTUNA (U.S.) INC.  
SUITE 3400, 888 3RD STREET S.W.  
CALGARY, ALBERTA T2P 5C5  
FAX (403) 237-1902  
TEL (403) 237-1234  
www.talisman-energy.com

August 28, 2002

Division of Oil, Gas & Mining  
1594 W, North Temple, Suite 1210  
Box 145801  
Salt Lake City, UT 84114-5801

Attn: Lesha Cordova

Re: Fortuna Energy Inc.  
Middle Mountain #21-16  
1309' FSL and 834' FEL  
SE SE Sec. 21, T16S-R6E  
Emery County, Utah

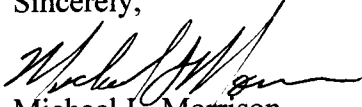
Dear Lesha,

This letter is to serve as our request for an exception to spacing on the above referenced location.

The referenced location was staked at non-standard footages in accordance with the rules and regulations of the Division of Oil, Gas and Mining based on a request by the US Forest Service to move the location further from the Joe's Valley Road. Please be advised, however, that Fortuna Energy Inc. is the lease holder of all the acreage within a 460 foot radius of the subject location. Therefore, we request administrative approval for this exception location.

Thank you for your cooperation.

Sincerely,

  
Michael L. Morrison  
Senior Geologist  
Fortuna Energy Inc.

**RECEIVED**

SEP 03 2002

DIVISION OF  
OIL, GAS AND MINING



State of Utah  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

1594 West North Temple, Suite 1210  
PO Box 145801  
Salt Lake City, Utah 84114-5801  
(801) 538-5340 telephone  
(801) 359-3940 fax  
(801) 538-7223 TTY  
www.nr.utah.gov

Michael O. Leavitt  
Governor  
Robert L. Morgan  
Executive Director  
Lowell P. Braxton  
Division Director

September 4, 2002

Fortuna (U.S.) Inc.  
888 3rd Street S.W., Suite 3400  
Calgary, Alberta T2P 5C5

Re: Middle Mountain 21-16 Well, 1309' FSL, 834' FEL, SE SE, Sec. 21, T. 16 South,  
R. 6 East, Emery County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

Appropriate information has been submitted to DOGM and administrative approval of the requested exception location is hereby granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-015-30426.

Sincerely,

John R. Baza  
Associate Director

pb

Enclosures

cc: Emery County Assessor  
Bureau of Land Management, Moab District Office

Operator: Fortuna (U.S.) Inc.  
Well Name & Number Middle Mountain 21-16  
API Number: 43-015-30426  
Lease: UTU-77263

Location: SE SE                      Sec. 21                      T. 16 South                      R. 6 East

### Conditions of Approval

#### 1. General

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

#### 2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

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

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

- Contact Dan Jarvis at (801) 538-5338

#### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

#### 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

#### 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.



*Talon Resources, Inc.*

Service, Quality and Accuracy

P.O. Box 1230  
195 North 100 West  
Huntington, Utah 84528  
Phone: 435-687-5310

Cell: 435-650-1886  
Fax: 435-637-5311  
Email: talon@castlenet.com

September 23, 2002

Mr. Eric Jones—Petroleum Engineer  
Bureau of Land Management  
82 East Dogwood  
Moab, Utah 84532

RE: Change of Water Source Information Sundry Notice —Fortuna (US), Inc.  
Middle Mountain #21-16 (43-015-30426) SE/4 SE/4, Section 21, T16S, R6E, SLB&M

Dear Mr. Jones:

On behalf of Fortuna (US), Inc. , Talon Resources, Inc. respectfully submits the enclosed original of the *Sundry Notice and Reports on Wells* for the above referenced well. The sundry is needed to update water source information for the existing federal and state authorizations in place at this time.

Please feel free to contact me if you have any questions or need additional information.

Sincerely,

*Don Hamilton*  
Don Hamilton  
Agent for Fortuna US

cc: Mr. Mike Kaminski, BLM – Price Field Office  
Mr. Carter Reed, USDA Forest Service – Price SO  
Mr. Tom Lloyd, USDA Forest Service—Ferron DO  
Mrs. Diana Mason, Division of Oil, Gas and Mining  
Mr. Mark Moennich, Fortuna, (US), Inc.  
Mr. Arne Hamarsnes, Fortuna, (US), Inc.

**RECEIVED**

SEP 26 2002

DIVISION OF  
OIL, GAS AND MINING

**FILE COPY**

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

**016**

**SUBMIT IN TRIPLICATE**

1. Type of Well

Oil  Gas

2. Name of Operator

Fortuna (US) Inc.

3. Address and Telephone No.

Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

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

1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

5. Lease Designation and Serial No.

UTU-77263

6. If Indian, Allottee or Tribe Name

N/A

7. If Unit or CA, Agreement Designation

N/A

8. Well Name and No.

Middle Mountain #21-16

9. API Well No.

43-015-30426

10. Field and Pool, or Exploratory Area

Wilbeat

11. County or Parish, State

Emery County, Utah

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

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

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

**Water for construction and drilling of the Middle Mountain #21-16 well will be provided by Application for Temporary Change of Water #t27043 evidenced by Water Right # 93-2175 that was approved on August 30, 2002.**

**This approved application allows for the withdrawal of water from Cottonwood Creek for use in oil and gas related activities.**

**Should this water source not be adequate, water will be purchased on a quantity basis from the municipal water supply through Castle Valley Special Service District (a supplier of municipal water in Emery County).**

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

Signed Don Hamilton *Don Hamilton* Title Agent for Fortuna (US) Inc. Date September 23, 2002

**RECEIVED**

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:

SEP 26 2002

**DIVISION OF  
OIL, GAS AND MINING**

CONFIDENTIAL

**F O R T U N A**

FORTUNA (U.S.) INC.  
SUITE 3400, 888 3RD STREET S.W.  
CALGARY, ALBERTA T2P 5C5  
FAX (403) 237-1902  
TEL (403) 237-1234  
www.talisman-energy.com

October 2, 2002

Dustin Doucet  
State of Utah  
Division of Oil, Gas & Mining  
1594 West North Temple  
Suite 1210  
Box 145801  
Salt Lake City, Utah  
84114

Dear Mr. Doucet:

**RE: Middle Mountain #21-16 Sundry Notice Casing Change**

Enclosed is a Sundry Notice stating the Casing Changes that Fortuna (U.S.) Inc proposes for the subject well.

Should you require further information, please contact me at (403) 237-1011.

Sincerely,

FORTUNA (U.S.) INC.



Arne Hamarsnes, P. Eng.  
Drilling Engineer

cc. Eric Cole, Bureau of Land Management

**RECEIVED**

OCT 09 2002

DIVISION OF  
OIL, GAS AND MINING



Form 3160-5  
(August 1999)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

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

5. Lease Serial No.  
UTU-77263

6. If Indian, Allottee or Tribe Name  
N/A

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

8. Well Name and No.  
MIDDLE MOUNTAIN #21-16

9. API Well No.  
43-015-30426

10. Field and Pool, or Exploratory Area  
WILDCAT

11. County or Parish, State  
EMERY COUNTY, UTAH

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

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
FORTUNA (US) INC.

3a. Address  
SUITE 3400, 888 3RD ST. S.W. T2P SCS CALGARY, ALBERTA

3b. Phone No. (include area code)  
403-237-1011

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1309' FSL, 834' FEL  
SE/4 SE/4, SECTION 21, T16S, R6E, S1B/4M

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 checked="" type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation.	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<input 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 recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

BELOW IS A REVISED CASING PLAN FOR MIDDLE MOUNTAIN #21-16:

SURFACE CASING: 13 3/8", 48#, H-40 TO 500'

INTERMEDIATE CASING #1: 9 5/8", 36#, J-55 TO 3100' [100' INTO E...]

INTERMEDIATE CASING #2: 7", 26#, J-55 TO 5800' [TOP OF FERRON]

LINER: 4 1/2", 11.6# FROM 5600' TO TD (APPROX. 6300')

Federal Approval Of This  
Action Is Necessary

Accepted by the  
Utah Division of  
Oil, Gas and Mining

Date: 10/16/2002  
By: [Signature]  
**RECEIVED**

OCT 09 2002

DIVISION OF  
OIL GAS AND MINING

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

Name (Printed/Typed) ARNE HAMARSNES Title DRILLING ENGINEER

Signature A. Hamarsnes Date OCT. 2, 2002

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 10-15-02  
CHD



*Talon Resources, Inc.*

Service, Quality and Accuracy

P.O. Box 1230  
195 North 100 West  
Huntington, Utah 84528  
Phone: 435-637-5310

Cell: 435-650-1886  
Fax: 435-687-5311  
Email: talon@castlenet.com

October 21, 2002

Mr. Eric Jones  
Petroleum Engineer  
Bureau of Land Management  
82 East Dogwood  
Moab, Utah 84532

RE: Sundry Notices (Request for Crew Camp)—Fortuna (US), Inc.  
**Middle Mountain #21-16**— 1,309' FSL, 834' FEL  
Section 21, T16S, R6E, SLB&M, Emery County, Utah

Dear Mr. Jones:

On behalf of Fortuna (US), Inc. Talon Resources, Inc. respectfully submits the enclosed original and two copies of the *Sundry Notices* for the Middle Mountain #21-16 well on lands managed by the Manti La-Sal Forest Service.

Thank you for your timely consideration of the enclosed application. Please feel free to contact myself or Mr. Don Jackson of Fortuna (US), Inc. at 1-780-621-6900 if you have any questions or need additional information.

Sincerely,

*Don Hamilton*  
Don Hamilton  
Agent for Fortuna (US), Inc.

Enclosures

cc: Mr. Mike Kaminski, BLM—Price Field Office  
Mr. Carter Reed, USDA Forest Service—Price SO  
Mr. Tom Lloyd, USDA Forest Service—Ferron DO  
Mrs. Diana Mason, Division of Oil, Gas and Mining  
Mr. Don Jackson, Fortuna (US), Inc.  
Mr. Mark Moenich, Fortuna (US), Inc.

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DIVISION OF  
OIL, GAS AND MINING

**FILE**

018

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

**SUBMIT IN TRIPLICATE**

1. Type of Well  
 Oil  Gas

2. Name of Operator  
Fortuna (US), Inc.

3. Address and Telephone No.  
Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

5. Lease Designation and Serial No.  
UTU-77263

6. If Indian, Allottee or Tribe Name  
N/A

7. If Unit or CA, Agreement Designation  
N/A

8. Well Name and No.  
Middle Mountain #21-16

9. API Well No.  
43-015-30426

10. Field and Pool, or Exploratory Area  
Wildcat

11. County or Parish, State  
Emery County, Utah

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

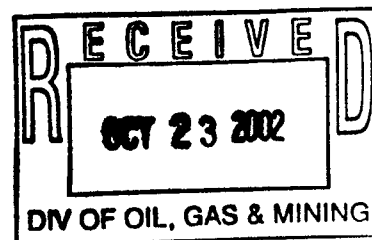
TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Change of Name	<input type="checkbox"/> Pipeline, Powerline, Maintenance Corridor Construction
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Water Shut-Off
	<input checked="" type="checkbox"/> Water Source Information	<input type="checkbox"/> Conversion to Injection
		<input type="checkbox"/> Dispose Water

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

**Fortuna (US), Inc. intends to utilize an on-location self-contained single-unit Crew Camp on the location for the drilling and completion of the Middle Mountain #21-16 well.**

**No additional disturbance will be required, all waste products associated with this crew camp will be trucked off of Forest Service Lands as specified in the previously approved surface use plan and subsequent federal authorizations.**

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



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

Signed Don Hamilton *Don Hamilton* Title Agent for Fortuna US Date October 21, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:

**DIVISION OF OIL, GAS AND MINING**

**SPUDDING INFORMATION**

Name of Company: FORTUNA (U.S.) INC

Well Name: MIDDLE MTN 21-16

Api No: 43-015-30426 Lease Type: FEDERAL

Section 21 Township 16S Range 06E County EMERY

Drilling Contractor \_\_\_\_\_ RIG # \_\_\_\_\_

**SPUDDED:**

Date 10/29/02

Time \_\_\_\_\_

How \_\_\_\_\_

**Drilling will commence:** \_\_\_\_\_

Reported by DON HAMILTON

Telephone # \_\_\_\_\_

Date 11/04/2002 Signed: CHD

020

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

**SUBMIT IN TRIPLICATE**

**CONFIDENTIAL**

1. Type of Well  
 Oil  Gas

2. Name of Operator  
Fortuna (US), Inc.

3. Address and Telephone No.  
Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

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1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

5. Lease Designation and Serial No.  
UTU-77263

6. If Indian, Allottee or Tribe Name  
N/A

7. If Unit or CA, Agreement Designation  
N/A

8. Well Name and No.  
Middle Mountain #21-16

9. API Well No.  
43-015-30426

10. Field and Pool, or Exploratory Area  
Wildcat

11. County or Parish, State  
Emery County, Utah

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

TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Change of Name	<input type="checkbox"/> Pipeline, Powerline, Maintenance Corridor Construction
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Water Shut-Off
	<input checked="" type="checkbox"/> Surface Casing and Cement Reports	<input type="checkbox"/> Conversion to Injection
		<input type="checkbox"/> Dispose Water

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

**Attached are the Surface Casing and Cement Reports for the Middle Mountain #21-16 well**

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DIVISION OF  
OIL, GAS AND MINING

**FILE COPY**

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

Signed Don Hamilton *Don Hamilton* Title Agent for Fortuna US

Date November 4, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:

**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16**

Surface Legal Location SE SE Sec. 21, T16S-R6E	Bottomhole Legal Location SE SE Sec. 21, T16S - R6E	Field Name Middle Mountain	Operation Group Western	License No. 43-015-30426	State/Province Utah
KB Elevation (ft) 8655.00	Ground Elevation (ft) 8655.00	Casing Flange Elevation (ft)	Spud Date 10/28/2002	Rig Release Date	Current Well Status Potential Gas

<b>Casing: Surface Casing, 1,063.7ftKB</b>					
Casing Shoe Set Depth (ftKB) 1,063.7	Set Tension (lbf)	String Max Nominal OD (in) 13 3/8	String Drift Min (in) 12.559	Centralizers 10 ft above shoe, 10 ft above float collar, 600 ft, 500 ft, 400 ft and top 2 joints.	Scratchers None

Jts	Item Des	OD (in)	ID (in)	Wt (lbs/ft)	Grade	Top Thread	Top (ftKB)	Btm (ftKB)	Len (ft)	Burst Pres. (psi)	Collapse Pres. (psi)
	Casing Joints	13 3/8	12.717	48.00	H-40	ST&C	0.0	1,018.0	1018.03	1,725.9	740.0
	Float Collar	13 3/8	12.717	48.00	H-40	13 3/8	1,018.0	1,019.2	1.15		
1	Casing Joints	13 3/8	12.717	48.00	H-40	ST&C	1,019.2	1,062.1	42.95	1,725.9	740.0
	Float Shoe	13 3/8	12.717	48.00	H-40	13 3/8	1,062.1	1,063.7	1.57		

Well Name: FORTUNA MIDDLE INTAIN #21-16

CONFIDENTIAL

Casing: Surface Casing, 1,063.7ftKB

Item Description	OD Nominal (in)	Weight/Length (lbs/ft)	Grade	Length (ft)
Casing Joints	13 3/8	48.00	H-40	1018.03
Item Description	OD Nominal (in)	Weight/Length (lbs/ft)	Grade	Length (ft)
Float Collar	13 3/8	48.00	H-40	1.15
Item Description	OD Nominal (in)	Weight/Length (lbs/ft)	Grade	Length (ft)
Casing Joints	13 3/8	48.00	H-40	42.95
Item Description	OD Nominal (in)	Weight/Length (lbs/ft)	Grade	Length (ft)
Float Shoe	13 3/8	48.00	H-40	1.57

Tally				
Ref No.	Run?	Len (ft)		Cum (ft)
25	Yes		42.25	1063.67
24	Yes		41.95	1021.42
23	Yes		42.25	979.47
22	Yes		42.20	937.22
21	Yes		42.20	895.02
20	Yes		42.20	852.82
19	Yes		42.20	810.62
18	Yes		42.05	768.42
17	Yes		42.05	726.37
16	Yes		42.25	684.32
15	Yes		42.20	642.07
14	Yes		41.45	599.87
13	Yes		42.20	558.42
12	Yes		43.40	516.22
11	Yes		42.15	472.82
10	Yes		43.40	430.67
9	Yes		43.45	387.27
8	Yes		41.35	343.82
7	Yes		43.40	302.47
6	Yes		43.40	259.07
5	Yes		42.20	215.67
4	Yes		42.20	173.47
3	Yes		42.20	131.27
2	Yes		43.40	89.07
31	Yes		1.15	45.67
1	Yes		42.95	44.52
30	Yes		1.57	1.57

# Talisman Energy Canada - Casing Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

CONFIDENTIAL

KB Elevation (ft) 8655.00	Ground Elevation (ft) 8655.00	Casing Flange Elevation (ft) 8655.00	KB-Ground Distance (ft) 0.00	KB-Casing Flange Distance (ft) 0.00	Spud Date 10/28/2002	Rig Release Date
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**Well Head**

**Wellbores: Main Hole**

Casing Details						Casing Run Date		Casing Shoe Set Depth (ftKB)		Wellbore Name			
Casing Description													
Surface Casing						11/2/2002		1,063.7		Main Hole			
Item Des	OD (in)	Wt (lbs/ft)	Grade	Drift (in)	Top Thread	Jts	Len (ft)	Top (ftKB)	Mk-Up Tq (ft-lbs)	Make	Model	Max OD (in)	ID (in)
Casing Joints	13 3/8	48.00	H-40	12.559	ST&C		1018.03	0.0	3220				12.717
Float Collar	13 3/8	48.00	H-40	12.559	13 3/8		1.15	1,018.0	3220				12.717
Casing Joints	13 3/8	48.00	H-40	12.559	ST&C	1	42.95	1,019.2	3220				12.717
Float Shoe	13 3/8	48.00	H-40	12.559	13 3/8		1.57	1,062.1	3220				12.717

APPROVED  
 DATE  
 SUPERVISOR OF  
 CASING RUNNING



Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

CONFIDENTIAL

KB Elevation (ft) 8655.00	Ground Elevation (ft) 8655.00	Casing Flange Elevation (ft) 8655.00	KB-Ground Distance (ft) 0.00	KB-CF (ft) 0.00	Spud Date 10/28/2002	Rig Release Date
------------------------------	----------------------------------	---	---------------------------------	--------------------	-------------------------	------------------

<b>Cement Details</b>	
Cementing Start Date 11/3/2002 00:00	Cementing End Date 11/3/2002 02:15
String Surface Casing, 1,063.7ftKB	Wellbore Name Main Hole

Comment  
No returns to surface.

**Cement Stages: 1, 0.0-1,063.7ftKB**

Description Surface Casing		Objective/Purpose Surface Casing				Cement Top Interval (ftKB) 0.0	Cement Bottom Interval (ftKB) 1,063.7
Top Plug? Yes	Bottom Plug? No	Q(start) (bbl/min) 6	Q(end) (bbl/min) 2	Q(avg) (bbl/min)	P(final) (psi) 600.0	P(bump) (psi) 300.0	Cmnt Rtn (bbl) 0.0
Pipe Reciprocated?	Reciprocation Stroke Length (ft)		Pipe Rotated?		Pipe RPM (rpm)		
Depth Tagged (ftKB)	Tag Method		Depth Plug Drilled Out To (ftKB)		Drill out diameter (in)		

**Cement Fluids: 1, Tail**

Fluid Type Tail	Fluid Description	Cement Amount (sacks) 1,300	Cement Class G	Volume Pumped (bbl) 285.0	Yield (ft <sup>3</sup> /sack) 1.18
Mix H2O Ratio (gal/sack) 5.22	Free Water (%)	Density (lb/gal) 15.6	Plastic Viscosity (cp)	Thickening Time (hrs)	1st Compressive Strength (psi)

**Cement Fluid Additives**

Add	Type	Amt	Amt Unit	Conc	Conc Unit
CaCl2	Accelerator	2,444.0	lb	2.0	%
Celoflake	Loss circ	325.0	lb	0.25	lb/sx

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Well Name: FORTUNA MIDDLE MAIN TAIN #21-16

CONFIDENTIAL

KB Elevation (ft) 8655.00	Ground Elevation (ft) 8655.00	Casing Flange Elevation (ft) 8655.00	KB-Ground Distance (ft) 0.00	KB-CF (ft) 0.00	Spud Date 10/28/2002	Rig Release Date
------------------------------	----------------------------------	---	---------------------------------	--------------------	-------------------------	------------------

<b>Cement Details</b>			
Cementing Start Date 11/3/2002 13:00	Cementing End Date 11/3/2002 13:45	String Surface Casing, 1,063.7ftKB	Wellbore Name Main Hole

Comment  
Cement to surface and fell back

**Cement Stages: 1, 0.0-0.0ftKB**

Description Remedial Casing Cement		Objective/Purpose Remedial Casing Cement				Cement Top Interval (ftKB) 0.0	Cement Bottom Interval (ftKB) 0.0
Top Plug? No	Bottom Plug? No	Q(start) (bbl/min) 2	Q(end) (bbl/min) 2	Q(avg) (bbl/min) 2	P(final) (psi) 400.0	P(bump) (psi)	Cmnt Rtrn (bbl)
Pipe Reciprocated?	Reciprocation Stroke Length (ft)		Pipe Rotated?		Pipe RPM (rpm)		
Depth Tagged (ftKB)	Tag Method		Depth Plug Drilled Out To (ftKB)		Drill out diameter (in)		

**Cement Fluids: 1, Tail**

Fluid Type Tail	Fluid Description	Cement Amount (sacks) 430	Cement Class G	Volume Pumped (bbl) 91.0	Yield (ft <sup>3</sup> /sack) 1.18
Mix H2O Ratio (gal/sack) 5.22	Free Water (%)	Density (lb/gal) 15.6	Plastic Viscosity (cp)	Thickening Time (hrs)	1st Compressive Strength (psi)

**Cement Fluid Additives**

Add	Type	Amt	Amt Unit	Conc	Conc Unit
CaCl2	Accelerator	808.0	lb		2.0 %
Celoflake	Loss circ Additive	108.0	lb		0.25 lb/sx

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

CONFIDENTIAL

KB Elevation (ft) 8655.00	Ground Elevation (ft) 8655.00	Casing Flange Elevation (ft) 8655.00	KB-Ground Distance (ft) 0.00	KB-CF (ft) 0.00	Spud Date 10/28/2002	Rig Release Date
------------------------------	----------------------------------	---	---------------------------------	--------------------	-------------------------	------------------

**Cement Details**

Cementing Start Date 11/3/2002 17:00	Cementing End Date 11/3/2002 17:30	String Surface Casing, 1,063.7ftKB	Wellbore Name Main Hole
---	---------------------------------------	---------------------------------------	----------------------------

Comment  
Cement to surface.

**Cement Stages: 1, 0.0-136.0ftKB**

Description		Objective/Purpose				Cement Top Interval (ftKB)	Cement Bottom Interval (ftKB)
Remedial Casing Cement		Remedial Casing Cement				0.0	136.0
Top Plug?	Bottom Plug?	Q(start) (bbl/min)	Q(end) (bbl/min)	Q(ave) (bbl/min)	P(final) (psi)	P(bump) (psi)	Cmnt Rtn (bbl)
No	No	2	2	2	200.0		
Pipe Reciprocated?		Reciprocation Stroke Length (ft)		Pipe Rotated?		Pipe RPM (rpm)	
Depth Tagged (ftKB)		Tag Method		Depth Plug Drilled Out To (ftKB)		Drill out diameter (in)	

**Cement Fluids: 1, Tail**

Fluid Type	Fluid Description	Cement Amount (sacks)	Cement Class	Volume Pumped (bbl)	Yield (ft <sup>3</sup> /sack)
Tail		80	G	16.8	1.18
Mix H2O Ratio (gal/sack)	Free Water (%)	Density (lb/gal)	Plastic Viscosity (cp)	Thickening Time (hrs)	1st Compressive Strength (psi)
5.22		15.6			

**Cement Fluid Additives**

Add	Type	Amt	Amt Unit	Conc	Conc Unit
CaCl2	Accelerator	150.0	lb		2.0 %
Celoflake	Loss circ additive	20.0	lb		0.25 lb/sx

1810 total

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**SUNDRY NOTICES AND REPORTS ON WELLS**

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Use "APPLICATION FOR PERMIT--" for such proposals

**SUBMIT IN TRIPLICATE**

1. Type of Well  
 Oil  Gas

CONFIDENTIAL

2. Name of Operator  
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1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

5. Lease Designation and Serial No.  
UTU-77263

6. If Indian, Allottee or Tribe Name  
N/A

7. If Unit or CA, Agreement Designation  
N/A

8. Well Name and No.  
Middle Mountain #21-16

9. API Well No.  
43-015-30426

10. Field and Pool, or Exploratory Area  
Wildcat

11. County or Parish, State  
Emery County, Utah

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

TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Change of Name	<input type="checkbox"/> Pipeline, Powerline, Maintenance Corridor Construction
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Water Shut-Off
	<input checked="" type="checkbox"/> Weekly Drilling Reports	<input type="checkbox"/> Conversion to Injection
		<input type="checkbox"/> Dispose Water

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

**Attached are the weekly drilling reports for the Middle Mountain #21-16 well**

RECEIVED

NOV 12 2002

DIVISION OF  
OIL, GAS AND MINING

**FILE COPY**

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

Signed Don Hamilton *Don Hamilton* Title Agent for Fortuna US Date November 4, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8655.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 0.00
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**Daily Summary**

Weather Cloudy	Road Condition Icy	Hole Condition Good
-------------------	-----------------------	------------------------

Operations at Report Time

Wait on Daylight

Operations This Report Period

Move Bill Martin Jr. onto location and drill 444.5mm hole to set 339.7mm surface casing. Hold safety meeting and rig up to drill surface hole with Bill Martin Jr. Drill 444.5mm hole with Bill Martin Jr. Cost will be one day behind until the Patterson Rig is on location.

Operations Next Report Period

Drill with Bill Martin Jr.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	08:00	8.00	00	Undefined Status	Wait for day light.
12:00	14:00	2.00	01	Rig Up & Tear Down	Rig up Bill Martin Jr. water well rig, rotating head and boogie line.
12:00	12:30	0.50	21	Safety Meeting	Safety meeting with Bill Martin Jr. crew.
14:00	19:00	5.00	02	Drilling	Drill with Hammer and 17.5" bit. Two 900 x 350 compressors running at this time. Drill to 235 ft with the hole making no noticable water. Misting at 5 gallons per minute of water and surfactant. Pull up to 100 ft to sit the night. No hole trouble at dark which is quitting time. There will be other compressors delivered to location to drill passed the 500 ft depth.
19:00	00:00	5.00	00	Undefined Status	Wait for Daylight

**Drill Strings: BHA #1, Slick**

Bit Run/Bit 1	17 1/2in, Q4, BMJ	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> ) 23.8	ROP (ft/hr) (Nozzles /32")
Len (ft) 1000.49	Max OD (in) 9.016	String Components Ingersol Q4, Hammer, Drill Rod, XO, Drill Rod		

**Drilling Parameters: 235.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
1	0.0	235.0	235.0	5.00	5.00	47.0	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
2	30						

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole		

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB)	Depth End (ftKB) 235.0
Depth Progress (ftKB) 235.0	Drilling Time (hrs) 5.00

**Ops Supervisors**

Contact Arnie Hamarsnes, Drilling Engineer Mel Knezevich, Drilling Foreman Mark Moennich, Drilling Sup't
---

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
---

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group Drilling Sample
--

CONFIDENTIAL

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8655.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 0.00
-------------------------	------------------	------------------------------	----------------------------------	---------------------------------

**Daily Summary**

Weather Cloudy	Road Condition Icy	Hole Condition Good
-------------------	-----------------------	------------------------

Operations at Report Time

Wait on Daylight

Operations This Report Period

Travel to location. Warm up equipment. Trip in to 235 ft. No hole problems. Start drilling at 0730 hrs. Drill to 500 ft at 1730 hrs. Blow hole clean to 1815 hrs. Pull to 375 ft to sit for the night.

Operations Next Report Period

Travel to location in the AM, start and warm the equipment. Trip in to 500 ft and mist drill.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:00	7.00	00	Undefined Status	Wait on Daylight.
07:00	18:00	11.00	02	Drilling	Start and warm rig up. Trip in to 235 ft from 100 ft. No hole problems. Start drilling and drill to 500 ft with air mist. The hole is cleaning well with 10 gallons per minute of mist fluid. The hole is not making noticable water. The pressure is not increasing as it would if the hole was loading up with water. Blow the hole dry and trip up to 375 ft for the night.
18:00	00:00	6.00	00	Undefined Status	Wait on Daylight.

**Drill Strings: BHA #1, Slick**

Bit Run/Bit 1 17 1/2in, Q4, BMJ	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> /ROP (ft/hr) Nozzles (/32") 23.8
Len (ft) 1000.49	Max OD (in) 9.016	String Components Ingersol Q4, Hammer, Drill Rod, XO, Drill Rod

**Drilling Parameters: 265.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
1	235.0	500.0	500.0	11.00	16.00	24.1	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
2	30						

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole		

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date 0.00
Depth Start (ftKB) 235.0	Depth End (ftKB) 500.0
Depth Progress (ftKB) 265.0	Drilling Time (hrs) 11:00

**Ops Supervisors:**

Contact
Amie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Mark Moennich, Drilling Sup't

**Rigs: Bill Martin Jr., 3**

Rig Supervisor
John Day, Tool Pusher

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	Name	Top (ftKB)
Drilling Sample	Price River	470.0

CONFIDENTIAL

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8655.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 0.00
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**Daily Summary**

Weather Clear	Road Condition Sanded	Hole Condition Good
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Operations at Report Time  
**Wait on Daylight**

Operations This Report Period  
Travel to location. Warm up equipment. Trip in to 500 ft. No hole problems. Start drilling at 0730 hrs. Drill to 600 ft at 1530 hrs. Blow hole clean to 1615 hrs. Pull to the bit to check the hole condition. Sit for the night.

Operations Next Report Period  
**Make up hammer and trip in to drill.**

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:00	7.00	00	Undefined Status	Wait on Day light.
07:00	15:30	8.50	02	Drilling	Drill ahead with air hammer. Small amount of water encountered at 500 ft. Pressure came up 20 psi. Drill ahead to 600m. Need to change choke in the hammer to reduce pressure.
15:30	19:00	3.50	06	Tripping	Wiper trip out to the hammer. Lay down hammer for one with a bigger choke. Start Energy air package to location to help lift cuttings. Bill jr. cannot pump enough pressure with this rig to go to 1100 ft. We require a booster.
19:00	00:00	5.00	00	Undefined Status	Wait on daylight.

**Mud Checks: 550.0ftKB, 10/30/2002 09:00**

Type Air/Mist	Date 10/30/2002 09:00	Depth (ftKB) 550.0	T(f) (*F) 44.0	Density (lb/gal) 8.3	Vis (s/qt) 8.3	Plas Vis (cp)
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
Lime (lb/bbl)	pH 8.2	Pm (mL/mL) 0.000	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)

**Drill Strings: BHA #1, Slick**

Bit Run/Bit 1 17 1/2in, Q4, BMJ	IADC Bit Dull -----	TFA (incl Noz) (in) <sup>2</sup> ROP (ft/hr) Nozzles (/32") 23.8
Len (ft) 1000.49	Max OD (in) 9.016	String Components Ingersol Q4, Hammer, Drill Rod, XO, Drill Rod

**Drilling Parameters: 100.0ftKB**

BHA No. 1	Depth Start (ftKB) 500.0	Depth End (ftKB) 600.0	Cum Depth (ftKB) 600.0	Drill Time (hrs) 8.50	Cum Drill Time (hr) 24.50	Int ROP (ft/hr) 11.8	Flow Rate (gpm)
WOB (1000lbf) 2	RPM (rpm) 30	SPP (psi) 280.0	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq

**Wellbores**

Wellbore Name Main Hole	VS Dir (*)	KO MD (ftKB)
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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date 200.00
Depth Start (ftKB) 500.0	Depth End (ftKB) 600.0
Depth Progress (ftKB) 100.0	Drilling Time (hrs) 8.50

**Ops Supervisors**

Contact  
Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Mark Moennich, Drilling Sup't

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
UTAH MUD CHECK	1.0	200

**Formation Pick Groups: Drilling Sam...**

Name	Top (ftKB)
Price River	470.0

CONFIDENTIAL

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8655.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 0.00
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**Daily Summary**

Weather Overcast	Road Condition Sanded	Hole Condition Good
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Operations at Report Time  
Wait on Daylight

Operations This Report Period  
Travel to location. Warm up equipment. Trip in to 600 ft. No hole problems. Start drilling at 0730 hrs. Drill to 775 ft at 1530 hrs. Blow hole clean to 1615 hrs. Pull up 200 ft to check the hole condition. Sit for the night.

Operations Next Report Period  
Trip in to 775 ft and drill ahead.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:00	7.00	00	Undefined Status	Wait on day light.
07:00	18:00	11.00	02	Drilling	Hammer drill from 600 to 775 ft. Hole is in good condition. There is about 10 ft of fill each morning. Rig in Energy Air, fuel tank and have fuel brought to location. The Energy Air people are quite prompt. The fuel was a little different. Thanks for the help Arnie, Anouska and Cleve. Nielson Construction is extremely helpful.
17:30	23:30	6.00	00	Undefined Status	Wait on day light.

**Drill Strings: BHA #1, Slick**

Bit Ru/Bit 1 17 1/2in, Q4, BMJ	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32")
Len (ft) 1000.49	Max OD (in) 9.016	String Components Ingersol Q4, Hammer, Drill Rod, XO, Drill Rod		

**Drilling Parameters: 175.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
1	600.0	775.0	775.0	9.00	33.50	19.4	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
2	30	280.0					

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole		

AFE No. 37511	Total AFE Amt (\$)
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Daily Cost Total	Cum. Cost To Date
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Daily Mud Cost	Mud Additive Cost To Date
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Depth Start (ftKB) 600.0	Depth End (ftKB) 775.0
-----------------------------	---------------------------

Depth Progress (ftKB) 175.0	Drilling Time (hrs) 9.00
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**Ops Supervisors**

Contact  
Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Bill Hedglin, Geologist

Rigs: Bill Martin Jr., 3  
Rig Supervisor  
John Day, Tool Pusher

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
UTAH MUD CHECK	1.0	200

**Formation Pick Groups: Drilling Sam...**

Name	Top (ftKB)
Price River	470.0

CONFIDENTIAL



Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/1/2002, Report: 5.0, DFS: 5.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8655.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 0.00
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**Daily Summary**

Weather Clear	Road Condition Sanded	Hole Condition Good
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Operations at Report Time

Wait on Daylight

Operations This Report Period

Travel to location. Warm up equipment. Trip in to 775 ft. No hole problems. Start drilling at 0730 hrs. Drill to 1000 ft at 1730 hrs. Blow hole clean to 1615 hrs. Pull up 700 ft to check the hole condition. Sit for the night.

Operations Next Report Period

Trip in to 1000 ft and drill ahead to T.D. into the Blackhawk.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:00	7.00	00	Undefined Status	Wait on daylight
07:00	18:15	11.25	02	Drilling	Trip in to 775 ft and drill to 1000 ft. Blow hole clean. Trip to 700 ft and sit for the night.
18:15	00:00	5.75	00	Undefined Status	Wait on day light.

**Drill Strings: BHA #1, Slick**

Bit Run/Bit 1 17 1/2in, Q4, BMJ	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (3/32") 23.8
Len (ft) 1000.49	Max OD (in) 9.016	String Components Ingersol Q4, Hammer, Drill Rod, XO, Drill Rod		

**Drilling Parameters: 225.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
1	775.0	1,000.0	1,000.0	9.25	42.75	24.3	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
2	30	300.0					

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole		

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 775.0	Depth End (ftKB) 1,000.0
Depth Progress (ftKB) 225.0	Drilling Time (hrs) 9.25

**Ops Supervisors**

Contact  
 Arnie Hamarsnes, Drilling Engineer  
 Mel Knezevich, Drilling Foreman  
 Mark Moennich, Drilling Sup't  
 Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
 John Day, Tool Pusher

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	Name	Top (ftKB)
Drilling Sample	Castlegate	955.0
	Price River	470.0

CONFIDENTIAL

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16  
 Job Type: Drilling - original

Date: 11/2/2002, Report: 6.0, DFS: 6.00

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8655.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 0.00
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**Daily Summary**

Weather Clear	Road Condition Sanded	Hole Condition Good
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Operations at Report Time

Cement casing

Operations This Report Period

Drill to T.D. Condition hole. Trip out and case.

Operations Next Report Period

Cement casing. Install cellar.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:00	7.00	00	Undefined Status	Wait on day light. Minor cold problems starting up today. temp was low 20's this A.M. On the way in Bill jr. and Nielson Construction people had come across a vehicle in the canyon up side down with two unhurt men inside. The vehicle had Colorado plates on it. Bill jr's men called the Sherriff for them. When the Sherriff arrived the men were arressted for one thing or another.
07:00	10:00	3.00	06	Tripping	Warm up equipment, Trip in. Water was at 750 ft. 250 ft or 75 bbls in the hole. There was a bridge at 960 ft and there was 10 ft of fill on bottom. The water most likely came from the sand that was drilled at 975 ft.
10:00	14:30	4.50	02	Drilling	Drill ahead with air/mist.
14:30	15:30	1.00	05	Condition and/or Circulate mud	Blow hole clean. Add polymer and clean hole. Hole is making water of an undetermined amount. The depth of the well will not allow for a water sample. We will get it at bottoms up circulating casing.
15:30	17:00	1.50	06	Tripping	Trip out to run casing.
17:00	00:00	7.00	12	Run Casing & Cement	Rig up tongs, spider, slips and elevators. Run casing to 600 ft. Switch to crane from rig line and run casing to 1061 ft. Hole has fill at this depth. No way to circulate joints of casing down. No 50 ft hoses. Casing seat at this depth is 36 ft into the Blackhawk formation.

**Drill Strings: BHA #1, Slick**

Bit Run/Bit 1 17 1/2in, Q4, BMJ	IADC Bit Dull -----	TFA (incl Noz) (in) <sup>2</sup> ROP (ft/hr) Nozzles (/32") 23.8
Len (ft) 1000.49	Max OD (in) 9.016	String Components Ingersol Q4, Hammer, Drill Rod, XO, Drill Rod

**Drilling Parameters: 125.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
1	1,000.0	1,125.0	1,125.0	4.50	47.25	27.8	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btn Tq
2	30	300.0					

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole		

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cgst To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 1,000.0	Depth End (ftKB) 1,125.0
Depth Progress (ftKB) 125.0	Drilling Time (hrs) 4.50

**Ops Supervisors**

Contact  
 Arnie Hamarsnes, Drilling Engineer  
 Mel Knezevich, Drilling Foreman  
 Mark Moennich, Drilling Sup't  
 Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
 John Day, Tool Pusher

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
UTAH SAPP	1.0	96
UTAH BARACAT	1.0	80
UTAH MUD TRANSPORT	8.0	600
UTAH QUICK FOAM	8.0	904

**Formation Pick Groups: Drilling Sam...**

Name	Top (ftKB)
Blackhawk	1,025.0
Castlegate	955.0
Price River	470.0

**Surface Casing, 1,063.7ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16**  
**Job Type: Drilling - original**

**Date: 11/3/2002, Report: 7.0, DFS: 7.00**

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8655.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 0.00
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**Daily Summary**

Weather Clear	Road Condition Sanded	Hole Condition Good
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Operations at Report Time  
**Cement casing**  
 Operations This Report Period  
**Cement Casing, top up casing annulus. Install cellar and blade lease for rig move.**  
 Operations Next Report Period  
**Move in Patterson Rig 104**

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:15	2.25	12	Run Casing & Cement	Pump hole volume of water, 20 bbls of gel slurry, 285 bbls of cement. Displace with 162 bbls. plug bumped. No returns.
02:15	13:00	10.75	13	Wait On Cement	Wait for cement to set. Call out more bulk to top up.
13:00	18:00	5.00	12	Run Casing & Cement	430 sx top up job cement fell back. 80 sx top up job to get cement to stay at surface. Mike Kaminski with BLM to witness second top up. He also stepped off the lease to verify it is not to big.
18:00	00:00	6.00	13	Wait On Cement	Wait on cement.

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole		

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 1,125.0	Depth End (ftKB) 1,125.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact  
**Arnie Hamarsnes, Drilling Engineer**  
**Mel Knezevich, Drilling Foreman**  
**Mark Moennich, Drilling Sup't**  
**Bill Hedglin, Geologist**

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
**John Day, Tool Pusher**

**Formation Pick Groups: Drilling Sam...**

Name	Top (ftKB)
Blackhawk	1,025.0
Castlegate	955.0
Price River	470.0

**Surface Casing, 1,063.7ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

022

**SUBMIT IN TRIPLICATE**

1. Type of Well

Oil  Gas

**CONFIDENTIAL**

2. Name of Operator

Fortuna (US), Inc.

3. Address and Telephone No.

Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

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

1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

5. Lease Designation and Serial No.

UTU-77263

6. If Indian, Allottee or Tribe Name

N/A

7. If Unit or CA, Agreement Designation

N/A

8. Well Name and No.

Middle Mountain #21-16

9. API Well No.

43-015-30426

10. Field and Pool, or Exploratory Area

Wildcat

11. County or Parish, State

Emery County, Utah

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

TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Change of Name	<input type="checkbox"/> Pipeline, Powerline, Maintenance Corridor Construction
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Water Shut-Off
	<input checked="" type="checkbox"/> Spud Notice	<input type="checkbox"/> Conversion to Injection
		<input type="checkbox"/> Dispose Water

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

**The Middle Mountain #21-16 well was spud at 2:00 pm on October 28, 2002 by Bill Martin Jr. Water Well Drilling.**

**Drilling reports will follow under a separate sundry notice**

RECEIVED

NOV 1 2002

DIVISION OF  
OIL, GAS AND MINING

ORIGINAL

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

Signed Don Hamilton *Don Hamilton* Title Agent for Fortuna US Date November 1, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:

ENTITY ACTION FORM

Operator: Fortuna (US) Inc.  
Address: Suite 3400, 888 3rd Street SW  
city Calgary, Alberta, Canada  
state zip T2P5C5

Operator Account Number: N 2160  
Phone Number: (403) 237-1163

Well 1

API Number	Well Name		QQ	Sec	Twp	Rng	County
4301530426	Middle Mountain #21-16		SESE	21	16S	6E	Emery
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
A	99999	13659	10/28/2002		11-12-02		
Comments: Well spud by Bill Martin Jr. Water Well Drilling							

CONFIDENTIAL

Well 2

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

Well 3

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

ORIGINAL

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)

Don Hamilton  
Name (Please Print)  
Don Hamilton  
Signature  
Agent for Fortuna  
Title  
11/1/2002  
Date

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NOV 1 2002  
DIVISION OF OIL, GAS AND MINING



*Talon Resources, Inc.*

Service, Quality and Accuracy

P.O. Box 1230  
195 North 100 West  
Huntington, Utah 84528  
Phone: 435-687-5310

Cell: 435-650-1886  
Fax: 435-687-5311  
Email: talon@etv.net

CONFIDENTIAL

November 11 2002

Mr. Al McKee  
Petroleum Engineer  
Bureau of Land Management—State Office  
P.O. Box 45155  
Salt Lake City, Utah 84145-0155

RE: Sundry Notices (Weekly Drilling Reports)—Fortuna (US), Inc.  
**Middle Mountain #21-16**— 1,309' FSL, 834' FEL -43-015-30426  
Section 21, T16S, R6E, SLB&M, Emery County, Utah

Dear Mr. Jones:

On behalf of Fortuna (US), Inc. Talon Resources, Inc. respectfully submits the enclosed original and two copies of the *Sundry Notices* for the Middle Mountain #21-16 well on lands managed by the Manti La-Sal Forest Service.

Thank you for your timely consideration of the enclosed notice. Please feel free to contact myself or Mr. Mel Knezevich of Fortuna (US), Inc. at 1-780-402-1296 if you have any questions or need additional information.

Sincerely,

*Don Hamilton*  
Don Hamilton  
Agent for Fortuna (US), Inc.

Enclosures

cc: Mrs. Marie McGann, BLM—Moab Field Office  
Mr. Mike Kaminski, BLM—Price Field Office  
Mr. Carter Reed, USDA Forest Service—Price SO  
Mr. Tom Lloyd, USDA Forest Service—Ferron DO  
Mrs. Carol Daniels, Division of Oil, Gas and Mining  
Mr. Don Jackson, Fortuna (US), Inc.  
Mr. Mark Moenich, Fortuna (US), Inc.

RECEIVED

NOV 15 2002

DIVISION OF  
OIL, GAS AND MINING

FILE COPY

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

5. Lease Designation and Serial No.

UTU-77263

6. If Indian, Allottee or Tribe Name

N/A

7. If Unit or CA, Agreement Designation

N/A

8. Well Name and No.

Middle Mountain #21-16

9. API Well No.

43-015-30426

10. Field and Pool, or Exploratory Area

Wildcat

11. County or Parish, State

Emery County, Utah

SUBMIT IN TRIPLICATE

CONFIDENTIAL

1. Type of Well

Oil  Gas

2. Name of Operator

Fortuna (US), Inc.

3. Address and Telephone No.

Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

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

1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

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"/> Change of Name	<input type="checkbox"/> Pipeline, Powerline, Maintenance Corridor Construction
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Water Shut-Off
	<input checked="" type="checkbox"/> Weekly Drilling Reports	<input type="checkbox"/> Conversion to Injection
		<input type="checkbox"/> Dispose Water

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

**Attached are the weekly drilling reports for the Middle Mountain #21-16 well**

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

Signed Don Hamilton *Don Hamilton* Title Agent for Fortuna US Date November 11, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/5/2002, Report: 9.0, DFS: 9.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Sanded/Dusty	Hole Condition Good
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Operations at Report Time

06:00 Nov 06, 2002 Rig up Patterson 104.

Operations This Report Period

Move Patterson 104 onto location. The subs are stacked and spotted over hole centre, the spreaders are installed. The Drawworks is on the sub. The derrick is pinned on the sub and on the crown stand. The blocks are strung. The a-legs are pinned. The mud tanks are spotted, the centrifuge is on the stand and one pump is in place.

Operations Next Report Period

Complete the truck portion of rigging up Patterson 104.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	08:00	8.00	00	Undefined Status	Wait on day light.
08:00	18:00	10.00	01	Rig Up & Tear Down	Move in and rig up Patterson 104.
18:00	00:00	6.00	00	Undefined Status	Wait on day light.

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 1,125.0	Depth End (ftKB) 1,125.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact  
Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Randy Hackford, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I., 104**

Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bb/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bb/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group

Drilling Sample

Name	Top (ftKB)
Blackhawk	1,025.0
Castlegate	955.0
Price River	470.0

**Surface Casing, 1,063.7ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/6/2002, Report: 10.0, DFS: 10.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Very good	Hole Condition Cased to 1064 ft
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Operations at Report Time  
06:00 Nov 07, 2002 Rig up Patterson 104.

Operations This Report Period  
Move Patterson 104 onto location. The subs are stacked and spotted over hole centre, the spreaders are installed. The Drawworks is on the sub. The derrick is standing. The rig is being winterized, (boiler being fired, steam and water lines being hooked up, prefabs and cold weather rigging installed). Start rigging up rig floor.

Operations Next Report Period  
Complete rigging up floor. Remove top casing collar, install flange, nipple up BOP and test BOP.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	08:00	8.00	00	Undefined Status	Wait on day light.
08:00	16:00	8.00	01	Rig Up & Tear Down	Move Patterson 104 with Urie Trucking.
16:00	00:00	8.00	01	Rig Up & Tear Down	String lines, raise derrick, Rig up to drill. The rig is being winterized, (boiler being fired, steam and water lines being hooked up, prefabs and cold weather rigging installed). Start rigging up rig floor.

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

CONFIDENTIAL

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 1,125.0	Depth End (ftKB) 1,125.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact  
Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Randy Hackford, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Blackhawk	1,025.0
Castlegate	955.0
Price River	470.0

**Surface Casing, 1,063.7ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/7/2002, Report: 11.0, DFS: 11.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Cloudy/light snow	Road Condition Very good	Hole Condition Cased to 1064 ft
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Operations at Report Time

06:00 Nov 08, 2002 Pick up BHA to drill out.

Operations This Report Period

Winterize rig, nipple up BOP and rig up air drilling equipment.

Operations Next Report Period

Rig up rig floor, complete air drilling rig up. Test BOP and drill out.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	08:00	8.00	01	Rig Up & Tear Down	Rig up steam and water lines.
08:00	00:00	16.00	14	Nipple Up /Nipple Down BOP Stack	Winterizer rig and fire boiler. Run steam and water around rig. Cut down the conductor pipe. Remove top casing collar. Install thread on flange. Nipple up 13 5/8 x 3000# BOP. Install rotating head and flow line. Start to rig up boogie line.

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 1,125.0	Depth End (ftKB) 1,125.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact  
Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Randy Hackford, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group

Drilling Sample

Name	Top (ftKB)
Blackhawk	1,025.0
Castlegate	955.0
Price River	470.0

**Surface Casing, 1,063.7ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

11/8/2002, Report: 12.0, DFS: 12.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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AFE No. 37511	Total AFE Amt (\$)
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**Daily Summary**

Weather: Cloudy/heavy snow  
Road Condition: Icey  
Hole Condition: Cased to 1064 ft

Operations at Report Time  
06:00 Nov 09, 2002 Complete Air rig up.

Operations This Report Period  
Pick up bha, test BOP/ casing. Repair accumulator precharge.

Operations Next Report Period  
Complete air rig up. Leak off test and drill.

Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 1,125.0	Depth End (ftKB) 1,125.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	04:00	4.00	01	Rig Up & Tear Down	Rig up floor to pick up tubulars.
04:00	10:00	6.00	06	Tripping	Pick up tubulars.
10:00	17:00	7.00	15	Test BOP	Test BOP and casing to 200 psi low and 1200 psi high for 30 min against casing. Function test Accumulator. Order N2 and charge up precharge sphere. Mike Kamenski was here to witness the test.
17:00	20:30	3.50	06	Tripping	Trip in, pick up pipe. Tag cement at 1013 ft.
20:30	00:00	3.50	02	Drilling	Tag cement at 1013 and drill out. Float at 1022 ft and shoe at 1065 ft.

**Ops Supervisors**

Contact

Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Randy Hackford, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**  
Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**  
Rig Supervisor  
Jesse Blanchard, Drilling Manager

**Drill Strings: BHA #2, Slick**

Bit Run/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32")
2 12 1/4in, FDSS+2, ML4284	1-1-NO-A-0-0-NO-BHA	0.75		18/18/18
Len (ft) 275.17	Max OD (in) 8.000	String Components Smith FDSS+2, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, XO Sub, Drill Collar, Bit Sub		

**1, IDECO, MM-550**

Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105

**Drilling Parameters: 0.0ftKB**

BHA No. 2	Depth Start (ftKB) 1,125.0	Depth End (ftKB) 1,125.0	Cum Depth (ftKB) 0.0	Drill Time (hrs) 0.00	Cum Drill Time (hr)	Int ROP (ft/hr) 0.00	Flow Rate (gpm) 220
WOB (1000lbf) 10	RPM (rpm) 45	SPP (psi) 250.0	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq

**2, IDECO, MM-550**

Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Directional Surveys: Totco Mechanical Drift**

Description: Totco Mechanical Drift  
Survey Company: Patterson Crew

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group  
Drilling Sample

Name	Top (ftKB)
Blackhawk	1,025.0
Castlegate	955.0
Price River	470.0

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**Surface Casing, 1,063.7ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

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DIVISION OF  
OIL, GAS AND MINING

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

11/9/2002, Report: 13.0, DFS: 13.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Cloudy/light snow	Road Condition Icicy	Hole Condition Cased to 1064 ft
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Operations at Report Time  
06:00 Nov 10, 2002 Lay down hammer at 1152 ft.

Operations This Report Period  
Coplete the air drilling rig up.

Operations Next Report Period  
Trip in with tri-cone and drill with aerated water.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	01:30	1.50	02	Drilling	Complete drill out operation and clean to bottom @ 1125. Hole was full of cement. Welders gone for the night.
01:30	02:30	1.00	05	Condition and/or Circulate mud	Circulate hole clean.
02:30	07:00	4.50	01	Rig Up & Tear Down	Rig up Survey line. Pick up on lease snowing very heavy.
07:00	14:00	7.00	01	Rig Up & Tear Down	Rigging in air drilling system. Inadequate: heat in manifold, Sub prefabs not in good condition at all. BOP not really heated good enough due to poor sub prefabs. Power cords that are not off of the ground (but legal here because they are rubber coated). The lease is way to small to even get the escape line pinned properly. We will have to negotiate with the forestry on this matter. Things we just did not realize. Air drilling companies are really just air compressor companies. They don't have boogie lines. They don't have Bambi for sensitive areas, all these things have to be found in pieces and assembled on location. They don't even have floor manifolds, for air diversion on connections, it had to be assembled. These things take an unbelievable amount of time. It was a real chore to find a fuel tank to rent we know now that the fuel agents that have tanks are the ones to hire.
14:00	16:00	2.00	00	Undefined Status	Run leak off test. 387 psi applied surface pressure, plus hydrostatic of water at 8.38 ppg is .8 psi/ft gradient or 18.1 kpa/m. The formation broke at 120 psi applied surface pressure or .55 psi/ft. After that the hole would not stay full. The well was taking 5 bbl/hr to keep it full.
16:00	00:00	8.00	01	Rig Up & Tear Down	Rigging in air drilling system.

**Drill Strings: BHA #2, Slick**

Bit Run/Bit 2 12 1/4in, FDSS+2, ML4284	IADC Bit Dull 1-1-NO-A-0-0-NO-BHA	TFA (incl Noz) (in) <sup>2</sup> 0.75	ROP (ft/hr) 18/18/18
Len (ft) 275.17	Max OD (in) 8.000	String Components Smith FDSS+2, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, XO Sub, Drill Collar, Bit Sub	

**Drilling Parameters: 0.0ftKB**

BHA No. 2	Depth Start (ftKB) 1,125.0	Depth End (ftKB) 1,125.0	Cum Depth (ftKB) 0.0	Drill Time (hrs) 0.00	Cum Drill Time (hr) 0.00	Int ROP (ft/hr) 220	Flow Rate (gpm) 220
WOB (1000lbf) 10	RPM (rpm) 45	SPP (psi) 250.0	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 1,125.0	Depth End (ftKB) 1,160.0
Depth Progress (ftKB) 35.0	Drilling Time (hrs) 1.00

**Ops Supervisors**  
Contact  
Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Mark Moennich, Drilling Supt  
Roger Bromley, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**  
Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**  
Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105

**2, IDECO, MM-550**

Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD TRANSPORT	10.0	750
BAROID USA SODA ASH	20.0	148
BAROID USA DIAMONIAM PHOSPHATE	65.0	1,802

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group  
Drilling Sample

Name	Top (ftKB)
Blackhawk	1,025.0
Castlegate	955.0
Price River	470.0

**Surface Casing, 1,063.7ftKB**

Casing Run Date 11/2/2002	Max OD (in) 13 3/8	Grade H-40	Wt (lbs/ft) 48.00
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**RECEIVED**  
NOV 15 2002  
DIVISION OF  
OIL GAS AND MINING  
Report Printed: 11/12/2002

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

11/9/2002, Report: 13.0, DFS: 13.0

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

**Drill Strings: BHA #3, Slick**

Bit Run/Bit 3	12 1/4in, H42K2K3PD, KL9397	IADC Bit Dull 1-1-NO-A-0-0-NO-BHA	TFA (incl Noz) (in) 35.0	ROP (ft/hr/Nozzles (32")) 35.0
Len (ft) 281.07	Max OD (in) 11.000	String Components Smith H42K2K3PD, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, XO Sub, Drill Collar, Bit Sub, Hammer		

**Drilling Parameters: 35.0ftKB**

BHA No. 3	Depth Start (ftKB) 1,125.0	Depth End (ftKB) 1,160.0	Cum Depth (ftKB) 35.0	Drill Time (hrs) 1.00	Cum Drill Time (hr) 1.00	Int ROP (ft/hr) 35.0	Flow Rate (gpm)
WOB (1000lbf) 5,000	RPM (rpm) 50	SPP (psi) 225.0	Rot HL (1000lbf) 60	PU HL (1000lbf) 60	SO HL (1000lbf) 60	Drilling Torque	Off Btm Tq

**Wellbores**

Wellbore Name Main Hole	VS Dir (°) 90.00	KO MD (ftKB) 300.0
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**Directional Surveys: Totco Mechanical Drift**

Description Totco Mechanical Drift	Survey Company Patterson Crew
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**Survey Data**

MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (°/100ft)
300.00	0.50	90.00	300.00	0.00	0.00	0.00	0.00
600.00	0.50	90.00	599.99	0.00	2.62	2.62	0.00
900.00	0.50	90.00	899.98	0.00	5.24	5.24	0.00
1,124.00	0.50	90.00	1,123.97	0.00	7.19	7.19	0.00

11/12/2002  
PATTSON CREW

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/10/2002, Report: 14.0, DFS: 14.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Heavy snow	Road Condition Icy	Hole Condition Good
Operations at Report Time 06:00 Nov 10, 2002 Drill ahead @ 1720 ft		
Operations This Report Period Drill with hammer. Water out. Change assembly to tri-cone rotary. Drill ahead with aerated water. Attempt to find the right combo of air and water to maintain volume and recover samples for geology.		
Operations Next Report Period Drill ahead with aerated water and monitor drift with Totco drift indicator.		

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	01:00	1.00	01	Rig Up & Tear Down	Finish Air drill rig up.
01:00	02:30	1.50	05	Condition and/or Circulate mud	Blow the hole dry.
02:30	03:00	0.50	03	Reaming	Clean from the shoe to bottom.
03:00	04:00	1.00	02	Drilling	Drill ahead with the hammer. 1150 ft the hammer slowed down. The next 2 ft took 20 minutes to drill and the hammer quit firing due to the vast amount of water the hole is making. 400 bbls in 20 minutes.
04:00	05:30	1.50	06	Tripping	Trip out and lay down hammer
05:30	08:00	2.50	00	Undefined Status	Change pancake to drill with aerated fluid. Pump out flare tank (mud boat) to a Ute.
08:00	10:00	2.00	06	Tripping	Trip in with tri-cone bit. 10 ft of fill.
10:00	23:30	13.50	02	Drilling	Drill ahead with rotary assembly.
23:30	00:00	0.50	10	Rig Survey	Total survey time.

**Mud Checks: 1,200.0ftKB, 11/10/2002 00:00**

Type	Date	Depth (ftKB)	T (ft) (*F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Floc Water	11/10/2002 00:00	1,200.0				
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HHP Filt (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)

**Drill Strings: BHA #4, Slick**

Bit Run Bit 4 12 1/4in, GT-S28C, 6000317	IADC Bit Dull -----	TFA (incl Noz) (in) <sup>2</sup>	ROP (ft/hr)	Nozzles (/32")
2.36	23.8	32/32/32		
Len (ft) 275.17	Max OD (in) 8.000	String Components Hughes GT-S28C, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, XO Sub, Drill Collar, Bit Sub		

**Drilling Parameters: 399.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
4	1,160.0	1,559.0	399.0	13.50	13.50	29.6	155
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
23	60	70.0	65,000	65,000	65,000		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: Totco Mechanical Drift**

Description Totco Mechanical Drift	Survey Company Patterson Crew
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**Survey Data**

MD (ftKB)	Incl (*)	Azm (*)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (**/100ft)
1,226.00	0.50	90.00	1,225.96	0.00	8.08	8.08	0.00
1,404.00	0.75	90.00	1,403.95	0.00	10.02	10.02	0.14

AFE No. 37511	Total AFE Amt (\$)
------------------	--------------------

Daily Cost Total	Cum. Cost To Date
------------------	-------------------

Daily Mud Cost	Mud Additive Cost To Date
----------------	---------------------------

Depth Start (ftKB)	Depth End (ftKB)
--------------------	------------------

1,160.0	1,559.0
---------	---------

Depth Progress (ftKB)	Drilling Time (hrs)
-----------------------	---------------------

399.0	13.50
-------	-------

**Ops Supervisors**

Contact Arnie Hamarsnes, Drilling Engineer Mel Knezevich, Drilling Foreman Mark Moennich, Drilling Supt Roger Bromley, Tool Pusher Bill Hedglin, Geologist
---

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
---

**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
---

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
70.0	No	35	90
0.0	No	68	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA BARACOR 700	1.0	883
BAROID USA MUD ENG LIVING ALLOWANCE	3.0	105
BAROID USA QUICK FOAM	4.0	452
BARIOD USA MUD CHECK	8.0	1,600
BAROID USA BARACAT	15.0	1,200
BAROID USA FUMARIC ACID	17.0	1,087
BAROID USA DIAMONIAM PHOSPHATE	47.0	1,303

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group Drilling Sample	
Name	Top (ftKB)
Blackhawk	1,025.0
Castlegate	955.0

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DIVISION OF OIL GAS AND MINING

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Well Name: FORTUNA MIDDLE I INTAIN #21-16 Date: 11/10/2002, Report: 14.0, DFS: 14.00  
 Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Name	Top (ftKB)
Price River	470.0

<b>Surface Casing, 1,063.7ftKB</b>			
Casing Run Date	Max OD (in)	Grade	WT (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/11/2002, Report: 15.0, DFS: 15.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Icy	Hole Condition Good
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Operations at Report Time  
06:00 Nov 12, 2002 Drill ahead @ 2000 ft

Operations This Report Period  
Drill ahead with aerated inhibited water. Trip out for wiper and install shocksub. Pick up 6 additional DC's.

Operations Next Report Period  
Complete trip and drill ahead.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:00	2.00	02	Drilling	Drill ahead with aerated water or air with 155 gal/min of mist water.
02:00	02:30	0.50	10	Rig Survey	Survey at 1592 ft
02:30	13:30	11.00	02	Drilling	Drill ahead with aerated water or air with 155 gal/min of mist water.
13:30	14:00	0.50	10	Rig Survey	Survey at 1792 ft
14:00	21:30	7.50	02	Drilling	Drill ahead with aerated water or air with 155 gal/min of mist water.
21:30	22:00	0.50	10	Rig Survey	Survey at 1924. AZ of 90 is worst case all drift to the east. It is not a directional survey.
22:00	23:00	1.00	02	Drilling	Drill ahead with aerated water or air with 155 gal/min of mist water.
23:00	00:00	1.00	06	Tripping	Trip out to check bit, pick up shock sub and 6 dc's. Bit is at the shoe by 24:00 hrs. Hole showed no fill on the survey and no drag or tight spots on the trip out.

**Drill Strings: BHA #4, Slick**

Bit Run/Bit 4	12 1/4in, GT-S28C, 6000317	IADC Bit Dull	TFA (incl Noz) (in <sup>3</sup> )	ROP (ft/hr)	Nozzles (/32")
Len (ft) 275.17	Max OD (in) 8.000	String Components Hughes GT-S28C, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, XO Sub, Drill Collar, Bit Sub			

**Drilling Parameters: 434.0ftKB**

BHA No. 4	Depth Start (ftKB) 1,559.0	Depth End (ftKB) 1,993.0	Cum Depth (ftKB) 833.0	Drill Time (hrs) 21.50	Cum Drill Time (hr)	ROP (ft/hr) 20.2	Flow Rate (gpm) 155
WOB (1000lbf) 23	RPM (rpm) 60	SPP (psi) 70.0	Rot HL (1000lbf) 70	PU HL (1000lbf) 70	SO HL (1000lbf) 70	Drilling Torque	Off Btm Tq

**Wellbores**

Wellbore Name Main Hole	VS Dir (°) 90.00	KO MD (ftKB) 300.0
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**Directional Surveys: Totco Mechanical Drift**

Description Totco Mechanical Drift	Survey Company Patterson Crew
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**Survey Data**

MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (°/100ft)
1,592.00	1.25	90.00	1,591.92	0.00	13.30	13.30	0.27
1,792.00	1.50	90.00	1,791.87	0.00	18.10	18.10	0.13
1,810.00	1.50	90.00	1,809.86	0.00	18.57	18.57	0.00
1,924.00	1.50	90.00	1,923.82	0.00	21.56	21.56	0.00

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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 1,559.0	Depth End (ftKB) 1,993.0
Depth Progress (ftKB) 434.0	Drilling Time (hrs) 21.50

**Ops Supervisors**

Contact Arnie Hamarsnes, Drilling Engineer Rod Cuthill, Drilling Foreman Mel Knezevich, Drilling Foreman Mark Moennich, Drilling Supt Roger Bromley, Tool Pusher Bill Hedglin, Geologist
--

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
---

**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
---

**1, IDECO, MM-550**

Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105

**2, IDECO, MM-550**

Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105

**BOPs**

Type Annular Preventers	Nom Sz (in) 13 5/8	P(wkg) (psi) 1,500.0
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**Mud Additive Amounts**

Description BAROID USA MUD TRANSPORT	Consumed 10.0	Daily Cost (\$) 750
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**Formation Pick Groups: Drilling Sam...**

Formation Picks Group Drilling Sample	Name	Top (ftKB)
	Blackhawk	1,025.0
	Castlegate	955.0
	Price River	470.0

**Surface Casing, 1,063.7ftKB**

Casing Run Date 11/2/2002	Max OD (in) 13 3/8	Grade H-40	Wt (lbs/ft) 48.00
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DIVISION OF OIL, GAS AND MINING



REPORT OF WATER ENCOUNTERED DURING DRILLING

Well name and number: Middle Mountain #21-16

API number: 4301530426

Well Location: QQ SESE Section 21 Township 16S Range 6E County Emery

Well operator: Fortuna (US), Inc.

Address: Suite 3400, 888 3rd Street SW

city Calgary state AB zip T2P5C5

Phone: (403) 237-1163

Drilling contractor: Patterson Rig 104

Address: \_\_\_\_\_

city \_\_\_\_\_ state \_\_\_\_\_ zip \_\_\_\_\_

Phone: \_\_\_\_\_

Water encountered (attach additional pages as needed):

DEPTH		VOLUME (FLOW RATE OR HEAD)	QUALITY (FRESH OR SALTY)
FROM	TO		
1,150	1,152	1,200 bbls/hour with a 3,000 cfm air lift – no flow to surface without air lift operating	Fresh with 200ppm Ca

Formation tops: (Top to Bottom)

1	<u>Northhorn 0'</u>	2	<u>Price River 450'</u>	3	<u>Castlegate 955'</u>
4	<u>Blackhawk 1,025'</u>	5	<u>Star Point 2,012'</u>	6	<u>Mancos 2,323'</u>
7	_____	8	_____	9	_____
10	_____	11	_____	12	_____

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

ORIGINAL

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

NAME (PLEASE PRINT) Don Hamilton

TITLE Agent for Fortuna

SIGNATURE Don Hamilton

DATE 11-18-02

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*Talon Resources, Inc.*

Service, Quality and Accuracy

P.O. Box 1230  
195 North 100 West  
Huntington, Utah 84528  
Phone: 435-687-5310

Cell: 435-650-1886  
Fax: 435-687-5311  
Email: talon@etv.net

CONFIDENTIAL

November 18 2002

Mr. Al McKee  
Petroleum Engineer  
Bureau of Land Management—State Office  
P.O. Box 45155  
Salt Lake City, Utah 84145-0155

RE: Well Reports (Water Encountered During Drilling, As-built Drawing, Weekly Drilling Reports)—  
Fortuna (US), Inc.  
**Middle Mountain #21-16**— 1,309' FSL, 834' FEL  
Section 21, T16S, R6E, SLB&M, Emery County, Utah

Dear Mr. McKee:

On behalf of Fortuna (US), Inc. Talon Resources, Inc. respectfully submits the enclosed original and two copies of the above referenced *Sundry Notices* for the Middle Mountain #21-16 well on lands managed by the Manti La-Sal Forest Service.

Thank you for your timely consideration of the enclosed notice. Please feel free to contact myself or Mr. Mel Knezevich of Fortuna (US), Inc. at 1-780-402-1296 if you have any questions or need additional information.

Sincerely,

*Don Hamilton*  
Don Hamilton  
Agent for Fortuna (US), Inc.

Enclosures

cc: Mrs. Marie McGann, BLM—Moab Field Office  
Mr. Mike Kaminski, BLM—Price Field Office  
Mr. Carter Reed, USDA Forest Service—Price SO  
Mr. Tom Lloyd, USDA Forest Service—Ferron DO  
Mrs. Carol Daniels, Division of Oil, Gas and Mining  
Mr. Don Jackson, Fortuna (US), Inc.  
Mr. Mark Moenich, Fortuna (US), Inc.

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DIVISION OF  
OIL, GAS AND MINING

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

5. Lease Designation and Serial No.

UTU-77263

6. If Indian, Allottee or Tribe Name

N/A

7. If Unit or CA, Agreement Designation

N/A

8. Well Name and No.

Middle Mountain #21-16

9. API Well No.

43-015-30426

10. Field and Pool, or Exploratory Area

Wildcat

11. County or Parish, State

Emery County, Utah

SUBMIT IN TRIPLICATE

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1. Type of Well

Oil  Gas

2. Name of Operator

Fortuna (US), Inc.

3. Address and Telephone No.

Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

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

1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

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"/> Change of Name	<input type="checkbox"/> Change of Plans
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Weekly Drilling Reports	<input type="checkbox"/> Dispose Water

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

Attached are the weekly drilling reports for the Middle Mountain #21-16 well

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DIVISION OF  
OIL, GAS AND MINING

FILE COPY

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

Signed Don Hamilton *Don Hamilton* Title Agent for Fortuna US Date November 18, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

11/12/2002, Report: 16.0, DFS: 16.00

Job Type: Drilling - original

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Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

**Daily Summary**

Weather	Road Condition	Hole Condition
Clear	Icey	Good

Operations at Report Time  
06:00 Nov 13, drill ahead at 2355 ft fanning dev.

Operations This Report Period  
Drill ahead with aerated. Regulate air and water to control pit volume. Tight hole when drilling blind between 2262 and 2290 ft. Deviation at 3 degrees.

Operations Next Report Period  
Drill ahead fanning hole for deviation. Monel and single shot on the way to location. Will trip.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	00:30	0.50	00	Undefined Status	Thaw out hole fill line.
00:30	01:30	1.00	06	Tripping	Trip out / laydown 6 joints drill pipe / break bit.
01:30	04:30	3.00	06	Tripping	Make up BHA as follows & RIH: bit, 3-8" DC, XO, shock sub, 3-6" DC, drilling jars, 8-6" DC, drill pipe. No fill on bttm.
04:30	05:00	0.50	05	Break Circ.	Make up kelly & unload hole w/ air
05:00	11:45	6.75	02	Drilling	Drilling 12 1/4" hole from 1974'KB to 2152'KB using 1200 cfm air & 155 GPM fluid.
11:45	12:15	0.50	10	Rig Survey	Deviation survey @ 2121'KB / 2.0 deg inclination.
12:15	17:15	5.00	02	Drilling	Drilling 12 1/4" hole from 2152'KB to 2247'KB.
17:15	17:45	0.50	07	Rig Service	Rig service / BOP check.
17:45	19:45	2.00	02	Drilling	Drilling 12 1/4" hole from 2247'KB to 2278'KB using aerated fluid.
19:45	20:15	0.50	10	Rig Survey	Deviation survey @ 2238'KB / 3.0 deg inclination.
20:15	00:00	3.75	02	Drilling	Drilling 12 1/4" hole from 2278"KB Hole was tight from 2260-2290 ft. The tight hole was directly due to the fact the pits were full and we were drilling blind to reduce the pit volume. Once the pit volume was reduced, the air was brought back up, and returns established the hole condition improved to the same condition as previous.

**Drill Strings: BHA #5, Slick**

Bit Ref/Bit	IADC Bit Dull	TFA (incl Noz) (in) <sup>2</sup>	ROP (ft/hr)	Nozzles (#/32")
4RR 12 1/4in, GT-S28C, 6000317	-----	0.75	18.8	18/18/18
Len (ft)	Max OD (in)	String Components		
2000.28	8.000	Hughes GT-S28C, Bit Sub, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

**Drilling Parameters: 329.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
5	1,974.0	2,303.0	329.0	17.50	17.50	18.8	155
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
10	120	170.0	86	86	86		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: Totco Mechanical Drift**

Description	Survey Company
Totco Mechanical Drift	Patterson Crew

**Survey Data**

MD (ftKB)	Incl (*)	Azm (*)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (*100ft)
2,121.00	2.00	90.00	2,120.73	0.00	27.57	27.57	0.25
2,238.00	3.00	90.00	2,237.62	0.00	32.68	32.68	0.85

AFE No.	Total AFE Amt (\$)
37511	
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB)	Depth End (ftKB)
1,974.0	2,303.0
Depth Progress (ftKB)	Drilling Time (hrs)
329.0	17.50

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Sup't
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
110.0	No	35	90
170.0	No	50	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BAROID USA BARACOR 700	1.0	883
BARIOD USA MUD CHECK	1.0	200
BAROID USA FUMARIC ACID	7.0	448
BAROID USA QUICK GEL	8.0	23
BAROID USA SODA ASH	13.0	96
BAROID USA BARACAT	14.0	1,120
BAROID USA DIAMONIAM PHOSPHATE	68.0	1,885

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group
Drilling Sample

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Talisman Energy Canada - Daily Drilling Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/12/2002, Report: 16.0, DFS: 16.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
-------------------------	------------------	------------------------------	----------------------------------	----------------------------------

Daily Summary

Name	Top (ftKB)
Star Point	2,012.0
Blackhawk	1,025.0
Castlegate	955.0
Price River	470.0

Surface Casing, 1,063.7ftKB

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

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**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16** Date: 11/13/2002, Report: 17.0, DFS: 17.00

**Job Type: Drilling - original**

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Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
-------------------------	------------------	------------------------------	----------------------------------	----------------------------------

**Daily Summary**

Weather	Road Condition Icy	Hole Condition Good
---------	-----------------------	------------------------

Operations at Report Time  
06:00 Nov 14, 2476'KB, DRILLING AHEAD

Operations This Report Period  
Drill ahead w/ aerated fluid / xo BHA to drop angle & run single shot tools.

Operations Next Report Period  
Drill ahead fanning hole for deviation

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	09:00	9.00	02	Drilling	DRILLING 12 1/4" HOLE FROM 2303'KB TO 2412'KB USING 1200 CFM & 150 GPM FLUID.
09:00	09:30	0.50	10	Rig Survey	DEVIATION SURVEY @ 2335'KB / 3 DEG INCLINATION.
09:30	11:15	1.75	02	Drilling	DRILLING 12 1/4" HOLE FROM 2375'KB TO 2391'KB USING AERATED FLUID.
11:15	13:15	2.00	06	Tripping	HOIST BIT F/ 2391'KB TO CHANGE OUT BHA FOR SINGLE SURVEY.
13:15	18:15	5.00	06	Tripping	MAKE UP NEW BHA AS FOLLOWS AND RIH: 12 1/4" TOOTH BIT, 1-8" MONEL DC, 2-8" DC, 3 POINT ROLLER REAMER, 1-8" DC, SHOCK SUB, 3-6" DC, DRILLING JARS, 8-6"DC, 4 1/2" DP TO SURFACE. RAN SINGLE SHOT SURVEYS ON WAY IN HOLE @ 1339'KB, 1806'KB & 2363'KB. FUNCTION BLIND RAMS.
18:15	19:00	0.75	05	Condition and/or Circulate mud	BREAK CIRCULATION WITH AIR & FLUID.
19:00	00:00	5.00	02	Drilling	DRILLING 12 1/4" HOLE FROM 2391'KB USING AERATED FLUID, 10K WT ON BIT 120 RPM TO 2425'KB

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DIVISION OF  
OIL GAS AND MINING

**Drill Strings: BHA #5, Slick**

Bit Rul/Bit 4RR 12 1/4in, GT-S28C, 6000317	IADC Bit Dull 3-3-FC-A-3-2-NO-BHA	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32") 18/18/18
Len (ft) 2000.28	Max OD (in) 8.000	String Components Hughes GT-S28C, Bit Sub, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

**Drilling Parameters: 88.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
5	2,303.0	2,391.0	417.0	10.75	28.25	8.2	155
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
10	120	170.0	94	100	90		

**Drill Strings: BHA #6, Rotary Drop**

Bit Rul/Bit 2RR 12 1/4in, FDSS+2, ML4284	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32") 18/18/18
Len (ft) 2425.00	Max OD (in) 8.000	String Components Smith FDSS+2, Bit Sub, NMDC, Drill Collar, Reamer - 3 Pt, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

**Drilling Parameters: 34.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
6	2,391.0	2,425.0	34.0	5.00	5.00	6.8	155
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
10	115	300.0	95	100	90		

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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**Survey Data**

MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (°/100R)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1,339.00	1.00	0.00	1,338.93	11.68	0.00	0.00	0.07

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 2,303.0	Depth End (ftKB) 2,425.0
Depth Progress (ftKB) 122.0	Drilling Time (hrs) 15.75

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Sup't
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
170.0	No	50	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BAROID USA BARACOR 700	1.0	883
BARIOD USA MUD CHECK	1.0	200
BAROID USA QUICK FOAM	1.0	113
BAROID USA BARA DEFOAM	2.0	229
BAROID USA FUMARIC ACID	4.0	256
BAROID USA REGULAR BARITE	5.0	18
BAROID USA SODA ASH	10.0	74
BAROID USA BARACAT	15.0	1,200
BAROID USA DIAMONIAM PHOSPHATE	63.0	1,746

Well Name: FORTUNA MIDDLE N NTAIN #21-16

Date: 11/13/2002, Report: 17.0, DFS: 17.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

**Survey Data**

MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (°/100ft)
1,806.00	1.70	344.00	1,805.80	22.42	-1.91	-1.91	0.17
2,363.00	3.00	319.00	2,362.33	41.36	-13.75	-13.75	0.29

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Mancos	2,323.0
Star Point	2,012.0
Blackhawk	1,025.0
Castlegate	955.0
Price River	470.0

**Surface Casing, 1,063.7ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/14/2002, Report: 18.0, DFS: 18.00

Job Type: Drilling - original

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Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather OVERCAST	Road Condition Icy	Hole Condition Good
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Operations at Report Time  
@0600, 2710'KB DRILLING AHEAD

Operations This Report Period  
DRLG & SS SURVEY 12 1/4" HOLE F/ 2425'KB TO 2657'KB WITH AERATED FLUID.

Operations Next Report Period  
DRILL AHEAD FANNING HOLE FOR DEVIATION.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	09:30	9.50	02	Drilling	DRILLING 12 1/4" HOLE FROM 2425'KB TO 2497'KB USING AERATED FLUID / WEIGHT ON BIT 10K / RPM 115.
09:30	10:00	0.50	10	Rig Survey	DEVIATION SURVEY WITH SINGLE SHOT @ 2455'KB / INCLINATION 2 DEG
10:00	17:00	7.00	02	Drilling	DRILLING 12 1/4" HOLE FROM 2497'KB TO 2591'KB USING AERATED FLUID. COAL @ 2508'KB TO 2514'KB.
17:00	17:45	0.75	10	Rig Survey	DEVIATION SURVEY N@ 2550'KB / 2.75 DEG INCLINATION
17:45	19:45	2.00	02	Drilling	DRILLING 12 1/4" HOLE FROM 2591'KB TO 2621'KB USING 1500 CFM AIR & 155 GPM FLUID.
19:45	20:15	0.50	10	Rig Survey	SINGLE SHOT SURVEY @ 2580'KB / 3.0 DEG INCLINATION
20:15	00:00	3.75	02	Drilling	DRILLING 12 1/4" HOLE FROM 2621'KB TO 2657'KB USING AERATED FLUID.

**Drill Strings: BHA #6, Rotary Drop**

Bit Run/Bit 2RR 12 1/4in, FDSS+2, ML4284	IADC Bit Dull -----	TFA (incl Noz) (in) <sup>2</sup> 0.75	ROP (ft/hr) 9.9	Nozzles (3/2") 18/18/18
Len (ft) 2776.00	Max OD (in) 8.000	String Components Smith FDSS+2, Bit Sub, NMDC, Drill Collar, Reamer - 3 Pt, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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**Survey Data**

MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (*/100ft)
2,455.00	2.00	331.00	2,454.24	47.33	-9.55	-9.55	1.09
2,550.00	2.75	325.00	2,549.16	50.65	-11.66	-11.66	0.83
2,580.00	3.00	332.00	2,579.12	51.93	-12.44	-12.44	1.44

AFE No. 37511	Total AFE Amt (\$)
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Daily Cost Total	Cum. Cost To Date
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Daily Mud Cost	Mud Additive Cost To Date
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Depth Start (ftKB) 2,425.0	Depth End (ftKB) 2,657.0
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Depth Progress (ftKB) 232.0	Drilling Time (hrs) 33.75
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**Ops Supervisors**

Contact  
Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Rod Cuthill, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Roger Bromley, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**  
Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**  
Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
170.0	No	50	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BARIOD USA MUD CHECK	1.0	200
BAROID USA EZ-MUD	2.0	93
BAROID USA FUMARIC ACID	3.0	192
BAROID USA BARA DEFOAM	4.0	458
BAROID USA BARACAT	6.0	480
BAROID USA DIAMONIAM PHOSPHATE	42.0	1,164

**Formation Pick Groups: Drilling Sam...**

Name	Top (ftKB)
Blackhawk	1,700.0
Castlegate	1,467.0

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**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16 Date: 11/14/2002, Report: 18.0, DFS: 18.00**

**Job Type: Drilling - original**

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Name	Top (ftKB)
Price River	831.0

**Daily Summary**

Surface Casing: 1,063.7ftKB			
Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

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Well Name: FORTUNA MOUNTAIN #21-16

Date: 11/15/2002, Report: 19.0, DFS: 19.00

Job Type: Drilling - original

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Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather COOL	Road Condition Icy	Hole Condition Good
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Operations at Report Time  
@0600hrs, 2775'KB, LOGGING OPEN HOLE.

Operations This Report Period  
DRLG 12 1/4" HOLE F/ 2675'KB TO 2775'KB (TD) INTERMEDIATE. WIPER TRIP / WAIT ON LOGGERS / HOIST BIT.

Operations Next Report Period  
LOGGING / WIPER TRIP / RIH & CMT 9 5/8" CSG

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	08:45	8.75	02	Drilling	DRILLING 12 1/4" HOLE FROM 2657'KB TO 2749'KB, USING 1500 CFM AIR & 155 GPM FLUID. DRILL BREAKS @ 2692 TO 2699 / 2705 TO 2714 & 2718 TO 2722'KB. SAMPLE RETURNS SHOWED COAL. INCREASE IN WATER @ 2662'KB.
08:45	09:15	0.50	10	Rig Survey	DEVIATION SURVEY WITH SINGLE SHOT@ 2709'KB / 2.75 DEG INCLINATION. AZM 341
09:15	11:30	2.25	02	Drilling	DRILLING 12 1/4" HOLE FROM 2749'KB TO 2775'KB (TD) INTERMEDIATE HOLE.
11:30	14:30	3.00	06	Tripping	TRIP OUT 12 1/4" BIT. LAYDOWN 3-POINT REAMER, SHOCK SUB & 8" MONEL DRILL COLLAR.
14:30	17:15	2.75	06	Tripping	MAKE UP 12 1/4" BIT AND RUN IN HOLE 3-8" DC, 6-6" DC, DRILLING JARS, 5-6" DC & DRILL PIPE TO SURFACE. HOLE CONDITION GOOD, APP 2' OF FILL
17:15	23:00	5.75	05	CIRCULATE	CIRCULATE & CONDITION HOLE FOR LOGGING. WAIT ON LOGGERS.
23:00	00:00	1.00	06	Tripping	TRIP OUT OF HOLE TO LOG. HOLE CONDITION GOOD.

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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**Survey Data**

MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (°/100ft)
2,709.00	2.75	341.00	2,707.96	57.83	-15.03	-15.03	0.40

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 2,657.0	Depth End (ftKB) 2,775.0
Depth Progress (ftKB) 118.0	Drilling Time (hrs) 11.50

**Ops Supervisors**

Contact Arnie Hamarsnes, Drilling Engineer Mel Knezevich, Drilling Foreman Rod Cuthill, Drilling Foreman Mark Moennich, Drilling Sup't Roger Bromley, Tool Pusher Bill Hedglin, Geologist
Rigs: Bill Martin Jr., 3 Rig Supervisor John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
---

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BAROID USA MUD CHECK	1.0	200
BAROID USA EZ-MUD	1.0	46
BAROID USA FUMARIC ACID	4.0	256
BAROID USA BARACAT	4.0	320
BAROID USA SODA ASH	8.0	59
BAROID USA DIAMONIAM PHOSPHATE	96.0	2,661

**Formation Pick Groups: Drilling Sam...**

Name	Top (ftKB)
Star Point	2,700.0
Blackhawk	1,700.0
Castlegate	1,467.0
Price River	831.0

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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/15/2002; Report: 19.0; DES: 19.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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Surface Casing: 1,063.71 KB			
Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

Daily Summary

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DIVISION OF  
OIL, GAS AND MINING

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/16/2002, Report: 20.0, DFS: 20.00

Job Type: Drilling - original

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Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather CLEAR	Road Condition WET	Hole Condition Good
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Operations at Report Time

@0600 hrs- 2903'KB, DRILLING 12 1/4" HOLE

Operations This Report Period

TRIP OUT / LOG OH, / RIH & DRILL AHEAD F/ 2775'KB TO 2831'KB

Operations Next Report Period

DRILL & SURVEY FROM 2831'KB

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	00:30	0.50	06	Tripping	TRIP OUT TO LOG.
00:30	16:30	16.00	11	Wireline Logs	LOG WITH SCHLUMBERGER. LOGGERS TD 2772'KB, SURFACE CSG @ 1080'KB. LOG OPEN HOLE FROM 2772'KB TO 1080'KB RUN #1- AITH-TLD-PEFZ-CNL-GR-BHC. RUN #2- AITH, REPEAT FROM MISRUN #1 RUN #3- FMI RUN #4- AIT- TOOL WAS HOT SHOTED IN TO REPLACE TOOL USED ON FIRST 2 RUNS
16:30	20:30	4.00	06	Tripping	MAKE UP BHA AS FOLLOWS AND RIH: NEW GT-18 BIT, 1-8" MONEL DC, 2-8" DC, 3-POINT ROLLER REAMER, 1-8" DC, SHOCK SUB, 3-6" DC, DRILLING JARS, 8-6" DC, 4.5 DRILL PIPE.
20:30	00:00	3.50	02	Drilling	DRILLING 12 1/4" HOLE USING AERATED FLUID FROM 2775'KB TO 2831'KB.

**Drill Strings: BHA #7, ROTARY DROP**

Bit Run/Bit 5 12 1/4in, GT-18 , 6000931	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (f32") 24/24/24
Len (ft) 3054.00	Max OD (in) 8.000	String Components Hughes GT-18 , Bit Sub, NMDC, Drill Collar, Reamer - 3 Pt, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

**Drilling Parameters: 56.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
7	2,775.0	2,831.0	56.0	3.50	3.50	16.0	155
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
10	100	450.0	94	99	94		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 2,775.0	Depth End (ftKB) 2,831.0
Depth Progress (ftKB) 56.0	Drilling Time (hrs) 3.50

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Sup't
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
450.0	No	58	90

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BAROID USA BARACOR 700	1.0	883
BARIOD USA MUD CHECK	1.0	200
BAROID USA EZ-MUD	1.0	46
BAROID USA BARACAT	4.0	320
BAROID USA SODA ASH	7.0	52
BAROID USA DIAMONIAM PHOSPHATE	35.0	970

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	Drilling Sample
Name	Top (ftKB)
Star Point	2,700.0
Blackhawk	1,700.0

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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/17/2002, Report: 21.0, DFS: 21.00

Job Type: Drilling - original

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Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather CLEAR	Road Condition WET	Hole Condition Good
Operations at Report Time @0600hrs- 3094'KB, DRILLING 12 1/4" HOLE		
Operations This Report Period DRILL AHEAD FROM 2657'KB TO 3054'KB		
Operations Next Report Period DRILL AHEAD FROM 3054'KB		

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	00:45	0.75	02	Drilling	DRILLING 12 1/4" INTERMIDATE HOLE FROM 2831'KB TO 2842, USING AERATED FLUID.
00:45	01:15	0.50	10	Rig Survey	SINGLE SHOT SURVEY @ 2803'KB, 2.0 DEG INCLINATION, AZM 340
01:15	11:30	10.25	02	Drilling	DRILLING 12 1/4" INTERMIDATE HOLE FROM 2842'KB TO 2966'KB USING 1500 CFM AIR & 250 GPM FLUID
11:30	12:15	0.75	10	Rig Survey	SINGLE SHOT SURVEY @ 2926'KB, 2.0 DEG INCLINATION, AZM 339
12:15	00:00	11.75	02	Drilling	DRILLING 12 1/4" INTERMIDATE HOLE FROM 2966'KB TO 3054'KB USING AERATED FLUID.

**Mud Checks: 2,950.0ftKB, 11/17/2002 10:15**

Type	Date	Depth (ftKB)	T (ft) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Water Base	11/17/2002 10:15	2,950.0	58.0	8.4		
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)

**Drill Strings: BHA #7, ROTARY DROP**

Bit Run/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32")
5 12 1/4in, GT-18, 6000931	-----	1.33	10.6	24/24/24
Len (ft)	Max OD (in)	String Components		
3054.00	8.000	Hughes GT-18, Bit Sub, NMDC, Drill Collar, Reamer - 3 Pt, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

**Drilling Parameters: 223.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
7	2,831.0	3,054.0	279.0	22.75	26.25	9.8	250
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
12	100	450.0	95	100	95		

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

**Survey Data**

MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (°/100ft)
2,803.00	2.00	340.00	2,801.88	61.51	-16.33	-16.33	0.80
2,926.00	2.00	326.00	2,924.81	65.30	-18.26	-18.26	0.40

AFE No.	Total AFE Amt (\$)
37511	
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB)	Depth End (ftKB)
2,831.0	3,054.0
Depth Progress (ftKB)	Drilling Time (hrs)
223.0	22.75

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Sup't
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist
<b>Rigs: Bill Martin Jr., 3</b>
Rig Supervisor
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
450.0	No	58	90

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BARIOD USA MUD CHECK	1.0	200
BAROID USA EZ-MUD	2.0	93
BAROID USA SODA ASH	5.0	37
BAROID USA DIAMONIAM PHOSPHATE	35.0	970

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	Drilling Sample	Name	Top (ftKB)
		Star Point	2,700.0
		Blackhawk	1,700.0
		Castlegate	1,467.0
		Price River	831.0

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NOV 22 2002  
DIVISION OF  
OIL, GAS AND MINING

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/17/2002, Report: 21.0, DFS: 21.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
-------------------------	------------------	------------------------------	----------------------------------	----------------------------------

Surface Casing, 1,063.7ftKB			
Casing Run Date 11/2/2002	Max OD (in) 13 3/8	Grade H-40	Wt (lbs/ft) 48.00

Daily Summary

CONFIDENTIAL

**RECEIVED**  
 NOV 22 2002  
 DIVISION OF  
 OIL, GAS AND MINING

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

027

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

**SUBMIT IN TRIPLICATE**

CONFIDENTIAL

1. Type of Well  
 Oil  Gas

2. Name of Operator  
Fortuna (US), Inc.

3. Address and Telephone No.  
Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

5. Lease Designation and Serial No.

UTU-77263

6. If Indian, Allottee or Tribe Name

N/A

7. If Unit or CA, Agreement Designation

N/A

8. Well Name and No.

Middle Mountain #21-16

9. API Well No.

43-015-30426

10. Field and Pool, or Exploratory Area

Wildcat

11. County or Parish, State

Emery County, Utah

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

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

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

**Attached is the requested stamped as-built drawing for the Middle Mountain #21-16 well site.**

**The drawing reflects the constructed dimensions of the pad and pit that were constructed smaller in every regard than proposed. Additionally, the drawing reflects the location of the log deck, slash pile, topsoil and subsoil stockpiles.**

Accepted by the  
Utah Division of  
Oil, Gas and Mining  
FOR RECORD ONLY

RECEIVED

NOV 22 2002

DIVISION OF  
OIL, GAS AND MINING

FILE COPY

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

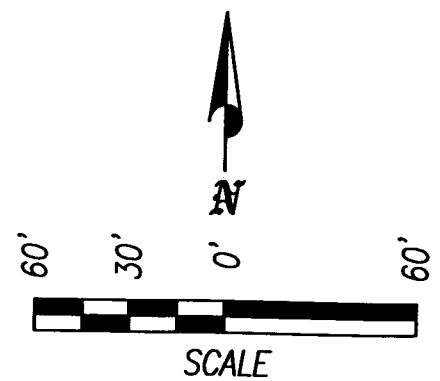
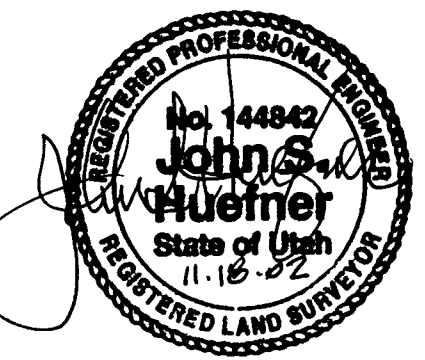
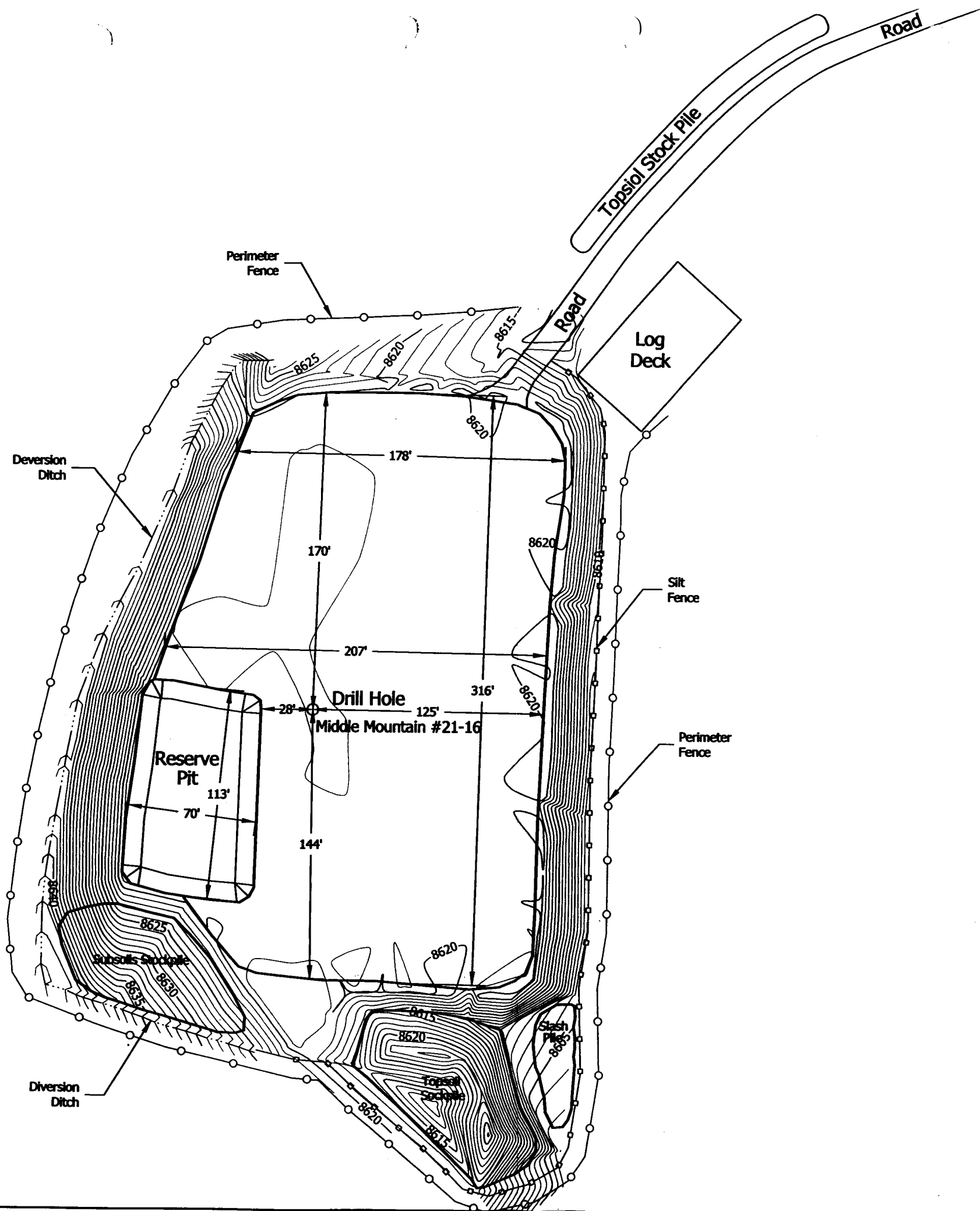
Signed Don Hamilton Don Hamilton Title Agent for Fortuna US Date November 18, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:





**RECEIVED**  
 11/12/02  
 DIVISION OF  
 OIL, GAS AND MINING

**TALON RESOURCES, INC.**  
 195 North, 100 West  
 P.O. Box 1230  
 Huntington, Utah 84528  
 Phone (435)637-8781  
 Fax (435)687-5311

REVISIONS	
DATE:	BY:

**FORTUNA (US), INC.**  
 MIDDLE MOUNTAIN #21-16  
 AS-BUILT LOCATION  
 SECTION 21, T16S, R6E, S.L.B.&M.

DRAWN BY: J. STANSFIELD	CHECKED BY: LWJ / AJS
DRAWING: A-1	DATE: 11/05/02
	SCALE: 1" = 60'
JOB NUMBER: 809	SHEET 1 OF 1

LEGEND	
SECTION LINE	_____
1/4 SECTION LINE	_____
40 ACRE LINE	_____
GLO BEARING	(N00°00'E - 5280.00')
GPS BEARING	(N00°00'00"E - 5280.00')



*Talon Resources, Inc.*

Service, Quality and Accuracy

P.O. Box 1230  
195 North 100 West  
Huntington, Utah 84528  
Phone: 435-687-5310

Cell: 435-650-1886  
Fax: 435-687-5311  
Email: talon@etv.net

CONFIDENTIAL

November 25, 2002

Mr. Eric Jones  
Petroleum Engineer  
Bureau of Land Management  
82 East Dogwood  
Moab, Utah 84532

RE: Sundry Notice (Weekly Drilling Reports)—Fortuna (US), Inc.  
**Middle Mountain #21-16**— 1,309' FSL, 834' FEL  
Section 21, T16S, R6E, SLB&M, Emery County, Utah

43-015-30426

Dear Mr. Jones:

On behalf of Fortuna (US), Inc. Talon Resources, Inc. respectfully submits the enclosed original and two copies of the *Sundry Notices* for the Middle Mountain #21-16 well on lands managed by the Manti La-Sal Forest Service.

Thank you for your timely consideration of the enclosed application. Please feel free to contact myself or Mr. Mel Knezevich of Fortuna (US), Inc. at 1-780-402-1296 if you have any questions or need additional information.

Sincerely,

*Don Hamilton*

Don Hamilton  
Agent for Fortuna (US), Inc.

Enclosures

cc: Mr. Mike Kaminski, BLM—Price Field Office  
Mr. Carter Reed, USDA Forest Service—Price SO  
Mr. Tom Lloyd, USDA Forest Service—Ferron DO  
Mrs. Diana Mason, Division of Oil, Gas and Mining  
Mr. Arne Hamarsnes, Fortuna (US), Inc.  
Mr. Mark Moenich, Fortuna (US), Inc.

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DIV. OF OIL, GAS & MINING

FILE COPY

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

5. Lease Designation and Serial No.

UTU-77263

6. If Indian, Allottee or Tribe Name

N/A

7. If Unit or CA, Agreement Designation

N/A

8. Well Name and No.

Middle Mountain #21-16

9. API Well No.

43-015-30426

10. Field and Pool, or Exploratory Area

Wildcat

11. County or Parish, State

Emery County, Utah

SUBMIT IN TRIPLICATE

CONFIDENTIAL

1. Type of Well

Oil  Gas

2. Name of Operator

Fortuna (US), Inc.

3. Address and Telephone No.

Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

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

1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

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"/> Change of Name	<input type="checkbox"/> Change of Plans
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Weekly Drilling Reports	<input type="checkbox"/> Dispose Water

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

**Attached are the weekly drilling reports for the Middle Mountain #21-16 well**

RECEIVED

DEC 14 2002

DIV. OF OIL, GAS & MINING

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

Signed Don Hamilton *Don Hamilton* Title Agent for Fortuna US Date November 25, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:

**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16**

**Job Type: Drilling - original**

**Tosman Energy Canada - Daily Drilling Report**

**Date: 11/18/2002, Report: 22.0, DFS: 22.0**

**CONFIDENTIAL**

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
-------------------------	------------------	------------------------------	----------------------------------	----------------------------------

**Daily Summary**  
 Weather: CLEAR  
 Road Condition: WET  
 Hole Condition: LOST CIRCULATION  
 Operations at Report Time: DRILLING 12 1/4" HOLE WITH AERATED FLUID  
 Operations This Report Period: DRILL 12 1/4" HOLE FROM 3054'KB TO 3292'KB / DRILL BREAK F/ 3261 - 3276'KB, UNABLE TO MAINTAIN CIRC / CHANGE OVER TO MIST & SOAP.  
 Operations Next Report Period: REGAIN CIRC / DRILL AHEAD

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 3,054.0	Depth End (ftKB) 3,292.0
Depth Progress (ftKB) 238.0	Drilling Time (hrs) 23.00

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	05:45	5.75	02	Drilling	DRILLING 12 1/4" HOLE FROM 3054'KB TO 3093'KB USING 2250 CFM AIR & 5 BBL/MIN FLUID.
05:45	06:15	0.50	10	Rig Survey	SINGLE SHOT SURVEY @ 3053'KB, 1.8 DEG INCLINATION, AZM 346
06:15	15:00	8.75	02	Drilling	DRILLING 12 1/4" HOLE FROM 3093'KB TO 3187'KB, USING AERATED FLUID
15:00	15:30	0.50	10	Rig Survey	SINGLE SHOT SURVEY @ 3147'KB, 1 3/4 DEG INCLINATION, AZM 337
15:30	00:00	8.50	02	Drilling	DRILLING 12 1/4" HOLE FROM 3187'KB TO 3292'KB. DRILLING BREAK FROM 3261'KB TO 3276'KB.

**Ops Supervisors**  
 Contact:  
 Arnie Hamarsnes, Drilling Engineer  
 Mel Knezevich, Drilling Foreman  
 Rod Cuthill, Drilling Foreman  
 Mark Moennich, Drilling Sup't  
 Roger Bromley, Tool Pusher  
 Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**  
 Rig Supervisor  
 John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**  
 Rig Supervisor  
 Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BAROID USA BARACOR 700	1.0	883
BARIOD USA MUD CHECK	1.0	200
BAROID USA BARACAT	4.0	320
BAROID USA SODA ASH	12.0	89
BAROID USA DIAMONIAM PHOSPHATE	19.0	527

**Formation Pick Groups: Drilling Sam...**

Name	Top (ftKB)
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0
Castlegate	1,467.0
Price River	831.0

**Surface Casing, 1,080.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

**Drill Strings: BHA #7, ROTARY DROP**

Bit Run/Bit	IADC Bit Dull	TFA (incl Noz) (in)	ROP (ft/hr)	Nozzles (3/2")
5 12 1/4in, GT-18, 6000931		1.33	10.5	24/24/24
Len (ft)	Max OD (in)	String Components		
3292.00	8.000	Hughes GT-18, Bit Sub, NMDC, Drill Collar, Reamer - 3 Pt, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

**Drilling Parameters: 238.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	ROP (ft/hr)	Flow Rate (gpm)
7	3,054.0	3,292.0	517.0	23.00	49.25	10.3	250
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
18	100	500.0	95	100	95		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**  
 Description: SINGLE SHOT  
 Survey Company: Patterson Crew

**Survey Data**

MD (ftKB)	Incl (*)	Azm (*)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (*/100ft)
3,053.00	1.80	346.00	3,051.74	69.08	-19.98	-19.98	0.54
3,147.00	1.75	337.00	3,145.69	71.83	-20.90	-20.90	0.30

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Job Type: Drilling - original

Date: 11/19/2002, Report: 23.0, DFS: 23.00

CONFIDENTIAL

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
<b>Daily Summary</b>				
Weather CLEAR 3413'KB		Road Condition WET		Hole Condition LOST CIRCULATION
Operations at Report Time @0600hrs / MAKE UP FISHING TOOLS / RIH				
Operations This Report Period DRILL 12 1/4" HOLE FROM 3292'KB TO 3413'KB, BHA FAILED / HOIST STRING / TWIST OFF PIN BELOW 3-POINT ROLLER REAMER / WAIT ON FISHER MAN.				
Operations Next Report Period RETRIEVE FISH / DRILL AHEAD.				

Time Log					
Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	04:00	4.00	05	Circulate	DEPTH 3293'KB, UNABLE TO OBTAIN CIRCULATION. STOP DRILLING, INCREASE AIR, DECREASE FLUID RATE & WORK DRILL STRING. START INJECTING SOAP @ 5 GAL/HR AND THEN INCREASED TO 8 GAL/HR. WORK STRING UNTILL CIRCULATION, BUILD VOLUME IN MUD SYSTEM.
04:00	05:30	1.50	02	Drilling	DRILL AHEAD FROM 3293'KB TO 3310'KB, UNABLE TO UNLOAD HOLE WITH AIR & SOAP MIST. RAN OUT OF WATER.
05:30	06:30	1.00	05	Circulate	PUMP OUT SUMP, CIRCULATE WITH AIR & SOAP & ATTEMPT TO REGAIN CIRCULATION.
06:30	07:00	0.50	06	Tripping	TRIP OUT 900' TO 2470'KB. HOLE CONDITION "OK", NO TIGHT SPOTS.
07:00	12:15	5.25	00	Undefined Status	WAIT ON WATER TRUCKS / PUMP OUT WATER FROM RESERVE PIT LINER / FILL WATER STORAGE TANKS AND RELINE RESERVE PIT.
12:15	12:45	0.50	06	Tripping	TRIP IN HOLE. HOLE CONDITION GOOD.
12:45	13:00	0.25	05	Circulate	ATTEMPT TO UNLOAD HOLE @ 3310'KB. USING 2250 CFM AIR & 3 BBL/ MIN WATER WITH 10 GAL/HR SOAP INJECTION
13:00	15:00	2.00	02	Drilling	DRILLING BLIND FROM 3310'KB TO 3342'KB (NO CIRCULATION)
15:00	15:30	0.50	10	Rig Survey	SINGLE SHOT SURVEY @ 3302'KB / 2 DEG INCLINATION, AZM 347
15:30	19:00	3.50	02	Drilling	DRILLING 12 1/4" HOLE FROM 3342'KB TO 3413'KB USING 2240 CFM AIR, 10 GAL/HR SOAP INJECTION & 150 GPM FLUID FOR CIRCULATION. BIT STOPPED DRILLING, RIG TO TRIP OUT.
19:00	22:00	3.00	06	Tripping	HOIST BHA F/ 3413'KB. FOUND 3-POINT ROLLER REAMER TWISTED OFF PIN. LEAVING BIT, BIT SUB, MONEL DRILL COLLAR & 2 -8" DRILL COLLARS IN HOLE.
22:00	00:00	2.00	06	Tripping	LAYDOWN ROLLER REAMER / RUN IN HOLE DRILL COLLARS / INSTALL AIR HEAD RUBBER. WAIT ON DRILL COLAR INSPECTOR & FISHERMAN.

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 3,292.0	Depth End (ftKB) 3,413.0
Depth Progress (ftKB) 121.0	Drilling Time (hrs) 7.00

**Ops Supervisors**

Contact

- Arnie Hamarsnes, Drilling Engineer
- Rod Cuthill, Drilling Foreman
- Mel Knezevich, Drilling Foreman
- Mark Moennich, Drilling Sup't
- Roger Bromley, Tool Pusher
- Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
470.0	No	29	90

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BARIOD USA MUD CHECK	1.0	200
BAROID USA BARACAT	1.0	80
BAROID USA BARA DEFOAM	2.0	229
BAROID USA QUICK FOAM	15.0	1,695
BAROID USA SODA ASH	18.0	133
BAROID USA QUICK GEL	83.0	237
BAROID USA DIAMONIAM PHOSPHATE	118.0	3,271

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group  
Drilling Sample

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/19/2002; Report: 23.0, DFS: 23.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
-------------------------	------------------	------------------------------	----------------------------------	----------------------------------

**Daily Summary**

**Mud Checks: 3,310.0ftKB, 11/19/2002 12:00**

Type	Date	Depth (ftKB)	T (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Water Base	11/19/2002 12:00	3,310.0		8.4	27	
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	8.0					
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
				98.6		

Name	Top (ftKB)
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0
Castlegate	1,467.0
Price River	831.0

**Surface Casing, 1,080.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

**Drill Strings: BHA #7, ROTARY DROP**

Bit Run/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> /ROP (ft/hr) Nozzles (/32"))
5 12 1/4in, GT-18, 6000931		1.33 11.3 24/24/24
Len (ft)	Max OD (in)	String Components
3413.00	8.000	Hughes GT-18, Bit Sub, NMDC, Drill Collar, Reamer - 3 Pt, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe

**Drilling Parameters: 121.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	ROP (ft/hr)	Flow Rate (gpm)
7	3,292.0	3,413.0	638.0	7.00	56.25	17.3	150
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	100	470.0	105	109	101		

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

**Survey Data**

MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (°/100ft)
3,302.00	2.00	347.00	3,300.61	76.65	-22.43	-22.43	0.26

Talisman Energy Canada - Daily Drilling Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/20/2002, Report: 24.0, DFS: 24.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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<b>Daily Summary</b>	
Weather	Road Condition WET
Operations at Report Time	Hole Condition LOST CIRCULATION
Operations This Report Period	
Operations Next Report Period	

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 3,413.0	Depth End (ftKB) 3,413.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:30	2.50	19	Fishing	WAIT ON COLLAR INSPECTION & FISHERMAN
02:30	05:00	2.50	19	Fishing	MAGNA FLUX INSPECT DRILL COLLARS / FOUND 1 CRACKED 5 3/4" DRILL COLLAR PIN & 2 -5 3/4" DC CRACKED BOXES.
05:00	08:15	3.25	06	Tripping	MAKE UP FISHING BHA WITH 7 5/8" GRABBLE, BUMPER SUB, HYDRALIC JARS & EXCELATOR. RUN IN HOLE & TAG TOP OF FISH.
08:15	09:45	1.50	19	Fishing	WORK FISHING TOOLS OVER FISH. UNABLE TO HOLD FISH.
09:45	12:00	2.25	19	Fishing	TRIP OUT WITH FISHING TOOLS, BREAK DOWN OVERSHOT & CHANGE OUT GRABBAL TO 7 3/8"
12:00	13:30	1.50	19	Fishing	TRIP IN WITH FISHING BHA.
13:30	13:45	0.25	07	Rig Service	RIG SERVICE
13:45	14:00	0.25	19	Fishing	RUN IN HOLE & KELLY UP
14:00	14:45	0.75	19	Fishing	WORK FISHING TOOLS OVER FISH. UNABLE TO GET ONTO DRILL COLLAR.
14:45	15:45	1.00	06	Tripping	TRIP OUT FISHING TOOLS.
15:45	16:30	0.75	19	Fishing	BREAK DOWN OVERSHOT / CHANGE BASKET FROM 7 3/8" TO 7 1/2"
16:30	17:45	1.25	06	Tripping	RUN IN HOLE WITH FISHING TOOLS / MAKE UP KELLY.
17:45	19:00	1.25	19	Fishing	LATCH ONTO FISH / JAR ON FISH WITH 40K.
19:00	21:00	2.00	06	Tripping	CHAIN OUT OF HOLE.
21:00	00:00	3.00	19	Fishing	BREAK DOWN FISHING TOOLS / LAYDOWN FISH / 100% RECOVERED.

**Ops Supervisors**

Contact  
 Amie Hamarsnes, Drilling Engineer  
 Rod Cuthill, Drilling Foreman  
 Mel Knezevich, Drilling Foreman  
 Mark Moennich, Drilling Sup't  
 Roger Bromley, Tool Pusher  
 Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
 John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
 Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number : Pump Rating (hp) : Rod Diameter (in)  
 1 550.0 2.5197

Liner Size (in) Stroke (in) V/Stk (bbl/stk)  
 5 15.00 0.105

**2, IDECO, MM-550**

Pump Number : Pump Rating (hp) : Rod Diameter (in)  
 2 550.0 2.5197

Liner Size (in) Stroke (in) V/Stk (bbl/stk)  
 5 15.00 0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BARIOD USA MUD CHECK	1.0	200
BAROID USA BARACAT	3.0	240
BAROID USA DIAMONIAM PHOSPHATE	10.0	277
BAROID USA BARA DEFOAM	16.0	1,834
BAROID USA MUD TRANSPORT	18.0	1,350
BAROID USA REGULAR BARITE	75.0	272

**Drill Strings: BHA #7, ROTARY DROP**

Bit Ru/Bit 5 12 1/4in, GT-18 , 6000931	IADC Bit Dull 3-7-BT-G-3-2--TW	TFA (incl Noz) (in <sup>3</sup> /ROP (ft/hr):Nozzles (/32") 1.33 11.3 24/24/24
Len (ft) 3413.00	Max OD (in) 8.000	String Components Hughes GT-18 , Bit Sub, NMDC, Drill Collar, Reamer - 3 Pt, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe

**Drilling Parameters: 121.0ftKB**

BHA No. 7	Depth Start (ftKB) 3,292.0	Depth End (ftKB) 3,413.0	Cum Depth (ftKB) 638.0	Drill Time (hrs) 7.00	Cum Drill Time (hr) Int ROP (ft/hr) 56.25 17.3	Flow Rate (gpm) 150
WOB (1000lbf) 25	RPM (rpm) 100	SPP (psi) 470.0	Rot HL (1000lbf) 105	PU HL (1000lbf) 109	SO HL (1000lbf) 101	Drilling Torque Off Btm Tq

**Wellbores**

Wellbore Name Main Hole	VS Dir (*) 90.00	KO MD (ftKB) 300.0
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**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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**Formation Pick Groups: Drilling Sam...**

Name	Top (ftKB)
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0
Castlegate	1,467.0
Price River	831.0

Talisman Energy Canada - Daily Drilling Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/20/2002, Report: 24.0, DFS: 24.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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Daily Summary

<b>Surface Casing, 1,080.0ftKB</b>			
Casing Run Date 11/2/2002	Max OD (in) 13 3/8	Grade H-40	WT (lbs/ft) 48.00



Talisman Energy Canada - Daily Drilling Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/21/2002, Report: 25.0, DFS: 25.00

Job Type: Drilling - original

CONFIDENTIAL

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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Daily Summary

Weather	Road Condition WET	Hole Condition LOST CIRCULATION
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Operations at Report Time

@0600hrs-3583'KB ATTEMPT TO REGAIN CIRCULATION

Operations This Report Period

DRLG AHEAD FROM 3413'KB TO 3583'KB / LOST CIRCULATION WITH AIR / WORK HOLE CLEAN, ATTEMPT TO REGAIN CIRCULATION

Operations Next Report Period

DRLG AHEAD FROM 3583'KB

Time Log

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:30	2.50	00	Undefined Status	WAIT ON & INSPECT BOTTOM HOLE DRILL COLLARS. OK NO CRACKS
02:30	04:15	1.75	06	Tripping	MAKE UP BHA AS FOLLOWS & RIH, NEW 12 1/4" BIT, MONEL DRILL COLLAR, 2-8" DRILL COLLARS, SHOCK SUB, 6-5 3/4" DRILL COLLARS, DRILLING JARS, 6-5 3/4" DRILL COLLARS & 4 1/2" DRILL PIPE TO SURFACE.
04:15	04:30	0.25	10	Rig Survey	FILL PIPE / RUN SINGLE SHOT SURVEY, WIRE BROKE 30" FROM SURFACE.
04:30	07:00	2.50	06	Tripping	BLOW OUT KELLY / TRIP OUT TO RECOVER SURVEY BARREL. SURVEY EQUIPMENT "OK"
07:00	09:00	2.00	06	Tripping	MAKE UP BHA / RIH.
09:00	09:15	0.25	05	Condition and/or Circulate mud	MAKE UP KELLY / FILL PIPE & START UP AIR.
09:15	14:00	4.75	02	Drilling	DRILLING 12 1/4" HOLE FROM 3413'KB TO 3490'KB USING 2240 CFM AIR, 16 GAL PER HOUR SOAP INJECTION & 140 GPM FLUID. TOOK 1.5 HOURS TO GET CIRCULATION.
14:00	14:15	0.25	07	Rig Service	RIG SERVICE.
14:15	19:15	5.00	02	Drilling	DRILLING 12 1/4" HOLE WITH AREATED FLUID FROM 3490'KB TO 3530'KB. RESERVE PIT FULL, DRILL BLIND FROM 3530'KB TO 3552'KB, PUMP RATE @ 12.5 BBL/MIN.
19:15	19:45	0.50	10	Rig Survey	SINGLE SHOT SURVEY @ 3512'KB, 1.0 DEG INCLINATION, AZM 8
19:45	22:15	2.50	02	Drilling	DRILLING AHEAD WITH AREATED FLUID F/ 3552'KB TO 3584'KB. UNABLE TO ESTABLISH CIRCULATION, RESERVE PIT LOW.
22:15	00:00	1.75	05	Circulate	PUMP AERATED FLUID USING 2240 CFM AIR WITH 18 GPH SOAP INJECTION. TRIP OUT FOUR STANDS AND TRY TO CIRCULATE, NO GOOD, HOIST ANOTHER 4 STANDS AND ATTEMPT TO GET CIRCULATION @ 2800'

Mud Checks: 3,451.0ftKB, 11/21/2002 09:30

Type	Date	Depth (ftKB)	T (ft) (*F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Water Base	11/21/2002 09:30	3,451.0	55.0	8.4	27	
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filt (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
				99.6		

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 3,413.0	Depth End (ftKB) 3,584.0
Depth Progress (ftKB) 171.0	Drilling Time (hrs) 12.25

Ops Supervisors

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Sup't
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

Rigs: Bill Martin Jr., 3

Rig Supervisor
John Day, Tool Pusher

Rigs: Patterson U.T.I, 104

Rig Supervisor
Jesse Blanchard, Drilling Manager

1, IDECO, MM-550

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

2, IDECO, MM-550

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

BOPs

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

Formation Pick Groups: Drilling Sam...

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0
Castlegate	1,467.0
Price River	831.0

Surface Casing, 1,080.0ftKB

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/21/2002, Report: 25.0, DFS: 25.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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Daily Summary

Drill Strings: BHA #8, Slick

Bit Ru/Bit 12 1/4in, GT-28C, ZW19DM	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> ) 1.80	ROP (ft/hr) 14.0	Nozzles (#/32") 28/28/28
Len (ft) 3544.16	Max OD (in) 8.000	String Components Hughes GT-28C, Bit Sub, NMDC, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

Drilling Parameters: 171.0ftKB

BHA No. 8	Depth Start (ftKB) 3,413.0	Depth End (ftKB) 3,584.0	Cum Depth (ftKB) 171.0	Drill Time (hrs) 12.25	Cum Drill Time (hr) 12.25	Int ROP (ft/hr) 14.0	Flow Rate (gpm) 150
WOB (1000lbf) 25	RPM (rpm) 80	SPP (psi) 500.0	Rot HL (1000lbf) 107	PU HL (1000lbf) 110	SO HL (1000lbf) 105	Drilling Torque	Off Btm Tq 1.0

Wellbores

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

Directional Surveys: SINGLE SHOT

Description SINGLE SHOT	Survey Company Patterson Crew
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Survey Data

MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (°/100ft)
3,380.00	1.50	348.00	3,378.57	78.97	-22.95	-22.95	0.64
3,512.00	1.00	8.00	3,510.54	81.80	-23.15	-23.15	0.50

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/22/2002, Report: 26.0, DFS: 26.00

Job Type: Drilling - original

CONFIDENTIAL

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather CLEAR	Road Condition WET	Hole Condition LOST CIRCULATION
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Operations at Report Time

@0600 hrs- 3810'KB, DRILLING AHEAD

Operations This Report Period

UNLOAD HOLE / BUILD RESERVE / DRLG AHEAD FROM 3584'KB TO 3729'KB.

Operations Next Report Period

DRLG AHEAD TO CSG POINT / WIPER TRIP

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	12:15	12.25	05	Circulate	CIRCULATE AIR, SOAP AND WATER TO FILL RESERVE PIT / UNLOAD WATER TRUCKS.
12:15	12:45	0.50	06	Tripping	RESERVE PIT FULL / RUN IN HOLE.
12:45	18:45	6.00	02	Drilling	DRILLING 12 1/4" HOLE WITH NO CIRCULATION USING 2400 CFM AIR, 5 1/4 BBL/MIN FLUID @ 15 GPM SOAP INJECTION. FROM 3584'KB TO 3673'KB.
18:45	19:15	0.50	10	Rig Survey	SINGLE SHOT SURVEY @ 3633'KB, 1.0 DEG INCLINATION, AZM 7
19:15	00:00	4.75	02	Drilling	DRILL 12 1/4" HOLE WITH AERATED FLUID FROM 3673'KB TO 3729'KB. GOT RETURNS EVERY 2 HRS.

**Mud Checks: 3,584.0ftKB, 11/22/2002 09:30**

Type	Date	Depth (ftKB)	T (fl) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Water Base	11/22/2002 09:30	3,584.0	52.0	8.4	27	
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	8.0					
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
				100.0		

**Drill Strings: BHA #8, Slick**

Bit Run Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32")
1 12 1/4in, GT-28C, ZW19DM		1.80	13.7	28/28/28
Len (ft)	Max OD (in)	String Components		
3698.40	8.000	Hughes GT-28C, Bit Sub, NMDC, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

**Drilling Parameters: 145.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
8	3,584.0	3,729.0	316.0	10.75	23.00	13.5	225
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
32	75	500.0	107	110	105		1.0

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

**Survey Data**

MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (°/100ft)
3,633.00	1.00	7.00	3,631.52	83.89	-22.88	-22.88	0.02

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 3,584.0	Depth End (ftKB) 3,729.0
Depth Progress (ftKB) 145.0	Drilling Time (hrs) 10.75

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Rod Cuthill, Drilling Foreman
Mel Knezevich, Drilling Foreman
Mark Moennich, Drilling Sup't
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105
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**2, IDECO, MM-550**

Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105
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**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
170.0	No	50	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BAROID USA MUD CHECK	1.0	200
BAROID USA BARA DEFOAM HP	1.0	153
BAROID USA QUICK FOAM	2.0	1,106
BAROID USA EZ-MUD	2.0	93
BAROID USA BARACAT	11.0	880
BAROID USA QUICK FOAM	22.0	2,487
BAROID USA DIAMONIAM PHOSPHATE	140.0	2,016

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group Drilling Sample
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Talisman Energy Canada - Daily Drilling Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/22/2002; Report: 26.0; DFS: 26.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)	Name	Top (ftKB)
10/28/2002		8672.00	8655.00	17.00	Mancos	3,073.0
Daily Summary					Star Point	2,700.0
					Blackhawk	1,700.0
					Castlegate	1,467.0
					Price River	831.0
<b>Surface Casing, 1,080.0ftKB</b>						
Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)			
11/2/2002	13 3/8	H-40	48.00			

Talisman Energy Canada - Daily Drilling Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/23/2002, Report: 27.0, DFS: 27.00

Job Type: Drilling - original

CONFIDENTIAL

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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Daily Summary

Weather CLEAR	Road Condition WET	Hole Condition LOST CIRCULATION
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Operations at Report Time

@0600hrs- 4023'KB, DRILLING 12 1/4" HOLE.

Operations This Report Period

DRLG 12 1/4" HOLE FROM 3728'KB TO 3956'KB USING AERATED FLUID. WIPER TRIP TO CHECK DRILL STRING & BHA. DRILL AHEAD WITH LOST CIRCULATION.

Operations Next Report Period

DRILL TO CSG POINT / WIPER TRIP / LOG

Time Log

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:45	7.75	02	Drilling	DRILLING 12 1/4" HOLE FROM 3728'KB TO 3829'KB WITH AERATED FLUID. USING 2250 CFM AIR, 250 GPM WATER & 12 GPH SOAP INJECTION. CIRCULATION WILL COME AROUND EVERY COUPLE OF HRS.
07:45	08:15	0.50	10	Rig Survey	SINGLE SHOT SURVEY @ 3789'KB, 1.0 DEG INCLINATION, AZM 33 / RIG SERVICE.
08:15	09:15	1.00	08	Rig Repair	REPAIR ROTARTY TABLE DRIVE CHAIN.
09:15	16:15	7.00	02	Drilling	DRILLING 12 1/4" INTERMIDATE HOLE FROM 3829'KB TO 3918, UNABLE TO GET ANY STANDPIPE PRESSURE WHEN AIR WAS BLEED OFF. RUNNING PUMPS @ 12.6 BBL/MIN, NO PRESSURE.
16:15	18:00	1.75	06	Tripping	WIPER TRIP OUT TO INSPECT DRILL STRING AND BIT. ALL "OK", CHANGE OUT WORN OUT SHOCK SUB.
18:00	21:00	3.00	06	Tripping	RUN IN HOLE / HOLE CONDITION GOOD.
21:00	00:00	3.00	02	Drilling	DRILLING 12 1/4" HOLE FROM 3918'KB TO 3956'KB USING AERATED FLUID. RUNNING 3 COMP W/ 10 GPH SOAP INJECTION & 300 GPM FLUID. HOLE WILL BLOW AROUND EVERY 2 HOURS.

Mud Checks: 3,860.0ftKB, 11/23/2002 12:00

Type	Date	Depth (ftKB)	T (ft) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Water Base	11/23/2002 12:00	3,860.0		8.3	26	
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
500.000	7.6					

Drill Strings: BHA #8, Slick

Bit Run Bit 1 12 1/4in, GT-28C, ZW19DM	IADC Bit Dull -----	TFA (incl Noz) (in) 1.80	ROP (ft/hr) 13.3	Nozzles (3/32") 28/28/28
Len (ft) 3944.05	Max OD (in) 8.000	String Components Hughes GT-28C, Bit Sub, NMDC, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

Drilling Parameters: 227.0ftKB

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
8	3,729.0	3,956.0	543.0	17.75	40.75	12.8	200
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
33	75	460.0	117	122	112		1.0

Wellbores

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

Directional Surveys: SINGLE SHOT

Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date 47,005.65
Depth Start (ftKB) 3,729.0	Depth End (ftKB) 3,956.0
Depth Progress (ftKB) 227.0	Drilling Time (hrs) 17.75

Ops Supervisors

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Sup't
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

Rigs: Bill Martin Jr., 3

Rig Supervisor John Day, Tool Pusher
---

Rigs: Patterson U.T.I, 104

Rig Supervisor Jesse Blanchard, Drilling Manager
---

1, IDECO, MM-550

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

2, IDECO, MM-550

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

BOPs

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

Mud Additive Amounts

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BARIOD USA MUD CHECK	1.0	200
BAROID USA QUICK FOAM	4.0	2,212
BAROID USA DIAMONIAM PHOSPHATE	7.0	101
BAROID USA SODA ASH	10.0	74

Formation Pick Groups: Drilling Sam...

Formation Picks Group	Name	Top (ftKB)
Drilling Sample	Mancos	3,073.0
	Star Point	2,700.0
	Blackhawk	1,700.0
	Castlegate	1,467.0
	Price River	831.0

Surface Casing, 1,080.0ftKB

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

Talisman Energy Canada - Daily Drilling Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/23/2002, Report: 27.0, DFS: 27.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Survey Data

MD (ftKB)	Incl (*)	Azm (*)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (*100R)
3,789.00	1.00	33.00	3,787.50	86.39	-21.97	-21.97	0.29

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/24/2002, Report: 28.0, DFS: 28.00

Job Type: Drilling - original

CONFIDENTIAL

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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Daily Summary

Weather LIGHT SNOW	Road Condition WET	Hole Condition LOST CIRCULATION
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Operations at Report Time

@0600 hrs- 4391'KB (TD), CIRC & CONDITION HOLE

Operations This Report Period

DRLG 12 1/4" HOLE FROM 3956'KB TO 4265'KB USING AERATED FLUID FOR CIRCULATION.

Operations Next Report Period

TD INTERMEDIATE #1 / LOG & CSG.

Time Log

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	08:45	8.75	02	Drilling	DRILLING 12 1/4" HOLE FROM 3956'KB TO 4046'KB USING 3 COMP, 12 GPH SOAP INJECTION & 200 GPM FLUID. HOLE WOULD UNLOAD ONCE EVERY 4 TO 5 HOURS.
08:45	09:15	0.50	10	Rig Survey	SINGLE SHOT SURVEY @ 4006'KB, 1.0 DEG INCLINATION, DIRECTION 33 AZM.
09:15	09:30	0.25	07	Rig Service	RIG SERVICE.
09:30	00:00	14.50	02	Drilling	DRILLING 12 1/4" HOLE FROM 4046'KB WITH 35K WEIGHT & 75 RPM, ROP 14'/HR TO 4065'KB. INCREASED AIR TO 3000 CFM & INCREASED PUMP RATE TO 525GPM, STOP SOAP INJECTION AND USE BARACAT TO CLEAN HOLE. ABLE TO MAINTAIN A MORE CONSTANT CIRCULATION FROM 4065'KB TO 4265'KB.

Mud Checks: 4,108.0ftKB, 11/24/2002 14:00

Type	Date	Depth (ftKB)	T (ft) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
DAP	11/24/2002 14:00	4,108.0		8.4	27	
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Fill (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
500.000	7.6					

Drill Strings: BHA #8, Slick

Bit Run Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32")
1 12 1/4in, GT-28C, ZW19DM	-----	1.80	13.3	28/28/28
Len (ft)	Max OD (in)	String Components		
4257.75	8.000	Hughes GT-28C, Bit Sub, NMDC, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

Drilling Parameters: 309.0ftKB

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
8	3,956.0	4,265.0	852.0	23.25	64.00	13.3	525
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
40	75	800.0	120	125	115		1.0

Wellbores

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

Directional Surveys: SINGLE SHOT

Description SINGLE SHOT	Survey Company Patterson Crew
----------------------------	----------------------------------

Survey Data

MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (°/100ft)
4,006.00	1.00	33.00	4,004.47	89.56	-19.91	-19.91	0.00

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 3,956.0	Depth End (ftKB) 4,265.0
Depth Progress (ftKB) 309.0	Drilling Time (hrs) 23.25

Ops Supervisors

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Sup't
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

Rigs: Bill Martin Jr., 3

Rig Supervisor
John Day, Tool Pusher

Rigs: Patterson U.T.I, 104

Rig Supervisor
Jesse Blanchard, Drilling Manager

1, IDECO, MM-550

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

2, IDECO, MM-550

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

BOPs

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0

Mud Additive Amounts

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BAROID USA SODA ASH	1.0	7
BAROID USA MUD CHECK	1.0	200
BAROID USA EZ-MUD	1.0	46
BAROID USA QUICK FOAM	3.0	1,659
BAROID USA BARA DEFOAM	7.0	805
BAROID USA BARACAT	24.0	1,920
BAROID USA DIAMONIAM PHOSPHATE	349.0	5,026

Formation Pick Groups: Drilling Sam...

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0
Castlegate	1,467.0

Talisman Energy Canada - Daily Drilling Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/24/2002, Report: 28.0, DFS: 28.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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Daily Summary

Name	Top (ftKB)
Price River	831.0

Surface Casing, 1,080.0ftKB			
Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00





*Talon Resources, Inc.*

Service, Quality and Accuracy

P.O. Box 1230  
195 North 100 West  
Huntington, Utah 84528  
Phone: 435-687-5310

Cell: 435-650-1886  
Fax: 435-687-5311  
Email: talon@etv.net

CONFIDENTIAL

December 3, 2002

Mr. Eric Jones  
Petroleum Engineer  
Bureau of Land Management  
82 East Dogwood  
Moab, Utah 84532

RE: Sundry Notice (Weekly Drilling Reports)—Fortuna (US), Inc.  
**Middle Mountain #21-16**— 1,309' FSL, 834' FEL  
Section 21, T16S, R6E, SLB&M, Emery County, Utah *43-015-30426*

Dear Mr. Jones:

On behalf of Fortuna (US), Inc. Talon Resources, Inc. respectfully submits the enclosed original and two copies of the *Sundry Notices* for the Middle Mountain #21-16 well on lands managed by the Manti La-Sal Forest Service.

Thank you for your timely consideration of the enclosed application. Please feel free to contact myself or Mr. Mel Knezevich of Fortuna (US), Inc. at 1-780-402-1296 if you have any questions or need additional information.

Sincerely,

*Don Hamilton*

Don Hamilton  
Agent for Fortuna (US), Inc.

Enclosures

cc: Mr. Mike Kaminski, BLM—Price Field Office  
Mr. Carter Reed, USDA Forest Service—Price SO  
Mr. Tom Lloyd, USDA Forest Service—Ferron DO  
Mrs. Diana Mason, Division of Oil, Gas and Mining  
Mr. Arne Hamarsnes, Fortuna (US), Inc.  
Mr. Mark Moenich, Fortuna (US), Inc.

RECEIVED

DEC 09 2002

DIV. OF OIL, GAS & MINING

FILE COPY

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

**SUBMIT IN TRIPLICATE**

CONFIDENTIAL

1. Type of Well  
 Oil  Gas

2. Name of Operator  
Fortuna (US), Inc.

3. Address and Telephone No.  
Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

5. Lease Designation and Serial No.  
UTU-77263

6. If Indian, Allottee or Tribe Name  
N/A

7. If Unit or CA, Agreement Designation  
N/A

8. Well Name and No.  
Middle Mountain #21-16

9. API Well No.  
43-015-30426

10. Field and Pool, or Exploratory Area  
Wildcat

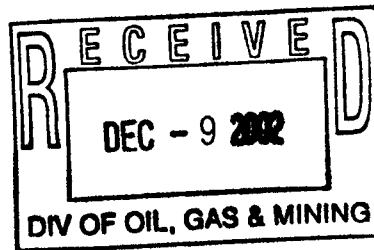
11. County or Parish, State  
Emery County, Utah

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

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

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

**Attached are the weekly drilling reports for the Middle Mountain #21-16 well**



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

Signed Don Hamilton *Don Hamilton* Title Agent for Fortuna US Date December 3, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/25/2002, Report: 29.0, DFS: 29.00

Job Type: Drilling - original

CONFIDENTIAL

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition WET	Hole Condition LOST CIRCULATION
------------------	-----------------------	------------------------------------

Operations at Report Time

@06:00 hrs 4421 run logs to bottom

Operations This Report Period

TD 12 1/4 " hole. Wiper trip. Circ hole clean. Trip out to log. Wait on loggers.

Operations Next Report Period

Log, run casing and cement.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	04:00	4.00	02	Drilling	DRILLING 12 1/4" HOLE FROM 4265'KB TO 4370'KB USING 12.5 BBL/MIN FLUID & 3000 CFM AIR TO MAINTAIN CIRCULATION.
04:00	04:45	0.75	05	Condition and/or Circulate mud	CIRCULATE UP SAMPLE / WORK HOLE CLEAN.
04:45	05:15	0.50	02	Drilling	DRILL 12 1/4" HOLE FROM 4371'KB TO 4390'KB / POSSIBLE EMERY TOP @ 4281'KB.
05:15	06:30	1.25	05	Condition and/or Circulate mud	CIRCULATE UP SAMPLE / WORK HOLE CLEAN.
06:30	08:00	1.50	02	Drilling	DRILL 12 1/4" HOLE FROM 4391'KB TO 4421'KB (TD) INTERMEDIATE HOLE.
08:00	09:45	1.75	05	Condition and/or Circulate mud	CIRCULATE AND CONDITION HOLE FOR LOGGING @ 4421'KB
09:45	11:45	2.00	06	Tripping	WIPER TRIP TO 1200'KB, HOLE CONDITION GOOD. RUN BACK IN HOLE TO 3100'KB AND KELLY UP.
11:45	12:45	1.00	05	Condition and/or Circulate mud	UNLOAD HOLE TO FILL RESERVE PIT.
12:45	13:30	0.75	06	Tripping	FINISH WIPER RUN, TRIP INTO TD @ 4321, HOLE CONDITION GOOD.
13:30	15:30	2.00	05	Condition and/or Circulate mud	CIRCULATE & CONDITION HOLE FOR LOGGING.
15:30	16:00	0.50	10	Rig Survey	SINGLE SHOT SURVEY @ 4381'KB, 1.0 DEG INCLINATION, AZM 21
16:00	19:00	3.00	06	Tripping	TRIP OUT TO LOG. STRAP 4417.46 FT. NO CORRECTION MADE TO TALLY.
19:00	00:00	5.00	11	Wireline Logs	WAIT ON WIRELINE TRUCK. TRANSMISSION WENT OUT 10 MILES FROM THE LEASE.

**Mud Checks: 4,421.0ftKB, 11/25/2002 11:45**

Type	Date	Depth (ftKB)	T (fl) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Water Base	11/25/2002 11:45	4,421.0		8.4	27	
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
500.000	7.7					

**Drill Strings: BHA #8, Slick**

Bit Rul/Bit	IADC Bit Dull	TFA (incl Noz) (in)*	ROP (ft/hr) Nozzles (/32")
6 12 1/4in, GT-28C, ZW19DM	3-5-FC-A-2-0-NO-TD	1.80	14.4
Len (ft)	Max OD (in)	String Components	
4384.37	8.000	Hughes GT-28C, Bit Sub, NMDC, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe	

**Drilling Parameters: 156.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
8	4,265.0	4,421.0	1,008.0	6.00	70.00	26.0	525
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
40	75	800.0	120	125	115		1.0

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 4,265.0	Depth End (ftKB) 4,421.0
Depth Progress (ftKB) 156.0	Drilling Time (hrs) 6.00

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Rod Cuthill, Drilling Foreman
Mei Knezevich, Drilling Foreman
Mark Moennich, Drilling Sup't
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
---

**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
---

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BAROID USA MUD CHECK	1.0	200
BAROID USA EZ-MUD	1.0	46
BAROID USA BARACAT	1.0	80
BAROID USA PAC-R	2.0	218
BAROID USA SODA ASH	9.0	67
BAROID USA DIAMONIAM PHOSPHATE	67.0	965

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	Name	Top (ftKB)
Drilling Sample	Emery	4,280.0
	Mancos	3,073.0
	Star Point	2,700.0
	Blackhawk	1,700.0
	Castlegate	1,467.0

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/25/2002, Report: 29.0, DFS: 29.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
-------------------------	------------------	------------------------------	----------------------------------	----------------------------------

Surface Casing, 1,080.0ftKB			
Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/2/2002	13 3/8	H-40	48.00

**Daily Summary**

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
----------------------------	----------------------------------

Survey Data							
MD (ftKB)	Incl (*)	Azm (*)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (*/100ft)
4,381.00	1.00	21.00	4,379.41	95.36	-16.95	-16.95	0.06

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/26/2002, Report: 30.0, DFS: 30.00

Job Type: Drilling - original

CONFIDENTIAL

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
-------------------------	------------------	------------------------------	----------------------------------	----------------------------------

**Daily Summary**

Weather CLEAR	Road Condition WET	Hole Condition LOST CIRCULATION
------------------	-----------------------	------------------------------------

Operations at Report Time

@0600hrs- CSG LANDED, WAIT ON ANOTHER CEMENT TRUCK

Operations This Report Period

LOG OPEN HOLE, RIH 9 5/8" CSG, RIG IN CEMENTERS, PUMP TRUCK PRECHARGE PUMP FAILED.

Operations Next Report Period

CEMENT 9 5/8" CSG.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	03:00	3.00	11	Wireline Logs	WAIT ON LOGGERS / SLIP & CUT DRILLING LINE.
03:00	15:30	12.50	11	Wireline Logs	RIG IN SCHLUMBERGER / LOG OPEN HOLE FROM LOGGERS (TD) 4414' TO SURFACE CASING @ 1080'KB. MADE 1 RUN WITH SET-M-ND, PEX-SUB-A, BHC, CAL-C. HOLE CONDITION WAS GOOD.
15:30	21:00	5.50	12	Run Casing & Cement	RIG IN CASING CREW & RIH 100 JOINTS 9 5/8", 36#, J-55, ST&C, RANGE 3 CASING. TOTAL LENGTH OF CASING 4417.44'. LANDED @ 4414'KB. RAN WEATHERFORD ECP @990'KB WITH TWO STAGE COLLAR @ 974.02, TAGGED BOTTOM "OK"
21:00	22:00	1.00	12	Run Casing & Cement	WAIT ON SCHLUMBERGER CEMENTERS.
22:00	00:00	2.00	12	Run Casing & Cement	CIRCULATE CASING. (PUMP WATER INTO CASING.) RIG IN CEMENT SILO & LOAD, SPOT CEMENT BULK TRUCKS & PUMP UNIT.

**Drill Strings: BHA #8, Slick**

Bit Ru/Bit 6 12 1/4in, GT-28C, ZW19DM	IADC Bit Dull 3-5-FC-A-2-0-NO-TD	TFA (incl Noz) (in <sup>2</sup> ) 1.80	ROP (ft/hr) (Nozzles /32") 14.4	28/28/28
Len (ft) 4384.37	Max OD (in) 8.000	String Components Hughes GT-28C, Bit Sub, NMDC, Drill Collar, XO Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

**Drilling Parameters: 156.0ftKB**

BHA No. 8	Depth Start (ftKB) 4,265.0	Depth End (ftKB) 4,421.0	Cum Depth (ftKB) 1,008.0	Drill Time (hrs) 6.00	Cum Drill Time (hr) 70.00	Int ROP (ft/hr) 26.0	Flow Rate (gpm) 525
WOB (1000lbf) 40	RPM (rpm) 75	SPP (psi) 800.0	Rot HL (1000lbf) 120	PU HL (1000lbf) 125	SO HL (1000lbf) 115	Drilling Torque 1.0	Off Btm Tq 1.0

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
----------------------------	----------------------------------

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 4,421.0	Depth End (ftKB) 4,421.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Rod Cuthill, Drilling Foreman
Mel Knezevich, Drilling Foreman
Mark Moennich, Drilling Sup't
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
---

**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
---

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BAROID USA MUD CHECK	1.0	200
BAROID USA BARA DEFOAM	2.0	230
BAROID USA DIAMONIAM PHOSPHATE	6.0	86

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0
Castlegate	1,467.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16**

**Date: 11/27/2002, Report: 31.0, DFS: 31.00**

**Job Type: Drilling - original**

**CONFIDENTIAL**

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Cased and cemented
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**Operations at Report Time**

06:00 hrs 11/28/02 nipple down 13 5/8 stack

**Operations This Report Period**

Wait on Schlumberger, cement casing and wait on cement.

**Operations Next Report Period**

WOC change to 11"x 3000# stack

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	12:00	12.00	00	Undefined Status	Wait on Schlumberger to arrive with a operational pumping unit. To replace the failed unit.
12:00	17:30	5.50	12	Run Casing & Cement	Cement first stage. 1514 sx of cement pumped at 11.2 ppg, tailed in with 186 sx pumped at 14.2 ppg. Displaced with 339 bbls of water. The plug was bumped and the floats held. Ther was no pressure on the pump gauge prior to bumping the plug. The pumping unit injector system caught fire while displacing, was shut down and put out. No major damage. Inflate packer with 800 psi. Open Stage Collar with 1500 psi. Circulate with rig pump. Some contamination and ammonia smell in the water at bottoms up. Possible cement raised the ph and caused the smell. Cement the second stage with 275 sx at 14.2 ppg. Cement to surface. Close stage collar and cement stayed at surface. Flush BOP.
17:30	00:00	6.50	13	Wait On Cement	Prepare to change BOP while waiting on cement.

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 4,421.0	Depth End (ftKB) 4,421.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

<b>Contact</b>
Arnie Hamarsnes, Drilling Engineer Mel Knezevich, Drilling Foreman Rod Cuthill, Drilling Foreman Mark Moennich, Drilling Sup't Randy Hackford, Tool Pusher Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Formation Pick Groups: Drilling Sam...**

<b>Formation Picks Group</b>	
<b>Drilling Sample</b>	
Name	Top (ftKB)
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0
Castlegate	1,467.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/28/2002, Report: 32.0, DFS: 32.00

Job Type: Drilling - original

CONFIDENTIAL

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Cased and cemented
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Operations at Report Time  
06:00 hrs-Complete nipple up operations.

Operations This Report Period  
Wait on cement. Nipple down. Weld bowl and nipple up.

Operations Next Report Period  
Nipple up. Test BOP. Drill out

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	06:00	6.00	13	Wait On Cement	Wait for cement to set to slack off of casing. No slips for first intermeadiate.
06:00	16:00	10.00	14	Nipple Up /Nipple Down BOP Stack	Cut off casing. Nipple down 13 5/8 3000# BOP. Prep cellar.
16:00	22:00	6.00	14	Nipple Up /Nipple Down BOP Stack	Final cut casing. Preheat 11"3000# casing bowl, weld on bowl and cool down casing bowl for 1 hr to 150 degrees.
22:00	00:00	2.00	14	Nipple Up /Nipple Down BOP Stack	Nipple up 11" 3000# BOP.

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 4,421.0	Depth End (ftKB) 4,421.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact  
 Arnie Hamarsnes, Drilling Engineer  
 Rod Cuthill, Drilling Foreman  
 Mel Knezevich, Drilling Foreman  
 Mark Moennich, Drilling Sup't  
 Randy Hackford, Tool Pusher  
 Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
 John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
 Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0
Castlegate	1,467.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16**

**Date: 11/29/2002, Report: 33.0, DFS: 33.00**

**Job Type: Drilling - original**

**CONFIDENTIAL**

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Cased and cemented
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Operations at Report Time  
06:00 hrs Drill ahead rotary air

Operations This Report Period  
Nipple up 11x3000# stack. Test BOP, Drill out and attempt to dry hole.

Operations Next Report Period  
Drill ahead rotary air.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	10:00	10.00	14	Nipple Up /Nipple Down BOP Stack	Nipple up BOP.
10:00	18:00	8.00	15	Test BOP	Test casing, BOP and surface equipment to 1750 psi.
18:00	00:00	6.00	02	Drilling	Drill out stage collar, trip in and drill out shoe. Pot metal plugs are causing problems.

**Drill Strings: BHA #9, Slick**

Bit Run/Bit 7 8 3/4in, L136, L57ZY	IADC Bit Dull 6-7-FC-A-6-0-NO-Deviation	TFA (incl Noz) (in <sup>2</sup> /ROP (ft/hr)/Nozzles (32") 0.59 26.2 16/16/16
Len (ft) 4458.47	Max OD (in) 6.500	String Components Varel L136, Bit Sub, NMDC, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe

**Drilling Parameters: 210.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
9	4,421.0	4,631.0	210.0	8.00	8.00	26.2	

WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
36	70		120	120	120		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 4,421.0	Depth End (ftKB) 4,421.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 8.00

**Ops Supervisors**

Contact

Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Rod Cuthill, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Randy Hackford, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA QUICK FOAM	6.0	678
BAROID USA REGULAR BARITE	116.0	421

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0
Castlegate	1,467.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	WT (lbs/ft)
11/26/2002	9 5/8	J-55	36.00



Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/30/2002, Report: 34.0, DFS: 34.00

Job Type: Drilling - original

CONFIDENTIAL

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Good
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Operations at Report Time

06:00 hrs Dec 01, drill ahead @4840

Operations This Report Period

Drill out, dry hole, drill ahead, aerated water drill, Trip for assembly due to deviation, drill ahead.

Operations Next Report Period

Drill ahead with aerated water.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	03:30	3.50	05	Condition and/or Circulate mud	Unload hole, dry it up.
03:30	11:30	8.00	02	Drilling	Drill ahead. Watered out at 4473. Switch to aerated water.
11:30	12:00	0.50	10	Rig Survey	Survey at 4585
12:00	12:30	0.50	02	Drilling	Drill ahead.
12:30	19:00	6.50	06	Tripping	Trip to change assembly.
19:00	22:45	3.75	03	Reaming	Ream packed assembly from the shoe to bottom.
22:45	00:00	1.25	02	Drilling	Drill ahead.

**Drill Strings: BHA #9, Slick**

Bit Ru/Bit 7 8 3/4in, L136, L57ZY	IADC Bit Dull 6-7-FC-A-6-0-NO-Deviation	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32") 16/16/16
Len (ft) 4458.47	Max OD (in) 6.500	String Components Varel L136, Bit Sub, NMDC, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

**Drilling Parameters: 210.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
9	4,421.0	4,631.0	210.0	8.00	8.00	26.2	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
36	70		120	120	120		

**Drill Strings: BHA #10, Packed Hole**

Bit Ru/Bit 8 8 3/4in, F35, MJ3100	IADC Bit Dull 5-6-FC-A-2-0-NO-PR	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32") 16/16/16
Len (ft) 5324.80	Max OD (in) 6.750	String Components Smith F35, Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

**Drilling Parameters: 44.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
10	4,631.0	4,675.0	44.0	8.50	8.50	5.2	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
35	60	240.0					

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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**Survey Data**

MD (ftKB)	Incl (*)	Azm (*)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (*/100ft)
4,585.00	2.75	345.00	4,583.30	101.75	-17.58	-17.58	0.99

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 4,421.0	Depth End (ftKB) 4,675.0
Depth Progress (ftKB) 254.0	Drilling Time (hrs) 8.50

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Sup't
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
---

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA EZ-MUD	2.0	93
BAROID USA MUD	4.0	140
ENG LIVING ALLOWANCE		
BAROID USA MUD CHECK	4.0	800
BAROID USA BARACAT	5.0	400
BAROID USA FUMARIC ACID	15.0	959
BAROID USA QUICK FOAM	15.0	1,695
BAROID USA SAWDUST	50.0	238

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0
Castlegate	1,467.0

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/30/2002, Report: 34.0, DFS: 34.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Intermediate Casing, 4,413.0ftKB			
Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Daily Summary	

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/1/2002, Report: 35.0, DFS: 35.00

Job Type: Drilling - original

CONFIDENTIAL

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Good
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Operations at Report Time

06:00 hrs Dec 02, drill ahead @ 5425

Operations This Report Period

Drill ahead with aerated water.

Operations Next Report Period

Drill ahead with aerated water.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	04:45	4.75	02	Drilling	Drill ahead. Pit slowly filling up.
04:45	05:15	0.50	10	Rig Survey	Survey
05:15	16:15	11.00	02	Drilling	Drill ahead. Drop to 2 compressors for a while to pump water away.
16:15	16:45	0.50	10	Rig Survey	Survey at 5077
16:45	17:15	0.50	07	Rig Service	Rig service. Function annular.
17:15	00:00	6.75	02	Drilling	Drill ahead.

**Mud Checks: 5,023.0ftKB, 12/1/2002 00:00**

Type	Date	Depth (ftKB)	T (ft) (*F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Aerated floc water	12/1/2002 00:00	5,023.0		8.4		
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	7.8					
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)

**Drill Strings: BHA #10, Packed Hole**

Bit Rul/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> /ROP (ft/hr)/Nozzles (/32"))
8 8 3/4in, F35, MJ3100	5-6-FC-A-2-0-NO-PR	0.59 18.7 16/16/16
Len (ft)	Max OD (in)	String Components
5324.80	6.750	Smith F35, Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe

**Drilling Parameters: 650.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
10	4,675.0	5,325.0	694.0	22.00	30.50	29.5	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
35	60	240.0					

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

**Survey Data**

MD (ftKB)	Incl (*)	Azm (*)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (*/100ft)
4,795.00	2.75	336.00	4,793.06	111.22	-20.93	-20.93	0.21
5,077.00	2.50	333.00	5,074.76	122.88	-26.48	-26.48	0.10

AFE No.	Total AFE Amt (\$)
37511	
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB)	Depth End (ftKB)
4,675.0	5,325.0
Depth Progress (ftKB)	Drilling Time (hrs)
650.0	22.00

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Sup't
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BAROID USA MUD CHECK	1.0	200
BAROID USA EZ-MUD	3.0	139
BAROID USA BARACAT	19.0	1,520
BAROID USA DIAMONIAM PHOSPHATE	138.0	1,987

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	Drilling Sample
Name	Top (ftKB)
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0
Castlegate	1,467.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/2/2002, Report: 36.0, DFS: 36.00

Job Type: Drilling - original

CONFIDENTIAL

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

**Daily Summary**

Weather	Road Condition	Hole Condition
Clear	Dry	Good

Operations at Report Time

06:00 hrs Dec 03, Drill ahead @ 5765

Operations This Report Period

Drill ahead in the Emery formation.

Operations Next Report Period

Drill ahead to 2nd intermeadiate.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	15:30	15.50	02	Drilling	Drill ahead. Pit making water. Stop compressors to pump fluid away. Put both pumps on the hole. Circulation was attained at about half returns for 30 minutes then disapeared again.
15:30	16:00	0.50	07	Rig Service	Service rig and function annular.
16:00	16:30	0.50	10	Rig Survey	Survey at 5546.
16:30	00:00	7.50	02	Drilling	Drilling ahead.

**Drill Strings: BHA #10, Packed Hole**

Bit Ru/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32")
8 8 3/4in, F35, MJ3100	5-6-FC-A-2-0-NO-PR	0.59	18.7	16/16/16
Len (ft)	Max OD (in)	String Components		
5324.80	6.750	Smith F35, Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe		

**Drilling Parameters: 375.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	ROP (ft/hr)	Flow Rate (gpm)
10	5,325.0	5,700.0	1,069.0	23.00	53.50	16.3	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
35	60	240.0	144	148	144		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

**Survey Data**

MD (ftKB)	Incl (*)	Azm (*)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (*/100ft)
5,546.00	2.75	331.00	5,543.27	141.83	-36.57	-36.57	0.06

AFE No.	Total AFE Amt (\$)
37511	
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB)	Depth End (ftKB)
	5,700.0
Depth Progress (ftKB)	Drilling Time (hrs)
375.0	23.00

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Rod Cuthill, Drilling Foreman
Mel Knezevich, Drilling Foreman
Mark Moennich, Drilling Sup't
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BAROID USA PAC-R	1.0	109
BAROID USA MUD CHECK	1.0	200
BAROID USA DESCO CHROME FREE	2.0	87
BAROID USA EZ-MUD	3.0	139
BAROID USA DIAMONIAM PHOSPHATE	42.0	605
BAROID USA BARACAT	3.0	240

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0

Fairman Energy Canada - Daily Drillir Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/2/2002; Report: 36.0; DFS: 36.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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Daily Summary

Name	Top (RKB)
Blackhawk	1,700.0

Intermediate Casing, 4,413.0ftKB

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16**

**Date: 12/3/2002, Report: 37.0, DFS: 37.00**

**Job Type: Drilling - original**

**CONFIDENTIAL**

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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<b>Daily Summary</b>		
Weather Clear	Road Condition Dry	Hole Condition Good

Operations at Report Time  
06:00 hrs Dec 04, drill ahead @ 6300 ft.

Operations This Report Period  
Drill ahead. Trip bit. Drill ahead.

Operations Next Report Period  
Drill ahead.

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:30	7.50	02	Drilling	Drill ahead. Formation change to Bluegate. Shale is too soft for F35.
07:30	12:45	5.25	06	Tripping	Trip bit. Function blind rams. Trip in.
12:45	20:00	7.25	02	Drilling	Drill ahead with GT-S20
20:00	21:45	1.75	05	Condition and/or Circulate mud	Pit was full. Pump down pit starting at 16:15 hrs. No returns to 20:00 hrs. Hole became tight. Work hole, increase air, and add soap to unload hole. Hole unloaded and was no longer tight. Install 24 mesh screens and we are getting some fair samples.
21:45	00:00	2.25	02	Drilling	Drill ahead. Small drilling rate increase at 5996 ft. Coal until 6016 ft. Possibly faulted into the Ferron.

<b>Drill Strings: BHA #10, Packed Hole</b>					
Bit Ru/Bit 8 8 3/4in, F35, MJ3100	IADC Bit Dull 5-6-FC-A-2-0-NO-PR	TFA (incl Noz) (in) <sup>2</sup>	ROP (ft/hr)	Nozzles (/32") 16/16/16	
Len (ft) 5324.80	Max OD (in) 6.750	String Components Smith F35, Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe			

<b>Drilling Parameters: 65.0ftKB</b>							
BHA No. 10	Depth Start (ftKB) 5,700.0	Depth End (ftKB) 5,765.0	Cum Depth (ftKB) 1,134.0	Drill Time (hrs) 7.25	Cum Drill Time (hr) 60.75	Int ROP (ft/hr) 9.0	Flow Rate (gpm)
WOB (1000lbf) 35	RPM (rpm) 60	SPP (psi) 240.0	Rot HL (1000lbf) 145	PU HL (1000lbf) 150	SO HL (1000lbf) 145	Drilling Torque	Off Btm Tq

<b>Drill Strings: BHA #11, Packed Hole</b>					
Bit Ru/Bit 9 8 3/4in, GT-20S, 5021367	IADC Bit Dull -----	TFA (incl Noz) (in) <sup>2</sup>	ROP (ft/hr)	Nozzles (/32") 16/16/16	
Len (ft) 5324.80	Max OD (in) 6.750	String Components Hughes GT-20S, Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe			

<b>Drilling Parameters: 320.0ftKB</b>							
BHA No. 11	Depth Start (ftKB) 5,765.0	Depth End (ftKB) 6,085.0	Cum Depth (ftKB) 320.0	Drill Time (hrs) 17.00	Cum Drill Time (hr) 17.00	Int ROP (ft/hr) 18.8	Flow Rate (gpm)
WOB (1000lbf) 40	RPM (rpm) 80	SPP (psi)	Rot HL (1000lbf) 147	PU HL (1000lbf) 152	SO HL (1000lbf) 145	Drilling Torque	Off Btm Tq

<b>Wellbores</b>		
Wellbore Name Main Hole	VS Dir (°) 90.00	KO MD (ftKB) 300.0

<b>Directional Surveys: SINGLE SHOT</b>	
Description SINGLE SHOT	Survey Company Patterson Crew

<b>Survey Data</b>							
MD (ftKB) 6,030.00	Incl (°) 2.50	Azm (°) 343.00	TVD (ftKB) 6,026.77	NS (ft) 162.08	EW (ft) -45.29	VS (ft) -45.29	DLS (°/100ft) 0.12

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 5,700.0	Depth End (ftKB) 6,085.0
Depth Progress (ftKB) 385.0	Drilling Time (hrs) 24.25

<b>Ops Supervisors</b>	
Contact	
Arnie Hamarsnes, Drilling Engineer	
Mel Knezevich, Drilling Foreman	
Rod Cuthill, Drilling Foreman	
Mark Moennich, Drilling Sup't	
Randy Hackford, Tool Pusher	
Bill Hedglin, Geologist	

<b>Rigs: Bill Martin Jr., 3</b>
Rig Supervisor John Day, Tool Pusher

<b>Rigs: Patterson U.T.I, 104</b>
Rig Supervisor Jesse Blanchard, Drilling Manager

<b>1, IDECO, MM-550</b>		
Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105

<b>2, IDECO, MM-550</b>		
Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105

<b>BOPs</b>		
Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

<b>Mud Additive Amounts</b>		
Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BARIOD USA MUD CHECK	1.0	200
BAROID USA BARA DEFOAM	1.0	115
BAROID USA EZ-MUD	4.0	186
BAROID USA BARACAT	4.0	320
BAROID USA DIAMONIAM PHOSPHATE	150.0	2,160

<b>Formation Pick Groups: Drilling Sam...</b>	
Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 11/30/2002, Report: 34.0, DFS: 34.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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<b>Intermediate Casing, 4,413.0ftKB</b>			
Casing Run Date 11/26/2002	Max OD (in) 9 5/8	Grade J-55	WT (lbs/ft) 36.00

Daily Summary

Empty area for casing data			
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P.O. Box 1230  
 195 North 100 West  
 Huntington, Utah 84528  
 Phone: 435-687-5310

Cell: 435-650-1886  
 Fax: 435-687-5311  
 Email: talon@etv.net

December 13, 2002

RECEIVED

Mr. Eric Jones  
 Petroleum Engineer  
 Bureau of Land Management  
 82 East Dogwood  
 Moab, Utah 84532

DIV. OF OIL, GAS & MINING

RE: Sundry Notice (Weekly Drilling Reports)—Fortuna (US), Inc.  
**Middle Mountain #21-16**— 1,309' FSL, 834' FEL  
 Section 21, T16S, R6E, SLB&M, Emery County, Utah 43-015-30426

Dear Mr. Jones:

On behalf of Fortuna (US), Inc. Talon Resources, Inc. respectfully submits the enclosed original and two copies of the *Sundry Notices* for the Middle Mountain #21-16 well on lands managed by the Manti La-Sal Forest Service.

Thank you for your timely consideration of the enclosed application. Please feel free to contact myself or Mr. Mel Knezevich of Fortuna (US), Inc. at 1-780-402-1296 if you have any questions or need additional information.

Sincerely,

*Don Hamilton*  
 Don Hamilton  
 Agent for Fortuna (US), Inc.

Enclosures

cc: Mr. Mike Kaminski, BLM—Price Field Office  
 Mr. Carter Reed, USDA Forest Service—Price SO  
 Mr. Tom Lloyd, USDA Forest Service—Ferron DO  
 Mrs. Diana Mason, Division of Oil, Gas and Mining  
 Mr. Arne Hamarsnes, Fortuna (US), Inc.  
 Mr. Mark Moenich, Fortuna (US), Inc.

FILE COPY



UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

*SUBMIT IN TRIPLICATE*

**CONFIDENTIAL**

1. Type of Well  
 Oil  Gas

2. Name of Operator  
Fortuna (US), Inc.

3. Address and Telephone No.  
Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

5. Lease Designation and Serial No.  
UTU-77263

6. If Indian, Allottee or Tribe Name  
N/A

7. If Unit or CA, Agreement Designation  
N/A

8. Well Name and No.  
Middle Mountain #21-16

9. API Well No.  
43-015-30426

10. Field and Pool, or Exploratory Area  
Wildcat

11. County or Parish, State  
Emery County, Utah

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

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

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

**Attached are the weekly drilling reports for the Middle Mountain #21-16 well**

**RECEIVED**

DEC 16 2002

DIV. OF OIL, GAS & MINING

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

Signed Don Hamilton *Don Hamilton* Title Agent for Fortuna US Date December 13, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_  
Conditions of approval, if any:

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

12/4/2002, Report: 38.0, DFS: 38.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Water floods/loss circ
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Operations at Report Time

06:00 hrs Dec 05, drill ahead at 6950

Operations This Report Period

Drill ahead. Pump water away. Drill ahead.

Operations Next Report Period

Drill ahead. Fight water.

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**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	01:00	1.00	10	Rig Survey	Survey. Start with this report to Don Hamilton for week of Dec 09, 2002.
01:00	12:00	11.00	02	Drilling	Drill ahead.
12:00	13:00	1.00	05	Condition and/or Circulate mud	No returns, hole tight, stop drilling and unload hole. Lots of coal. Water everywhere.
13:00	14:45	1.75	02	Drilling	Drilling ahead. hole unloading. Hole is not tight.
14:45	15:15	0.50	10	Rig Survey	Survey at 6545
15:15	15:45	0.50	07	Rig Service	Rig service, set brakes.
15:45	20:00	4.25	02	Drilling	Drill ahead. Circulate 5 minutes prior to making connections. work pipe to check tight hole on each connection.
20:00	23:30	3.50	05	Condition and/or Circulate mud	Pit is full stop drilling, flood the hole and pump water away.
23:30	00:00	0.50	02	Drilling	Drill ahead and unload the hole. Water everywhere.

**Drill Strings: BHA #11, Packed Hole**

Bit Rul/Bit 9 8 3/4in, GT-20S, 5021367	IADC Bit Dull 1-1-NO-A-1-0-NO-HP	TFA (incl Noz) (in <sup>2</sup> ) 0.59	ROP (ft/hr) 31.7	Nozzles (/32") 16/16/16
Len (ft) 7082.85	Max OD (in) 6.750	String Components Hughes GT-20S, Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly		

**Drilling Parameters: 705.0ftKB**

BHA No	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
11	6,085.0	6,790.0	1,025.0	17.50	34.50	40.3	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
40	80	350.0	147	152	145		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

**Survey Data**

MD (ftKB)	Incl (*)	Azm (*)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (*/100ft)
6,545.00	1.75	328.00	6,541.41	179.49	-52.74	-52.74	0.18

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 6,085.0	Depth End (ftKB) 6,790.0
Depth Progress (ftKB) 705.0	Drilling Time (hrs) 17.50

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Rod Cuthill, Drilling Foreman
Mel Knezevich, Drilling Foreman
Mark Moennich, Drilling Sup't
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
---

**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
---

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA ALUMINIUM STEARATE	1.0	51
BAROID USA MUD ENG LIVING ALLOWANCE	1.0	35
BAROID USA MUD CHECK	1.0	200
BAROID USA BARA DEFOAM	3.0	345
BAROID USA SODA ASH	4.0	30
BAROID USA EZ-MUD	4.0	186
BAROID USA BARACAT	7.0	560
BAROID USA DIAMONIAM PHOSPHATE	236.0	3,398

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	Drilling Sample	Name	Top (ftKB)
		Bluegate	5,672.0
		Emery	4,280.0

Well Name: FORTUNA MIDDLE 1 INTAIN #21-16 : 12/4/2002, Report: 38.0, DFS: 38.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Name	Top (ftKB)
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0

Intermediate Casing, 4,413.0ftKB

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16**

**D 12/5/2002, Report: 39.0, DFS: 39.00**

**Job Type: Drilling - original**

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Water floods/loss circ/tight
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**Operations at Report Time**

06:00 hrs Dec 06, ream to bottom @ 6800 ft.

**Operations This Report Period**

Pump pit down. Regain circ. Drill ahead. Back ream 300 ft. Trip out and lay down packed assembly. Run in to the shoe open ended. Mix and pump LCM slugs.

**Operations Next Report Period**

Heal losses. Tip for assembly and drill ahead.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:45	2.75	05	Condition and/or Circulate mud	Pump reserve pit down. work pipe. Drilling blind causes tight hole. Unload hole to start drilling.
02:45	09:30	6.75	02	Drilling	Drill ahead. Pit is full. Information is poor due to aerated water circulating. Hole condition is not very good either. Mud up decision made.
09:30	11:30	2.00	03	Reaming	Back ream 300 ft of tight hole.
11:30	15:30	4.00	06	Tripping	Trip out and lay down packed assembly.
15:30	16:30	1.00	06	Tripping	Trip in open ended to the shoe.
16:30	00:00	7.50	05	Condition and/or Circulate mud	Mix and pump LCM slugs to fill the hole. Hole filled up with 500 bbls of fluid. It should take 540 bbls if it were empty. Pressured up to 200 psi on the annulus. It bled off slowly. LCM content 25%.

**Drill Strings: BHA #11, Packed Hole**

Bit Rul/Bit 9 8 3/4in, GT-20S , 5021367	IADC Bit Dull 1-1-NO-A-1-0-NO-HP	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (3/2") 16/16/16
Len (ft) 7082.85	Max OD (in) 6.750	String Components Hughes GT-20S , Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly		

**Drilling Parameters: 283.0ftKB**

BHA No. 11	Depth Start (ftKB) 6,790.0	Depth End (ftKB) 7,073.0	Cum Depth (ftKB) 1,308.0	Drill Time (hrs) 6.75	Cum Drill Time (hr)	Int ROP (ft/hr) 41.9	Flow Rate (gpm)
WOB (1000lbf) 40	RPM (rpm) 80	SPP (psi) 350.0	Rot HL (1000lbf) 147	PU HL (1000lbf) 152	SO HL (1000lbf) 145	Drilling Torque	Off Btm Tq

**Drill Strings: BHA #12, Packed Hole**

Bit Rul/Bit 9RR : 8 3/4in, GT-20S , 5021367	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (3/2") 16/16/16
Len (ft) 7300.03	Max OD (in) 6.750	String Components Hughes GT-20S , Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly		

**Drilling Parameters: 0.0ftKB**

BHA No. 12	Depth Start (ftKB) 7,073.0	Depth End (ftKB) 7,073.0	Cum Depth (ftKB) 0.0	Drill Time (hrs) 0.00	Cum Drill Time (hr)	Int ROP (ft/hr) 0.00	Flow Rate (gpm)
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq

**Wellbores**

Wellbore Name Main Hole	VS Dir (°) 90.00	KO MD (ftKB) 300.0
----------------------------	---------------------	-----------------------

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 6,790.0	Depth End (ftKB) 7,073.0
Depth Progress (ftKB) 283.0	Drilling Time (hrs) 6.75

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Rod Cuthill, Drilling Foreman
Mel Knezevich, Drilling Foreman
Mark Moennich, Drilling Supt
Don Helms, Mud Engineer
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105
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**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,200.0	No	50	90
290.0	No	26	90

**2, IDECO, MM-550**

Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105
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**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,200.0	No	50	90
260.0	Yes	50	31

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA QUICK GEL	-8.0	-23
BAROID USA FUMARIC ACID	-7.0	-448
BAROID USA SODA ASH	-1.0	-7
BAROID USA BARACOR 700	-1.0	-883
BAROID USA MUD ENG LIVING ALLOWANCE	1.0	35
BAROID USA MUD CHECK	1.0	200

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/5/2002, Report: 39.0, DFS: 39.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Mud Additive Amounts		
Description	Consumed	Daily Cost (\$)
BAROID USA MUD TRANSPORT	24.0	1,800
BAROID USA MICA FINE	48.0	528
BAROID USA MICA COURSE	48.0	528
BAROID USA WALNUT MEDIUM	48.0	487
BAROID USA WALNUT COURSE	48.0	487
BAROID USA JELFLAKE	50.0	1,640
BAROID USA BARO SEAL COURSE	50.0	700
BAROID USA BARO SEAL MEDIUM	50.0	700
BAROID USA COTTONSEED HULLS	80.0	1,276
BAROID USA SAWDUST	100.0	475
BAROID USA QUICK FOAM	150.0	16,955
BAROID USA QUICK GEL	429.0	1,223
BAROID USA DIAMONIAM PHOSPHATE	597.0	8,597

Formation Pick Groups: Drilling Sam...

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0

Intermediate Casing, 4,413.0ftKB

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

D 12/6/2002, Report: 40.0, DFS: 40.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Good
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Operations at Report Time  
06:00 hrs Dec 07, Drill ahead @ 7310 ft

Operations This Report Period  
6750. Ream to bottom. Drill ahead screening out LCM.

Operations Next Report Period  
Drill ahead.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:15	2.25	05	Condition and/or Circulate mud	Mix and pump LCM @ the shoe 4413 ft. Bottom hole @ 7073 ft. Acquire circulation.
02:15	05:30	3.25	06	Tripping	Trip out. Make up BHA and trip in to 6750 ft.
05:30	06:45	1.25	03	Reaming	Ream to bottom. No tight hole.
06:45	12:30	5.75	02	Drilling	Drill ahead. 7073 ft to 7145 ft.
12:30	13:00	0.50	10	Rig Survey	Survey
13:00	00:00	11.00	02	Drilling	Drill ahead. 7145 ft to 7288 ft.

**Mud Checks: 7,112.0ftKB, 12/5/2002 10:15**

Type	Date	Depth (ftKB)	T (ft) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/5/2002 10:15	7,112.0	66.0	8.5	42	11.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Fill (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
11.0	6.0	11.0	16.2		2.000	18.5
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	8.5			20.000		
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
400.000					1.2	

**Drill Strings: BHA #12, Packed Hole**

Bit Rul/Bit 9RR 8 3/4in, GT-20S, 5021367	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (3/2") 16/16/16
Len (ft) 7300.03	Max OD (in) 6.750	String Components Hughes GT-20S, Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly		

**Drilling Parameters: 215.0ftKB**

BHA No	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	ROP (ft/hr)	Flow Rate (gpm)
12	7,073.0	7,288.0	215.0	16.75	16.75	12.8	440
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
40	80	1,500.0	165	180	162		

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

**Survey Data**

MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (°/100ft)
7,105.00	0.75	13.00	7,101.28	190.32	-56.45	-56.45	0.24

AFE No. 37511	Total AFE Amt (\$)
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Daily Cost Total	Cum. Cost To Date
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Daily Mud Cost	Mud Additive Cost To Date
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Depth Start (ftKB) 7,073.0	Depth End (ftKB) 7,288.0
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Depth Progress (ftKB) 215.0	Drilling Time (hrs) 16.75
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**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Supt
Don Helms, Mud Engineer
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BARIOD USA MUD	1.0	200
CHECK		

**Formation Pick Groups: Drilling Sam...**

Name	Top (ftKB)
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

D. 12/7/2002, Report: 41.0, DFS: 41.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Good
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Operations at Report Time  
06:00 hrs Dec 08, drill ahead @ 7550 ft  
Operations This Report Period  
Drill ahead. Cure lost circulation. Drill ahead. Cure lost circulation.  
Operations Next Report Period  
Cure lost circulation and drill ahead.

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**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	01:00	1.00	02	Drilling	Drill ahead 7288 ft to 7303 ft..
01:00	05:00	4.00	05	Condition and/or Circulate mud	Lost circulation @ 7303 ft. Mix and pump lcm pills to regain circulation.
05:00	14:30	9.50	02	Drilling	Regained circulation with 800 bbls @ 25% plus LCM. Drill ahead 7303 ft to 7455 ft. screening out excess LCM. Hole became tight.
14:30	17:45	3.25	06	Tripping	Wiper trip due to tight hole. Trip up to the top of the Bluegate at 5672 ft.
17:45	18:45	1.00	02	Drilling	Drill ahead 7455 ft to 7473 ft.
18:45	00:00	5.25	05	Condition and/or Circulate mud	Complete losses @ 7473 ft. Build volume and slug with 800 bbls @ 25% LCM. We were healing the losses with pills and screening out the lcm to catch good samples. We will now drill ahead with LCM present and try to get enough sample for the Geologist. <i>Pill 2ft last air</i>

**Mud Checks: 7,400.0ftKB, 12/7/2002 00:00**

Type Gel-Chem	Date 12/7/2002 00:00	Depth (ftKB) 7,400.0	T (ft) (°F) 80.0	Density (lb/gal) 8.8	Vis (s/qt)	Plas Vis (cp)
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
Lime (lb/bbl)	pH 8.0	Pm (mL/mL) 0.000	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)

**Drill Strings: BHA #12, Packed Hole**

Bit Ru/Bit 9RR 8 3/4in, GT-20S, 5021367	IADC Bit Dull -----	TFA (incl Noz) (in) <sup>3</sup> ROP (ft/hr) Nozzles (32") 0.59 14.5 16/16/16
Len (ft) 7300.03	Max OD (in) 6.750	String Components Hughes GT-20S, Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly

**Drilling Parameters: 185.0ftKB**

BHA No. 12	Depth Start (ftKB) 7,288.0	Depth End (ftKB) 7,473.0	Cum Depth (ftKB) 400.0	Drill Time (hrs) 11.50	Cum Drill Time (hr) 28.25	Int ROP (ft/hr) 16.1	Flow Rate (gpm) 440
WOB (1000lbf) 40	RPM (rpm) 80	SPP (psi) 1,500.0	Rot HL (1000lbf) 165	PU HL (1000lbf) 180	SO HL (1000lbf) 162	Drilling Torque	Off Btm Tq

**Wellbores**

Wellbore Name Main Hole	VS Dir (°) 90.00	KO MD (ftKB) 300.0
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**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 7,288.0	Depth End (ftKB) 7,473.0
Depth Progress (ftKB) 185.0	Drilling Time (hrs) 11.50

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Sup't
Don Helms, Mud Engineer
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105
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**2, IDECO, MM-550**

Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105
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**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA	8.0	349
DESCO CHROME FREE		
BAROID USA SODA ASH	9.0	67
BAROID USA MUD TRANSPORT	10.0	750
BAROID USA CAUSTIC SODA	13.0	500
BAROID USA BARO SEAL COURSE	40.0	560
BAROID USA PLUG-GIT	48.0	901
BAROID USA JELFLAKE	150.0	4,920
BAROID USA COTTONSEED HULLS	153.0	2,440
BAROID USA QUICK GEL	203.0	579

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group Drilling Sample
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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/7/2002, Report: 41.0, DFS: 41.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)	Name	Top (ftKB)		
10/28/2002		8672.00	8655.00	17.00	Bluegate	5,672.0		
Daily Summary					Emery	4,280.0		
					Mancos	3,073.0		
					Star Point	2,700.0		
					Blackhawk	1,700.0		
					<b>Intermediate Casing, 4,413.0ftKB</b>			
					Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
					11/26/2002	9 5/8	J-55	36.00



Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

12/8/2002, Report: 42.0, DFS: 42.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

**Daily Summary**

Weather	Road Condition	Hole Condition
Clear	Dry	Good

Operations at Report Time  
 06:00 hrs Dec 09, loss circ @ 7709 ft.  
 Operations This Report Period  
 Drill ahead. Circulate sample. Drill ahead. Mix and pump LCM.  
 Operations Next Report Period  
 Cure losses and drill ahead.

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**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	01:30	1.50	05	Condition and/or Circulate mud	Mix mud and LCM. Pump and regain circulation @ 7473 ft. 800 bbls @ 25% LCM.
01:30	14:00	12.50	02	Drilling	Drill ahead with LCM in the system. Bypass shakers and set up a sample recovery barrel water flood system to get samples. Flood shaker box with only a small amount going over the shaker to allow for some gas readings.
14:00	16:00	2.00	05	Condition and/or Circulate mud	Circulate sample @ 7660 ft.
16:00	19:00	3.00	02	Drilling	False alarm, drill ahead from 7660 to 7709 ft.
19:00	00:00	5.00	05	Condition and/or Circulate mud	Lost circulation @ 7709 ft. Mix and pump LCM to heal losses, 750 bbls to midnight.

**Drill Strings: BHA #12, Packed Hole**

Bit Ru/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32")
9RR 8 3/4in, GT-20S, 5021367	-----	0.59	14.5	16/16/16
Len (ft)	Max OD (in)	String Components		
7300.03	6.750	Hughes GT-20S, Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly		

**Drilling Parameters: 236.0ftKB**

BHA No	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
12	7,473.0	7,709.0	636.0	15.50	43.75	15.2	440
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
40	80	1,600.0	170	185	168		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No.	Total AFE Amt (\$)
37511	
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB)	Depth End (ftKB)
7,473.0	7,709.0
Depth Progress (ftKB)	Drilling Time (hrs)
236.0	15.50

**Ops Supervisors**

Contact  
 Arnie Hamarsnes, Drilling Engineer  
 Rod Cuthill, Drilling Foreman  
 Mel Knezevich, Drilling Foreman  
 Mark Moennich, Drilling Supt  
 Don Helms, Mud Engineer  
 Roger Bromley, Tool Pusher  
 Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
 John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
 Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,600.0	No	50	90

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,600.0	No	50	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA QUICK FOAM	-36.0	-4,069
BARIOD USA MUD CHECK	1.0	200
BAROID USA CAUSTIC SODA	8.0	308
BAROID USA SAPP	9.0	865
BAROID USA MUD TRANSPORT	10.0	750
BAROID USA HC2	31.0	2,311
BAROID USA MICA COURSE	48.0	528
BAROID USA PLUG-GIT	48.0	901

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/8/2002, Report: 42.0, DFS: 42.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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Daily Summary

Mud Additive Amounts		
Description	Consumed	Daily Cost (\$)
BAROID USA BARO SEAL COURSE	200.0	2,800
BAROID USA QUICK GEL	271.0	772
BAROID USA MUD ENG LIVING ALLOWANCE	2.0	70
BAROID USA SAWDUST	100.0	475

Formation Pick Groups: Drilling Sam...

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0

Intermediate Casing, 4,413.0ftKB

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

12/9/2002, Report: 43.0, DFS: 43.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Loss circ and tight.
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Operations at Report Time

06:00 hrs Dec 10, Circ and cond for logs.

Operations This Report Period

Cure losses. Work tight hole. Trip assembly. Cure losses. Trip in to drill.

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Operations Next Report Period

Clean to bottom and drill ahead.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	03:45	3.75	05	Condition and/or Circulate mud	Mix and pump 250 bbls of LCM @ 25%.
03:45	07:15	3.50	06	Tripping	Wiper trip. Hole very tight. Pull from 7709 to 7425 ft. Hole was very tight form 7425 to 7267 ft.
07:15	12:00	4.75	06	Tripping	Trip out to lay down packed assembly. Run to the shoe with open nozzle bit. Mix and pump LCM to cure losses.
12:00	14:30	2.50	06	Tripping	Trip in to the shoe to regain circulation.
14:30	19:30	5.00	05	Condition and/or Circulate mud	Mix and pump LCM. Mud is 45% LCM by volume and circulation has been regained.
19:30	21:00	1.50	09	Cut/Slip Drilling Line	Slip and cut line.
21:00	23:00	2.00	06	Tripping	Trip in to drill ahead.
23:00	00:00	1.00	03	Reaming	Bridge at 7480 ft. Not a serious bridge, it remed easily. Wash to bottom.

**Mud Checks: 7,709.0ftKB, 12/9/2002 00:00**

Type	Date	Depth (ftKB)	T (ft) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/9/2002 00:00	7,709.0		8.5	43	10.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
10.0	4.0	9.0				
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	8.2					
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)

**Drill Strings: BHA #12, Packed Hole**

Bit Rul/Bit 9RR 8 3/4in, GT-20S, 5021367	IADC Bit Dull 2-2-NO-A-1-0-NO-HP	TFA (incl Noz) (in) <sup>2</sup>	ROP (ft/hr)	Nozzles (f32") 16/16/16
Len (ft) 7300.03	Max OD (in) 6.750	String Components Hughes GT-20S, Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly		

**Drilling Parameters: 0.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
12	7,709.0	7,709.0	636.0	0.00	43.75		440
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
40	80	1,600.0	170	185	168		

**Drill Strings: BHA #13, Slick**

Bit Rul/Bit 9RR 8 3/4in, GT-20S, 5021367	IADC Bit Dull 2-2-NO-A-1-0-NO-TD	TFA (incl Noz) (in) <sup>2</sup>	ROP (ft/hr)	Nozzles (f32") 32/32/32
Len (ft) 7719.15	Max OD (in) 6.750	String Components Hughes GT-20S, Bit Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly		

**Drilling Parameters: 0.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
13	7,709.0	7,709.0	0.0	0.00	0.00		252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
40	60	200.0	172	176	168		

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
----------------------------	----------------------------------

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 7,709.0	Depth End (ftKB) 7,709.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Sup't
Don Helms, Mud Engineer
Roger Bromley, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
---

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA PAC-R	1.0	109
BAROID USA SODA ASH	3.0	22
BAROID USA CAUSTIC SODA	3.0	115
BAROID USA MUD TRANSPORT	20.0	1,500
BAROID USA QUICK GEL	72.0	205
BAROID USA PLUG-GIT	110.0	2,066
BAROID USA COTTONSEED HULLS	145.0	2,313
BAROID USA BARO SEAL MEDIUM	175.0	2,450

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Ferron	7,667.0
Bluegate	5,672.0

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

D : 12/9/2002, Report: 43.0, DFS: 43.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Name	Top (ftKB)
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0

Intermediate Casing, 4,413.0ftKB

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/10/2002, Report: 44.0, DFS: 44.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Loss circ and tight.
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Operations at Report Time  
06:00 hrs Dec 11, log bridge at 7256 ft.

Operations This Report Period  
Wash to bottom . Drill ahead. Circ sample. Condition hole trip out and log.

Operations Next Report Period  
Log hole, strap in, condition and trip to VSP.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:45	2.75	03	Reaming	Wash to bottom.
02:45	03:45	1.00	02	Drilling	Drill to 7719
03:45	13:00	9.25	05	Condition and/or Circulate mud	Circulate and condition hole.
13:00	20:00	7.00	06	Tripping	Trip out to log.
20:00	00:00	4.00	11	Wireline Logs	Rig in loggers and log.

**Drill Strings: BHA #13, Slick**

Bit Ref/Bit 9RR 8 3/4in, GT-20S , 5021367	IADC Bit Dull 2-2-NO-A-1-0-NO-TD	TFA (incl Noz) (in <sup>2</sup> /ROP (ft/hr/Nozzles (/32") 2.36 10.0 32/32/32
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Len (ft) 7719.15	Max OD (in) 6.750	String Components Hughes GT-20S , Bit Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly
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**Drilling Parameters: 10.0ftKB**

BHA No	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
13	7,709.0	7,719.0	10.0	1.00	1.00	10.0	252

WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
40	60	280.0	172	176	168		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

**Survey Data**

MD (ftKB)	Incl (*)	Azm (*)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (*/100ft)
7,670.00	1.00	103.00	7,666.24	192.81	-50.81	-50.81	0.22

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AFE No. 37511	Total AFE Amt (\$)
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Daily Cost Total	Cum. Cost To Date
------------------	-------------------

Daily Mud Cost	Mud Additive Cost To Date
----------------	---------------------------

Depth Start (ftKB)	Depth End (ftKB)
--------------------	------------------

7,709.0	7,719.0
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Depth Progress (ftKB)	Drilling Time (hrs)
-----------------------	---------------------

10.0	1.00
------	------

**Ops Supervisors**

Contact  
 Arnie Hamarsnes, Drilling Engineer  
 Mel Knezevich, Drilling Foreman  
 Rod Cuthill, Drilling Foreman  
 Mark Moennich, Drilling Supt  
 Don Helms, Mud Engineer  
 Roger Bromley, Tool Pusher  
 Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
 John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
 Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
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1	550.0	2.5197
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Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
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5	15.00	0.105
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**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
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0.0	No	0	90
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**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
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2	550.0	2.5197
---	-------	--------

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
-----------------	-------------	-----------------

5	15.00	0.105
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**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
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280.0	No	60	90
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**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
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Annular Preventers	13 5/8	1,500.0
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Annular Preventers	11	1,500.0
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**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
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BAROID USA	2.0	218.
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PAC-R		
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BAROID USA	30.0	563.
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PLUG-GIT		
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BAROID USA	50.0	182.
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REGULAR BARITE		
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BAROID USA	80.0	1,120.
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BARO SEAL		
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COURSE		
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**Formation Pick Groups: Drilling Sam...**

Formation Picks Group

Drilling Sample

Name	Top (ftKB)
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Ferron	7,667.0
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Bluegate	5,672.0
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Emery	4,280.0
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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/10/2002, Report: 44.0, DFS: 44.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Name	Top (ftKB)
Mancos	3,073.0
Star Point	2,700.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/11/2002, Report: 45.0, DFS: 45.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Cloudy	Road Condition Dry	Hole Condition Good
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Operations at Report Time  
06:00 hrs Dec 12, Circ and cond hole to log.

Operations This Report Period  
Log from Bridge at 7256 ft to 4413 ft. Trip in to clean out. Plugged bit with LCM. Trip and unplug jets. Trip in and clean out. Ream and wash from 7256 ft to 7500ft.

Operations Next Report Period  
Ream wash to bottom from 7500 ft. Circ, wiper trip, circ, trip to log, log.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:00	7.00	11	Wireline Logs	Run FMI to bridge at 7256 ft and log out. Lay down tools for clean out.
07:00	21:00	14.00	06	Tripping	Trip in to 4500 ft. Bit plugged with LCM. Trip out wet. Clean out BHA. Trip in to 7256 ft and tag bridge.
21:00	00:00	3.00	03	Reaming	Ream and wash to bottom. Pushing something ahead of the bit. Reaming at 7500 ft at 24:00 hrs.

**Drill Strings: BHA #14, Slick**

Bit Run Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> /ROP (ft/hr)/Nozzles (/32")
9RR 8 3/4in, GT-20S , 5021367	-----	2.36 32/32/32
Len (ft)	Max OD (in)	String Components
7689.57	6.750	Hughes GT-20S , Bit Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly

**Drilling Parameters: 0.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr Int ROP (ft/hr)	Flow Rate (gpm)	
14	7,690.0	7,690.0	0.0	0.00	0.00	252	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
0	50	500.0	168	172	164		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
------------------	--------------------

Daily Cost Total	Cum. Cost To Date
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Daily Mud Cost	Mud Additive Cost To Date
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Depth Start (ftKB) 7,719.0	Depth End (ftKB) 7,690.0
-------------------------------	-----------------------------

Depth Progress (ftKB) 29.0	Drilling Time (hrs) 0.00
-------------------------------	-----------------------------

**Ops Supervisors**

Contact  
Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Rod Cuthill, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Don Helms, Mud Engineer  
Randy Hackford, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	13 5/8	1,500.0
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA PAC-R	1.0	109
BAROID USA EZ-MUD	2.0	93
BAROID USA MUD ENG LIVING ALLOWANCE	3.0	105
BAROID USA ALDACIDE G	3.0	927
BAROID USA MUD CHECK	3.0	600
BAROID USA CAUSTIC SODA	4.0	154
BAROID USA COTTONSEED HULLS	14.0	223
BAROID USA BARO SEAL COURSE	20.0	280
BAROID USA REGULAR BARITE	30.0	109
BAROID USA PLUG-GIT	75.0	1,409

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/11/2002, Report: 45.0, DFS: 45.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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Daily Summary

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA	115.0	1,610
BARO SEAL MEDIUM		
BAROID USA	122.0	348
QUICK GEL		

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Ferron	7,667.0
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00



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03  Talon Resources, Inc.

Service, Quality and Accuracy

P.O. Box 1230  
195 North 100 West  
Huntington, Utah 84528  
Phone: 435-687-5310

Cell: 435-650-1886  
Fax: 435-687-5311  
Email: talon@etv.net

December 27, 2002

Mr. Eric Jones  
Petroleum Engineer  
Bureau of Land Management  
82 East Dogwood  
Moab, Utah 84532

RE: Sundry Notice (Weekly Drilling Reports)—Fortuna (US), Inc.  
Middle Mountain #21-16—1,309' FSL, 834' FEL  
Section 21, T16S, R6E, SLB&M, Emery County, Utah

43-015-30426

Dear Mr. Jones:

On behalf of Fortuna (US), Inc. Talon Resources, Inc. respectfully submits the enclosed original and two copies of the *Sundry Notices* for the Middle Mountain #21-16 well on lands managed by the Manti La-Sal Forest Service.

Thank you for your timely consideration of the enclosed application. Please feel free to contact myself or Mr. Mel Knezevich of Fortuna (US), Inc. at 1-780-402-1296 if you have any questions or need additional information.

Sincerely,

*Don Hamilton*

Don Hamilton  
Agent for Fortuna (US), Inc.

Enclosures

cc: Mr. Mike Kaminski, BLM—Price Field Office  
Mr. Carter Reed, USDA Forest Service—Price SO  
Mr. Tom Lloyd, USDA Forest Service—Ferron DO  
Mrs. Carol Daniels, Division of Oil, Gas and Mining  
Mr. Arne Hamarsnes, Fortuna (US), Inc.  
Mr. Mark Moenich, Fortuna (US), Inc.

RECEIVED

JAN 02 2003

DIV. OF OIL, GAS & MINING

FILE COPY

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

**SUBMIT IN TRIPLICATE**

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1. Type of Well  
 Oil  Gas

2. Name of Operator  
Fortuna (US), Inc.

3. Address and Telephone No.  
Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

5. Lease Designation and Serial No.

UTU-77263

6. If Indian, Allottee or Tribe Name

N/A

7. If Unit or CA, Agreement Designation

N/A

8. Well Name and No.

Middle Mountain #21-16

9. API Well No.

43-015-30426

10. Field and Pool, or Exploratory Area

Wildcat

11. County or Parish, State

Emery County, Utah

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

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

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

**Attached are the weekly drilling reports for the Middle Mountain #21-16 well**

**RECEIVED**  
**JAN 02 2003**  
DIV. OF OIL, GAS & MINING

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

Signed Don Hamilton Don Hamilton Title Agent for Fortuna US Date December 27, 2002

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:

**Talman Energy Canada - Daily Drilling Report**

**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16**

**Date: 12/9/2002, Report: 43.0, DFS: 43.00**

**Job Type: Drilling - original**

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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<b>Daily Summary</b>	
Weather Clear	Road Condition Dry
Hole Condition Loss circ and tight.	
Operations at Report Time 06:00 hrs Dec 10, Circ and cond for logs.	
Operations This Report Period Cure losses. Work tight hole. Trip assembly. Cure losses. Trip in to drill.	
Operations Next Report Period Clean to bottom and drill ahead.	

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Time Log					
Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	03:45	3.75	05	Condition and/or Circulate mud	Mix and pump 250 bbls of LCM @ 25%.
03:45	07:15	3.50	06	Tripping	Wiper trip. Hole very tight. Pull from 7709 to 7425 ft. Hole was very tight from 7425 to 7267 ft.
07:15	12:00	4.75	06	Tripping	Trip out to lay down packed assembly. Run to the shoe with open nozzle bit. Mix and pump LCM to cure losses.
12:00	14:30	2.50	06	Tripping	Trip in to the shoe to regain circulation.
14:30	19:30	5.00	05	Condition and/or Circulate mud	Mix and pump LCM. Mud is 45% LCM by volume and circulation has been regained.
19:30	21:00	1.50	09	Cut/Slip Drilling Line	Slip and cut line.
21:00	23:00	2.00	06	Tripping	Trip in to drill ahead.
23:00	00:00	1.00	03	Reaming	Bridge at 7480 ft. Not a serious bridge, it remed easily. Wash to bottom.

<b>Mud Checks: 7,709.0ftKB, 12/9/2002 00:00</b>						
Type	Date	Depth (ftKB)	T(ft) (*F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/9/2002 00:00	7,709.0		8.5	43	10.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min Filter Cake (in)	MBT (lb/bbl)	
10.0	4.0	9.0				
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	8.2					
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)

<b>Drill Strings: BHA #12, Packed Hole</b>			
Bit Run/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> /ROP (ft/hr)/Nozzles (/32")	
9RR 8 3/4in, GT-20S , 5021367	2-2-NO-A-1-0-NO-HP	0.59	14.5 16/16/16
Len (ft)	Max OD (in)	String Components	
7300.03	6.750	Hughes GT-20S , Reamer - 3 Pt, Stabilizer, Short Drill Collar, Stabilizer, NMDC, Stabilizer, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly	

<b>Drilling Parameters: 0.0ftKB</b>							
BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
12	7,709.0	7,709.0	636.0	0.00	43.75		440
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
40	80	1,600.0	170	185	168		

<b>Drill Strings: BHA #13, Slick</b>			
Bit Run/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> /ROP (ft/hr)/Nozzles (/32")	
9RR 8 3/4in, GT-20S , 5021367	2-2-NO-A-1-0-NO-TD	2.36	10.0 32/32/32
Len (ft)	Max OD (in)	String Components	
7719.15	6.750	Hughes GT-20S , Bit Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly	

<b>Drilling Parameters: 0.0ftKB</b>							
BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
13	7,709.0	7,709.0	0.0	0.00	0.00		252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
40	60	200.0	172	176	168		

<b>Wellbores</b>		
Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

<b>Directional Surveys: SINGLE SHOT</b>	
Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 7,709.0	Depth End (ftKB) 7,709.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

<b>Ops Supervisors</b>	
Contact	
Arnie Hamarsnes, Drilling Engineer	
Rod Cuthill, Drilling Foreman	
Mel Knezevich, Drilling Foreman	
Mark Moennich, Drilling Sup't	
Don Helms, Mud Engineer	
Roger Bromley, Tool Pusher	
Bill Hedglin, Geologist	

<b>Rigs: Bill Martin Jr., 3</b>	
Rig Supervisor	
John Day, Tool Pusher	

<b>Rigs: Patterson U.T.I, 104</b>	
Rig Supervisor	
Jesse Blanchard, Drilling Manager	

<b>1, IDECO, MM-550</b>		
Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

<b>2, IDECO, MM-550</b>		
Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

<b>BOPs</b>		
Type	Norm Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

<b>Mud Additive Amounts</b>		
Description	Consumed	Daily Cost (\$)
BAROID USA PAC-R	1.0	109
BAROID USA SODA ASH	3.0	22
BAROID USA CAUSTIC SODA	3.0	115
BAROID USA MUD TRANSPORT	20.0	1,500
BAROID USA QUICK GEL	72.0	205
BAROID USA PLUG-GIT	110.0	2,066
BAROID USA COTTONSEED HULLS	145.0	2,313
BAROID USA BARO SEAL MEDIUM	175.0	2,450

<b>Formation Pick Groups: Drilling Sam...</b>	
Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/9/2002, Report: 43.0, DFS: 43.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Name	Top (ftKB)
Star Point	2,700.0
Blackhawk	1,700.0

<b>Intermediate Casing, 4,413.0ftKB</b>			
Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/10/2002, Report: 44.0, DFS: 44.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Loss circ and tight.
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Operations at Report Time  
06:00 hrs Dec 11, log bridge at 7256 ft.

Operations This Report Period  
Wash to bottom . Drill ahead. Circ sample. Condition hole trip out and log.

Operations Next Report Period  
Log hole, strap in, condition and trip to VSP.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:45	2.75	03	Reaming	Wash to bottom.
02:45	03:45	1.00	02	Drilling	Drill to 7719
03:45	13:00	9.25	05	Condition and/or Circulate mud	Circulate and condition hole.
13:00	20:00	7.00	06	Tripping	Trip out to log.
20:00	00:00	4.00	11	Wireline Logs	Rig in loggers and log.

**Drill Strings: BHA #13, Slick**

Bit Rul/Bit 9RR 8 3/4in, GT-20S , 5021367	IADC Bit Dull 2-2-NO-A-1-0-NO-TD	TFA (incl Noz) (in <sup>2</sup> ROP (ft/hr) Nozzles (/32") 2.36 10.0 32/32/32
Len (ft) 7719.15	Max OD (in) 6.750	String Components Hughes GT-20S , Bit Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly

**Drilling Parameters: 10.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr Int ROP (ft/hr)	Flow Rate (gpm)	
13	7,709.0	7,719.0	10.0	1.00	1.00	252	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
40	60	280.0	172	176	168		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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**Survey Data**

MD (ftKB)	Incl (*)	Azm (*)	TVD (ftKB)	NS (ft)	EW (ft)	VS (ft)	DLS (*/100ft)
7,670.00	1.00	103.00	7,666.24	192.81	-50.81	-50.81	0.22

AFE No. 37511	Total AFE Amt (\$)
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Daily Cost Total	Cum. Cost To Date
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Daily Mud Cost	Mud Additive Cost To Date
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Depth Start (ftKB) 7,709.0	Depth End (ftKB) 7,719.0
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Depth Progress (ftKB) 10.0	Drilling Time (hrs) 1.00
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**Ops Supervisors**

Contact  
Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Rod Cuthill, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Don Helms, Mud Engineer  
Roger Bromley, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
0.0	No	0	90

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
280.0	No	60	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA PAC-R	2.0	218
BAROID USA PLUG-GIT	30.0	563
BAROID USA REGULAR BARITE	50.0	182
BAROID USA BARO SEAL COURSE	80.0	1,120

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	Top (ftKB)
Drilling Sample	
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/10/2002, Report: 44.0, DFS: 44.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)	Name	Top (ftKB)
10/28/2002		8672.00	8655.00	17.00	Blackhawk	1,700.0

Daily Summary

<b>Intermediate Casing, 4,413.0ftKB</b>			
Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Talisman Energy Canada - Daily Drilling Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/11/2002, Report: 45.0, DFS: 45.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Cloudy	Road Condition Dry	Hole Condition Good
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Operations at Report Time  
06:00 hrs Dec 12, Circ and cond hole to log.

Operations This Report Period  
Log from Bridge at 7256 ft to 4413 ft. Trip in to clean out. Plugged bit with LCM. Trip and unplug jets. Trip in and clean out. Ream and wash from 7256 ft to 7500ft.

Operations Next Report Period  
Ream wash to bottom from 7500 ft. Circ,wiper trip,circ, trip to log, log.

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**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:00	7.00	11	Wireline Logs	Run FMI to bridge at 7256 ft and log out. Lay down tools for clean out.
07:00	21:00	14.00	06	Tripping	Trip in to 4500 ft. Bit plugged with LCM. Trip out wet. Clean out BHA. Trip in to 7256 ft and tag bridge.
21:00	00:00	3.00	03	Reaming	Ream and wash to bottom. Pushing something ahead of the bit. Reaming at 7500 ft at 24:00 hrs.

**Drill Strings: BHA #14, Slick**

Bit Rur/Bit 9RR 8 3/4in, GT-20S , 5021367	IADC Bit Dull 2-2-NO-A-1-0-NO-TD	TFA (incl Noz) (in <sup>2</sup> )ROP (ft/hr)Nozzles (/32") 2.36 32/32/32
Len (ft) 7689.57	Max OD (in) 6.750	String Components Hughes GT-20S , Bit Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly

**Drilling Parameters: 0.0ftKB**

BHA No	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)Int ROP (ft/hr)	Flow Rate (gpm)	
14	7,690.0	7,690.0	0.0	0.00	0.00	252	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
0	50	500.0	168	172	164		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
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Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 7,719.0	Depth End (ftKB) 7,690.0
Depth Progress (ftKB) 29.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Rod Cuthill, Drilling Foreman
Mark Moennich, Drilling Sup't
Don Helms, Mud Engineer
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA PAC-R	1.0	109
BAROID USA EZ-MUD	2.0	93
BAROID USA MUD ENG LIVING ALLOWANCE	3.0	105
BAROID USA ALDACIDE G	3.0	927
BARIOD USA MUD CHECK	3.0	600
BAROID USA CAUSTIC SODA	4.0	154
BAROID USA COTTONSEED HULLS	14.0	223
BAROID USA BARO SEAL COURSE	20.0	280
BAROID USA REGULAR BARITE	30.0	109
BAROID USA PLUG-GIT	75.0	1,409

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/11/2002, Report: 45.0, DFS: 45.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA	115.0	1,610
BARO SEAL MEDIUM		
BAROID USA	122.0	348
QUICK GEL		

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group

Drilling Sample

Name	Top (ftKB)
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00



Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/12/2002, Report: 46.0, DFS: 46.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Good
Operations at Report Time 06:00 hrs Dec 13, VSP		
Operations This Report Period Ream/wash from 7500 to bottom. Circulate and condition hole. Wiper trip 900 ft. Circulate and condition. Pump slug, trip to log and log.		
Operations Next Report Period VSP, clean out and case.		

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**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:15	2.25	03	Reaming	Wash / ream from 7500 ft to 7690 ft.
02:15	05:15	3.00	06	Tripping	Wiper trip 900 ft to 6800 ft.
05:15	08:30	3.25	05	Condition and/or Circulate mud	Circulate and condition hole. Mix and Pump weighted slug.
08:30	12:30	4.00	06	Tripping	Trip out to log. Chain out the first 900 ft.
12:30	12:30		11	Wireline Logs	Log with Schlumberger.

**Mud Checks: 7,690.0ftKB, 12/12/2002 00:00**

Type	Date	Depth (ftKB)	T (ft) (*F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/12/2002 00:00	7,690.0		8.5	88	23.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
19.0	6.0	30.0	10.0		2.000	
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	8.0		0.000	20.000		
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
600.000						

**Drill Strings: BHA #14, Slick**

Bit Ru/Bit 9RR 8 3/4in, GT-20S , 5021367	IADC Bit Dull 2-2-NO-A-1-0-NO-TD	TFA (incl Noz) (in) <sup>2</sup> ROP (ft/hr) Nozzles (/32") 2.36 32/32/32
Len (ft) 7689.57	Max OD (in) 6.750	String Components Hughes GT-20S , Bit Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly

**Drilling Parameters: 0.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
14	7,690.0	7,690.0	0.0		0.00		252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
0	50	500.0	168	172	164		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 7,690.0	Depth End (ftKB) 7,690.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Mark Moennich, Drilling Supt
Don Helms, Mud Engineer
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
500.0	No	60	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BARIOD USA MUD CHECK	1.0	200
BAROID USA ALDACIDE G	2.0	618
BAROID USA EZ-MUD	2.0	93
BAROID USA CAUSTIC SODA	4.0	154
BAROID USA QUICK GEL	8.0	23
BAROID USA REGULAR BARITE	44.0	160

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/12/2002, Report: 46.0, DFS: 46.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Name	Top (ftKB)
Star Point	2,700.0
Blackhawk	1,700.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/13/2002, Report: 47.0, DFS: 47.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Good
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Operations at Report Time  
06:00 hrs Dec 14, Circ and cond to case.

Operations This Report Period  
Complete logging with Schlumberger. Rig in Baker Atlas and run VSP. Rig down VSP equipment and start in the hole.

Operations Next Report Period  
Clean out trip and run casing.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:00	2.00	11	Wireline Logs	Complete logging operations with Schlumberger.
02:00	22:30	20.50	11	Wireline Logs	Rig in Atlas and run VSP.
22:30	00:00	1.50	06	Tripping	Clean out trip.

**Drill Strings: BHA #15, Slick**

Bit Run/Bit 9RR 8 3/4in, GT-20S, 5021367	IADC Bit Dull 2-2-NO-A-1-0-NO-TD	TFA (incl Noz) (in <sup>2</sup> ) 2.36	ROP (ft/hr) 32/32/32
Len (ft) 7689.57	Max OD (in) 6.750	String Components Hughes GT-20S, Bit Sub, Drill Collar, Drilling Jars - Hydraulic, Drill Collar, Drill Pipe, Kelly	

**Drilling Parameters: 0.0ftKB**

BHA No. 15	Depth Start (ftKB) 7,690.0	Depth End (ftKB) 7,690.0	Cum Depth (ftKB) 0.0	Drill Time (hrs) 0.00	Cum Drill Time (hr) 0.00	Int ROP (ft/hr) 0.00	Flow Rate (gpm) 252
WOB (1000lbf) 0	RPM (rpm) 35	SPP (psi) 500.0	Rot HL (1000lbf) 170	PU HL (1000lbf) 175	SO HL (1000lbf) 168	Drilling Torque	Off Btm Tq

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
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Daily Cost Total	Cum. Cost To Date
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Daily Mud Cost	Mud Additive Cost To Date
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Depth Start (ftKB) 7,690.0	Depth End (ftKB) 7,690.0
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Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00
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**Ops Supervisors**

Contact  
Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Don Helms, Mud Engineer  
Randy Hackford, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105
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**2, IDECO, MM-550**

Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105
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**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
500.0	No	60	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BARIOD USA MUD	1.0	200
CHECK		
BAROID USA QUICK GEL	22.0	63

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date 11/26/2002	Max OD (in) 9 5/8	Grade J-55	Wt (lbs/ft) 36.00
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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/14/2002, Report: 48.0, DFS: 48.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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<b>Daily Summary</b>			
Weather Cloudy	Road Condition Dry	Hole Condition Good	
Operations at Report Time 06:00 hrs Dec 15, Run casing.			
Operations This Report Period Trip in, condition hole, lay down pipe, run casing.			
Operations Next Report Period Run casing and cement. Nipple up on 7".			

<b>Time Log</b>					
Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	03:30	3.50	06	Tripping	Trip in, break circ every 11 stands.
03:30	08:45	5.25	05	Condition and/or Circulate mud	Circulate and condition hole. Pump pill.
08:45	16:45	8.00	06	Tripping	Safety meeting, lay down drill pipe and collars.
16:45	00:00	7.25	12	Run Casing & Cement	Safety meeting, rig up and run casing.

<b>Wellbores</b>			
Wellbore Name	VS Dir (*)	KO MD (ftKB)	
Main Hole	90.00	300.0	

<b>Directional Surveys: SINGLE SHOT</b>	
Description	Survey Company
SINGLE SHOT	Patterson Crew

CONFIDENTIAL

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 7,690.0	Depth End (ftKB) 7,690.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

<b>Ops Supervisors</b>	
Contact	
Arnie Hamarsnes, Drilling Engineer	
Mel Knezevich, Drilling Foreman	
Mark Moennich, Drilling Sup't	
Don Helms, Mud Engineer	
Randy Hackford, Tool Pusher	
Bill Hedglin, Geologist	

<b>Rigs: Bill Martin Jr., 3</b>
Rig Supervisor John Day, Tool Pusher

<b>Rigs: Patterson U.T.I, 104</b>
Rig Supervisor Jesse Blanchard, Drilling Manager

<b>1, IDECO, MM-550</b>		
Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

<b>2, IDECO, MM-550</b>		
Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

<b>BOPs</b>		
Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

<b>Mud Additive Amounts</b>		
Description	Consumed	Daily Cost (\$)
BARIOD USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BARIOD USA MUD CHECK	1.0	200

<b>Formation Pick Groups: Drilling Sam...</b>	
Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0

<b>Intermediate Casing, 4,413.0ftKB</b>			
Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/15/2002, Report: 49.0, DFS: 49.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Dry	Hole Condition Cased
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Operations at Report Time  
06:00 hrs Dec 16, Pick up 3 1/2 string.  
Operations This Report Period  
Run casing. Circ casing. Cement casing. Set slips and WOC, floats failed. Nipple up on 7" casing.  
Operations Next Report Period  
Test BOP, pick up 3 1/2 string.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:30	7.50	12	Run Casing & Cement	Run casing and tag bottom.
07:30	10:30	3.00	12	Run Casing & Cement	Circulate casing
10:30	13:30	3.00	12	Run Casing & Cement	Cement casing. Good returns throughout. Plug bumped and floats failed. Hold pressure on casing.
13:30	21:30	8.00	13	Wait On Cement	Wait on cement due to floats failing. Set casing slips.
21:30	00:00	2.50	14	Nipple Up /Nipple Down BOP Stack	Bleed off casing. Remove cement head. Cut casing and nipple up BOP to 7" casing. 25 days and \$1,000,000.00 over the curve and 1900 ft deeper than prog.

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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CONFIDENTIAL

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 7,690.0	Depth End (ftKB) 7,690.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Ernie Natte, Drilling Foreman
Mark Moennich, Drilling Sup't
Don Helms, Mud Engineer
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
---

**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
---

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wtg) (psi)
Annular Preventers	11	1,500.0

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	WT (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/16/2002, Report: 50.0, DFS: 50.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Snowing	Road Condition Snow covered	Hole Condition Cased
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Operations at Report Time  
06:00 hrs Dec 17, Dry up hole

Operations This Report Period  
Nipple up, test BOP, wait for rams.

Operations Next Report Period  
Test BOP. Dry up hole and drill ahead.

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**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:30	2.50	14	Nipple Up /Nipple Down BOP Stack	Nipple up BOP.
02:30	02:45	0.25	15	Test BOP	Test Blind ram against casing to 1500 psi for 10 min.
02:45	17:00	14.25	06	Tripping	Pick up 3 1/2 string.
17:00	22:00	5.00	15	Test BOP	Test BOP against casing to 1500 psi.
22:00	00:00	2.00	00	Undefined Status	Wait for rams. The rams stamped 3 1/2 are not 3 1/2 they are 4".

**Drill Strings: BHA #16, Slick**

Bit Run/Bit 10 6 1/4in, GT-1, ZA12JM	IADC Bit Dull 4-5-FC-A-4-0-NO-CP	TFA (incl Noz) (in) <sup>2</sup> 2.36	ROP (ft/hr) Nozzles (1/32") 12.9	32/32/32
Len (ft) 580.99	Max OD (in) 4.750	String Components Hughes GT-1, Bit Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

**Drilling Parameters: 0.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
16	7,690.0	7,690.0	0.0		0.00		

WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
			107	107	107		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 7,690.0	Depth End (ftKB) 7,690.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Ernie Natte, Drilling Foreman
Mel Knezevich, Drilling Foreman
Mark Moennich, Drilling Sup't
Don Helms, Mud Engineer
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0
Blackhawk	1,700.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/17/2002, Report: 51.0, DFS: 51.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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<b>Daily Summary</b>	
Weather Clear	Road Condition Snow covered
Hole Condition Cased	

Operations at Report Time  
06:00 hrs Dec 18, Break circ to core.

Operations This Report Period  
Wait on rams. Test BOP. Drill out. Dry hole. Mist ahead to Ferron top at 7735. Drill to 7745. Trip out and make up core bbl. Start in the hole to core.

Operations Next Report Period  
Trip in core barrel and cut core.

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Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	03:30	3.50	00	Undefined Status	Wait on rams. See incident report.
03:30	04:00	0.50	15	Test BOP	Test BOP.
04:00	06:00	2.00	02	Drilling	Drill out float and shoe.
06:00	11:00	5.00	05	Condition and/or Circulate mud	Dry up the hole.
11:00	15:15	4.25	02	Drilling	Drill ahead in 10 ft intervals checking samples. Ferron at 7735 ft.
15:15	16:45	1.50	05	Condition and/or Circulate mud	Clean hole prior to tripping for core barrel.
16:45	20:00	3.25	06	Tripping	Trip out to pick up core bbl.
20:00	23:30	3.50	06	Tripping	Make up core barrel.
23:30	00:00	0.50	06	Tripping	Trip in with core barrel

**Drill Strings: BHA #16, Slick**

Bit Rul/Bit 10 6 1/4in, GT-1, ZA12JM	IADC Bit Dull 4-5-FC-A-4-0-NO-CP	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32") 32/32/32
Len (ft) 580.99	Max OD (in) 4.750	String Components Hughes GT-1, Bit Sub, Shock Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

**Drilling Parameters: 55.0ftKB**

BHA No. 16	Depth Start (ftKB) 7,690.0	Depth End (ftKB) 7,745.0	Cum Depth (ftKB) 55.0	Drill Time (hrs) 4.25	Cum Drill Time (hr) 4.25	Int ROP (ft/hr) 12.9	Flow Rate (gpm)
WOB (1000lbf) 15	RPM (rpm) 55	SPP (psi) 280.0	Rot HL (1000lbf) 140	PU HL (1000lbf) 140	SO HL (1000lbf) 140	Drilling Torque	Off Btm Tq

**Drill Strings: BHA #17, Slick**

Bit Rul/Bit 11 6 1/8in, CMD233, 0911250	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32")
Len (ft) 630.89	Max OD (in) 4.750	String Components GeoDiamond CMD233, Core Barrel, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

**Drilling Parameters: 0.0ftKB**

BHA No. 17	Depth Start (ftKB) 7,745.0	Depth End (ftKB) 7,745.0	Cum Depth (ftKB) 0.0	Drill Time (hrs) 0.00	Cum Drill Time (hr) 0.00	Int ROP (ft/hr)	Flow Rate (gpm)
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 7,690.0	Depth End (ftKB) 7,745.0
Depth Progress (ftKB) 55.0	Drilling Time (hrs) 4.25

**Ops Supervisors**

Contact

Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Ernie Natte, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Don Helms, Mud Engineer  
Randy Hackford, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105

**2, IDECO, MM-550**

Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA PLUG-GIT	-86.0	-1,615
BAROID USA MICA COURSE	-46.0	-506
BAROID USA SODA ASH	-7.0	-52
BAROID USA QUICK FOAM	1.0	553
BAROID USA HC2	1.0	75
BAROID USA MUD ENG LIVING ALLOWANCE	5.0	175
BAROID USA EZ-MUD	6.0	279
BAROID USA PAC-R	7.0	763
BAROID USA QUICK GEL	36.0	103
BAROID USA QUICK FOAM	36.0	4,069
BAROID USA DIAMONIAM PHOSPHATE	40.0	576
BAROID USA MICA FINE	48.0	528

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/17/2002, Report: 51.0, DFS: 51.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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Daily Summary

Mud Additive Amounts		
Description	Consumed	Daily Cost (\$)
BAROID USA REGULAR BARITE	86.0	312
BAROID USA SAWDUST	115.0	546

Formation Pick Groups: Drilling Sam...

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Ferron	7,735.0
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0

Intermediate Casing, 4,413.0ftKB

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00



Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/18/2002, Report: 52.0, DFS: 52.00

Job Type: Drilling - original

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Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Snow covered	Hole Condition Sloughing shale
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Operations at Report Time  
06:00 hrs Dec 19 Ream to bottom.

Operations This Report Period  
Trip in to the shoe with the core bbl. Could not get passed 7715 ft. Circulate with air/mist and ream to bottom. 7733 ft core bbl became stuck. Work tight hole. Mud up. Free core bbl. Attempt to clean to bottom with mud. Hole packing off and pressuring up. Trip to change to bit to clean hole. Run in with bit to clean to bottom.

Operations Next Report Period  
Clean to bottom. Trip for core bbl.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	01:00	1.00	06	Tripping	Make up core barrel.
01:00	05:15	4.25	06	Tripping	Trip in to 7715 ft.
05:15	09:15	4.00	03	Reaming	Attempt to wash to botom.
09:15	11:30	2.25	00	Undefined Status	Circulate to mud. Work stuck pipe free. Pull up to casing.
11:30	14:15	2.75	03	Reaming	Attempt to ream to bottom. Hole packing off and pressuring up.
14:15	15:45	1.50	06	Tripping	Trip to change to bit and clean hole.
15:45	17:45	2.00	08	Rig Repair	Repair hoisting chain in draworks.
17:45	19:45	2.00	06	Tripping	Trip out.
19:45	20:15	0.50	06	Tripping	Service core bbl and rack it back.
20:15	00:00	3.75	06	Tripping	Make up bit and trip in.

**Mud Checks: 7,745.0ftKB, 12/18/2002 13:00**

Type	Date	Depth (ftKB)	T(ft) (*F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Water Base	12/18/2002 13:00	7,745.0		8.4	45	13.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min Filter Cake (in)	MBT (lb/bbl)	
21.0	1.0	3.0	12.0			
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	7.0			40.000		0.0
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
400.000						

**Drill Strings: BHA #17, Slick**

Bit Rur/Bit 11 6 1/8in, CMD233, 0911250	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> ROP (ft/hr) Nozzles (/32")
Len (ft) 630.89	Max OD (in) 4.750	String Components GeoDiamond CMD233, Core Barrel, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar

**Drilling Parameters: 0.0ftKB**

BHA No. 17	Depth Start (ftKB) 7,745.0	Depth End (ftKB) 7,745.0	Cum Depth (ftKB) 0.0	Drill Time (hrs) 0.00	Cum Drill Time (hr) Int ROP (ft/hr) 0.00	Flow Rate (gpm)
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque Off Btm Tq

**Drill Strings: BHA #18, Slick**

Bit Rur/Bit 12 6 1/8in, STX-20, ZT37JT	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> ROP (ft/hr) Nozzles (/32")
Len (ft) 569.62	Max OD (in) 4.750	String Components Hughes STX-20, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar

**Drilling Parameters: 0.0ftKB**

BHA No. 18	Depth Start (ftKB) 7,745.0	Depth End (ftKB) 7,745.0	Cum Depth (ftKB) 0.0	Drill Time (hrs) 0.00	Cum Drill Time (hr) Int ROP (ft/hr) 0.00	Flow Rate (gpm)
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque Off Btm Tq

**Wellbores**

Wellbore Name Main Hole	VS Dir (*) 90.00	KO MD (ftKB) 300.0
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**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 7,745.0	Depth End (ftKB) 7,745.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact Arnie Hamarsnes, Drilling Engineer Ernie Natte, Drilling Foreman Mel Knezevich, Drilling Foreman Mark Moennich, Drilling Sup't Don Helms, Mud Engineer Randy Hackford, Tool Pusher Bill Hedglin, Geologist
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**Rigs: Bill Martin Jr., 3**  
Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**  
Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105

**2, IDECO, MM-550**

Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
Liner Size (in) 5	Stroke (in) 15.00	V/Stk (bbl/stk) 0.105

**Pump Checks**

P (psi) -870.0	Slow Spd No	Strokes (strokes/min) 60	Eff (%) 90
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**BOPs**

Type Annular Preventers	Nom Sz (in) 11	P(wkg) (psi) 1,500.0
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**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA BARACARB 150	0.0	0
BAROID USA BARA DEFOAM HP	4.0	613
BAROID USA BARA DEFOAM	6.0	690
BAROID USA QUICK GEL	20.0	57
BAROID USA BARACARB 50	182.0	5,828

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group Drilling Sample	Name	Top (ftKB)
	Ferron	7,735.0
	Bluegate	5,672.0
	Emery	4,280.0
	Mancos	3,073.0
	Star Point	2,700.0

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/18/2002, Report: 52.0, DFS: 52.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

**Daily Summary**

Empty area for Daily Summary
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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/19/2002, Report: 53.0, DFS: 53.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Snow covered	Hole Condition Sloughing shale
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Operations at Report Time  
06:00 hrs Dec 20, Trip to investigate.  
Operations This Report Period  
Clean to Bottom from 7715 ft. Drill ahead. Ream 7733 to 7763 ft. Drill ahead.  
Operations Next Report Period  
Drill ahead.

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**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	14:30	14.50	03	Reaming	Ream from 7715 ft to 7745 ft.
14:30	16:00	1.50	02	Drilling	Drill from 7745 to 7763.
16:00	17:15	1.25	06	Tripping	Wiper trip to the shoe and lay down core bbl. Trip back in to 7733 ft. Bridge at 7733 ft.
17:15	21:45	4.50	03	Reaming	Ream back to 7763 ft.
21:45	23:30	1.75	02	Drilling	Drill ahead. Continue to mix barite to hold shale back. Pressure increased losses started. Drilled to 7778.
23:30	00:00	0.50	03	Reaming	Pull up to 7725 ft to ream out hole due to packing off. Reamed to 7750 ft, no more progress.

**Drill Strings: BHA #18, Slick**

Bit Run/Bit 12 6 1/8in, STX-20, ZT37JT	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> ) 2.36	ROP (ft/hr) 6.8	Nozzles (3/2") 32/32/32
Len (ft) 569.62	Max OD (in) 4.750	String Components Hughes STX-20, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

**Drilling Parameters: 33.0ftKB**

BHA No 18	Depth Start (ftKB) 7,745.0	Depth End (ftKB) 7,778.0	Cum Depth (ftKB) 33.0	Drill Time (hrs) 3.25	Cum Drill Time (hr) 3.25	Int ROP (ft/hr) 10.2	Flow Rate (gpm) 252
WOB (1000lbf) 25	RPM (rpm) 80	SPP (psi) 1,350.0	Rot HL (1000lbf) 112	PU HL (1000lbf) 132	SO HL (1000lbf) 102	Drilling Torque	Off Btm Tq

**Wellbores**

Wellbore Name Main Hole	VS Dir (°) 90.00	KO MD (ftKB) 300.0
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**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 7,745.0	Depth End (ftKB) 7,778.0
Depth Progress (ftKB) 33.0	Drilling Time (hrs) 3.25

**Ops Supervisors**

Contact  
Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Ernie Natte, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Don Helms, Mud Engineer  
Randy Hackford, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**  
Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**  
Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**  
Pump Number : Pump Rating (hp) : Rod Diameter (in)  
1 : 550.0 : 2.5197

Liner Size (in) : Stroke (in) : V/Stk (bbl/stk)  
5 : 15.00 : 0.105

**2, IDECO, MM-550**  
Pump Number : Pump Rating (hp) : Rod Diameter (in)  
2 : 550.0 : 2.5197

Liner Size (in) : Stroke (in) : V/Stk (bbl/stk)  
5 : 15.00 : 0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BARIOD USA MUD CHECK	1.0	200
BAROID USA BARA DEFOAM HP	1.0	153
BAROID USA CAUSTIC SODA	2.0	77
BAROID USA MUD MAN	4.0	1,800
BAROID USA BARAZAN D PLUS	29.0	11,909
BAROID USA QUICK GEL	38.0	108
BAROID USA REGULAR BARITE	510.0	1,851

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Ferron	7,735.0
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/19/2002 Report: 53.0 DFS: 53.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00	Name Star Point	Top (ftKB) 2,700.0
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Daily Summary

Intermediate Casing, 4,413.0ftKB

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/20/2002, Report: 54.0, DFS: 54.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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<b>Daily Summary</b>	
Weather Clear	Road Condition Snow covered
Hole Condition Sloughing shale	

Operations at Report Time  
 Celebrating Mel's Birthday by drilling at 7815 ft.  
 Operations This Report Period  
 Clean to bottom. Drill ahead.  
 Operations Next Report Period  
 Drill ahead.

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:45	2.75	03	Reaming	Reaming back to bottom from 7725 ft.
02:45	06:00	3.25	06	Tripping	Trip out and check bit. Not reaming well.
06:00	10:00	4.00	06	Tripping	Trip in to clean out hole and drill ahead.
10:00	22:45	12.75	03	Reaming	Reaming from 7725 to 7763 ft. Working tight and stuck pipe as required. Raising weight to 10 ppg.
22:45	00:00	1.25	02	Drilling	Drill ahead.

Type	Date	Depth (ftKB)	T (ft) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/20/2002 00:00	7,778.0		9.5	51	22.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
21.0	7.0	13.0	8.4		2.000	
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	9.0					0.0
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
	0.1	5.1			0.9	

Bit Ref/Bit	IADC Bit Dull	TFA (incl Noz) (in³)	ROP (ft/hr)	Nozzles (32")
12 6 1/8in, STX-20, ZT37JT	-----	2.36	6.8	32/32/32
Len (ft)	Max OD (in)	String Components		
569.62	4.750	Hughes STX-20, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
18	7,778.0	7,790.0	45.0	1.25	4.50	9.6	252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	80	1,350.0	112	132	102		

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 7,778.0	Depth End (ftKB) 7,790.0
Depth Progress (ftKB) 12.0	Drilling Time (hrs) 1.25

Ops Supervisors	
Contact	
Arnie Hamarsnes, Drilling Engineer	
Mel Knezevich, Drilling Foreman	
Ernie Natte, Drilling Foreman	
Mark Moennich, Drilling Sup't	
Don Helms, Mud Engineer	
Randy Hackford, Tool Pusher	
Bill Hedglin, Geologist	

Rigs: Bill Martin Jr., 3	
Rig Supervisor	
John Day, Tool Pusher	

Rigs: Patterson U.T.I, 104	
Rig Supervisor	
Jesse Blanchard, Drilling Manager	

1, IDECO, MM-550		
Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

2, IDECO, MM-550		
Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

Pump Checks			
P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,550.0	No	60	90

BOPs		
Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

Mud Additive Amounts		
Description	Consumed	Daily Cost (\$)
BAROID USA MUD TRANSPORT	40.0	3,000
BAROID USA REGULAR BARITE	1,100.0	3,993

Formation Pick Groups: Drilling Sam...	
Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Ferron	7,735.0
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0

Intermediate Casing, 4,413.0ftKB			
Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/21/2002, Report: 55.0, DFS: 55.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

**Daily Summary**

Weather	Road Condition	Hole Condition
Clear	Snow covered	Sloughing shale improving

Operations at Report Time  
 Drilling ahead @ 7955 ft.  
 Operations This Report Period  
 Drill ahead. Cure losses. Drill ahead.  
 Operations Next Report Period  
 Drilling ahead. Possible bit trip.

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**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	03:45	3.75	02	Drilling	Drill ahead with 10.4 ppg mud.
03:45	06:00	2.25	05	Condition and/or Circulate mud	Mix and pump calcium carbonate loss circ pill. Regain circulation. Lost 100 bbls.
06:00	00:00	18.00	02	Drilling	Drill ahead. Mix mud and build volume. Maintain mud weight at 10 ppg. Hole condition improving.

**Mud Checks: 7,850.0ftKB, 12/21/2002 00:00**

Type	Date	Depth (ftKB)	T (fl) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/21/2002 00:00	7,850.0	70.0	10.0	51	16.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
14.0	6.0	10.0	8.4		2.000	
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	8.5	0.150	0.080	60.000		1.2
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
400.000	0.1	6.0			0.3	

**Drill Strings: BHA #18, Slick**

Bit Ru/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32")
12 6 1/8in, STX-20, ZT37JT		2.36	6.8	32/32/32
Len (ft)	Max OD (in)	String Components		
569.62	4.750	Hughes STX-20, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

**Drilling Parameters: 134.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
18	7,790.0	7,924.0	179.0	21.75	26.25	6.2	252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	80	1,650.0	112	132	102		

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No.	Total AFE Amt (\$)
37511	
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB)	Depth End (ftKB)
7,790.0	7,924.0
Depth Progress (ftKB)	Drilling Time (hrs)
134.0	21.75

**Ops Supervisors**

Contact  
 Arnie Hamarsnes, Drilling Engineer  
 Mel Knezevich, Drilling Foreman  
 Ernie Natte, Drilling Foreman  
 Mark Moennich, Drilling Sup't  
 Don Helms, Mud Engineer  
 Randy Hackford, Tool Pusher  
 Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
 John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
 Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,650.0	No	60	90

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,650.0	No	60	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	2.0	70
ENG LIVING ALLOWANCE		
BARIOD USA MUD CHECK	2.0	400
BAROID USA BARAZAN D PLUS	6.0	2,464
BAROID USA QUICK GEL	20.0	57
BAROID USA MUD TRANSPORT	40.0	3,000
BAROID USA BARACARB 150	140.0	4,483
BAROID USA BARACARB 600	140.0	4,151
BAROID USA BARACARB 50	182.0	5,828

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/21/2002, Report: 55.0, DFS: 55.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Mud Additive Amounts		
Description	Consumed	Daily Cost (\$)
BAROID USA	690.0	2,505
REGULAR BARITE		

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Ferron	7,735.0
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

032



Talon Resources, Inc.

Service, Quality and Accuracy

P.O. Box 1230  
195 North 100 West  
Huntington, Utah 84528  
Phone: 435-687-5310

Cell: 435-650-1886  
Fax: 435-687-5311  
Email: talon@etv.net

January 2, 2003

Mr. Eric Jones  
Petroleum Engineer  
Bureau of Land Management  
82 East Dogwood  
Moab, Utah 84532

RE: Sundry Notices (Weekly Drilling Reports, Production Casing and Cement Reports)  
—Fortuna (US), Inc.  
**Middle Mountain #21-16**— 1,309' FSL, 834' FEL  
Section 21, T16S, R6E, SLB&M, Emery County, Utah

43-015-30426

Dear Mr. Jones:

On behalf of Fortuna (US), Inc. Talon Resources, Inc. respectfully submits the enclosed original and two copies of the *Sundry Notices* for the Middle Mountain #21-16 well on lands managed by the Manti La-Sal Forest Service.

Thank you for your timely consideration of the enclosed application. Please feel free to contact myself or Mr. Mel Knezevich of Fortuna (US), Inc. at 1-780-402-1296 if you have any questions or need additional information.

Sincerely,

*Don Hamilton*

Don Hamilton  
Agent for Fortuna (US), Inc.

Enclosures

cc: Mr. Don Stephens, BLM—Price Field Office  
Mr. Carter Reed, USDA Forest Service—Price SO  
Mr. Tom Lloyd, USDA Forest Service—Ferron DO  
Mrs. Carol Daniels, Division of Oil, Gas and Mining  
Mr. Arne Hamarsnes, Fortuna (US), Inc.  
Mr. Mark Moenich, Fortuna (US), Inc.

RECEIVED

JAN 14 2003  
DIV. OF OIL, GAS & MINING

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FIELD OR DISTRICT		COUNTY <b>EMERY</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <b>1 1/8</b>	NO. LINES <b>10</b>	LENGTH SLIPPED
								LENGTH CUT OFF	PRESENT LENGTH	
	WEAR OR TRIPS SINCE LAST CUT									
	CUMULATIVE WEAR OR TRIPS									

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
6:00	10:00	4	21	7/8 BHA & 12 JOINTS D.P
10:00			15	Test BOP'S Test #4 Annular 1200 PSI 10 min *1,2,3 Pipe Rams 1200 10 min *6 Blind Rams 1200 10 min *4 Kill line Valve 1200 10 min #3 check 1200 10 min #3 choke line #1 1200 10 min #2 1200 10 min #1 & 2 manifold valves 1200 10 min #5 u Kelly Valve 1200 10 min #1,2,3 Safety Valve 1200 10 min, #1,2,3 Csg. 1200 30+ min. Note: Csg. #1,2,3 Ran without Bleeding Down
	1700		15	Csg. PSI. Acc Test Nit. Needs charged. BLM - BOP checked out - Needs N <sub>2</sub> Mike Kunkki
1700	1800			work on Bldy line & choke lines

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
1064	1125	D		Sand + shale	55	15	400		5'	65					240	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	1900	1	6	TRH to 688'
1900	1930	1/2	8	work on #2 pump
19:30	2100	1 1/2	6	TRH picking up Drill pipe Tag @ 1013'
2100	2300	2	23	Drill out cement & float equipment 1013-1064'
2300	130	2 1/2	2	Drilling formation f/ 1064-1125
130	2:30	1	5	Circ Hole Clean
2:30	3:00	1/2	6	Pull to 1053 (Blow out Kelly and mud line)
3:00	6:00	3		Wait on welders, Pickup location



APPROVED



APPROVED

No. 3006518



FIELD OR DISTRICT		COUNTY <b>EMERY</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	WEAR	RIG TO C&G. HD.	SET AT	SIZE <b>1 1/8</b>	NO. LINES <b>10</b>	LENGTH SLIPPED
								LENGTH CUT OFF	PRESENT LENGTH	
	WEAR OR TRIPS SINCE LAST CUT									
	CUMULATIVE WEAR OR TRIPS									

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
6:00	8:00	2	21	Work on Blooey line
8:00	10:00	2	6	TOOK F/BH p/u Bit #2 & HAMMER TEST HAMMER (OK)
10:00	12:00	2	6	TIH w/ Bit #2 & Hammer
12:00	13:00	1	7	Rig Service (Work on Blooey line)
13:30	14:30	1 1/2	10	Ron Service 1 1/2 Degree
15:30	15:30	1 1/2	22	(Formation Test) Formation has No Integrity
15:30	18:00	2 1/2	21	Rig up choke manifold weld on Blooey line

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
1125	1160	D		Sand + shale	35	5	Air									

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
18:00	1:00	7	21	Weld choke manifold and Gas Busters lines
1:00	2:30	2 1/2	5	Blow Hole Dry, pull pancake out of Blooey line, Install id Flowline
2:30	3:00	1/2	3	Beam f/ 11080 - 1125
3:00	4:00	1	22	Drig f/ 1125 - 1160 w/ Air Hammer, Watered Out
4:00	5:30	1 1/2	6	TOH L/D Hammer
5:30	6:00	1/2	22	Change pancake f/ Flowline to Blooey line



APPROVED



APPROVED

No. 3006519

LEASE <i>Middle Mountain</i>		WELL NO. <i>21-16</i>	API WELL NUMBER		WATER DEPTH	DATE <i>11-10-02</i>
OPERATOR <i>For Time</i>			CONTRACTOR <i>Paterson Drilling HTL</i>			RIG NO. <i>104</i>
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>			SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>Roger Brunley</i>			
D.P. SIZE <i>4 1/2</i>	WEIGHT <i>20</i>	GRADE <i>E</i>	TOOL JT O.D. <i>6 1/4</i>	TYPE THREAD <i>4 1/2 XH</i>	STRING NO.	
			PUMP NO. <i>1</i>	PUMP MANUFACTURER <i>IDECO</i>	TYPE <i>550</i>	STROKE LENGTH <i>15</i>
			PUMP NO. <i>2</i>	PUMP MANUFACTURER <i>IDECO</i>	TYPE <i>550</i>	STROKE LENGTH <i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD			
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME			
1. RIG UP AND TEAR DOWN			1	BIT 12 1/4	1.00	3	SIZE 12 1/4			WEIGHT			
2. DRILL ACTUAL		8	1	Bit Sub	2.33		IADC CODE			PRESSURE GRADIENT			
3. REAMING			3	8" DC OD	90.71		MANUFACTURER HTL			FUNNEL VISCOSITY			
4. CORING			1	XO OD	2.29		TYPE GT 28C			PV/YP	/	/	/
5. CONDITION MUD & CIRCULATE			1	6" DC OD	30.11		SERIAL NO. 6000317			GEL STRENGTH	/	/	/
6. TRIPS		1	1	Jars OD	29.02		JETS open			FLUID LOSS			
7. LUBRICATE RIG			4	6" DC OD	119.71		TFA			pH			
8. REPAIR RIG				BHA	275.17		DEPTH OUT			SOLIDS			
9. CUT OFF DRILLING LINE							DEPTH IN 1160						
10. DEVIATION SURVEY		4 1/2					TOTAL DRILLED						
11. WIRE LINE LOGS			11	STANDS ___ D.P.			TOTAL HOURS 8			MUD & CHEMICALS ADDED			
12. RUN CASING & CEMENT			X	SINGLES ___ D.P.			CUTTING STRUCTURE			TYPE	AMOUNT	TYPE	AMOUNT
13. WAIT ON CEMENT				KELLY DOWN			INNER	OUTER	DULL CHAR.	LOCATION			
14. NIPPLE UP B.O.P.				TOTAL							FLUORIC ACID	11.5X	
15. TEST B.O.P.				WT. OF STRING 6200			BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED	BARACK	15 GAL	
16. DRILL STEM TEST				REMARKS							DAP	6.5X	
17. PLUG BACK											HC-2	10 GAL	
18. SQUEEZE CEMENT													
19. FISHING													
20. DIR. WORK													
21.													
22. <i>Powerake</i>		1											
23. <i>Res. Pump</i>		1 1/2											

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COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD				
			NO.	ITEM	LENGTH	BIT NO.				TIME				
A. PERFORATING			1	BIT 12 1/4	1.00	3	SIZE 12 1/4			WEIGHT				
B. TUBING TRIPS			1	B/SUB	2.33		IADC CODE			PRESSURE GRADIENT				
C. TREATING			3	8" DC OD	90.71		MANUFACTURER HTL			FUNNEL VISCOSITY				
D. SWABBING			1	XO OD	2.29		TYPE GT 28C			PV/YP	/	/	/	
E. TESTING			1	6" DC OD	30.11		SERIAL NO. 6000317			GEL STRENGTH	/	/	/	
F.			1	Jars OD	29.02		JETS open			FLUID LOSS				
G.			4	6" DC OD	119.71		TFA			pH				
H.				BHA	275.17		DEPTH OUT			SOLIDS				
TOTALS		12					DEPTH IN 1160							
DAYWORK TIME SUMMARY (OFFICE USE ONLY)							TOTAL DRILLED							
HOURS W/ CONTR. D.P.			15	STANDS ___ D.P.			TOTAL HOURS 19 3/4			MUD & CHEMICALS ADDED				
HOURS W/ OPR. D.P.			0	SINGLES ___ D.P.	11602		CUTTING STRUCTURE			TYPE	AMOUNT	TYPE	AMOUNT	
HOURS WITHOUT D.P.				KELLY DOWN	40		INNER	OUTER	DULL CHAR.	LOCATION				
HOURS STANDBY				TOTAL	1717						Acid	6.5X	Stankle	1.5X
				WT. OF STRING 64000			BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED	DAP	6.5X		
				REMARKS							HC-2	3 cans		
TOTAL DAYWORK											Barack	3 cans		
NO. OF DAYS FROM SPUD														
CUMULATIVE ROTATING HOURS														
DAILY MUD COST														
TOTAL MUD COST														

REMARKS Forklift M. Lindsay Boiler 12 HRS  
Acc-2500 Fuel-410  
man 1500 Ann 700  
Fluid 15"



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DRILLER *[Signature]*

FIELD OR DISTRICT		COUNTY <i>Emery</i>			STATE / COUNTRY <i>WY</i>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB TO CSG. HD	SET AT	SIZE <i>1 1/8</i>	NO. LINES <i>10</i>	LENGTH SLIPPED
								LENGTH CUT OFF	PRESENT LENGTH	
								WEAR OR TRIPS SINCE LAST CUT		
								CUMULATIVE WEAR OR TRIPS		

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>1160</i>	<i>1381</i>				<i>45/60</i>	<i>20/24</i>		<i>5"</i>	<i>0</i>	<i>5"</i>	<i>35</i>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		<i>1216</i>	<i>1/2</i>												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>0600</i>	<i>0900</i>	<i>1</i>	<i>22</i>	<i>INSTALL GASKET CHANGE PANCAKE</i>
<i>0900</i>	<i>0830</i>	<i>1 1/2</i>	<i>23</i>	<i>Hook up Pump to pump to RESERVE pit with WATER</i>
<i>0830</i>	<i>0930</i>	<i>1</i>	<i>6</i>	<i>G.I.H.</i>
<i>0930</i>	<i>1345</i>	<i>4 1/4</i>	<i>2</i>	<i>AIRIATE WATER Dely FROM 1160 to 1256</i>
<i>1345</i>	<i>1415</i>	<i>1/2</i>	<i>10</i>	<i>Sur</i>
<i>1415</i>	<i>1800</i>	<i>3 3/4</i>	<i>2</i>	<i>Dely 1256 to 1381</i>

*53-9140*

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>1381</i>	<i>1720</i>	<i>0</i>			<i>45/60</i>	<i>20/25</i>										

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>18:00</i>	<i>20:15</i>	<i>2 1/4</i>	<i>2</i>	<i>Dely F/1381 to 1444</i>
<i>20:15</i>	<i>20:30</i>	<i>1/4</i>	<i>10</i>	<i>Run Survey 3/4 Degrees</i>
<i>20:30</i>	<i>0:00</i>	<i>9 1/2</i>	<i>2</i>	<i>Dely F/1444 to 1720</i>



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No. 3006520



FIELD OR DISTRICT		COUNTY <b>EMERY</b>			STATE / COUNTRY <b>UTAH</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	FWG TO CSG. HD	DETAIL	SIZE <b>1 1/4</b>	NO. LINES <b>10</b>	LENGTH SLIPPED
						<b>16</b>		LENGTH CUT OFF		PRESENT LENGTH
								WEAR OR TRIPS SINCE LAST CUT		
								CUMULATIVE WEAR OR TRIPS		

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>1720</b>	<b>1915</b>				<b>50/100</b>	<b>2 1/2</b>	<b>70</b>	<b>5"</b>	<b>35</b>							

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		<b>1810</b>	<b>1 1/2</b>												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>0600</b>	<b>1300</b>	<b>7</b>	<b>2</b>	<b>Drly 1720 to 1839</b>
<b>1300</b>	<b>1330</b>	<b>1/2</b>	<b>10</b>	<b>SWR</b>
<b>1330</b>	<b>1630</b>	<b>3</b>	<b>2</b>	<b>Drly 1839 to 1902</b>
<b>1630</b>	<b>1700</b>	<b>1/2</b>	<b>7</b>	<b>Rig Service - Function pipe RAMS</b>
<b>1700</b>	<b>1800</b>	<b>1</b>	<b>2</b>	<b>Drly 1902 to 1915</b>

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>1915</b>	<b>2000</b>	<b>0</b>			<b>50/100</b>	<b>2 1/2</b>	<b>70</b>	<b>5"</b>	<b>35</b>							

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		<b>1924</b>	<b>1 1/2</b>												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>18:00</b>	<b>21:30</b>	<b>3 1/2</b>	<b>2</b>	<b>Drly F/1915 to 1964</b>
<b>21:30</b>	<b>21:45</b>	<b>1/4</b>	<b>10</b>	<b>Run Survey @ 1924 1 1/2°</b>
<b>21:45</b>	<b>23:00</b>	<b>1 1/4</b>	<b>2</b>	<b>Drly F/1964 to 1974</b>
<b>23:00</b>	<b>2400</b>	<b>1</b>	<b>6</b>	<b>POOH L/D 6 jts D.P.</b>
<b>24:00</b>	<b>24:30</b>	<b>1/2</b>	<b>21</b>	<b>Thaw out Fill-up line</b>
<b>24:30</b>	<b>1:30</b>	<b>1</b>	<b>6</b>	<b>POOH Brk Bit</b>
<b>1:30</b>	<b>4:30</b>	<b>3</b>	<b>6</b>	<b>PTH P/U 6 6"DCS &amp; Shack Sub (NO FILL)</b>
<b>4:30</b>	<b>5:00</b>	<b>1/2</b>	<b>22</b>	<b>P/U Kelly, Unload Hole</b>
<b>5:00</b>	<b>6:00</b>	<b>1</b>	<b>2</b>	<b>Drly F/1974 to 2000'</b>



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FIELD OR DISTRICT		COUNTY <b>EMERY</b>			STATE / COUNTRY <b>UTAH</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB TO CSG. HD.	SET AT	SIZE <b>1 1/8</b>	NO. LINES <b>10</b>	LENGTH SLIPPED
								LENGTH CUT OFF	PRESENT LENGTH	
								WEAR OR TRIPS SINCE LAST CUT		
							CUMULATIVE WEAR OR TRIPS			

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
2352	2394				90/110	10/20	0/180	5"		5"	35/60					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		2340	3°												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
0600	0900	3	2	Delg 2352 to 2372
0900	0930	1/2	10	SAR
0930	1115	1 3/4	2	Delg 2372 to 2394
1115	1800	6 3/4	6	Drift, Change BHA, G.H. SUR TRIP IN

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
2394	2473	0			110/200	10	0/100	5"		5"	35/60					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		2354	3°												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
18:00	18:30	1/2	10	Run Single Shot Survey 3°
18:30	19:00	1/2	21	Unload Hole
19:00	6:00	11	2	Orlg F/2394 to 2473



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No. 3006523



FIELD OR DISTRICT		COUNTY <i>EMERY</i>			STATE / COUNTRY <i>UTAH</i>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <i>1 1/8"</i>	NO. LINES <i>10</i>	LENGTH SLIPPED
								LENGTH CUT OFF		PRESENT LENGTH
								WEAR OR TRIPS SINCE LAST CUT		
								CUMULATIVE WEAR OR TRIPS		

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>2473</i>	<i>2594</i>				<i>110/115</i>	<i>12</i>	<i>250/450</i>	<i>5"</i>		<i>5"</i>	<i>38/60</i>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		<i>2454</i>	<i>2°</i>				<i>2581</i>	<i>2°</i>							

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>0600</i>	<i>0930</i>	<i>3 1/2</i>	<i>2</i>	<i>Drilg 2473 to 2498</i>
<i>0930</i>	<i>1000</i>	<i>1/2</i>	<i>10</i>	<i>Sur 2454'</i>
<i>1000</i>	<i>1715</i>	<i>7 1/4</i>	<i>2</i>	<i>Drilg 2498 to 2592</i>
<i>1715</i>	<i>1745</i>	<i>1/2</i>	<i>7</i>	<i>Rig Service + Sur ✓ ROP</i>
<i>1745</i>	<i>1800</i>	<i>1/4</i>	<i>2</i>	<i>Drilg 2592 to 2594</i>

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>2594</i>	<i>2703</i>	<i>D</i>		<i>Emery</i>	<i>115</i>	<i>10</i>	<i>450</i>			<i>5"</i>	<i>61</i>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		<i>2583</i>	<i>3°</i>												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>18:00</i>	<i>19:45</i>	<i>1 3/4</i>	<i>2</i>	<i>Drilg F/2594 to 2623</i>
<i>19:45</i>	<i>20:15</i>	<i>1/2</i>	<i>10</i>	<i>Single Shot Survey @ 2583 3°</i>
<i>20:15</i>	<i>6:00</i>	<i>9 3/4</i>	<i>2</i>	<i>Drilg F/2623 to 2703</i>



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No. 3006524



FIELD OR DISTRICT		COUNTY <b>EMERY</b>			STATE / COUNTRY <b>UTAH</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <b>1 7/8</b>	NO. LINES <b>70</b>	LENGTH SUPPLIED
						<b>16</b>		LENGTH CUT OFF		PRESENT LENGTH
								WEAR OR TRIPS SINCE LAST CUT		
								CUMULATIVE WEAR OR TRIPS		

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>2703</b>	<b>2770</b>				<b>110/115</b>	<b>10</b>	<b>350/440</b>	<b>5"</b>		<b>5"</b>	<b>40/60</b>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		<b>2709</b>	<b>2 3/4</b>												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>0600</b>	<b>0830</b>	<b>2 1/2</b>	<b>2</b>	<b>Delg 2703 to 2748</b>
<b>0830</b>	<b>0900</b>	<b>1/2</b>	<b>10</b>	<b>SUP</b>
<b>0900</b>	<b>1200</b>	<b>3</b>	<b>2</b>	<b>Delg 2748 to 2775'</b>
<b>1200</b>	<b>1245</b>	<b>3/4</b>	<b>5</b>	<b>Circd.</b>
<b>1245</b>	<b>1700</b>	<b>4 1/4</b>	<b>6</b>	<b>POOH L/D. Movel, 3pt Reamer, stock sub G.I. H.</b>
<b>1700</b>	<b>1800</b>	<b>1</b>	<b>5</b>	<b>Break Circd.</b>
				<b>P.H. 2 J.T.S. 24 &amp; Double Kelly in 20'</b>

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>18:00</b>	<b>23:00</b>	<b>5</b>	<b>5</b>	<b>Circ and Cond</b>
<b>23:00</b>	<b>00:30</b>	<b>1 1/2</b>	<b>6</b>	<b>Stand Kelly Back (Blow Down) POOH L/D 1 1/2 + 1 D.C.</b>
<b>00:30</b>	<b>6:00</b>	<b>5 1/2</b>	<b>11</b>	<b>R/W Loggers and Log w/Schlumberger</b>
				<b>Boe Drilled 2 Sec,</b>
				<b>Activate Pipes Blinds Ann-HCR-Crown-O-matic</b>



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No. 3006525



LEASE <i>MIDDLE MOUNTAIN</i>		WELL NO. <i>21-16</i>	API WELL NUMBER		WATER DEPTH	DATE <i>11-16-02</i>
OPERATOR <i>FORTUNA</i>			CONTRACTOR <i>Dutton WTI. Delg</i>			RIG NO. <i>104</i>
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>			SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>Randy Hachford</i>			
D.P. SIZE <i>4 1/2</i>	WEIGHT <i>70</i>	GRADE <i>K</i>	TOOL JOINT <i>6 1/4</i>	TYPE THREAD <i>4 1/2 EXH</i>	STRING NO. <i>226</i>	
				PUMP NO. <i>1</i>	PUMP MANUFACTURER <i>IDECO</i>	TYPE <i>550</i>
				<i>2</i>	<i>IDECO</i>	<i>550</i>
						STROKE LENGTH <i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD			
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME			
1. RIG UP AND TEAR DOWN			1	BIT 12 1/4	1.00	4	5						
2. DRILL ACTUAL	9		1	B. Sub	2.33	SIZE	12 1/4 12 1/4			WEIGHT			
3. REAMING			3	8" DC OD	90.71	IADC CODE				PRESSURE GRADIENT			
4. CORING			1	XO OD	2.29	MANUFACTURER	Smith HTC			FUNNEL VISCOSITY			
5. CONDITION MUD & CIRCULATE			1	XO OD	2.29	TYPE	FDS GT 18			PV/YP	/ / /		
6. TRIPS	2 1/2	1 1/2	3	6" DC OD	88.71	SERIAL NO.	ML 4284600931			GEL STRENGTH	/ / /		
7. LUBRICATE RIG			1	TARS OD	29.02	JETS	3x24			FLUID LOSS			
8. REPAIR RIG			8	6" DC OD	238.99	TFA				pH			
9. CUT OFF DRILLING LINE				BHA	453.12	DEPTH OUT	2775			SOLIDS			
10. DEVIATION SURVEY	1 1/2					DEPTH IN	2394 2715			MUD & CHEMICALS ADDED			
11. WIRE LINE LOGS		10 1/2	24	STANDS ___ D.P.		TOTAL DRILLED	381			TYPE	AMOUNT	TYPE	AMOUNT
12. RUN CASING & CEMENT				SINGLES ___ D.P.		TOTAL HOURS	39 1/2						
13. WAIT ON CEMENT				KELLY DOWN		CUTTING STRUCTURE							
14. NIPPLE UP B.O.P.				TOTAL		INNER	OUTER	DULL CHAR.	LOCATION				
15. TEST B.O.P.				WT. OF STRING	96,000	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED				
16. DRILL STEM TEST				REMARKS		Boiler							
17. PLUG BACK						<div style="border: 2px solid black; padding: 10px; display: inline-block;"> <p style="font-size: 2em; margin: 0;">CONFIDENTIAL</p> </div>							
18. SQUEEZE CEMENT													
19. FISHING													
20. DIR. WORK													
21.													
22.													
23.													

COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD						
			NO.	ITEM	LENGTH	BIT NO.				TIME						
A. PERFORATING			1	BIT 12 1/4	1.00	5	12 1/4									
B. TUBING TRIPS			1 1/2	B. Sub	2.33	SIZE				WEIGHT						
C. TREATING			2	8" DC OD	90.71	IADC CODE				PRESSURE GRADIENT						
D. SWABBING			1	reamer	5.29	MANUFACTURER	HTC			FUNNEL VISCOSITY	<p style="font-size: 2em; margin: 0;">Aerated Water</p>					
E. TESTING			1	XO OD	2.29	TYPE	FDS GT 18			PV/YP						
F.			3	6" D.C. OD	88.71	SERIAL NO.	6000931			GEL STRENGTH						
G.			1	TARS OD	29.02	JETS	3x24			FLUID LOSS						
H.			8	6" D.C. OD		TFA				pH						
TOTALS	12	12				DEPTH OUT	2775			SOLIDS						
DAYWORK TIME SUMMARY (OFFICE USE ONLY)				BHA	497.12	DEPTH IN	2775			MUD & CHEMICALS ADDED						
HOURS W/ CONTR. D.P.			25	STANDS ___ D.P.		TOTAL DRILLED	2775			TYPE				AMOUNT	TYPE	AMOUNT
HOURS W/ OPR. D.P.				SINGLES ___ D.P.	2367	TOTAL HOURS	9			38 Dap						
HOURS WITHOUT D.P.				KELLY DOWN	31	CUTTING STRUCTURE				7 Soda						
HOURS STANDBY				TOTAL	2900	INNER	OUTER	DULL CHAR.	LOCATION	4 Barcat						
TOTAL DAYWORK				WT. OF STRING	100,000	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED							
NO. OF DAYS FROM SPUD				REMARKS		Forklift M. Lindsay										
CUMULATIVE ROTATING HOURS						Acc 2500 Feet 50" 4158 g										
DAILY MUD COST						Man 1500										
TOTAL MUD COST						Ann 700										
						Fluid 15"										

FIELD OR DISTRICT		COUNTY <i>Emery</i>			STATE / COUNTRY <i>UTAH</i>			WIRE LINE RECORD REEL NO.			
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <i>1 7/8</i>	NO. LINES <i>10</i>	LENGTH SLIPPED	
								LENGTH CUT OFF	PRESENT LENGTH		
	WEAR OR TRIPS SINCE LAST CUT										
	CUMULATIVE WEAR OR TRIPS										

DEPTH INTERVAL		DRILL. D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>2775</i>																

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>0600</i>	<i>1630</i>	<i>10 1/2</i>	<i>11</i>	<i>Logging</i>
<i>1630</i>	<i>1800</i>	<i>1 1/2</i>	<i>6</i>	<i>P.U. BHA, GIH.</i>

DEPTH INTERVAL		DRILL. D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>2775</i>	<i>2900</i>	<i>0</i>		<i>Black Hawk</i>	<i>100</i>	<i>10/12</i>	<i>450</i>	<i>5"</i>	<i>58</i>							

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		<i>2803</i>	<i>2°</i>												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>18:00</i>	<i>20:30</i>	<i>2 1/2</i>	<i>6</i>	<i>GIH, Install rotating head, P/U Kelly, Unbad Hole</i>
<i>20:30</i>	<i>1:00</i>	<i>4 1/2</i>	<i>2</i>	<i>Drig F/2775 to 2843</i>
<i>1:00</i>	<i>1:30</i>	<i>1/2</i>	<i>10</i>	<i>Wire line Survey @ 2803 2°</i>
<i>1:30</i>	<i>6:00</i>	<i>4 1/2</i>	<i>2</i>	<i>Drig F/2843 to 2900</i>



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No. 3006526



FIELD OR DISTRICT		COUNTY <b>Emery</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <b>1 1/8</b>	NO. LINES <b>10</b>	LENGTH REMOVED
								LENGTH CUT OFF	PRESENT LENGTH	
	WEAR OR TRIPS SINCE LAST CUT									
	CUMULATIVE WEAR OR TRIPS									

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
2900	3014	D			100	19/2		5"	50							218

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		2920	2°												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	1130	5 1/2	2	Drilg f/ 2900 - 2967
1130	1200	1/2	10	Circ & Survey 2920 @ 2°
1200	1230	1/2	7	Service Rig
1230	1800	5 1/2	2	Drilg f/ 2967 - 3014

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
3014	3093	D			100	13	470	5"	50							

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	5:45	11 3/4	2	Drilg. f/ 3014 - 3093
545	6:00	1/4	10	Circulate for Survey
↑	104,000			
Rot	101,000			
↓	100,000			



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No. 3006527

No. 3006528

DAILY DRILLING REPORT

REPORT NO.

LEASE <i>Middle Mountain</i>		WELL NO. <i>21-16</i>	API WELL NUMBER		WATER DEPTH	DATE <i>11-14-02</i>			
OPERATOR <i>Fortuna</i>			CONTRACTOR <i>Patterson WTI</i>		RIG NO. <i>104</i>				
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>			SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>Randy Hachford</i>						
D.P. SIZE <i>4 1/2</i>	WEIGHT <i>20</i>	GRADE <i>UE</i>	TOOL JT O.D. <i>6 1/4</i>	TYPE THREAD <i>XH</i>	STRING NO. <i>226</i>	PUMP NO. <i>1</i>	PUMP MANUFACTURER <i>IDECO</i>	TYPE <i>550</i>	STROKE LENGTH <i>15</i>
						<i>2</i>	<i>IDECO</i>	<i>550</i>	<i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD				
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME				
1. RIG UP AND TEAR DOWN			1	BIT 12 1/4	1.00	5	SIZE 12 1/4			WEIGHT				
2. DRILL ACTUAL	<i>7</i>	<i>10 1/2</i>	1/1	Bit sub	2.33		IADC CODE			PRESSURE GRADIENT				
3. REAMING			2/1	8" Monel	28.86		MANUFACTURER <i>HTC</i>			FUNNEL VISCOSITY	<i>Aerated Water</i>			
4. CORING			2/1	8" DC's	61.09		TYPE <i>GT18</i>			PV/YP				
5. CONDITION MUD & CIRCULATE			1/1	3pt Remo	5.34		SERIAL NO. <i>6000931</i>			GEL STRENGTH				
6. TRIPS			1/1	8" DC	29.62		JETS <i>3x24</i>			FLUID LOSS				
7. LUBRICATE RIG		<i>1/2</i>	1	X10 OD	2.29		TFA			pH				
8. REPAIR RIG			3	Shocks	9.82		DEPTH OUT			SOLIDS				
9. CUT OFF DRILLING LINE			1	6" DC's OD	88.21		DEPTH IN <i>2775</i>			MUD & CHEMICALS ADDED				
10. DEVIATION SURVEY		<i>1</i>	8	Jars OD	29.02		TOTAL DRILLED <i>448</i>			TYPE	AMOUNT	TYPE	AMOUNT	
11. WIRE LINE LOGS			29	BHA	497.12		TOTAL HOURS <i>42 1/4</i>			<i>Baracat 15gals</i>				
12. RUN CASING & CEMENT				STANDS D.P.	2712.49		CUTTING STRUCTURE			<i>Baracat 700 15gals</i>				
13. WAIT ON CEMENT				SINGLES D.P.			INNER	OUTER	DULL CHAR.	LOCATION	<i>Dap 40gals</i>			
14. NIPPLE UP B.O.P.				KELLY DOWN	<i>14-</i>		BEARINGS/SEALS			<i>SodaAsh 105lbs</i>				
15. TEST B.O.P.				TOTAL	<i>322361</i>		GAGE	OTHER DULL CHAR.	REASON PULLED					
16. DRILL STEM TEST				WT. OF STRING	<i>103,000</i>									
17. PLUG BACK				REMARKS	<i>Forklift Kirk Miller Boilers 12 Hrs</i>									
18. SQUEEZE CEMENT					<b>CONFIDENTIAL</b>									
19. FISHING														
20. DIR. WORK														
21. <i>unroad holes</i>														
22.					DRILLER <i>Road Pedrosa</i>									

COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD				
			NO.	ITEM	LENGTH	BIT NO.				TIME				
A. PERFORATING			1	BIT 12 1/4	1.00	5	SIZE 12 1/4			WEIGHT				
B. TUBING TRIPS			1	Bit sub	2.33		IADC CODE			PRESSURE GRADIENT	<i>Aerated Water</i>			
C. TREATING			1	8" Monel	28.86		MANUFACTURER <i>HTC</i>			FUNNEL VISCOSITY				
D. SWABBING			2	8" DC's	61.09		TYPE <i>GT18</i>			PV/YP				
E. TESTING			1	3pt Remo	5.34		SERIAL NO. <i>6000931</i>			GEL STRENGTH				
F.			1	8" DC	29.62		JETS <i>3x24</i>			FLUID LOSS				
G.			1	X2 OD	2.29		TFA			pH				
H.			1	Shocks	9.87		DEPTH OUT			SOLIDS				
TOTALS		<i>12</i>	3	6" DC's OD	88.71		DEPTH IN <i>2775</i>			MUD & CHEMICALS ADDED				
DAYWORK TIME SUMMARY (OFFICE USE ONLY)			1	Jars OD	29.02		TOTAL DRILLED			TYPE	AMOUNT	TYPE	AMOUNT	
HOURS W/ CONTR. D.P.			8	BHA	497.12		TOTAL HOURS <i>49 1/4</i>			<i>Baracat 3 FZ mud</i>				
HOURS W/ OPR. D.P.			29	STANDS D.P.	2712		CUTTING STRUCTURE			<i>Baracat 15gals</i>				
HOURS WITHOUT D.P.			XX	SINGLES D.P.	60.00		INNER	OUTER	DULL CHAR.	LOCATION	<i>Dap 40</i>			
HOURS STANDBY				KELLY DOWN			BEARINGS/SEALS			<i>SodaAsh 10</i>				
				TOTAL			GAGE	OTHER DULL CHAR.	REASON PULLED					
				WT. OF STRING	<i>105,000</i>									
TOTAL DAYWORK				REMARKS	<i>Fuel 133" 2487 gal Forklift = Jake Kelsey</i>									
NO. OF DAYS FROM SPUD					<i>Acc. 2500</i>									
CUMULATIVE ROTATING HOURS					<i>Man. 1500</i>									
DAILY MUD COST					<i>Ann. 800</i>									
TOTAL MUD COST					<i>Fluid 16"</i>									
					DRILLER <i>George H</i>									



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FIELD OR DISTRICT		COUNTY <b>Emery</b>				STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <b>1 1/8</b>	NO. LINES <b>10</b>	LENGTH SLIPPED	
								LENGTH CUT OFF	PRESENT LENGTH		
								WEAR OR TRIPS SINCE LAST CUT			
								CUMULATIVE WEAR OR TRIPS			

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
3311	3342	D		Shale	100	18/10	480	5	28							118
3342	3398	D		Shale	100	24	470	5	35							148

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		3302	2°												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	630	1/2	21	Try to unload Hole
630	700	1/2	6	Pull 10 SIDS
700	730	1/2	7	Rig Service
730	1230	5	22	Pump away water in reserve pit and reline pit
1230	1300	1/2	6	TIH 4' Fill
1300	1500	2	2	Drlg f/ 3311-3342, No returns
1500	1530	1/2	10	Circ & Survey 3302' 2°
1530	1800	2 1/2	2	Drlg f/ 3342-3398
				2700 CFM

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
3398	3413	D		Shale	100	24	480	5	40							178

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
6:00	7:30	1 1/2	2	Drlg f/ 3398 to 3413 Twisted off
7:30	8:00	1/2	5	circ-load Hole
8:00	9:30	1 1/2	6	T.O.H to Reamer Broke Pin on Reamer
9:30	10:30	1	6	LEFT BIT & BIT SUB 8" monel & 2 1/2" Dcs in Hole
10:30	2:30	4	19	wait on Fishing Tools
2:30	5:00	2 1/2	22	Magna Flux Drlg collaris w/ Stricker
5:00	6:00	1	18	P/U Fishing Tools



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FIELD OR DISTRICT		COUNTY <i>Emery</i>			STATE / COUNTRY <i>Utah</i>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <i>1 7/8</i>	NO. LINES <i>10</i>	LENGTH SLIPPED
								LENGTH CUT OFF	PRESENT LENGTH	
	WEAR OR TRIPS SINCE LAST CUT									
	CUMULATIVE WEAR OR TRIPS									

DEPTH INTERVAL		DRILL. D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>3413</i>				<i>Shale</i>												

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>6:00</i>	<i>8:30</i>	<i>2 1/2</i>	<i>6</i>	<i>TIH w/ 7 5/8 Grapple + over shot</i>
<i>8:30</i>	<i>9:30</i>	<i>1</i>	<i>19</i>	<i>Attempt to engage Fish Fish top @ 3318</i>
<i>9:30</i>	<i>11:30</i>	<i>2 3/4</i>	<i>6</i>	<i>TOH No recovery</i>
<i>11:30</i>	<i>12:30</i>	<i>1</i>	<i>19</i>	<i>Dress over shot</i>
<i>12:30</i>	<i>14:00</i>	<i>1 1/2</i>	<i>6</i>	<i>TIH w/ 7 3/4 Grapple + over shot</i>
<i>14:00</i>	<i>14:30</i>	<i>1/2</i>	<i>19</i>	<i>Attempt to engage Fish</i>
<i>14:30</i>	<i>16:00</i>	<i>1 1/2</i>	<i>6</i>	<i>TOH No recovery</i>
<i>16:00</i>	<i>16:30</i>	<i>1/2</i>	<i>19</i>	<i>Dress over shot</i>
<i>16:30</i>	<i>17:30</i>	<i>1</i>	<i>6</i>	<i>TIH w/ 7 1/2 Grapple + over shot</i>
<i>17:30</i>	<i>18:00</i>	<i>1/2</i>	<i>19</i>	<i>Engage Fish @ 3318, Jar on Fish</i>

DEPTH INTERVAL		DRILL. D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>3413</i>		<i>0</i>		<i>Shale</i>												

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>6:00</i>	<i>7:00</i>	<i>1</i>	<i>19</i>	<i>Jar on Fish</i>
<i>7:00</i>	<i>8:00</i>	<i>1</i>	<i>6</i>	<i>TOH w/ Fish</i>
<i>8:00</i>	<i>11:30</i>	<i>3 1/2</i>	<i>19</i>	<i>L/D Fishing Tools &amp; Fish clean out 8" Dec (Plugged)</i>
<i>11:30</i>	<i>12:30</i>	<i>1</i>	<i>21</i>	<i>check Arty collars w/ stricker</i>
<i>12:30</i>	<i>4:30</i>	<i>4</i>	<i>6</i>	<i>Plu new BHA &amp; TIH</i>
<i>4:30</i>	<i>5:00</i>	<i>1/2</i>	<i>10</i>	<i>Attempt to Run Survey (Survey Line Broke)</i>
<i>5:00</i>	<i>6:00</i>	<i>1</i>	<i>6</i>	<i>TOH</i>



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LEASE <i>Middle Mountain</i>		WELL NO. <i>21-16</i>	API WELL NUMBER		WATER DEPTH	DATE <i>11-21-02</i>
OPERATOR <i>Fortuna</i>			CONTRACTOR <i>Patterson UTE</i>		RIG NO. <i>104</i>	
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>			SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>[Signature]</i>			
D.P. SIZE <i>4 1/2</i>	WEIGHT <i>20</i>	GRADE <i>F</i>	TOOL JOINT <i>6 1/4</i>	TYPE THREAD <i>XH</i>	STRING NO. <i>226</i>	PUMP NO. <i>1</i>
						PUMP MANUFACTURER <i>IDECO</i>
						PUMP NO. <i>2</i>
						PUMP MANUFACTURER <i>IDECO</i>
						TYPE <i>550</i>
						STROKE LENGTH <i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD					
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME					
1. RIG UP AND TEAR DOWN			1	BIT 12 1/4	1.00	6	SIZE 12 1/4			WEIGHT					
2. DRILL ACTUAL	<i>4</i>	<i>8 1/2</i>	1/1	Bit sub	2.33		IADC CODE			PRESSURE GRADIENT					
3. REAMING		<i>1/2</i>	2/1	8" model	28.86		MANUFACTURER <i>HTC</i>			FUNNEL VISCOSITY	<i>Aerated water</i>				
4. CORING			2/1	8" DC	60.00		TYPE <i>GT 28C</i>			PV/YP					
5. CONDITION MUD & CIRCULATE			1	Shocks sub	9.87		SERIAL NO. <i>W 19 Dm</i>			GEL STRENGTH					
6. TRIPS		<i>2 1/2</i>	6	6" DC's OD	178.95		JETS <i>3x28</i>			FLUID LOSS					
7. LUBRICATE RIG		<i>1/2</i>	1	Jars OD	29.02		TFA			pH					
8. REPAIR RIG			6	6" DC's OD	177.05		DEPTH OUT			SOLIDS					
9. CUT OFF DRILLING LINE				<i>BHA</i>	<i>489.37</i>		DEPTH IN <i>3413</i>								
10. DEVIATION SURVEY							TOTAL DRILLED <i>125</i>			MUD & CHEMICALS ADDED					
11. WIRE LINE LOGS			32	STANDS D.P.	2992.44		TOTAL HOURS <i>8 1/2</i>			TYPE	AMOUNT	TYPE	AMOUNT		
12. RUN CASING & CEMENT			1	SINGLES D.P.	31.18		CUTTING STRUCTURE			<i>Dap 140 SKS</i>					
13. WAIT ON CEMENT							INNER	OUTER	DULL CHAR.	LOCATION	<i>Baracat 20 gals</i>				
14. NIPPLE UP B.O.P.				KELLY DOWN	<i>26-</i>		BEARINGS/SEALS			<i>Defover 15 gal</i>					
15. TEST B.O.P.				TOTAL	<i>3538.99</i>		GAGE			<i>Soda Ash 4 SKS</i>					
16. DRILL STEM TEST				WT. OF STRING			OTHER DULL CHAR.								
17. PLUG BACK				REMARKS	<i>Forklift Kick Miller Boiler 12 hrs</i>										
18. SQUEEZE CEMENT					<b>CONFIDENTIAL</b>										
19. FISHING															
20. DIR. WORK															
21. <i>UNLOAD 8</i>															
22.					DRILLER <i>Brad Pedersen</i>										

COMPLETION		DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD					
		NO.	ITEM	LENGTH	BIT NO.				TIME					
A. PERFORATING		1	BIT 12 1/4	1.00	6	SIZE 12 1/4			WEIGHT	<i>Aerated water</i>				
B. TUBING TRIPS		1/1	Bit sub	2.33		IADC CODE			PRESSURE GRADIENT					
C. TREATING		2/1	8" model	28.86		MANUFACTURER <i>HTC</i>			FUNNEL VISCOSITY					
D. SWABBING		2/1	8" DC	60.00		TYPE <i>GT 28C</i>			PV/YP					
E. TESTING		2/1	XO OD	21.29		SERIAL NO. <i>W 19 Dm</i>			GEL STRENGTH					
F.		1	Shocks sub	9.87		JETS <i>3x28</i>			FLUID LOSS					
G.		6	6" DC's OD	178.95		TFA			pH					
H.		1	Jars OD	29.02		DEPTH OUT			SOLIDS					
TOTALS	<i>12 12</i>	4	6" DC's OD	177.05		DEPTH IN <i>3413</i>			MUD & CHEMICALS ADDED					
DAYWORK TIME SUMMARY (OFFICE USE ONLY)			<i>BHA</i>	<i>489.37</i>		TOTAL DRILLED			TYPE	AMOUNT	TYPE	AMOUNT		
HOURS W/ CONTR. D.P.		33	STANDS D.P.	3085		TOTAL HOURS <i>12 1/2</i>			<i>DAP 25</i>					
HOURS W/ OPR. D.P.			SINGLES D.P.			CUTTING STRUCTURE			<i>Baracat 2</i>					
HOURS WITHOUT D.P.			KELLY DOWN			INNER	OUTER	DULL CHAR.	LOCATION	<i>Soda Ash 4</i>				
HOURS STANDBY			TOTAL			BEARINGS/SEALS								
			WT. OF STRING	<i>109,000</i>		GAGE								
TOTAL DAYWORK			REMARKS	<i>Fuel 33" 2482 gal Forklift = Jake Kelsey Boiler 12 hrs.</i>										
NO. OF DAYS FROM SPUD				<i>Acc. 2400</i>										
CUMULATIVE ROTATING HOURS				<i>man. 1600</i>										
DAILY MUD COST				<i>Alum. 800</i>										
TOTAL MUD COST				<i>Fluid 16"</i>										

FIELD OR DISTRICT		COUNTY <b>Emery</b>		STATE / COUNTRY <b>Utah</b>		WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	
	SIZE <b>1 7/8</b>		NO. LINES <b>10</b>		LENGTH SLIPPED			
	LENGTH CUT OFF				PRESENT LENGTH			
	WEAR OR TRIPS SINCE LAST CUT							
CUMULATIVE WEAR OR TRIPS								

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
3413	3530	D		Shale	80	25	480	5	28							118
3530	3538			Shale	80	25	480	5	60	5	60	No AIR				509

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		3393	1 1/2												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	7:00	1	6	T&H recover survey, check float and crownfoot
700	830	1 1/2	6	T&H Change (Drilling rubber)
830	900	1/2	3	Beam 60' to bottom, 8' fill
900	1000	5	2	Drilg f/ 3413 - 3490
1400	1430	1/2	2	Rig Service Greased Crown, Blocks, Swivel (- Function pipe)
1430	1700	2 1/2	2	Drilg f/ 3490 - 3530
1700	1800	1	2	Drilg f/ 3530 - 3538 Both pumps on hole 60 STKS each No Air, Pumping reserve pit down

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
3538	3584	D		shale	85	25	410	5"	30	5"						

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		3511	1°												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	2030	2 1/2	2/10	Drilg. 3538 - 3584 - Survey A#3511 Air on hole @ 3552
2200	2300	1	21	work pipe try to unload hole unsuccessful
2300				Pull 4 stands D.P. try to unload hole. unsuccessful
	100	2	21	Pull 4 more stands try to unload hole. successful!
100	200	1	21	T&H Break circ. EVERY 400'
200	330	1 1/2	21	try to get returns unsuccessful
330				Pull 6 stands try to get returns unsuccessful pull 2 more stands, put 4 compressors on hole unload
	600	2 1/2	21	hole
↑	110,000			
Rot	108,000			
↓	105,000			



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No. 3006531

LEASE <i>Middle Mountain</i>		WELL NO. <i>21-16</i>	API WELL NUMBER		WATER DEPTH	DATE <i>11-22-02</i>			
OPERATOR <i>Fortuna</i>			CONTRACTOR <i>Patterson UTI</i>		RIG NO. <i>104</i>				
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>			SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>Roger Brumley</i>						
D.P. SIZE <i>4 1/2</i>	WEIGHT <i>20</i>	GRADE <i>E</i>	TOOL JT O.D. <i>6 1/4</i>	TYPE/THREAD <i>XH</i>	STRING NO. <i>226</i>	PUMP NO. <i>1</i>	PUMP MANUFACTURER <i>IDECO</i>	TYPE <i>550</i>	STROKE LENGTH <i>15</i>
						<i>2</i>	<i>IDECO</i>	<i>550</i>	<i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD																
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.	SIZE	IADC CODE	MANUFACTURER	TYPE	SERIAL NO.	JETS	TFA	DEPTH OUT	DEPTH IN	TOTAL DRILLED	TOTAL HOURS	CUTTING STRUCTURE	INNER	OUTER	DULL CHAR.	LOCATION	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED
1. RIG UP AND TEAR DOWN			1	BIT 12 1/4	1.00	6	12 1/4																			
2. DRILL ACTUAL	<i>11</i>	<i>6</i>	1 1/2	Bit Sub	2.33																					
3. REAMING			2 1/2	8" Monel	28.86																					
4. CORING			2 1/2	8" DCs	60.00																					
5. CONDITION MUD & CIRCULATE		<i>5 1/2</i>	1	Shock Sub	9.87				<i>HTC</i>	<i>GT28C</i>	<i>W190M</i>	<i>3X28</i>														
6. TRIPS		<i>1/2</i>	6	6" DCs OD	178.95																					
7. LUBRICATE RIG			1	Jars OD	29.02																					
8. REPAIR RIG			6	6" DCs OD	177.05																					
9. CUT OFF DRILLING LINE				BHA	489.37																					
10. DEVIATION SURVEY	<i>1</i>																									
11. WIRE LINE LOGS																										
12. RUN CASING & CEMENT																										
13. WAIT ON CEMENT																										
14. NIPPLE UP B.O.P.																										
15. TEST B.O.P.																										
16. DRILL STEM TEST																										
17. PLUG BACK																										
18. SQUEEZE CEMENT																										
19. FISHING																										
20. DIR. WORK																										
21.																										
22.																										
23.																										
TOTALS																										
DAYWORK TIME SUMMARY (OFFICE USE ONLY)																										
HOURS W/ CONTR. D.P.																										
HOURS W/ OPR. D.P.																										
HOURS WITHOUT D.P.																										
HOURS STANDBY																										
TOTAL DAYWORK																										
NO. OF DAYS FROM SPUD																										
CUMULATIVE ROTATING HOURS																										
DAILY MUD COST																										
TOTAL MUD COST																										

REMARKS  
**CONFIDENTIAL**  
 Forklift Kirk Miller  
 Boiler 12 Hrs  
 DRILLER *Road Peduke*

COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD																																										
A. PERFORATING	B. TUBING TRIPS	C. TREATING	D. SWABBING	E. TESTING	F.	G.	H.	TOTALS	NO.	ITEM	LENGTH	BIT NO.	SIZE	IADC CODE	MANUFACTURER	TYPE	SERIAL NO.	JETS	TFA	DEPTH OUT	DEPTH IN	TOTAL DRILLED	TOTAL HOURS	CUTTING STRUCTURE	INNER	OUTER	DULL CHAR.	LOCATION	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED	TIME	WEIGHT	PRESSURE GRADIENT	FUNNEL VISCOSITY	PV/YP	GEL STRENGTH	FLUID LOSS	pH	SOLIDS	MUD & CHEMICALS ADDED	TYPE	AMOUNT	TYPE	AMOUNT						
									1	BIT 12 1/4	1.00	6	12 1/4																																							
									1 1/2	Bit Sub	2.33																																									
									2 1/2	8" Monel	28.86																																									
									2 1/2	8" DCs	60.00																																									
									1	Shock Sub	9.87																																									
									6	6" DCs OD	178.95																																									
									1	Jars OD	29.02																																									
									6	6" DC OD	177.05																																									
										BHA	489.37																																									
									35	STANDS D.P.	9300																																									
									x	SINGLES D.P.	29.35																																									
										KELLY DOWN	14.00																																									
										TOTAL	3802																																									
										WT. OF STRING	115,000																																									
										REMARKS	<i>Fuel 41 "</i>																																									
											<i>Acc 2400</i>																																									
											<i>Man 1500</i>																																									
											<i>Ann 500</i>																																									
											<i>Fluid 16"</i>																																									





FIELD OR DISTRICT		COUNTY <b>Emery</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.			
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <b>1 1/4</b>	NO. LINES <b>10</b>	LENGTH SLIPPED	
								LENGTH CUT OFF	PRESENT LENGTH		
	WEAR OR TRIPS SINCE LAST CUT										
	CUMULATIVE WEAR OR TRIPS										

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
3802		D		Shale	70/75	32	480	5								

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		3789	1°												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	730	1 1/2	2	Drilg f / 3802 - 3829
730	800	1/2	10	Survey 3789 1°
800	900	1	8	Repair rotary Chain
900	1100	2	2	Drilg f / 3829 - 3859
1100	1130	1/2	7	Rig Service Greased Crown, Blocks, Swivel
1130	1630	5	2	Drilg f / 3859 - 3918 Both pumps on 60 STKS No pressure
1630	1800	1 1/2	6	TOH looking for Hole

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
3918	4018	D		Shale	70	32	470	5"	38	5"						

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	2000	2	6	TOOH Wiper run, ✓ Bit <sup>Change</sup> <del>NO</del> Shock Sub
2000	2100	1	6	T1H 2' fill
2100	600	9	2	Drilg f / 3918 - 4018
↑	122K			
Rot	117K			
↓	112K			



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FIELD OR DISTRICT		COUNTY <b>Emery</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RED TO CSG. HD.	SET AT	SIZE <b>1 1/8</b>	NO. LINES <b>10</b>	LENGTH SLIPPED <b>85'</b>
								LENGTH CUT OFF	PRESENT LENGTH	
								WEAR OR TRIPS SINCE LAST CUT	CUMULATIVE WEAR OR TRIPS	

DEPTH INTERVAL		DRILL D REAM-R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>4168</b>	<b>4423</b>	<b>D</b>		<b>Emery</b>			<b>950</b>	<b>5"</b>	<b>65</b>	<b>5"</b>	<b>65</b>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
6:00	6:30	1/2	5	Circ and Condition
6:30	8:00	1 1/2	2	Dr lg F/4391 to 4423
8:00	9:45	1 3/4	5	Circ and Condition
9:45	11:00	1 1/4	6	POOH F/Wiper Run
11:00	13:15	2 1/4	6	T I H Break Circ @ 3000'
13:15	15:00	1 3/4	5	Circ and Condition
15:00	15:30	1/2	7	Rig Service - Function Pipe Rams
15:30	16:00	1/2	10	Survey @ 4380
16:00	18:00	2	6	POOH F/LOGS STRAP OUT

DEPTH INTERVAL		DRILL D REAM-R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>4423</b>																

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
18:00	18:30	1/2	6	POOH
18:30	19:00	1/2	6	STRAP LOGS
19:00	03:00	8	21	WO loggers (Cut Dr lg Line)
03:00	05:30	2 1/2	11	Set in logging truck Rigup loggers 85'
05:30	06:00	1/2		Logging



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No. 3006535













FIELD OR DISTRICT		COUNTY <b>Emery</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <b>1 1/8</b>	NO. LINES <b>10</b>	LENGTH SLIPPED
								LENGTH CUT OFF	PRESENT LENGTH	
	WEAR OR TRIPS SINCE LAST CUT									
	CUMULATIVE WEAR OR TRIPS									

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<del>6:00</del>	<del>6:00</del>	<del>90</del>	<del>14</del>	<b>Cut 9 5/8" casing</b>
6:00	14:00	8	14	<b>Nipple Down, Set Stack out, <del>cut</del> on <del>table</del> <del>head</del> <del>on</del> <del>table</del> <del>head</del></b>
14:00	17:00	3	23	<b>Wait on welder</b>
17:00	18:00	1	21	<b>Weld Well head</b>

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
18:00	22:00	4 1/2	23	<b>weld on HEAD cool off HEAD</b>
22:00	06:00	8	14	<b>Nipple up</b>



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APPROVED

No. 3005894



FIELD OR DISTRICT		COUNTY <b>Emery</b>		STATE / COUNTRY <b>Utah</b>		WIRE LINE RECORD REEL NO.	
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT
	<b>9 5/8</b>	<b>STYL</b>	<b>36</b>	<b>100</b>	<b>4417</b>	<b>16</b>	<b>4413</b>
	NO. LINES <b>10</b>		LENGTH SLIPPED		LENGTH CUT OFF		
WEAR OR TRIPS SINCE LAST CUT		CUMULATIVE WEAR OR TRIPS					

DEPTH INTERVAL		DRILL D REAM-R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
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TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
6:00	7:30	1 1/2	14	Nipple up
7:30	9:30	2	24	Reinstall slide, Floorplates, Rotary Table
9:30	12:00	2 1/2	15	R/U BOP Tester and Test w/Double Jack m/u Bit/Bit Sub and Manel
12:00	14:00	2	6	T I H L/D 2 jts D.P P/U 5" DCS
14:00	16:00	2	15	Test BOPF, R/D Tester 650'
16:00	16:30	1/2	6	T I H
16:30	18:00	1 1/2	22	Kelly Jp to 860 Drly Out DST Tool @ 860'

DEPTH INTERVAL		DRILL D REAM-R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
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TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
18:00	19:15	1 1/4	6	T.I.H.
19:15	23:00	3 3/4	22	Drly Float & Cement Guide Shoe
23:00	23:30	1/2	2	4423 to 4429 lost returns
23:30	03:30	4	21	Switch to <del>4423</del> mist unload hole 3 comp & pump Blow Hole with comp only 400# Air pressure approx 1000' of water
03:30	06:00	2 1/2	2	Drly 4429 to 4446



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No. 3005895



FIELD OR DISTRICT		COUNTY <b>Emery</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED
	<b>95/8</b>							<b>1 1/8</b>	<b>10</b>	
	LENGTH CUT OFF							PRESENT LENGTH		
WEAR OR TRIPS SINCE LAST CUT										
CUMULATIVE WEAR OR TRIPS										

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3 /		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>4446</b>				<b>Emery</b>	<b>65</b>	<b>40</b>	<b>250/500</b>			<b>5"</b>	<b>35</b>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>10:00</b>	<b>11:30</b>	<b>5 1/2</b>	<b>2</b>	<b>Drig F/4446 to 4624</b>
<b>11:30</b>	<b>12:00</b>	<b>1/2</b>	<b>10</b>	<b>Survey @ 4584</b>
<b>12:00</b>	<b>12:30</b>	<b>1/2</b>	<b>2</b>	<b>Drig F/4624 to 4631 3°</b>
<b>12:30</b>	<b>14:00</b>	<b>1 1/2</b>	<b>6</b>	<b>POOH F/stabilizer LD 1jt</b>
<b>14:00</b>	<b>14:30</b>	<b>1/2</b>	<b>7</b>	<b>Rig Service Activate API BOBE</b>
<b>14:30</b>				<b>pld stabilizer and Bit # 8 and Reamers</b>
	<b>17:30</b>	<b>3</b>	<b>6</b>	<b>TIH L/D 9jts</b>
<b>17:30</b>	<b>18:00</b>	<b>1/2</b>	<b>6</b>	<b>Ream</b>

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>4631</b>	<b>4835</b>				<b>65</b>	<b>35/40</b>	<b>400</b>	<b>5</b>	<b>35</b>	<b>5</b>	<b>37</b>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		<b>4800</b>	<b>2 3/4</b>												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>1800</b>	<b>1900</b>	<b>1</b>	<b>21</b>	<b>Unload Hole</b>
<b>1900</b>	<b>2245</b>	<b>3 3/4</b>	<b>3</b>	<b>Reaming 4427 to 4631</b>
<b>2245</b>	<b>0430</b>	<b>6 3/4</b>	<b>2</b>	<b>Drig 4631 to 4835</b>
<b>0430</b>	<b>0515</b>	<b>3/4</b>	<b>10</b>	<b>Surf 4800</b>
<b>515</b>	<b>0600</b>	<b>3/4</b>	<b>21</b>	<b>unload Hole</b>



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FIELD OR DISTRICT		COUNTY <b>EMERY</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.			
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED	
	<b>9 5/8</b>	<b>STAC</b>	<b>36</b>	<b>100</b>	<b>4417</b>	<b>18</b>	<b>4413</b>	<b>1 1/8</b>	<b>10</b>		
	LENGTH CUT OFF							PRESENT LENGTH			
	WEAR OR TRIPS SINCE LAST CUT										
CUMULATIVE WEAR OR TRIPS											

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>4835</b>	<b>5148</b>	<b>D</b>		<b>Shale</b>	<b>80</b>	<b>40</b>	<b>320</b>	<b>5"</b>	<b>47</b>	<b>5"</b>						

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		<b>5076</b>	<b>2 1/2</b>												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>600</b>	<b>1230</b>	<b>6 1/2</b>	<b>2</b>	<b>Drig F / 4835 - 5022</b>
<b>1230</b>	<b>1300</b>	<b>1/2</b>	<b>7</b>	<b>Rig Service F/T BOP's Grease Crown, Blocks, &amp; Swivel</b>
<b>1300</b>	<b>1600</b>	<b>3</b>	<b>2</b>	<b>Drig 5022 - 5114</b>
<b>1600</b>	<b>1645</b>	<b>3/4</b>	<b>10</b>	<b>Survey</b>
<b>1645</b>	<b>1800</b>	<b>1 1/4</b>	<b>2</b>	<b>Drig 5116 - 5148</b>

**Held BOP Drill 70 sec.**

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>5148</b>	<b>5404</b>	<b>D</b>		<b>Shale</b>	<b>80</b>	<b>40</b>	<b>300</b>	<b>5"</b>	<b>47</b>							<b>199</b>

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>1800</b>	<b>600</b>	<b>12</b>	<b>2</b>	<b>Drig f / 5148 - 5404</b>
				<b>↑ 150,000</b>
				<b>R 145,000</b>
				<b>↓ 145,000</b>



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No. 3005897



LEASE <i>Middle Mtn.</i>		WELL NO. <i>21-16</i>		API WELL NUMBER		WATER DEPTH		DATE <i>12-02-0</i>		
OPERATOR <i>Fortuna</i>				CONTRACTOR <i>Patterson Uti</i>				RIG NO. <i>104</i>		
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>				SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>Randy Hallford</i>						
D.P. SIZE <i>4 1/2</i>	WEIGHT <i>20'</i>	GRADE	TOOL JT O.D. <i>6 1/4</i>	TYPE THREAD <i>4 1/2 XH</i>	STRING NO. <i>1</i>	PUMP NO. <i>1</i>	PUMP MANUFACTURER <i>Ideco</i>		TYPE <i>550</i>	STROKE LENGTH <i>15</i>
						<i>2</i>	<i>Ideco</i>		<i>550</i>	<i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD			
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME			
1. RIG UP AND TEAR DOWN			1	BIT 8 3/4	1.00	8	8 3/4			6:00	12:00	5:00	
2. DRILL ACTUAL	<i>12</i>	<i>10 3/4</i>	1/1	Reamer IBS	5.29		IADC CODE				WEIGHT		
3. REAMING			1/1	Shock sub IBS OD	9.47		MANUFACTURER				PRESSURE GRADIENT		
4. CORING			1	monel OD	27.32		STC				FUNNEL VISCOSITY		
5. CONDITION MUD & CIRCULATE			1	IBS OD	3.56		F35				PVYP		
6. TRIPS			1	Jars OD	29.00		SERIAL NO.				GEL STRENGTH		
7. LUBRICATE RIG		<i>1/2</i>	9	6" DC's OD	265.93		M3100				FLUID LOSS		
8. REPAIR RIG			1	Jars OD	29.00		JETS				pH		
9. CUT OFF DRILLING LINE			8	6" DC's	237.38		.589				8 7 8		
10. DEVIATION SURVEY		<i>3/4</i>		BHA	586.98		DEPTH OUT				SOLIDS		
11. WIRE LINE LOGS							DEPTH IN						
12. RUN CASING & CEMENT			53	STANDS - D.P.	4959		TOTAL DRILLED				MUD & CHEMICALS ADDED		
13. WAIT ON CEMENT			X	SINGLES - D.P.	30.49		979				TYPE AMOUNT TYPE AMOUNT		
14. NIPPLE UP B.O.P.				KELLY DOWN	34.00		TOTAL HOURS				DAP 60		
15. TEST B.O.P.				TOTAL	5610		CUTTING STRUCTURE				Barcat 5 gal		
16. DRILL STEM TEST				WT. OF STRING	149,000		INNER OUTER DULL CHAR. LOCATION				Deleam 5 gal		
17. PLUG BACK							BEARINGS/SEALS GAGE OTHER DULL CHAR. REASON PULLED				EZ mvc 15 gal		
18. SQUEEZE CEMENT				REMARKS							Forklift = Jake Kelsey		
19. FISHING											Boiler 12 hrs		
20. DIR. WORK											Changed oil in cent. pumps, Tigger, lightning mixers		
21.													
22.													
23.													

CONFIDENTIAL

DRILLER *[Signature]*

COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD								
A. PERFORATING	B. TUBING TRIPS	C. TREATING	D. SWABBING	E. TESTING	F.	G.	H.	NO.	ITEM	LENGTH	BIT NO.				TIME			
								1	BIT 8 3/4	1.00	8	8 3/4				WEIGHT		
								1/1	Reamer IBS	5.29		IADC CODE				PRESSURE GRADIENT		
								1/1	Shock sub IBS OD	9.47		MANUFACTURER				FUNNEL VISCOSITY		
								1	monel OD	27.32		STC				PVYP		
								1	IBS OD	3.56		F35				GEL STRENGTH		
								9	6" DC's OD	265.93		SERIAL NO.				FLUID LOSS		
								1	Jars OD	29.00		M3100				pH		
								8	6" DC's	237.38		JETS				SOLIDS		
									BHA	586.98		.589						
								53	STANDS - D.P.	5146.00		DEPTH OUT				MUD & CHEMICALS ADDED		
								X	SINGLES - D.P.	15-		DEPTH IN				TYPE AMOUNT TYPE AMOUNT		
									KELLY DOWN	15-		TOTAL DRILLED				Dap 75		
									TOTAL	5748.05		TOTAL HOURS						
									WT. OF STRING	150,000		CUTTING STRUCTURE						
												INNER OUTER DULL CHAR. LOCATION						
												BEARINGS/SEALS GAGE OTHER DULL CHAR. REASON PULLED						
									REMARKS							Fork lift Kirk Miller		
																Boiler 12 hrs		
																ACC 2500		
																Mann 1300		
																Ann 800		
																Kromey Oil 13"		

DRILLER *[Signature]*



FIELD OR DISTRICT		COUNTY <b>Emery</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.			
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED	
	<b>9 5/8</b>	<b>STOC</b>	<b>36</b>	<b>100</b>	<b>4417</b>	<b>16</b>	<b>4413</b>	<b>1 1/8</b>	<b>10</b>		
								LENGTH CUT OFF	PRESENT LENGTH		
								WEAR OR TRIPS SINCE LAST CUT			
							CUMULATIVE WEAR OR TRIPS				

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>5404</b>	<b>5610</b>	<b>D</b>		<b>Shale</b>	<b>80</b>	<b>38/40</b>	<b>250</b>	<b>5"</b>	<b>48</b>	<b>5"</b>						

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		<b>5546</b>	<b>2 3/4</b>												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>600</b>	<b>1530</b>	<b>9 1/2</b>	<b>2</b>	<b>Drilg. F/5404 - 5586</b>
<b>1530</b>	<b>1615</b>	<b>3/4</b>	<b>10</b>	<b>Survey</b>
<b>1615</b>	<b>1730</b>	<b>1 1/4</b>	<b>2</b>	<b>Drilg. F/5586 - 5610</b>
<b>1730</b>	<b>1800</b>	<b>1/2</b>	<b>7</b>	<b>Rig Service. Acc Pipe Rams &amp; Annular</b>

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>5610</b>	<b>5748</b>	<b>D</b>		<b>Shale</b>	<b>80</b>	<b>40</b>	<b>250</b>	<b>5</b>	<b>48</b>							<b>203</b>

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>1800</b>	<b>6:00</b>	<b>12</b>	<b>2</b>	<b>Drilgf/5610 - 5748</b>
				<b>↑ 152,000</b>
				<b>2 150,000</b>
				<b>↓ 146,000</b>



APPROVED



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No. 3005898

LEASE <i>Middle Mtn.</i>		WELL NO. <i>21-16</i>	API WELL NUMBER		WATER DEPTH	DATE <i>12-3-02</i>			
OPERATOR <i>Fortuna</i>			CONTRACTOR <i>Patterson UTI</i>		RIG NO. <i>104</i>				
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>			SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>[Signature]</i>						
D.P. SIZE <i>2 1/2</i>	WEIGHT <i>30.0</i>	GRADE	TOOL JOINT <i>6 1/4</i>	TYPE THREAD <i>4 1/2 XH</i>	STRING NO. <i>1</i>	PUMP NO. <i>1</i>	PUMP MANUFACTURER <i>Ideco</i>	TYPE <i>550</i>	STROKE LENGTH <i>15</i>
						<i>2</i>	<i>Ideco</i>	<i>550</i>	<i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD				
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.	8		9		TIME			
1. RIG UP AND TEAR DOWN	<i>9</i>		<i>1</i>	BIT <i>8 3/4</i>	<i>1.00</i>	SIZE	<i>8 3/4</i>	<i>8 3/4</i>			WEIGHT			
2. DRILL ACTUAL		<i>6</i>	<i>1/1</i>	Reamer <i>IBS</i>	<i>5.29</i>	IADC CODE					PRESSURE GRADIENT			
3. REAMING			<i>1/1</i>	Shock Sub <i>IBS</i>	<i>4.28</i>	MANUFACTURER	<i>STC</i>	<i>Hughes</i>			FUNNEL VISCOSITY	<i>Aerated Water</i>		
4. CORING			<i>1/1</i>	<i>IBS</i> OD	<i>3.75</i>	TYPE	<i>F35</i>	<i>GTS20</i>			PVYP			
5. CONDITION MUD & CIRCULATE	<i>2</i>		<i>1</i>	monel OD	<i>27.32</i>	SERIAL NO.	<i>MJ3100502136</i>				GEL STRENGTH			
6. TRIPS		<i>5 1/2</i>	<i>1</i>	<i>IBS</i> OD	<i>3.56</i>	JETS	<i>3x16</i>	<i>3x16</i>			FLUID LOSS			
7. LUBRICATE RIG		<i>1/2</i>	<i>9</i>	<i>6" DC's</i> OD	<i>265.93</i>	TFA	<i>.589</i>	<i>.589</i>			pH			
8. REPAIR RIG			<i>1</i>	<i>Jars</i> OD	<i>29.00</i>	DEPTH OUT	<i>5768</i>				SOLIDS			
9. CUT OFF DRILLING LINE			<i>9</i>	<i>6" DC's</i>	<i>237.38</i>	DEPTH IN	<i>4631</i>	<i>5768</i>						
10. DEVIATION SURVEY	<i>1</i>			BHA	<i>586.98</i>	TOTAL DRILLED	<i>1137</i>	<i>153</i>						
11. WIRE LINE LOGS			<i>56</i>	STANDS ___ D.P.	<i>5241</i>	TOTAL HOURS	<i>5 1/4</i>	<i>5 3/4</i>	<i>5</i>		MUD & CHEMICALS ADDED			
12. RUN CASING & CEMENT			<i>X2</i>	SINGLES ___ D.P.	<i>63.08</i>	CUTTING STRUCTURE	INNER	OUTER	DULL CHAR.	LOCATION	TYPE	AMOUNT	TYPE	AMOUNT
13. WAIT ON CEMENT				KELLY DOWN	<i>30.00</i>						<i>DAP</i>	<i>75sk</i>		
14. NIPPLE UP B.O.P.				TOTAL	<i>5921</i>	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED		<i>Baracot</i>	<i>4bkt</i>		
15. TEST B.O.P.				WT. OF STRING	<i>152,000</i>						<i>ez-mud</i>	<i>2bkt</i>		
16. DRILL STEM TEST				REMARKS										
17. PLUG BACK														
18. SQUEEZE CEMENT														
19. FISHING														
20. DIR. WORK														
21.														
22.														
23.														

CONFIDENTIAL

Forklift = Frank Richins  
Boiler 12 hrs

DRILLER *[Signature]*

COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD									
A. PERFORATING	B. TUBING TRIPS	C. TREATING	D. SWABBING	E. TESTING	F.	G.	H.	NO.	ITEM	LENGTH	BIT NO.	9		TIME					
								<i>1</i>	BIT <i>8 3/4</i>	<i>1.00</i>	SIZE	<i>8 3/4</i>			WEIGHT				
								<i>1/1</i>	Reamer <i>IBS</i>	<i>5.29</i>	IADC CODE				PRESSURE GRADIENT				
								<i>1/1</i>	Shock Sub <i>IBS</i>	<i>4.28</i>	MANUFACTURER	<i>HTC</i>			FUNNEL VISCOSITY	<i>Aerated Water</i>			
								<i>1/1</i>	<i>IBS</i> OD	<i>3.25</i>	TYPE	<i>GTS20</i>			PVYP				
								<i>1</i>	monel OD	<i>22.32</i>	SERIAL NO.	<i>5021367</i>			GEL STRENGTH				
								<i>1</i>	<i>IBS</i> OD	<i>3.56</i>	JETS	<i>3x16</i>			FLUID LOSS				
								<i>9</i>	<i>6" DC's</i> OD	<i>265.93</i>	TFA	<i>.589</i>			pH				
								<i>1</i>	<i>Jars</i> OD	<i>29.00</i>	DEPTH OUT				SOLIDS				
								<i>8</i>	<i>6" DC's</i>	<i>237.38</i>	DEPTH IN	<i>5768</i>							
									BHA	<i>586.98</i>	TOTAL DRILLED	<i>506</i>							
								<i>60</i>	STANDS ___ D.P.	<i>5616.04</i>	TOTAL HOURS	<i>14</i>			MUD & CHEMICALS ADDED				
								<i>2</i>	SINGLES ___ D.P.	<i>38.48</i>	CUTTING STRUCTURE	INNER	OUTER	DULL CHAR.	LOCATION	TYPE	AMOUNT	TYPE	AMOUNT
									KELLY DOWN	<i>40 -</i>					<i>Dap</i>	<i>75sk</i>			
									TOTAL	<i>6274.51</i>	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED	<i>Detump</i>	<i>10gal</i>			
									WT. OF STRING	<i>156,000</i>					<i>Baracot</i>	<i>30gal</i>			
									REMARKS						<i>ez-mud</i>	<i>5gal</i>			
										<i>Diesel 22" 1414gal</i>									
										<i>Acc 2500</i>									
										<i>man 1300</i>									
										<i>Ann 850</i>									
										<i>Koomey 0.1 15"</i>									

DRILLER *[Signature]*



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FIELD OR DISTRICT		COUNTY <b>Emery</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED
	<b>9 5/8</b>	<b>STAC</b>	<b>36</b>	<b>100</b>	<b>4417</b>	<b>16</b>	<b>4413</b>	<b>1 1/8</b>	<b>10</b>	
								LENGTH CUT OFF	PRESENT LENGTH	
							WEAR OR TRIPS SINCE LAST CUT			
							CUMULATIVE WEAR OR TRIPS			

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>5748</b>	<b>5921</b>	<b>D</b>		<b>Shale</b>	<b>80</b>	<b>40</b>	<b>1300</b>	<b>5"</b>	<b>60</b>	<b>5"</b>	<b>60</b>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>600</b>	<b>700</b>	<b>1</b>	<b>2</b>	<b>Drig F/5748-5748</b>
<b>700</b>	<b>930</b>	<b>2 1/2</b>	<b>6</b>	<b>TOOH F/Bit Activate Blind Rams</b>
<b>930</b>	<b>1230</b>	<b>3</b>	<b>6</b>	<b>m/u Bit # 9 T/H REAM 30' TO Bottom No F.1'</b>
<b>1230</b>	<b>1445</b>	<b>2 1/4</b>	<b>2</b>	<b>Drig F/5768-5827</b>
<b>1445</b>	<b>1515</b>	<b>1/4</b>	<b>7</b>	<b>Rig Service, F/T BOPs</b>
<b>1515</b>	<b>1800</b>	<b>2 3/4</b>	<b>2</b>	<b>Drig F/5827-5921</b>

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>5921</b>	<b>6274</b>	<b>D</b>		<b>Shale</b>	<b>80</b>	<b>40</b>	<b>800</b>	<b>5</b>	<b>60</b>							

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		<b>6045</b>	<b>2 1/2°</b>												

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>1800</b>	<b>2000</b>	<b>2</b>	<b>2</b>	<b>Drig f/5921-5993</b>
<b>2000</b>	<b>2200</b>	<b>2</b>	<b>5</b>	<b>Get Hole to unload 3600 CFM</b>
<b>2200</b>	<b>2400</b>	<b>2</b>	<b>2</b>	<b>Drig f/5993-6085</b>
<b>2400</b>	<b>1000</b>	<b>1/2</b>	<b>10</b>	<b>Circ + Survey 6045 2 1/2°</b>
<b>1000</b>	<b>600</b>	<b>5</b>	<b>2</b>	<b>Drig f/6085-6274</b>
				<b>↑ 160,000</b>
				<b>R 156,000</b>
				<b>↓ 156,000</b>



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No. 3005899

LEASE <i>Middle mtn</i>		WELL NO. <i>21-16</i>		API WELL NUMBER		WATER DEPTH		DATE <i>12-4-0</i>		
OPERATOR <i>Fortuna</i>				CONTRACTOR <i>Patterson Dring</i>				RIG NO. <i>104</i>		
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>				SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>Roger Bromley</i>						
D.P. SIZE <i>4 1/2</i>	WEIGHT <i>200</i>	GRADE	TOOL JT O.D. <i>6 1/4</i>	TYPE THREAD <i>4 1/2 X 14</i>	STRING NO. <i>1</i>	PUMP NO. <i>1</i>	PUMP MANUFACTURER <i>Ideco</i>		TYPE <i>550</i>	STROKE LENGTH <i>15</i>
						<i>2</i>	<i>Ideco</i>		<i>550</i>	<i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD					
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME					
1. RIG UP AND TEAR DOWN			1	BIT 8 3/4	1.00	9	8 3/4			WEIGHT					
2. DRILL ACTUAL	<i>6</i>	<i>10</i>	<i>1/1</i>	<i>Reamer IBS</i>	<i>5.29</i>		IADC CODE			PRESSURE GRADIENT					
3. REAMING			<i>1</i>	<i>IBS OD</i>	<i>3.75</i>		MANUFACTURER <i>HTC</i>			FUNNEL VISCOSITY	<i>Aerated water</i>				
4. CORING			<i>1</i>	<i>monel D</i>	<i>27.32</i>		TYPE <i>GT 520</i>			PV/YP					
5. CONDITION MUD & CIRCULATE	<i>6</i>		<i>1</i>	<i>IBS OD</i>	<i>3.56</i>		SERIAL NO. <i>5021367</i>			GEL STRENGTH					
6. TRIPS			<i>9</i>	<i>6" DC OD</i>	<i>265.93</i>		JETS <i>3X16</i>			FLUID LOSS					
7. LUBRICATE RIG		<i>1/2</i>	<i>1</i>	<i>Jars OD</i>	<i>29.00</i>		TFA <i>.589</i>			pH					
8. REPAIR RIG			<i>8</i>	<i>6" DC'S</i>	<i>237.38</i>		DEPTH OUT			SOLIDS					
9. CUT OFF DRILLING LINE				<i>BHA</i>	<i>577.51</i>		DEPTH IN <i>5768</i>								
10. DEVIATION SURVEY		<i>1/2</i>		<i>STANDS D.P.</i>	<i>6081</i>		TOTAL DRILLED <i>909</i>								
11. WIRE LINE LOGS				<i>SINGLES D.P.</i>			TOTAL HOURS <i>24</i>			MUD & CHEMICALS ADDED					
12. RUN CASING & CEMENT				<i>KELLY DOWN</i>	<i>19.00</i>		CUTTING STRUCTURE			TYPE	AMOUNT	TYPE	AMOUNT		
13. WAIT ON CEMENT				<i>TOTAL</i>	<i>6677</i>		INNER	OUTER	DULL CHAR.	LOCATION	<i>Dap</i>	<i>75</i>			
14. NIPPLE UP B.O.P.				<i>WT. OF STRING</i>	<i>168,000</i>						<i>Barocat</i>	<i>15 gal</i>			
15. TEST B.O.P.				REMARKS <i>Forklift = Frank Richards Boiler 12 hrs</i>							<i>E2-Mud</i>	<i>15 gal</i>			
16. DRILL STEM TEST				<b>CONFIDENTIAL</b>							<i>Barocat</i>	<i>10 gal</i>			
17. PLUG BACK															
18. SQUEEZE CEMENT															
19. FISHING															
20. DIR. WORK															
21. <i>unload hole</i>		<i>1</i>													
22.															
23.															

COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD										
A. PERFORATING	B. TUBING TRIPS	C. TREATING	D. SWABBING	E. TESTING	F.	G.	H.	NO.	ITEM	LENGTH	BIT NO.				TIME					
								1	BIT 8 3/4	1.00	9	8 3/4			WEIGHT					
								<i>1/1</i>	<i>Reamer IBS</i>	<i>5.29</i>		IADC CODE			PRESSURE GRADIENT					
								<i>1/1</i>	<i>IBS OD</i>	<i>3.75</i>		MANUFACTURER <i>HTC</i>			FUNNEL VISCOSITY	<i>Aerated water</i>				
								<i>1</i>	<i>monel D</i>	<i>27.32</i>		TYPE <i>GT 520</i>			PV/YP					
								<i>1</i>	<i>IBS OD</i>	<i>3.56</i>		SERIAL NO. <i>5021367</i>			GEL STRENGTH					
								<i>9</i>	<i>6" DC'S OD</i>	<i>265.93</i>		JETS <i>3X16</i>			FLUID LOSS					
								<i>1</i>	<i>Jars OD</i>	<i>29.00</i>		TFA <i>.589</i>			pH					
								<i>8</i>	<i>6" DC'S</i>	<i>237.38</i>		DEPTH OUT			SOLIDS					
									<i>BHA</i>	<i>586.98</i>		DEPTH IN <i>5768</i>								
								<i>67</i>	<i>STANDS D.P.</i>	<i>6268.46</i>		TOTAL DRILLED <i>1174</i>								
								<i>2</i>	<i>SINGLES D.P.</i>	<i>62.87</i>		TOTAL HOURS <i>30</i>			MUD & CHEMICALS ADDED					
									<i>KELLY DOWN</i>	<i>24</i>		CUTTING STRUCTURE			TYPE	AMOUNT	TYPE	AMOUNT		
									<i>TOTAL</i>	<i>6942.31</i>		INNER	OUTER	DULL CHAR.	LOCATION	<i>Dap</i>	<i>75 gals</i>			
									<i>WT. OF STRING</i>	<i>172,000</i>						<i>Barocat</i>	<i>15 gal</i>			
									REMARKS <i>Diesel 46" - 3781</i>							<i>E2-Mud</i>	<i>5 gal</i>			
									<i>Acc 2500</i>							<i>Barocat</i>	<i>5 gal</i>			
									<i>mann 1300</i>											
									<i>Ann 500</i>											
									<i>Koomey Oil</i>											
									DRILLER <i>Brad Pedersen</i>											



FIELD OR DISTRICT		COUNTY <b>Emery</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB TO CSG. HD.	SET AT	SIZE <b>1 1/8</b>	NO. LINES <b>10</b>	LENGTH SLIPPED
								LENGTH CUT OFF		PRESENT LENGTH
								WEAR OR TRIPS SINCE LAST CUT		
								CUMULATIVE WEAR OR TRIPS		

DEPTH INTERVAL		DRILL D REAM-R CORE-C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
6274	6677	D		Shale	80	40	500	5"	50	5"	50					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		6544	2 3/4	NW 45											

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	1200	6	2	Drig. F/6274-6521
1200	1300	1	21	Unload hole
1300	1445	1 3/4	2	Drig. F/6521-6584
1445	1515	1/2	10	Survey
1515	1545	1/2	7	Rig Service F/BOP Adjust Brakes
1545	1800	2 1/4	2	Drig. F/6584-6677

DEPTH INTERVAL		DRILL D REAM-R CORE-C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
6677	6942	D		Shale	80	40	430	5"	60	5"	60					509

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	2000	2	2	Drig. F/6677-6761
2000	2330	3 1/2	5	Pump Down Reserve P.t, Had returns f/ 1 Hour
2330	2430	1	2	Drig. F/6761-6793
2430	300	2 1/2	5	Get Hole to unload 3600 CFM
300	600	3	2	Drig. F/6793-6942
				↑ 180,000
				R 172,000
				↓ 170,000



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LEASE <i>Middle Mtn.</i>		WELL NO. <i>21-16</i>		API WELL NUMBER		WATER DEPTH		DATE <i>12-5-0</i>		
OPERATOR <i>Fortuna</i>				CONTRACTOR <i>Patterson UTI</i>				RIG NO. <i>104</i>		
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>				SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>Roger Bromley</i>						
D.P. SIZE <i>4 1/2</i>	WEIGHT <i>20.0</i>	GRADE	TOOL JT O.D. <i>6 1/4</i>	TYPE THREAD <i>4 1/2 X H</i>	STRING NO. <i>1</i>	PUMP NO. <i>1</i>	PUMP MANUFACTURER <i>Ideco</i>		TYPE <i>550</i>	STROKE LENGTH <i>15</i>
						<i>2</i>	<i>Ideco</i>		<i>550</i>	<i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD				
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME				
1. RIG UP AND TEAR DOWN				BIT		9	8 3/4				Attempt mud			
2. DRILL ACTUAL		<i>3 1/2</i>					IADC CODE							
3. REAMING	<i>1</i>						MANUFACTURER <i>HTC</i>				TO UP			
4. CORING				OD			TYPE <i>GTS20</i>							
5. CONDITION MUD & CIRCULATE	<i>5</i>			OD			SERIAL NO. <i>5021367</i>							
6. TRIPS	<i>4 1/2</i>	<i>5</i>		OD			JETS <i>3X16</i>							
7. LUBRICATE RIG				OD			TFA <i>.589</i>							
8. REPAIR RIG				OD			DEPTH OUT							
9. CUT OFF DRILLING LINE				OD			DEPTH IN <i>5768</i>							
10. DEVIATION SURVEY				OD			TOTAL DRILLED							
11. WIRE LINE LOGS				STANDS D.P.			TOTAL HOURS <i>33 1/2</i>							
12. RUN CASING & CEMENT				SINGLES D.P.			CUTTING STRUCTURE							
13. WAIT ON CEMENT				KELLY DOWN			INNER	OUTER	DULL CHAR.	LOCATION	MUD & CHEMICALS ADDED			
14. NIPPLE UP B.O.P.				TOTAL							TYPE	AMOUNT	TYPE	AMOUNT
15. TEST B.O.P.				WT. OF STRING			BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED	Dear 35 SODA 4			
16. DRILL STEM TEST				REMARKS							SAND 35 B.Fiber 135			
17. PLUG BACK											Grel 220 Walnut 90			
18. SQUEEZE CEMENT											Grel #3 mica 10			
19. FISHING														
20. DIR. WORK														
21. Tight Hole mud		<i>2</i>									DRILLER <i>[Signature]</i>			
22. mud		<i>1 1/2</i>									Forklift = Frank Richins Boiler 12 hrs.			

CONFIDENTIAL

COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD											
A. PERFORATING	B. TUBING TRIPS	C. TREATING	D. SWABBING	E. TESTING	F.	G.	H.	TOTALS	NO.	ITEM	LENGTH	BIT NO.				TIME					
								<i>12</i>	<i>12</i>	<i>1</i>	BIT <i>8 3/4</i>	<i>1.00</i>	9	<i>8 3/4</i>			<i>11:00</i>				
										<i>1 1/2</i>	Reamer <i>4.74</i>	<i>4.74</i>		IADC CODE							
										<i>1 1/2</i>	SWSM DC <i>9.47</i>	<i>9.47</i>		MANUFACTURER <i>HTC</i>							
										<i>1</i>	IBS OD <i>3.75</i>	<i>3.75</i>		TYPE <i>GTS20</i>							
										<i>1</i>	monel OD <i>27.32</i>	<i>27.32</i>		SERIAL NO. <i>5021367</i>							
										<i>1</i>	IBS OD <i>3.50</i>	<i>3.50</i>		JETS <i>3X16</i>							
										<i>9</i>	6" DC3 OD <i>265.93</i>	<i>265.93</i>		TFA <i>.589</i>							
										<i>1</i>	Jacs OD <i>29.00</i>	<i>29.00</i>		DEPTH OUT							
										<i>8</i>	6" AC <i>232.38</i>	<i>232.38</i>		DEPTH IN <i>5768</i>							
											BHA <i>586.43</i>	<i>586.43</i>		TOTAL DRILLED							
										<i>67</i>	STANDS D.P. <i>6268.46</i>	<i>6268.46</i>		TOTAL HOURS							
										<i>1</i>	SINGLES D.P. <i>31.31</i>	<i>31.31</i>		CUTTING STRUCTURE							
											KELLY DOWN <i>40-</i>	<i>40-</i>		INNER	OUTER	DULL CHAR.	LOCATION	MUD & CHEMICALS ADDED			
											TOTAL <i>6926.20</i>	<i>6926.20</i>						TYPE	AMOUNT	TYPE	AMOUNT
											WT. OF STRING <i>163,000</i>	<i>163,000</i>						Ban Seal Walnut 1 Pallet			
											REMARKS <i>Diesel 31" 2281</i>	<i>2281</i>						Soda 65K Silafone 1 Pallet			
											<i>Acc 2500</i>	<i>2500</i>						Grel 113 Cotton 2 Pallets			
											<i>Main 1305</i>	<i>1305</i>						mica 2 Pallets			
											<i>Ann 500</i>	<i>500</i>									
											<i>Krome 10</i>	<i>10</i>						DRILLER <i>Barcl Pedersen</i>			



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FIELD OR DISTRICT		COUNTY <b>Emery</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <b>1 1/8</b>	NO. LINES <b>10</b>	LENGTH SLIPPED
								LENGTH CUT OFF	PRESENT LENGTH <b>4750</b>	
	WEAR OR TRIPS SINCE LAST CUT									
	CUMULATIVE WEAR OR TRIPS									

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
6942		D		Shale	80	8 3/4	25	5"	60	5"	60					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	930	3 1/2	2	Orig. F / 6942-7083
930	1130	2	21	Hole Tight 4/0 2 JNTS Pump 6 JNT OUT
1130	1515	3 3/4	6	T.O.H., 4/0 3 IBS, Reamer & Short DC
1515	1630	1 1/4	6	T.I.H. 4 1/2 STAND'S TO bottom of CSG
1630	1800	1 1/2	22	Mix & pump Hi Vis LCM pills

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	2300	5	5	Mix & Pump Hi Vis LCM pills, Full returns, Blow out Kelly
2300	2430	1 1/2	6	T.O.H.
2430	200	1 1/2	23	Change 1 valve on Flowline to Gas Buster
200	500	3	6	Plu BHA, T.I.H.
500	600	1	3	Fill pipe Wash + Ream F / 6832-6926



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No. 3005901





FIELD OR DISTRICT		COUNTY <b>Emery</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <b>1 1/8</b>	NO. LINES <b>10</b>	LENGTH SLIPPED
								LENGTH CUT OFF		PRESENT LENGTH
								WEAR OR TRIPS SINCE LAST CUT		
								CUMULATIVE WEAR OR TRIPS		

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
7083	7200	D		Shale	80	40	680	5"	48	5"	48					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		7105	1/2°	N											

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	700	1	3	Ream F/ 6926-7083 (NO R.II)
700	830	1 1/2	2	Drig F/ 7083-7107
830	930	1	8	Go Through #1 pump
930	1230	3	2	Drig. F/ 7107-7145
1230	1300	1/2	10	Survey
1300	1530	2 1/2	2	Drig. F/ 7145-7175
1530	1600	1/2	7	Rig Service F/ BOPs
1600	1800	2	2	Drig. F/ 7175-7200

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
7200	7315	D		Shale	80	40	1400	5	48	5	48					407

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	100	7	2	Drig F/ 7200-7304, Lost Circ @ 7303
100	500	4	5	Mix + Pump High Vis LCM Pills, Lost Approx. 430 bbls
500	6:00	1	2	Drig F/ 7304-7315
				↑ 100,000 SPR @ 2268' #1 260psi @ 31 STKS R 165,000 #2 290psi @ 26 STKS ↓ 168,000



APPROVED



APPROVED

No. 3005902

LEASE <i>Middle Mtn</i>		WELL NO. <i>21-16</i>	API WELL NUMBER		WATER DEPTH	DATE <i>12-7-02</i>
OPERATOR <i>Fortuna</i>			CONTRACTOR <i>Patterson UTI</i>			RIG NO. <i>104</i>
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>			SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>Roger Brumley</i>			
D.P. SIZE <i>4 1/2</i>	WEIGHT <i>20.0</i>	GRADE	TOOL J.T.O.D. <i>6070</i>	TYPE THREAD <i>4 1/2 X H</i>	STRING NO. <i>266</i>	PUMP NO. <i>1</i>
						PUMP MANUFACTURER <i>Ideco</i>
						TYPE <i>550</i>
						STROKE LENGTH <i>15</i>
						<i>2</i>
						<i>Ideco</i>
						<i>550</i>
						<i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD				
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME				
1. RIG UP AND TEAR DOWN			1	BIT <i>8 3/4</i>	<i>1.00</i>	9	SIZE	<i>8 3/4</i>			WEIGHT			
2. DRILL ACTUAL		<i>8 1/2</i>	1/1	Reamer <i>IBS</i>	<i>4.74</i>		IADC CODE				PRESSURE GRADIENT			
3. REAMING		<i>1 1/2</i>	1/1	short DC <i>IBSD</i>	<i>9.45</i>		MANUFACTURER	<i>HTC</i>			FUNNEL VISCOSITY			
4. CORING		<i>1</i>	1	monel OD	<i>27.32</i>		TYPE	<i>GTS 20</i>			PV/VP			
5. CONDITION MUD & CIRCULATE	<i>7</i>		1	IBS OD	<i>3.50</i>		SERIAL NO.	<i>5021367</i>			GEL STRENGTH			
6. TRIPS		<i>2 1/2</i>	1	IBS OD	<i>3.50</i>		JETS	<i>3X16</i>			FLUID LOSS			
7. LUBRICATE RIG			9	6" DC OD	<i>265.93</i>		TFA	<i>.589</i>			pH			
8. REPAIR RIG			1	Jars OD	<i>29.00</i>		DEPTH OUT				SOLIDS			
9. CUT OFF DRILLING LINE			8	6" DC	<i>237.38</i>		DEPTH IN	<i>5768</i>			MUD & CHEMICALS ADDED			
10. DEVIATION SURVEY				BHA	<i>586.43</i>		TOTAL DRILLED				TYPE	AMOUNT	TYPE	AMOUNT
11. WIRE LINE LOGS			73	STANDS ___ D.P.	<i>6828</i>		TOTAL HOURS	<i>59</i>						
12. RUN CASING & CEMENT				SINGLES ___ D.P.			CUTTING STRUCTURE				<i>LYEL</i>	<i>15</i>		
13. WAIT ON CEMENT				KELLY DOWN	<i>40.00</i>		INNER	OUTER	DULL CHAR.	LOCATION				
14. NIPPLE UP B.O.P.				TOTAL	<i>7455</i>		BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED				
15. TEST B.O.P.				WT. OF STRING	<i>146,000</i>						<i>Caustic</i>	<i>2</i>		
16. DRILL STEM TEST				REMARKS <i>Forklift = Frank Richards</i>										
17. PLUG BACK				<i>Boiler 12 Hrs</i>										
18. SQUEEZE CEMENT				<b>CONFIDENTIAL</b>										
19. FISHING				DRILLER <i>Jeremy R. H.</i>										
20. DIR. WORK														
21. Tight Hole		<i>1/2</i>												
22.														
23.														

COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD				
	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME				
A. PERFORATING			1	BIT <i>8 3/4</i>	<i>1.00</i>	9	SIZE	<i>8 3/4</i>			0700	1200	0600	
B. TUBING TRIPS			1/1	Reamer <i>IBS</i>	<i>4.74</i>		IADC CODE				<i>8.6</i>	<i>8.8</i>	<i>8.7</i>	
C. TREATING			1/1	short DC <i>IBS OD</i>	<i>9.45</i>		MANUFACTURER	<i>HTC</i>			<i>43</i>	<i>50</i>	<i>55</i>	
D. SWABBING			1	monel OD	<i>27.32</i>		TYPE	<i>GTS 20</i>						
E. TESTING			1	IBS OD	<i>3.50</i>		SERIAL NO.	<i>5021367</i>						
F.			9	6" DC OD	<i>265.93</i>		JETS	<i>3X16</i>						
G.			1	Jars OD	<i>29.00</i>		TFA	<i>.589</i>						
H.			8	6" DC	<i>237.38</i>		DEPTH OUT							
TOTALS	<i>12</i>	<i>12</i>		BHA	<i>586.43</i>		DEPTH IN	<i>5768</i>						
DAYWORK TIME SUMMARY (OFFICE USE ONLY)				STANDS ___ D.P.			TOTAL DRILLED				MUD & CHEMICALS ADDED			
HOURS W/ CONTR. D.P.				SINGLES ___ D.P.			TOTAL HOURS				TYPE	AMOUNT	TYPE	AMOUNT
HOURS W/ OPR. D.P.				KELLY DOWN			CUTTING STRUCTURE				<i>Caustic</i>	<i>4</i>	<i>col. sol</i>	<i>40</i>
HOURS WITHOUT D.P.				TOTAL			INNER	OUTER	DULL CHAR.	LOCATION	<i>Scrub</i>	<i>9</i>	<i>Baro Seal</i>	<i>40</i>
HOURS STANDBY				WT. OF STRING			BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED	<i>GEL</i>	<i>188</i>	<i>Pluglet</i>	<i>48</i>
TOTAL DAYWORK				REMARKS <i>Diesel 46" 3781 GAT Fork lift Kirk Miller</i>										
NO. OF DAYS FROM SPUD				<i>Acc 2500</i>										
CUMULATIVE ROTATING HOURS				<i>Ann 1500</i>										
DAILY MUD COST				<i>Ann 500</i>										
TOTAL MUD COST				<i>Reamer bit 14"</i>										
				DRILLER <i>Brad Pedersen</i>										



FIELD OR DISTRICT		COUNTY <b>Emery</b>		STATE / COUNTRY <b>Utah</b>		WIRE LINE RECORD REEL NO.	
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT
	LENGTH CUT OFF		PRESENT LENGTH <b>4750</b>				
	WEAR OR TRIPS SINCE LAST CUT						
CUMULATIVE WEAR OR TRIPS							

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
7315	7455	D		Shale	80	40	1350	5"	48	5"	48					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	1430	8 1/2	2	Drig F/7315 - 7455
1430	1500	1/2	21	Work Tight Hole
1500	1730	2 1/2	6	Short Trip 20 studs
1730	1800	1/2	3	Ream 150' TO Bottom

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
7455		D		Shale	80	40	5"	48	5"	48						

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	1830	1/2	2	Drig f/ 7455 - 7473, Lost Circ
1830	2230	4	5	Build Volume, Mix and pump 6cm pills, Good Returns
2230	130	3	5	Drig f/ 7473 - 7475, Lost Circ, Build Volume, Mix 6cm
130	0600	4 1/2	2	Drig f/ 7475 - 7543
				Lost Approx. 470 bbls
				↑ 180,000
				R 162,000
				√ 170,000



LEASE <i>MIDDLE MOUNTAIN</i>			WELL NO. <i>21-16</i>		API WELL NUMBER			WATER DEPTH		DATE <i>12-8-02</i>	
OPERATOR <i>Fortuna</i>					CONTRACTOR <i>J. Nelson U.T.I.</i>						
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>					SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>Roger Bunnley</i>						
D.P. SIZE	WEIGHT	GRADE	TOOL JT O.D.	TYPE THREAD	STRING NO.	PUMP NO.	PUMP MANUFACTURER		TYPE	STROKE LENGTH	
<i>4 1/2</i>	<i>20</i>	<i>2</i>	<i>6 1/4</i>	<i>4 1/2 XH</i>	<i>26</i>	<i>1</i>	<i>IDECO</i>		<i>550</i>	<i>15</i>	
<i>CONFIDENTIAL</i>						<i>2</i>	<i>IDECO</i>		<i>550</i>	<i>15</i>	

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD					
CODE NO.	OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME				
1.	RIG UP AND TEAR DOWN			1	BIT <i>8 3/4</i>	<i>1.00</i>	9	<i>8 3/4</i>			7:00	13:00	<i>17:00</i>		
2.	DRILL ACTUAL	<i>1</i>	<i>10 3/4</i>	<i>1/1</i>	<i>Reamer / IBS</i>	<i>4.74 / 4.28</i>		IADC CODE			WEIGHT	<i>8.5</i>	<i>8.6</i>	<i>8.6</i>	
3.	REAMING			<i>1/1</i>	<i>Short DC / IBS</i>	<i>9.45 / 3.15</i>		MANUFACTURER <i>HTC</i>			PRESSURE GRADIENT				
4.	CORING			<i>1</i>	<i>Moneb OD</i>	<i>27.32</i>		TYPE <i>GT520</i>			FUNNEL VISCOSITY	<i>63</i>	<i>63</i>	<i>61</i>	
5.	CONDITION MUD & CIRCULATE	<i>9</i>	<i>1 1/4</i>	<i>1</i>	<i>IBS OD</i>	<i>3.50</i>		SERIAL NO. <i>5021367</i>			PV/YP	<i>/</i>	<i>/</i>	<i>/</i>	
6.	TRIPS	<i>1/2</i>		<i>9</i>	<i>6" DC OD</i>	<i>265.93</i>		JETS <i>3X16</i>			GEL STRENGTH	<i>/</i>	<i>/</i>	<i>/</i>	
7.	LUBRICATE RIG			<i>1</i>	<i>SARS OD</i>	<i>29.00</i>		TFA			FLUID LOSS				
8.	REPAIR RIG			<i>8</i>	<i>6" DC</i>	<i>237.38</i>		DEPTH OUT			pH				
9.	CUT OFF DRILLING LINE				<i>BHA</i>	<i>586.43</i>		DEPTH IN <i>5768</i>			SOLIDS				
10.	DEVIATION SURVEY	<i>1/2</i>						TOTAL DRILLED							
11.	WIRE LINE LOGS			<i>15</i>	STANDS ___ D.P.			TOTAL HOURS <i>14 7 3/4</i>			MUD & CHEMICALS ADDED				
12.	RUN CASING & CEMENT			<i>XX</i>	SINGLES ___ D.P.			CUTTING STRUCTURE			TYPE	AMOUNT	TYPE	AMOUNT	
13.	WAIT ON CEMENT				KELLY DOWN			INNER	OUTER	DULL CHAR.	LOCATION	<i>Pack 3 SK</i>			
14.	NIPPLE UP B.O.P.				TOTAL			BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED	<i>5 gal</i>			
15.	TEST B.O.P.				WT. OF STRING							<i>3 SK</i>			
16.	DRILL STEM TEST				REMARKS	<i>D/KO by Ben Goodner Boiler 12 Hrs.</i>									
17.	PLUG BACK														
18.	SQUEEZE CEMENT														
19.	FISHING														
20.	DIR. WORK														
21.	<i>WTH</i>	<i>2</i>				<i>182,000 MP</i>									
22.						<i>168,000 DW</i>									
23.						<i>172,000 ROT</i>									

COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD					
			NO.	ITEM	LENGTH	BIT NO.				TIME					
A.	PERFORATING		1	BIT <i>8 3/4</i>	<i>1.00</i>	9	<i>8 3/4</i>			19:00	1:00	<i>5:00</i>			
B.	TUBING TRIPS		<i>1/1</i>	<i>Rme / IBS</i>	<i>4.74 / 4.28</i>		IADC CODE			WEIGHT	<i>8.6</i>	<i>8.6</i>	<i>8.6</i>		
C.	TREATING		<i>1/1</i>	<i>Short / IBS</i>	<i>9.45 / 3.15</i>		MANUFACTURER <i>HTC</i>			PRESSURE GRADIENT					
D.	SWABBING		<i>1</i>	<i>Moneb OD</i>	<i>27.32</i>		TYPE <i>GT520</i>			FUNNEL VISCOSITY	<i>38</i>	<i>39</i>	<i>40</i>		
E.	TESTING		<i>1</i>	<i>IBS OD</i>	<i>3.50</i>		SERIAL NO. <i>5021367</i>			PV/YP	<i>/</i>	<i>/</i>	<i>/</i>		
F.			<i>9</i>	<i>6" DC OD</i>	<i>265.93</i>		JETS <i>3X16</i>			GEL STRENGTH	<i>/</i>	<i>/</i>	<i>/</i>		
G.			<i>1</i>	<i>SARS OD</i>	<i>29.00</i>		TFA			FLUID LOSS					
H.			<i>8</i>	<i>6" DC</i>	<i>237.38</i>		DEPTH OUT			pH					
TOTALS		<i>12</i>		<i>BHA</i>	<i>586.43</i>		DEPTH IN <i>5768</i>			SOLIDS					
DAYWORK TIME SUMMARY (OFFICE USE ONLY)				<i>23</i>	STANDS ___ D.P.		TOTAL DRILLED			MUD & CHEMICALS ADDED					
HOURS W/ CONTR. D.P.					SINGLES ___ D.P.		TOTAL HOURS <i>75 3/4</i>			TYPE	AMOUNT	TYPE	AMOUNT		
HOURS W/ OPR. D.P.					KELLY DOWN		CUTTING STRUCTURE			<i>2 ppt Sandust 2 plug Jet</i>					
HOURS WITHOUT D.P.					TOTAL	<i>7455</i>	INNER	OUTER	DULL CHAR.	LOCATION	<i>Baro Seal 2 ppt 3 ppt 6cl</i>				
HOURS STANDBY					WT. OF STRING		BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED	<i>1 mica</i>				
TOTAL DAYWORK					REMARKS	<i>Forklift: A. David</i>									
NO. OF DAYS FROM SPUD						<i>acc 2400</i>									
CUMULATIVE ROTATING HOURS						<i>Man 1600</i>									
DAILY MUD COST						<i>ann 800</i>									
TOTAL MUD COST						<i>Fluid 13"</i>									



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DRILLER *[Signature]*

NIGHT TOUR

DAY TOUR

FIELD OR DISTRICT <i>Middle MTN</i>		COUNTY <i>EMERY</i>			STATE / COUNTRY <i>UTAH</i>			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB TO CSG. HD.	SET AT	SIZE <i>1 7/8</i>	NO. LINES <i>10</i>	LENGTH SLIPPED
	<i>9 5/8</i>	<i>Steel</i>	<i>36</i>			<i>16</i>				PRESENT LENGTH
							WEAR OR TRIPS SINCE LAST CUT			
						CUMULATIVE WEAR OR TRIPS				

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>7543</i>	<i>7695</i>				<i>80</i>	<i>40</i>	<i>1600</i>	<i>5"</i>	<i>51</i>	<i>5"</i>	<i>51</i>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>12:00</i>	<i>14:00</i>	<i>8</i>	<i>2</i>	<i>Drly 7543 to 7660</i>
<i>14:00</i>	<i>15:15</i>	<i>1 1/4</i>	<i>5</i>	<i>Cie up samples 20 min/APACT</i>
<i>15:15</i>	<i>18:00</i>	<i>2 3/4</i>	<i>2</i>	<i>Drly 7660 to 7695</i>

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>7695</i>	<i>7709</i>	<i>D</i>			<i>70</i>	<i>45</i>	<i>1640</i>	<i>5"</i>	<i>50</i>	<i>5"</i>	<i>50</i>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.
		<i>7700</i>													

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>18:00</i>	<i>19:00</i>	<i>1</i>	<i>2</i>	<i>Drly F/7695 to 7709</i>
<i>19:00</i>	<i>3:00</i>	<i>8</i>	<i>5</i>	<i>Condition Mud (Mix LCM) No Returns</i>
<i>3:00</i>	<i>3:30</i>	<i>1/2</i>	<i>10</i>	<i>POOH Run Survey</i>
<i>3:30</i>	<i>4:00</i>	<i>1/2</i>	<i>6</i>	<i>POOH Work Tight Hole @ 7335 L/O 2 jts</i>
<i>4:00</i>	<i>6:00</i>	<i>2</i>	<i>21</i>	<i>Kelly up / work Tight Hole</i>



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No. 3005904

LEASE <i>Middle MtN</i>		WELL NO. <i>21-16</i>	API WELL NUMBER		WATER DEPTH	DATE <i>12-9-02</i>
OPERATOR <i>Forklift</i>			CONTRACTOR <i>Patterson UTI Ddy</i>		RIG NO. <i>104</i>	
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>			SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>Roger Bramley</i>			
D.P. SIZE <i>4 1/2</i>	WEIGHT <i>20</i>	GRADE <i>E</i>	TOOL JT O.D. <i>6 1/4</i>	TYPE THREAD <i>4 1/2 X</i>	STRING NO. <i>266</i>	PUMP NO. <i>1</i>
						PUMP MANUFACTURER <i>ID&amp;LO</i>
						TYPE <i>550</i>
						STROKE LENGTH <i>15</i>
						<i>2</i>
						<i>ID&amp;LO</i>
						<i>550</i>
						<i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD																
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.	SIZE	IADC CODE	MANUFACTURER	TYPE	SERIAL NO.	JETS	TFA	DEPTH OUT	DEPTH IN	TOTAL DRILLED	TOTAL HOURS	INNER	OUTER	DULL CHAR.	LOCATION	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED	
1. RIG UP AND TEAR DOWN			1	BIT <i>8 3/4</i>	<i>1.00</i>	<i>9</i>	<i>8 3/4</i>																			
2. DRILL ACTUAL	<i>1</i>		1	<i>B. Sub</i>	<i>3.04</i>																					
3. REAMING	<i>4</i>		9	<i>6" DL OD</i>	<i>265.93</i>				<i>GTS20</i>																	
4. CORING			1	<i>SARS OD</i>	<i>29.00</i>						<i>5021367</i>	<i>OPEN</i>														
5. CONDITION MUD	<i>3 1/2</i>		8	<i>6" DL OD</i>	<i>237.38</i>																					
6. TRIPS	<i>2</i>																									
7. LUBRICATE RIG																										
8. REPAIR RIG				<i>DHA OD</i>	<i>536.35</i>																					
9. CUT OFF DRILLING LINE	<i>1 1/2</i>																									
10. DEVIATION SURVEY																										
11. WIRE LINE LOGS																										
12. RUN CASING & CEMENT																										
13. WAIT ON CEMENT																										
14. NIPPLE UP B.O.P.																										
15. TEST B.O.P.																										
16. DRILL STEM TEST																										
17. PLUG BACK																										
18. SQUEEZE CEMENT																										
19. FISHING																										
20. DIR. WORK																										
21.																										
22.																										
23.																										

REMARKS *D/OLEX BURGARDNER* *Boiler 12 HRS*

**CONFIDENTIAL**

DRILLER *[Signature]*

COMPLETION		DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD																
		NO.	ITEM	LENGTH	BIT NO.	SIZE	IADC CODE	MANUFACTURER	TYPE	SERIAL NO.	JETS	TFA	DEPTH OUT	DEPTH IN	TOTAL DRILLED	TOTAL HOURS	INNER	OUTER	DULL CHAR.	LOCATION	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED	
A. PERFORATING		1	BIT <i>8 3/4</i>	<i>1.00</i>	<i>9</i>	<i>8 3/4</i>																			
B. TUBING TRIPS		1	<i>B/SUB</i>	<i>3.04</i>																					
C. TREATING		9	<i>6" DC OD</i>	<i>265.93</i>				<i>GTC</i>																	
D. SWABBING		1	<i>SARS OD</i>	<i>29.00</i>				<i>GTS20</i>																	
E. TESTING		8	<i>6" DC OD</i>	<i>237.38</i>						<i>5021367</i>	<i>Open</i>														
F.																									
G.																									
H.																									
TOTALS	<i>12</i>																								
DAYWORK TIME SUMMARY (OFFICE USE ONLY)																									
HOURS W/ CONTR. D.P.																									
HOURS W/ OPR. D.P.																									
HOURS WITHOUT D.P.																									
HOURS STANDBY																									
TOTAL DAYWORK																									
NO. OF DAYS FROM SPUD																									
CUMULATIVE ROTATING HOURS																									
DAILY MUD COST																									
TOTAL MUD COST																									

REMARKS *Forklift A. David*  
*ACC 2500 Fuel 29 2082*  
*MAN 1500*  
*RAW 800*  
*Fluid 13"*

DRILLER *[Signature]*



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FIELD OR DISTRICT MIDDLE Mtn.		COUNTY EMERY		STATE / COUNTRY UTAH				WIRE LINE RECORD REEL NO.			
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED	
	9 5/8	STGL	36		4429	116	4413	1 1/8	10		
								LENGTH CUT OFF	PRESENT LENGTH		
								105	4645		
							WEAR OR TRIPS SINCE LAST CUT				
							CUMULATIVE WEAR OR TRIPS				

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
7709																

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
0600	0700	1	6	work pipe
0700	1030	3 1/2	6	700 H.
1030	1130	1	6	L.D. IBS'S, REAMER, MODEL. (50.08 L.D.)
1130	1430	3	6	60 H.
1430	1800	3 1/2	5	MIX MUD (pump 100 BBL'S NO RETURNS 20% LCM 40% LCM GOOD RETURNS)

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
7709	7719				60	40	350			5"	61					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
18:00	19:30	1 1/2	5	Cond and Circ (build 40%)
19:30	21:00	1 1/2	9	Slip and Cut Drlg Line 105'
21:00	23:00	2	6	T I H
23:00	3:00	4	3	P/U Kelly - Ream to bottom
3:00	4:00	1	2	Drlg F/7709 to 7719
4:00	6:00	2	5	Cond and Circ



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No. 3005905



LEASE <i>MIDDLE MTN.</i>				WELL NO. <i>21-16</i>		API WELL NUMBER		WATER DEPTH		DATE <i>12-10-02</i>	
OPERATOR <i>Fortuna</i>						CONTRACTOR <i>Patterson UTI Dalg</i>				RIG NO. <i>104</i>	
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>						SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>[Signature]</i>					
D.P. SIZE	WEIGHT	GRADE	TOOL JT O.D.	TYPE THREAD	STRING NO.	PUMP NO.	PUMP MANUFACTURER		TYPE	STROKE LENGTH	
<i>4 1/2</i>	<i>20</i>	<i>E</i>	<i>6 1/4</i>	<i>4 1/2 X H</i>	<i>266</i>	<i>1</i>	<i>EDDEL</i>		<i>550</i>	<i>15</i>	
						<i>2</i>	<i>EDDEL</i>		<i>550</i>	<i>15</i>	

TIME DISTRIBUTION - HOURS				DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD					
CODE NO.	OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME					
1.	RIG UP AND TEAR DOWN			1	BIT <i>8 3/4</i>	<i>1.00</i>		<i>9</i>	<i>8 3/4</i>			<i>700</i>	<i>8.6</i>			
2.	DRILL ACTUAL			1	Bit sub	<i>3.04</i>			IADC CODE				PRESSURE GRADIENT			
3.	REAMING			9	6" DC OD	<i>265.93</i>			MANUFACTURER <i>HTZ</i>				FUNNEL VISCOSITY <i>43</i>			
4.	CORING			1	Jars OD	<i>29.00</i>			TYPE <i>GTS 20</i>				PV/YP			
5.	CONDITION MUD & CIRCULATE		<i>7</i>	8	6" DC OD	<i>237.38</i>			SERIAL NO. <i>5021367</i>				GEL STRENGTH			
6.	TRIPS	<i>2</i>	<i>5</i>						JETS <i>OPEN</i>				FLUID LOSS			
7.	LUBRICATE RIG								TFA				pH			
8.	REPAIR RIG				BHA OD	<i>536.35</i>			DEPTH OUT				SOLIDS			
9.	CUT OFF DRILLING LINE								DEPTH IN <i>5768</i>				LCM <i>40/35</i>			
10.	DEVIATION SURVEY								TOTAL DRILLED			MUD & CHEMICALS ADDED				
11.	WIRE LINE LOGS	<i>10</i>		76	STANDS D.P.				TOTAL HOURS <i>76 3/4</i>			TYPE	AMOUNT	TYPE	AMOUNT	
12.	RUN CASING & CEMENT				SINGLES D.P.	<i>7143</i>			CUTTING STRUCTURE			<i>Plug bit</i>	<i>30 5x</i>	<i>BAC</i>	<i>90</i>	
13.	WAIT ON CEMENT				KELLY DOWN	<i>40</i>			INNER	OUTER	DULL CHAR.	LOCATION	<i>B20</i>	<i>80 5x</i>		
14.	NIPPLE UP B.O.P.				TOTAL								<i>SEAL</i>			
15.	TEST B.O.P.				WT. OF STRING				BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED	<i>PACR</i>	<i>2 5x</i>		
16.	DRILL STEM TEST				REMARKS	<i>DFO Lex Borehole</i>										
17.	PLUG BACK					<i>Boiler 12 hrs</i>										
18.	SQUEEZE CEMENT					<b>CONFIDENTIAL</b>										
19.	FISHING															
20.	DIR. WORK															
21.																
22.																
23.																

COMPLETION				DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD					
				NO.	ITEM	LENGTH	BIT NO.				TIME					
A.	PERFORATING			1	BIT <i>8.3/4</i>			<i>9</i>	<i>8 3/4</i>				WEIGHT			
B.	TUBING TRIPS			1	B/SUB				IADC CODE				PRESSURE GRADIENT			
C.	TREATING			9	6" DC <sup>3</sup> OD				MANUFACTURER <i>HTC</i>				FUNNEL VISCOSITY			
D.	SWABBING			1	Jars OD				TYPE <i>GTS 20</i>				PV/YP			
E.	TESTING			9	6" DC <sup>3</sup> OD				SERIAL NO. <i>5021367</i>				GEL STRENGTH			
F.									JETS <i>open</i>				FLUID LOSS			
G.									TFA				pH			
H.									DEPTH OUT				SOLIDS			
TOTALS									DEPTH IN <i>5768</i>				LCM			
DAYWORK TIME SUMMARY (OFFICE USE ONLY)									TOTAL DRILLED			MUD & CHEMICALS ADDED				
HOURS W/ CONTR. D.P.				76	STANDS D.P.				TOTAL HOURS <i>76 3/4</i>			TYPE	AMOUNT	TYPE	AMOUNT	
HOURS W/ OPR. D.P.					SINGLES D.P.				CUTTING STRUCTURE							
HOURS WITHOUT D.P.					KELLY DOWN				INNER	OUTER	DULL CHAR.	LOCATION				
HOURS STANDBY					TOTAL											
					WT. OF STRING				BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED				
TOTAL DAYWORK					REMARKS	<i>Fork lift: A. David Boiler 12 hrs</i>										
NO. OF DAYS FROM SPUD						<i>Acc 2500 Fuel 32" 2381 g</i>										
CUMULATIVE ROTATING HOURS						<i>Man 1600 Ann 700</i>										
DAILY MUD COST						<i>Fluid 13"</i>										
TOTAL MUD COST						<i>[Signature]</i>										



FIELD OR DISTRICT <b>MIDDLE MTN.</b>		COUNTY <b>EMERY</b>		STATE / COUNTRY <b>UTAH</b>			WIRE LINE RECORD REEL NO.			
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED
	<b>9 5/8</b>	<b>ST&amp;L</b>	<b>36</b>		<b>4429</b>	<b>16</b>	<b>4413</b>	<b>1 7/8</b>	<b>10</b>	
	LENGTH CUT OFF							PRESENT LENGTH		
WEAR OR TRIPS SINCE LAST CUT										
CUMULATIVE WEAR OR TRIPS										

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>7719</b>																

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>0600</b>	<b>1300</b>	<b>7</b>	<b>5</b>	<b>cidc samples</b>
<b>1300</b>	<b>1430</b>	<b>1 1/2</b>	<b>6</b>	<b>fall 10 std silent trip</b>
<b>1430</b>	<b>1800</b>	<b>3 1/2</b>	<b>6</b>	<b>Pop.H.</b>

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>18:00</b>	<b>20:00</b>	<b>2</b>	<b>6</b>	<b>POOH Brk Bit/bit Sub</b>
<b>20:00</b>	<b>20:30</b>	<b>1/2</b>	<b>11</b>	<b>Rig up Schlumberger</b>
<b>20:30</b>	<b>1:00</b>	<b>4 1/2</b>	<b>11</b>	<b>wait on Schlumberger to fix tool</b>
<b>1:00</b>			<b>11</b>	<b>Run In w/logs Hit Bridge @ 7256</b>
	<b>6:00</b>	<b>5</b>	<b>11</b>	<b>Out of Hole w/logs rig Down Loggers</b>



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FIELD OR DISTRICT MIDDLE MTN		COUNTY EMERY			STATE / COUNTRY UTAH			WIRE LINE RECORD REEL NO.			
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED	
	9 5/8	StarC	36					1 1/8	10		
	LENGTH CUT OFF							PRESENT LENGTH			
	WEAR OR TRIPS SINCE LAST CUT										
CUMULATIVE WEAR OR TRIPS											

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
0600	0700	1	11	Pull out Log's
0700	1000	3	6	GIH. BHA. 43 STD'S
1000	1100	1	5	Try to Break Circ. Bit plugged
1100	1400	3	6	Proth. wet
1400	1500	1	21	CLEAN OUT 90' of Lcm out DC'S
1500	1800	3	6	GIH. STAGE IN

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
15:00	21:00	3	6	GIH Brk Circ Every 10 stnds Bridge @ 7252
21:00	2:00	5	3	Ream to Bottom 438'
2:00	4:00	2	5	Circulate and Condition
4:00	5:00	1	6	Pump Pill, Short trip 10 stnds
5:00	6:00	1	5	Kelly up, Circulate and Condition



APPROVED



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No. 3005907



FIELD OR DISTRICT <i>Middle mtw</i>		COUNTY <i>EMERY</i>		STATE / COUNTRY <i>UTAH</i>				WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED
	<i>9 7/8</i>	<i>St+c</i>	<i>36</i>		<i>4429</i>	<i>16</i>	<i>4413</i>	LENGTH CUT OFF		PRESENT LENGTH
	WEAR OR TRIPS SINCE LAST CUT									
	CUMULATIVE WEAR OR TRIPS									

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>7690</i>																

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS											
FROM	TO														
<i>0600</i>	<i>0845</i>	<i>2 3/4</i>	<i>5</i>	<i>Circle &amp; P.T.I.</i>											
<i>0845</i>	<i>1230</i>	<i>3 3/4</i>	<i>6</i>	<i>Pool.</i>											
<i>1230</i>	<i>01800</i>	<i>5 1/2</i>	<i>11</i>	<i>Rig - P. Logger's &amp; log well.</i>											
<i>Layed Down 1 ST. ONCATWALK</i>															
<i>325 Bbl. Start Logging</i>															

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS											
FROM	TO														
<i>18:00</i>	<i>21:30</i>	<i>3 1/2</i>	<i>11</i>	<i>Log w/ Schlumberger</i>											
<i>21:30</i>	<i>2:30</i>	<i>5</i>	<i>11</i>	<i>Rig Down Schlumberger</i>											
<i>2:30</i>	<i>6:00</i>	<i>3 1/2</i>	<i>11</i>	<i>Rig up Baker and run wireline</i>											
<i>320 bbls</i>															



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No. 3005908

LEASE <i>MIDDLE MTN</i>			WELL NO. <i>2k-16</i>		API WELL NUMBER			WATER DEPTH		DATE <i>12-</i>	
OPERATOR <i>FOR TARD</i>					CONTRACTOR <i>Patterson UTI Delg</i>					RIG NO. <i>104</i>	
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>					SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>[Signature]</i>						
D.P. SIZE	WEIGHT	GRADE	TOOL JT O.D.	TYPE THREAD	STRING NO.	PUMP NO.	PUMP MANUFACTURER		TYPE	STROKE LENGTH	
<i>4 1/2</i>	<i>20</i>	<i>E</i>	<i>6 1/4</i>	<i>4 1/2 x H</i>	<i>266</i>	<i>1</i>	<i>IDECO</i>		<i>550</i>	<i>15</i>	
						<i>2</i>	<i>IDECO</i>		<i>550</i>	<i>15</i>	

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD							
CODE NO.	OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME						
1.	RIG UP AND TEAR DOWN			1	BIT <i>8 3/4</i>	<i>1.00</i>	<i>9</i>	SIZE	<i>8 3/4</i>			WEIGHT	<i>8.7</i>	<i>8.7</i>	<i>8.7</i>		
2.	DRILL ACTUAL			1	<i>B. SUB</i>	<i>3.04</i>		IADC CODE				PRESSURE GRADIENT					
3.	REAMING			9	<i>6" DC OD</i>	<i>265.43</i>		MANUFACTURER	<i>HTC</i>			FUNNEL VISCOSITY	<i>60</i>	<i>83</i>	<i>89</i>		
4.	CORING			1	<i>JARS OD</i>	<i>29.00</i>		TYPE	<i>GTS 20</i>			PV/YP					
5.	CONDITION MUD & CIRCULATE	<i>2 1/2</i>		8	<i>6" DC OD</i>	<i>237.35</i>		SERIAL NO.	<i>5021367</i>			GEL STRENGTH					
6.	TRIPS	<i>5</i>			<i>BHA OD</i>	<i>534.35</i>		JETS	<i>Open</i>			FLUID LOSS					
7.	LUBRICATE RIG							TFA				pH					
8.	REPAIR RIG							DEPTH OUT				SOLIDS					
9.	CUT OFF DRILLING LINE							DEPTH IN	<i>5768</i>								
10.	DEVIATION SURVEY							TOTAL DRILLED									
11.	WIRE LINE LOGS	<i>4 1/2</i>						TOTAL HOURS	<i>7 1/4</i>			MUD & CHEMICALS ADDED					
12.	RUN CASING & CEMENT				<i>76</i>	STANDS ___ D.P.		INNER	OUTER	DULL CHAR.	LOCATION	TYPE	AMOUNT	TYPE	AMOUNT		
13.	WAIT ON CEMENT				<i>X</i>	SINGLES ___ D.P.		CUTTING STRUCTURE				<i>Gel</i>	<i>20<sup>th</sup></i>				
14.	NIPPLE UP B.O.P.					KELLY DOWN		BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED						
15.	TEST B.O.P.					TOTAL		WT. OF STRING									
16.	DRILL STEM TEST							REMARKS <i>D/Fo Lex Bunkerover</i>									
17.	PLUG BACK																
18.	SQUEEZE CEMENT																<i>Boiler 12 Hrs</i>
19.	FISHING																
20.	DIR. WORK																
21.																	
22.																	
23.																	
TOTALS								DRILLER <i>B.R. [Signature]</i>									

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COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD					
			NO.	ITEM	LENGTH	BIT NO.				TIME					
A.	PERFORATING		1	BIT <i>8 3/4</i>	<i>1.00</i>	<i>9</i>	SIZE	<i>8 3/4</i>			WEIGHT	<i>8.7</i>	<i>8.7</i>	<i>8.7</i>	
B.	TUBING TRIPS		1	<i>B/SUB</i>	<i>3.04</i>		IADC CODE				PRESSURE GRADIENT				
C.	TREATING		9	<i>6" DC OD</i>	<i>265.43</i>		MANUFACTURER	<i>HTC</i>			FUNNEL VISCOSITY	<i>91</i>	<i>105+</i>	<i>100+</i>	
D.	SWABBING		1	<i>JARS OD</i>	<i>29.00</i>		TYPE	<i>GTS 20</i>			PV/YP				
E.	TESTING		8	<i>6" DC OD</i>	<i>237.35</i>		SERIAL NO.	<i>5021367</i>			GEL STRENGTH				
F.							JETS	<i>Open</i>			FLUID LOSS				
G.							TFA				pH				
H.							DEPTH OUT				SOLIDS				
TOTALS							DEPTH IN	<i>5768</i>							
DAYWORK TIME SUMMARY (OFFICE USE ONLY)							TOTAL DRILLED				MUD & CHEMICALS ADDED				
HOURS W/ CONTR. D.P.				<i>76</i>	STANDS ___ D.P.		TOTAL HOURS	<i>7 1/4</i>			TYPE	AMOUNT	TYPE	AMOUNT	
HOURS W/ OPR. D.P.				<i>1</i>	SINGLES ___ D.P.		CUTTING STRUCTURE				<i>E2MUD 1</i>				
HOURS WITHOUT D.P.					KELLY DOWN		INNER	OUTER	DULL CHAR.	LOCATION	<i>ALDADIE 1</i>				
HOURS STANDBY					TOTAL	<i>7690</i>	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED					
TOTAL DAYWORK							WT. OF STRING <i>169,000</i>								
NO. OF DAYS FROM SPUD							REMARKS <i>Forklift A. David</i>								
CUMULATIVE ROTATING HOURS							<i>ACC 2400 Fuel 29" 2082</i>								
DAILY MUD COST							<i>MAN 1300</i>								
TOTAL MUD COST							<i>ann 900</i>								
							<i>FLUID 13"</i>								
							DRILLER <i>[Signature]</i>								



FIELD OR DISTRICT <i>MIDDLE MTN</i>		COUNTY <i>EMERY</i>		STATE / COUNTRY <i>UTAH</i>			WIRE LINE RECORD REEL NO.				
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <i>1 7/8</i>	NO. LINES <i>10</i>	LENGTH SLIPPED	
	<i>9 5/8</i>	<i>stac</i>	<i>36</i>		<i>4429</i>	<i>16</i>	<i>4413</i>				
	LENGTH CUT OFF							PRESENT LENGTH			
	WEAR OR TRIPS SINCE LAST CUT										
CUMULATIVE WEAR OR TRIPS											

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>7690</i>																

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>0600</i>	<i>1800</i>	<i>12</i>	<i>11</i>	<i>Log's</i>

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>18:00</i>	<i>22:30</i>	<i>4 1/2</i>	<i>11</i>	<i>Log</i>
<i>22:30</i>	<i>3:30</i>	<i>5</i>	<i>6</i>	<i>TH H Brk Circ Every 10 stnds</i>
<i>3:30</i>	<i>6:00</i>	<i>2 1/2</i>	<i>5</i>	<i>Cond and Circ - 365 bbls</i>



APPROVED



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No. 3005909





FIELD OR DISTRICT <i>Middle</i>		COUNTY <i>Wet N</i>		STATE / COUNTRY <i>WVA</i>		WIRE LINE RECORD REEL NO.				
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE <i>1 1/2</i>	NO. LINES <i>10</i>	LENGTH SLIPPED
	<i>9 5/8</i>	<i>St+C</i>	<i>36</i>	<i>106</i>	<i>4429</i>	<i>16</i>	<i>4413</i>	LENGTH CUT OFF		PRESENT LENGTH
	<i>7"</i>	<i>SSNCO</i>	<i>24</i>	<i>160</i>				WEAR OR TRIPS SINCE LAST CUT		CUMULATIVE WEAR OR TRIPS

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>7640</i>				<i>Gas Point</i>												

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>0600</i>	<i>0800</i>	<i>2</i>	<i>5</i>	<i>circ. Hole</i>
<i>0800</i>	<i>0900</i>	<i>1</i>	<i>21</i>	<i>Rig up Laydown Machine</i>
<i>0900</i>	<i>1600</i>	<i>7</i>	<i>6</i>	<i>Laydown D.P. &amp; D.C.S</i>
<i>1600</i>	<i>1800</i>	<i>2</i>	<i>22</i>	<i>Rig up Gas Crew</i>

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>18:00</i>	<i>21:00</i>	<i>3</i>	<i>21</i>	<i>wait on Drift Tool</i>
<i>21:00</i>	<i>6:00</i>	<i>9</i>	<i>12</i>	<i>Run casing w/ West States</i>



APPROVED



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No. 3005910



FIELD OR DISTRICT <b>Middle MTN</b>		COUNTY <b>Emery</b>			STATE / COUNTRY <b>Utah</b>			WIRE LINE RECORD REEL NO.			
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED	
	7		26 <sup>355</sup> N30	180		16	7690	1 1/8	10		
	LENGTH CUT OFF							PRESENT LENGTH			
	WEAR OR TRIPS SINCE LAST CUT										
CUMULATIVE WEAR OR TRIPS											

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	830	2 1/2	12	Run Casing, RID West States
830	1000	1 1/2	5	Circ + Cond.
1000				Held Safety Meeting w/ Schlumberger, R/u Schlumberger Pumped 20 bbl spacer, 200 SKS Hi lift cement, 105 SKS of 50/50 Type G PDZ, Displace w/ 291 bbls Fresh H <sub>2</sub> O
	1330	3 1/2	12	Bump plug @ 13:06 1540 psi, RID Schlumberger
1330	1530	2	12	Nipple Down Set Slips, Casing Landed @ 7690, 185,000'
1530	1800	2 1/2	13	Wait on Cement

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	2200	4	13	W.O.C. unload Slim hole equipment
2200	2300	1	21	c/o csg. L/D same
2300	2330	3 1/2	14	Change out spool, install well head, Nipple up
2330	2:45	1/4	15	P/T Blind Roms & HCR TO 1500 PSI
245	600	3 1/4	22	R/a w/u Bit #10 p/u New BHA



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No. 3005911

LEASE <i>Middle Mountain</i>		WELL NO. <i>21-16</i>	API WELL NUMBER		WATER DEPTH	DATE <i>12-16-07</i>			
OPERATOR <i>For Tuna</i>			CONTRACTOR <i>Patterson - WTE</i>		RIG NO. <i>104</i>				
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>			SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>[Signature]</i>						
D.P. SIZE <i>3 1/2</i>	WEIGHT <i>13.30</i>	GRADE	TOOL JT O.D.	TYPE THREAD <i>IF</i>	STRING NO. <i>270</i>	PUMP NO. <i>1</i>	PUMP MANUFACTURER <i>IDECO</i>	TYPE <i>550</i>	STROKE LENGTH <i>15</i>
						<i>2</i>	<i>IDECO</i>	<i>550</i>	<i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD																
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.	SIZE	IADC CODE	MANUFACTURER	TYPE	SERIAL NO.	JETS	TFA	DEPTH OUT	DEPTH IN	TOTAL DRILLED	TOTAL HOURS	CUTTING STRUCTURE	INNER	OUTER	DULL CHAR.	LOCATION	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED
1. RIG UP AND TEAR DOWN			1	BIT <i>6 1/4</i>	<i>1.00</i>	<i>10</i>	<i>6 1/4</i>	<i>116</i>	<i>HTC</i>	<i>GT-1</i>	<i>A12JM</i>	<i>OPEN</i>														
2. DRILL <i>ADP</i>	<i>2</i>		1	<i>Bit Sub</i>	<i>2.36</i>																					
3. REAMING			1	<i>Shock Sub</i>	<i>11.37</i>																					
4. CORING			9	<i>4 3/4 DCS</i>	<i>265.78</i>																					
5. CONDITION MUD & CIRCULATE			1	<i>Bottom Jars</i>	<i>15.22</i>																					
6. TRIPS		<i>8</i>	1	<i>Top Jars</i>	<i>18.34</i>																					
7. LUBRICATE RIG		<i>1/2</i>	9	<i>4 3/4 DCS</i>	<i>266.63</i>																					
8. REPAIR RIG				<i>BHA</i>	<i>581.19</i>																					
9. CUT OFF DRILLING LINE																										
10. DEVIATION SURVEY																										
11. WIRE LINE LOGS																										
12. RUN CASING & CEMENT																										
13. WAIT ON CEMENT		<i>5 1/2</i>																								
14. NIPPLE UP B.O.P.																										
15. TEST B.O.P.		<i>4 1/2</i>																								
16. DRILL STEM TEST																										
17. PLUG BACK																										
18. SQUEEZE CEMENT																										
19. FISHING																										
20. DIR. WORK																										
21. <i>2 1/2 Kelly</i>																										
22. <i>Claydon Truck</i>																										
23. <i>Camp</i>																										

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Forklift Kirk Miller  
Boiler 12Hrs

DRILLER *Brian Pedersen*

COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD																					
A. PERFORATING	B. TUBING TRIPS	C. TREATING	D. SWABBING	E. TESTING	F.	G.	H.	NO.	ITEM	LENGTH	BIT NO.	SIZE	IADC CODE	MANUFACTURER	TYPE	SERIAL NO.	JETS	TFA	DEPTH OUT	DEPTH IN	TOTAL DRILLED	TOTAL HOURS	CUTTING STRUCTURE	INNER	OUTER	DULL CHAR.	LOCATION	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED
								1	BIT <i>6 1/4</i>	<i>1.00</i>	<i>10</i>	<i>6 1/4</i>	<i>116</i>	<i>HTC</i>	<i>GT-1</i>	<i>A12JM</i>	<i>OPEN</i>														
								1	<i>Bit Sub</i>	<i>2.36</i>																					
								1	<i>Shock Sub</i>	<i>11.37</i>																					
								9	<i>4 3/4 DCS</i>	<i>265.78</i>																					
								1	<i>Down Jars</i>	<i>15.71</i>																					
								1	<i>up Jars</i>	<i>18.34</i>																					
								9	<i>4 3/4 DCS</i>	<i>266.63</i>																					
TOTALS																															
DAYWORK TIME SUMMARY (OFFICE USE ONLY)																															
HOURS W/ CONTR. D.P.																															
HOURS W/ OPR. D.P.																															
HOURS WITHOUT D.P.																															
HOURS STANDBY																															
TOTAL DAYWORK																															
NO. OF DAYS FROM SPUD																															
CUMULATIVE ROTATING HOURS																															
DAILY MUD COST																															
TOTAL MUD COST																															

Forklift Brian McDonald  
Fuel  
Boiler Hrs

DRILLER *[Signature]*



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FIELD OR DISTRICT <b>Middle Mountain</b>		COUNTY <b>Emery</b>		STATE / COUNTRY <b>Utah</b>				WIRE LINE RECORD REEL NO.			
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED	
	7"		26 <sup>K55</sup> <sub>N-80</sub>	180		16	7690	1 1/8	10		
								LENGTH CUT OFF	PRESENT LENGTH		
								WEAR OR TRIPS SINCE LAST CUT			
							CUMULATIVE WEAR OR TRIPS				

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	630	1/2	6	Pickup DCs
630	900	2 1/2	21	L/D 4 1/2 Kelly, Plus 3 1/2 Kelly, R/West states
900	1630	7 1/2	6	Plus 3 1/2 Drill pipe to 7652
1630	1700	1/2	22	R/D West states
1700	1730	1/2	21	Plus Kelly, install Drlg rubber, and Drive Bushings
1730	1800	1/2	7	Rig Service

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	<del>19300</del>	4 1/2	15	Fill Pipe R/W Double Jack & Test
2260	330	5 1/2	13	W.O. 3 1/2 Ram Blocks
330	400	1/2	15	Install 3 1/2 Ram Blocks & Test
400	600	2	2	Drill count Float & Show



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LEASE <i>Middle Mountain</i>			WELL NO. <i>21-16</i>		API WELL NUMBER			WATER DEPTH		DATE <i>12-17-02</i>	
OPERATOR <i>Fortuna</i>					CONTRACTOR <i>Patterson-WTI</i>				RIG NO. <i>104</i>		
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>					SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>Randy Hatchford</i>						
D.P. SIZE	WEIGHT	GRADE	TOOL JT O.D.	TYPE THREAD	STRING NO.	PUMP NO.	PUMP MANUFACTURER		TYPE	STROKE LENGTH	
<i>3 1/2</i>	<i>15.50</i>			<i>IF</i>	<i>270</i>	<i>1</i>	<i>IDecc</i>		<i>550</i>	<i>15</i>	
						<i>2</i>	<i>IDeco</i>		<i>550</i>	<i>15</i>	

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD			
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.				TIME			
1. RIG UP AND TEAR DOWN			1	BIT <i>6 1/4</i>	<i>1.00</i>	10							
2. DRILL ACTUAL		<i>7 1/2</i>	1	Bit Sub	<i>2.36</i>	SIZE	<i>6 1/4</i>			WEIGHT			
3. REAMING			1	Shock sub	<i>11.37</i>	IADC CODE	<i>116</i>			PRESSURE GRADIENT			
4. CORING			1	Down Jars	<i>15.71</i>	MANUFACTURER	<i>HTC</i>			FUNNEL VISCOSITY			
5. CONDITION MUD & CIRCULATE		<i>4 1/2</i>	9	<i>4 3/4 DC OD</i>	<i>265.78</i>	TYPE	<i>GT-1</i>			PV/YP			
6. TRIPS	<i>5</i>	<i>1 1/2</i>	1	up Jars	<i>18.34</i>	SERIAL NO.	<i>A123m</i>			GEL STRENGTH			
7. LUBRICATE RIG			1	up Jars	<i>18.34</i>	JETS	<i>open</i>			FLUID LOSS			
8. REPAIR RIG			9	<i>4 3/4 DC OD</i>	<i>266.63</i>	TFA				PH			
9. CUT OFF DRILLING LINE	<i>2</i>			BHA	<i>581.19</i>	DEPTH OUT				SOLIDS			
10. DEVIATION SURVEY						DEPTH IN	<i>7690</i>						
11. WIRE LINE LOGS						TOTAL DRILLED	<i>55</i>						
12. RUN CASING & CEMENT						TOTAL HOURS	<i>1 1/2</i>						
13. WAIT ON CEMENT						CUTTING STRUCTURE				MUD & CHEMICALS ADDED			
14. NIPPLE UP B.O.P.						INNER	OUTER	DULL CHAR.	LOCATION	TYPE	AMOUNT	TYPE	AMOUNT
15. TEST B.O.P.						BEARINGS/SEALS				GAGE			
16. DRILL STEM TEST						OTHER DULL CHAR.				REASON PULLED			
17. PLUG BACK						REMARKS							
18. SQUEEZE CEMENT						<b>CONFIDENTIAL</b>							
19. FISHING													
20. DIR. WORK													
21. Blockline		<i>1/2</i>											
22. core tools		<i>4 1/2</i>											
23.		<i>1/2</i>											

COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD			
			NO.	ITEM	LENGTH	BIT NO.				TIME			
A. PERFORATING			1	BIT Core	<i>.80</i>	Core	<i>1</i>						
B. TUBING TRIPS			2	Core bits	<i>68.63</i>	SIZE	<i>6 1/8</i>			WEIGHT			
C. TREATING			9	<i>4 3/4 DC OD</i>	<i>265.78</i>	IADC CODE				PRESSURE GRADIENT			
D. SWABBING			1	Down Jars	<i>15.71</i>	MANUFACTURER	<i>DPI</i>			FUNNEL VISCOSITY			
E. TESTING			1	up Jars	<i>18.34</i>	TYPE	<i>CMD 233</i>			PV/YP			
F.			1	up Jars	<i>18.34</i>	SERIAL NO.	<i>0911250</i>			GEL STRENGTH			
G.			9	<i>4 3/4 DC OD</i>	<i>266.63</i>	JETS				FLUID LOSS			
H.				BHA	<i>630.89</i>	TFA				PH			
TOTALS	<i>12</i>	<i>12</i>				DEPTH OUT				SOLIDS			
DAYWORK TIME SUMMARY (OFFICE USE ONLY)						DEPTH IN							
HOURS W/ CONTR. D.P.						TOTAL DRILLED				MUD & CHEMICALS ADDED			
HOURS W/ OPR. D.P.						TOTAL HOURS				TYPE	AMOUNT	TYPE	AMOUNT
HOURS WITHOUT D.P.						CUTTING STRUCTURE							
HOURS STANDBY						INNER	OUTER	DULL CHAR.	LOCATION				
						BEARINGS/SEALS				GAGE			
						OTHER DULL CHAR.				REASON PULLED			
						REMARKS							
TOTAL DAYWORK						<i>Fuel - 34"</i>				<i>Fork lift - Brian McDonald</i>			
NO. OF DAYS FROM SPUD						<i>2500</i>				<i>Fuel -</i>			
CUMULATIVE ROTATING HOURS						<i>1400</i>				<i>Boiler 12 hrs</i>			
DAILY MUD COST						<i>1000</i>							
TOTAL MUD COST						<i>14"</i>							

FIELD OR DISTRICT Middle Mountain		COUNTY Emery		STATE / COUNTRY Utah			WIRE LINE RECORD REEL NO.				
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED	
	7"		26 <sup>RCS</sup> <sub>W-80</sub>	180		16	7690	1 1/2	10		
	LENGTH CUT OFF							PRESENT LENGTH			
	WEAR OR TRIPS SINCE LAST CUT										
CUMULATIVE WEAR OR TRIPS											

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
7690	7745	D			40	15	340/1000	Air Mist								

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	1030	4 1/2	5	unload Hole, Blow Hole, Hole making some water
1030	1100	1/2	21	remove pancake f/ Blowie line
1100	1630	5 1/2	2	Drilg formation f/ 7690-7745, Drill 10ft at a time Wait for samples to be analyzed
1630	1800	1 1/2	6	TOH

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
7745																

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	1930	1 1/2	6	TOH
1930	2400	4 1/2	22	1/2 Shack Sub, p/u Carrying Tools
2400	2430	1/2	6	T/H w/ BHA
2430	230	2	9	cut & slip 95' Drilg line
230	530	3	6	T/H w/ core Tools
530	600	1/2	23	p/u Kelly put Air mist on Hole
↑	137			
ROT				
↓	120			



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No. 3005913





FIELD OR DISTRICT Middle Mountain		COUNTY Emery			STATE / COUNTRY Utah			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED
	2"		26 <sup>K53</sup> <sub>N50</sub> 1SD	1SD		16'	7690	1 1/4	10	
								LENGTH CUT OFF		PRESENT LENGTH
								WEAR OR TRIPS SINCE LAST CUT		
CUMULATIVE WEAR OR TRIPS										

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
2703	2733	R			50	2000	200/450			63						267

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	800	2	5	Unload Hole
800	900	1	3	Wash + Ream &/ 2707 - 2733, stuck @ 2727
900	1200	3	5	Mud up, Fill Hole, work pipe free
1200	1300	1	3	Attempt to clean out fill w/ core barrel unsuccessful
1300	1430	1 1/2	5	Circ + Condition
1430	1600	1 1/2	6	To H
1600	1800	2	8	Repair Main Drum Chain
L/D 4 JTS D.P.				

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	1930	1 1/2	6	TOOTH w/ core barrels, Rack in derrick
1930	2030	1	21	✓ core barrel & Tools
2030	2300	2 1/2	6	m/a bit, bit sub Trip in hole, Fill pipe @ Show
2300	500	6	3	Wash & Ream &/ 7690 - 7745
500	600	1	5	Circulate & cond. F/ Corring
↑	135			
Rot	124			
↓	118			



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No. 3005914







FIELD OR DISTRICT <b>Middle Mountain</b>		COUNTY <b>Emery</b>		STATE / COUNTRY <b>Utah</b>				WIRE LINE RECORD REEL NO.			
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED	
	7"		26 <sup>K55</sup> <sub>N20</sub>	180		16'	7690	1 1/2"	10		
	LENGTH CUT OFF							PRESENT LENGTH			
	WEAR OR TRIPS SINCE LAST CUT										
CUMULATIVE WEAR OR TRIPS											

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
7690	7763	R		Shale	75	25	1350	5"	60							

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	630	1/2	7	Rig Service
630	1000	3 1/2	6	TCH W/bit # 11
1000	1030	1/2	5	Fill pipe @ 7664
1030	1800	7 1/2	3	Wash + Ream f/7690 - 7763, Hole Sloughing @ 7740

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
7763	7778	R		Shale	75	25	1400			5"	60					
7778	7814	D		Shale	75	25/30	1500			5"	60					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
18:00	2230	4 1/2	3	Ream f/7763 - 7778
2230	400	5 1/2	2	Drig f/7778 - 7814
400	500	1	21	Lost All Returns, MIX & pump Baracarb Pill, Full Returns. Pulled INTO Shoe
500	600	1	3	Ream f/7735 - 7798 Lost Gobbles.
↑				
Rot	118,000			
↓				



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FIELD OR DISTRICT <i>Middle Mtn</i>		COUNTY <i>Emery</i>		STATE / COUNTRY <i>Utah</i>			WIRE LINE RECORD REEL NO.			
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO C&G. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED
	<i>7"</i>		<i>26# W90 K55 18.0</i>		<i>16'</i>		<i>7690</i>	<i>1 1/4"</i>	<i>10</i>	
	LENGTH CUT OFF							PRESENT LENGTH		
WEAR OR TRIPS SINCE LAST CUT										
CUMULATIVE WEAR OR TRIPS										

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>8045</i>	<i>8093</i>				<i>55</i>	<i>20/65</i>	<i>1700</i>	<i>5"</i>	<i>61</i>	<i>5"</i>	<i>61</i>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>16:00</i>	<i>17:00</i>	<i>11</i>	<i>2</i>	<i>Drly F/8045 to 8090</i>
<i>17:00</i>	<i>17:30</i>	<i>1/2</i>	<i>7</i>	<i>Rig Service F/Test pipe / Ann</i>
<i>17:30</i>	<i>18:00</i>	<i>1/2</i>	<i>2</i>	<i>Drly F/8090 to 8093</i>

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<i>8093</i>	<i>8120</i>				<i>55</i>	<i>20/65</i>	<i>1800</i>	<i>5 1/2"</i>	<i>61</i>	<i>5</i>	<i>61</i>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<i>18:00</i>	<i>23:00</i>	<i>5</i>	<i>2</i>	<i>Drly 8093 to 8120</i>
<i>23:00</i>	<i>00:45</i>	<i>1 3/4</i>	<i>321</i>	<i>Lost Returns Pump 2 pills approx 180 Bbls. Pressure on standpipe @ 45 SK's 450# No Returns</i>
<i>00:45</i>	<i>01:15</i>	<i>1/2</i>	<i>6</i>	<i>Foot 5 SK's</i>
<i>01:15</i>	<i>02:00</i>	<i>4 3/4</i>	<i>5</i>	<i>Mix Mud</i>



APPROVED



APPROVED

No. 3007594



FIELD OR DISTRICT <b>Middle Mtn</b>		COUNTY <b>Emery</b>		STATE / COUNTRY <b>Utah</b>		WIRE LINE RECORD REEL NO.	
LAST CASING TUBING OR LINER		SIZE <b>7"</b>	MAKE	WEIGHT & GRADE <b>20# 190</b>	NO. JOINTS <b>190</b>	LENGTH <b>16</b>	RRB. TO CSG. HD. <b>7690</b>
WIRE LINE RECORD		SIZE <b>1 1/8</b>	NO. LINES <b>10</b>		LENGTH SLIPPED		
LENGTH CUT OFF		PRESENT LENGTH					
WEAR OR TRIPS SINCE LAST CUT							
CUMULATIVE WEAR OR TRIPS							

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>8120</b>	<b>8125</b>															

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>6:00</b>	<b>10:00</b>	<b>4</b>	<b>5</b>	<b>Build volume, mud up, weight up, LCM</b>
<b>10:00</b>	<b>10:15</b>	<b>.25</b>	<b>6</b>	<b>TI#</b>
<b>10:15</b>	<b>12:00</b>	<b>1.75</b>	<b>5</b>	<b>Kelly up. Wait on mud truck</b>
<b>12:00</b>	<b>15:00</b>	<b>3</b>	<b>5</b>	<b>Annular seal fill, Build Volume, mud up</b>
<b>15:00</b>	<b>16:00</b>	<b>1</b>	<b>5</b>	<b>Pump 10.2# mud w/Barocarb Drill 5' (15 min)</b>
<b>16:00</b>	<b>17:00</b>	<b>1</b>	<b>6</b>	<b>POOH 5 stands 1 single Kelly up</b>
<b>17:00</b>	<b>18:30</b>	<b>1 1/2</b>	<b>5</b>	<b>Build Volume Mud up</b>
<b>17:30</b>	<b>18:00</b>	<b>1/2</b>	<b>7</b>	<b>Rig Service</b>

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
<b>8125</b>	<b>8162</b>				<b>50</b>	<b>22 25</b>	<b>1500</b>	<b>5</b>	<b>-</b>	<b>5</b>	<b>55</b>					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
<b>18:00</b>	<b>21:30</b>	<b>3 1/2</b>	<b>5</b>	<b>Build Volume mix mud</b>
<b>21:30</b>	<b>04:00</b>	<b>6 1/2</b>	<b>2</b>	<b>Run in 5std's, 10' fill Dalg 8125' to 8162' Build Volume on conn @ 8142 40 bbls.</b>
<b>04:00</b>	<b>06:00</b>	<b>2</b>	<b>5</b>	<b>mix fill @ 8162' Get returns 40 bbl fill 305X6 BARZAN</b>



APPROVED



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No. 3007596





FIELD OR DISTRICT Middle Mtn		COUNTY Emery		STATE/COUNTRY Utah		WIRE LINE RECORD REEL NO.				
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED
	7"		26 <sup>NGA</sup> <del>RS</del>	180	40	16'	7690	1 1/8	10	
	LENGTH CUT OFF		PRESENT LENGTH							
WEAR OR TRIPS SINCE LAST CUT									CUMULATIVE WEAR OR TRIPS	

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
8162	8174															

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
6:00	7:00	1	5	Build Volume
7:00	7:15	.25	2	Drlg F/8162 to 8164
7:15	7:30	.25	21	Wait on Water Trucks
7:30	8:00	1/2	2	Drlg F/8164 to <del>8174</del>
8:00	8:30	1/2	2	<del>Drlg</del> <del>8174</del>
8:30	12:00	3 1/2	5	Build Volume
12:00	1:00	1	2	Drlg F 8174 to 8178
1:00	2:30	1 1/2	5	Build Volume pump pill
2:30	5:30	3	6	POOH For Bit
5:30	6:00	1/2	7	Rig Service

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
8178					55/160	22/15	150/1650	5"		5"	62					

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	0000	6	6	G.I.H. Break and 4540' SMLK ca. 7643'
0000	0130	1 1/2	3	REAM to Bottom 100' 10' Fill on Bottom
0130			2	Drlg 8178 to



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FIELD OR DISTRICT Middlemtn		COUNTY Emery			STATE/COUNTRY Utah			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB TO CSG. HD.	SET AT	SIZE 1 1/4	NO. LINES 10	LENGTH SLIPPED
								LENGTH CUT OFF	PRESENT LENGTH	
	WEAR OR TRIPS SINCE LAST CUT									
	CUMULATIVE WEAR OR TRIPS									

DEPTH INTERVAL		DRILL. D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
8200	8240	0														

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
6:00	8:00	2	5	Build Volume
8:00	10:00	2	2	Drig F/8200 to 8214
10:00	11:00	1	8	Air Out Pumps - Go through pumps
11:00	14:30	3 1/2	2	Drig F/8214 to 8240 TD
14:30	15:00	1/2	7	Rig Service
15:00	18:00	3	3	Short Trip 6 stnds Beam to Bottom

DEPTH INTERVAL		DRILL. D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	2000	2	3	Beam Down 5 JTs.
2000	2100	1	5	Card.
2100	0200	5	6	Trip Slam. out of Hole (362 BBLs)
0200	0600	4	11	Rig up Logger's & Log



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No. 3007598

LEASE <i>Middle Mtn</i>		WELL NO. <i>21-16</i>	API WELL NUMBER		WATER DEPTH	DATE <i>12-27-07</i>			
OPERATOR <i>Fortuna</i>		CONTRACTOR <i>Patterson Drilling</i>			RIG NO. <i>104</i>				
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>		SIGNATURE OF CONTRACTOR'S TOOL PUSHER							
D.P. SIZE <i>3/2</i>	WEIGHT <i>155</i>	GRADE	TOOL JT O.D.	TYPE THREAD	STRING NO.	PUMP NO. <i>1</i> <i>2</i>	PUMP MANUFACTURER <i>Idelco</i>	TYPE <i>550</i>	STROKE LENGTH <i>15</i>

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD																
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.	SIZE	IADC CODE	MANUFACTURER	TYPE	SERIAL NO.	JETS	TFA	DEPTH OUT	DEPTH IN	TOTAL DRILLED	TOTAL HOURS	CUTTING STRUCTURE	INNER	OUTER	DULL CHAR.	LOCATION	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED
1. RIG UP AND TEAR DOWN			1	BIT <i>6 1/8</i>	<i>1.00</i>	<i>13</i>	<i>6 1/8</i>		<i>HTC</i>	<i>STR30</i>	<i>T12XM</i>															
2. DRILL ACTUAL	<i>5 1/2</i>		1	<i>8 1/2 SUB</i>	<i>2.54</i>																					
3. REAMING	<i>3</i>		9	<i>4 3/4 OD</i>	<i>265.78</i>																					
4. CORING			1	<i>0 Jars OD</i>	<i>15.71</i>																					
5. CONDITION MUD & CIRCULATE	<i>2</i>		1	<i>0 Jars OD</i>	<i>18.36</i>																					
6. TRIPS			9	<i>4 3/4 OD</i>	<i>266.63</i>																					
7. LUBRICATE RIG	<i>1 1/2</i>																									
8. REPAIR RIG	<i>1</i>																									
9. CUT OFF DRILLING LINE																										
10. DEVIATION SURVEY																										
11. WIRE LINE LOGS																										
12. RUN CASING & CEMENT																										
13. WAIT ON CEMENT																										
14. NIPPLE UP B.O.P.																										
15. TEST B.O.P.																										
16. DRILL STEM TEST																										
17. PLUG BACK																										
18. SQUEEZE CEMENT																										
19. FISHING																										
20. DIR. WORK																										
21.																										
22.																										
23.																										

REMARKS *For bit ft: A David Boiler 12 hrs*

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DRILLER *[Signature]*

COMPLETION		DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD																						
A. PERFORATING	B. TUBING TRIPS	C. TREATING	D. SWABBING	E. TESTING	F.	G.	H.	NO.	ITEM	LENGTH	BIT NO.	SIZE	IADC CODE	MANUFACTURER	TYPE	SERIAL NO.	JETS	TFA	DEPTH OUT	DEPTH IN	TOTAL DRILLED	TOTAL HOURS	CUTTING STRUCTURE	INNER	OUTER	DULL CHAR.	LOCATION	BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED
								1	BIT <i>6 1/8</i>	<i>1.00</i>	<i>13</i>	<i>6 1/8</i>		<i>HTC</i>	<i>STR30</i>	<i>T12XM</i>															
								1	<i>Bit sub</i>	<i>2.54</i>																					
								9	<i>4 3/4 OD</i>	<i>265.78</i>																					
								1	<i>0 Jars OD</i>	<i>15.71</i>																					
								1	<i>0 Jars OD</i>	<i>18.36</i>																					
								9	<i>4 3/4 OD</i>	<i>266.63</i>																					
TOTALS		<i>12</i>																													
DAYWORK TIME SUMMARY (OFFICE USE ONLY)																															
HOURS W/ CONTR. D.P.																															
HOURS W/ OPR. D.P.																															
HOURS WITHOUT D.P.																															
HOURS STANDBY																															
TOTAL DAYWORK																															
NO. OF DAYS FROM SPUD																															
CUMULATIVE ROTATING HOURS																															
DAILY MUD COST																															
TOTAL MUD COST																															

REMARKS *D/KO Log Bar Cap Bar Boiler 12 hrs Fuel 32*

DRILLER *[Signature]*



FIELD OR DISTRICT Middlemtn		COUNTY Emery			STATE/COUNTRY Utah			WIRE LINE RECORD REEL NO.		
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB TO CSG. HD.	SET AT	SIZE 1 1/8	NO. LINES 10	LENGTH SLIPPED
								LENGTH CUT OFF	PRESENT LENGTH	
	WEAR OR TRIPS SINCE LAST CUT									
	CUMULATIVE WEAR OR TRIPS									

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	
8200	8240															

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
6:00	8:00	2	5	Build Volume
8:00	10:00	2	2	Drig F/8200 to 8214
10:00	11:00	1	8	Air Out Pumps - Go through pumps
11:00	14:30	3 1/2	2	Drig F/8214 to 8240 TD
14:30	15:00	1/2	7	Rig Service
15:00	18:00	3	3	Short Trip 6 studs Beam to Bottom

DEPTH INTERVAL		DRILL D REAM. R CORE. C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	2000	2	3	Beam Down 5 JTs.
2000	2100	1	5	circd.
2100	0200	5	6	Trip Slam out of Hole (362 BBLs)
0200	0600	4	11	Rig up Logger's & Log



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FIELD OR DISTRICT Middle mtn.		COUNTY Emery		STATE / COUNTRY Utah			WIRE LINE RECORD REEL NO.			
LAST CASING TUBING OR LINER	SIZE	MAKE	WEIGHT & GRADE	NO. JOINTS	LENGTH	RKB. TO CSG. HD.	SET AT	SIZE	NO. LINES	LENGTH SLIPPED
	7"		26 KSS			16'	7690	1 1/8	10	
	4 1/2	LTFC	K5 P10	189	4233.85	16'	8240			
							LENGTH CUT OFF		PRESENT LENGTH	
							WEAR OR TRIPS SINCE LAST CUT			
							CUMULATIVE WEAR OR TRIPS			

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
600	900	3	12	CIRC. & work csg. F/7288 - 8240
900	1200	3	12	Circulate csg.
1200	1400	2	12	Rig up Schlumberger & cmnt. w/ cmnt lead -
1400	1500	1	14	Nipple Down BOP's
1500	1530	1/2	12	Set Slips & c/o csg. Slips set 105,000
1530	1800	2 1/2	14	Rig Down Set Stack out
				20 bbls of 10ppg Scavenger
				115X Tail 62 bbls of
				14ppg class "G" 10-1
				cmnt - Gyp Ratio 200%
				Displace with 122 bbls of H2O

DEPTH INTERVAL		DRILL D REAM. R CORE..C	CORE NO.	FORMATION (SHOW CORE RECOVERY)	ROTARY TABLE SPEED	WT. ON BIT	PUMP PRESSURE	PUMP NO. 1		PUMP NO. 2		PUMP NO. 3		PUMP NO. 4		TOTAL PUMP OUTPUT
FROM	TO							LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	LINER SIZE	S.P.M.	

DEVIATION RECORD	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.	DEPTH	DEV.	DIR.	TVD	HORIZ. DISP.

TIME LOG		ELAPSED TIME	CODE NO.	DETAILS OF OPERATIONS IN SEQUENCE AND REMARKS
FROM	TO			
1800	2300	5	24	Set out stack, Dress casing top, Nipple up tubing head
2300	330	4 1/2	1	Rig down Choke line and gas busters, Drain mud line
330	600	2 1/2	1	Rig down Floor, Start on Mud Tanks
				Rig Release 23:59 NRS Dec 31, 2002



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No. 3007602



















No. 3007607

DAILY DRILLING REPORT

REPORT NO.

LEASE <i>Middle Mountain</i>		WELL NO.	API WELL NUMBER		WATER DEPTH	DATE <i>1-5-03</i>			
OPERATOR <i>Fortuna</i>			CONTRACTOR <i>Patterson-UTI</i>			RIG NO. <i>104</i>			
SIGNATURE OF OPERATOR'S REPRESENTATIVE <i>[Signature]</i>			SIGNATURE OF CONTRACTOR'S TOOL PUSHER <i>Roger Burnley</i>						
D.P. SIZE	WEIGHT	GRADE	TOOL JT O.D.	TYPE THREAD	STRING NO.	PUMP NO.	PUMP MANUFACTURER	TYPE	STROKE LENGTH

TIME DISTRIBUTION - HOURS			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD																			
CODE NO. - OPERATION	NIGHT	DAY	NO.	ITEM	LENGTH	BIT NO.	SIZE	IADC CODE	MANUFACTURER	TYPE	SERIAL NO.	JETS	TFA	DEPTH OUT	DEPTH IN	TOTAL DRILLED	TOTAL HOURS	CUTTING STRUCTURE	TIME	WEIGHT	PRESSURE GRADIENT	FUNNEL VISCOSITY	PV/YP	GEL STRENGTH	FLUID LOSS	pH	SOLIDS	MUD & CHEMICALS ADDED	
1. RIG UP AND TEAR DOWN				BIT															INNER	OUTER	DULL CHAR.	LOCATION							
2. DRILL ACTUAL																			BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED							
3. REAMING																													
4. CORING					OD																								
5. CONDITION MUD & CIRCULATE					OD																								
6. TRIPS					OD																								
7. LUBRICATE RIG					OD																								
8. REPAIR RIG					OD																								
9. CUT OFF DRILLING LINE					OD																								
10. DEVIATION SURVEY																													
11. WIRE LINE LOGS																													
12. RUN CASING & CEMENT						STANDS ___ D.P.																							
13. WAIT ON CEMENT						SINGLES ___ D.P.																							
14. NIPPLE UP B.O.P.						KELLY DOWN																							
15. TEST B.O.P.						TOTAL																							
16. DRILL STEM TEST						WT. OF STRING																							
17. PLUG BACK																													
18. SQUEEZE CEMENT																													
19. FISHING																													
20. DIR. WORK																													
21.																													
22.																													
23.																													

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DRILLER *Brad Bedner*

COMPLETION			DRILLING ASSEMBLY (At end of tour)			BIT RECORD				MUD RECORD																			
			NO.	ITEM	LENGTH	BIT NO.	SIZE	IADC CODE	MANUFACTURER	TYPE	SERIAL NO.	JETS	TFA	DEPTH OUT	DEPTH IN	TOTAL DRILLED	TOTAL HOURS	CUTTING STRUCTURE	TIME	WEIGHT	PRESSURE GRADIENT	FUNNEL VISCOSITY	PV/YP	GEL STRENGTH	FLUID LOSS	pH	SOLIDS	MUD & CHEMICALS ADDED	
A. PERFORATING				BIT															INNER	OUTER	DULL CHAR.	LOCATION							
B. TUBING TRIPS																			BEARINGS/SEALS	GAGE	OTHER DULL CHAR.	REASON PULLED							
C. TREATING					OD																								
D. SWABBING					OD																								
E. TESTING					OD																								
F.					OD																								
G.					OD																								
H.					OD																								
TOTALS					OD																								
DAYWORK TIME SUMMARY (OFFICE USE ONLY)																													
HOURS W/ CONTR. D.P.																													
HOURS W/ OPR. D.P.																													
HOURS WITHOUT D.P.																													
HOURS STANDBY																													
TOTAL DAYWORK																													
NO. OF DAYS FROM SPUD																													
CUMULATIVE ROTATING HOURS																													
DAILY MUD COST																													
TOTAL MUD COST																													

DRILLER



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UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

**SUBMIT IN TRIPLICATE**

1. Type of Well  
 Oil     Gas     Other

2. Name of Operator  
**Fortuna (US), Inc.**

3. Address and Telephone No.  
**Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
**1309' FSL, 834' FEL  
 SE/4 SE/4, Section 21, T16S, R6E, SLB&M**

5. Lease Designation and Serial No.  
**UTU-77263**

6. If Indian, Allottee or Tribe Name  
**N/A**

7. If Unit or CA, Agreement Designation  
**N/A**

8. Well Name and No.  
**Middle Mountain #21-16**

9. API Well No.  
**43-015-30426**

10. Field and Pool, or Exploratory Area  
**Wildcat**

11. County or Parish, State  
**Emery County, Utah**

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

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

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

**Attached are the weekly drilling reports for the Middle Mountain #21-16 well**

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JAN 07 2003

DIV. OF OIL, GAS & MINING

**FILE COPY**

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

Signed Don Hamilton *Don Hamilton* Title Agent for Fortuna US Date January 2, 2003

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/22/2002, Report: 56.0, DFS: 56.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

**Daily Summary**

Weather	Road Condition	Hole Condition
Clear	Snow covered	Sloughing shale improving

Operations at Report Time  
 REAM HOLE @ 7809' / DEPTH - 7996'KB

Operations This Report Period  
 Drill ahead. Trip bit. Ream bridge at 7786.

Operations Next Report Period  
 Drill ahead.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	15:00	15.00	02	Drilling	Drill ahead.
15:00	18:30	3.50	06	Tripping	Trip out for bit.
18:30	23:00	4.50	06	Tripping	Trip in to 7786 ft.
23:00	00:00	1.00	03	Reaming	Ream bridge at 7786 ft.

**Mud Checks: 7,974.0ftKB, 12/22/2002 00:00**

Type	Date	Depth (ftKB)	T (ft) (*F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/22/2002 00:00	7,974.0	82.0	10.2	45	12.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
23.0	8.0	13.0	8.0		2.000	
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	9.0			60.000		6.8
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
400.000	0.3	7.3			0.5	

**Drill Strings: BHA #18, Slick**

Bit Run Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> /ROP (ft/hr) Nozzles (/32"))
12 6 1/8in, STX-20, ZT37JT	7-8-FC-A-E-0-CT-PR	2.36 6.1 32/32/32
Len (ft)	Max OD (in)	String Components
569.62	4.750	Hughes STX-20, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar

**Drilling Parameters: 72.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
18	7,924.0	7,996.0	251.0	15.00	41.25	4.8	252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	80	1,350.0	118	132	110		

**Drill Strings: BHA #19, Slick**

Bit Run Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> /ROP (ft/hr) Nozzles (/32"))
13 6 1/8in, STX-30, 5005063	-----	2.36 32/32/32
Len (ft)	Max OD (in)	String Components
569.62	4.750	Hughes STX-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar

**Drilling Parameters: 0.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
19	7,796.0	7,796.0	0.0	0.00	0.00		252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
10	70	1,350.0	118	132	110		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No.	Total AFE Amt (\$)
37511	
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB)	Depth End (ftKB)
7,924.0	7,796.0
Depth Progress (ftKB)	Drilling Time (hrs)
128.0	15.00

**Ops Supervisors**

Contact  
 Arnie Hamarsnes, Drilling Engineer  
 Ernie Natte, Drilling Foreman  
 Mel Knezevich, Drilling Foreman  
 Mark Moennich, Drilling Sup't  
 Don Helms, Mud Engineer  
 Randy Hackford, Tool Pusher  
 Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
 John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
 Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,350.0	No	60	90

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,350.0	No	60	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	1.0	35
ENG LIVING ALLOWANCE		
BAROID USA MUD MAN	3.0	1,350
BAROID USA BARAZAN D PLUS	8.0	3,285
BAROID USA MUD TRANSPORT	10.0	750
BAROID USA REGULAR BARITE	64.0	232
BAROID USA QUICK GEL	90.0	257

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group  
 Drilling Sample

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/22/2002, Report: 56.0, DFS: 56.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Name	Top (ftKB)
Ferron	7,735.0
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/23/2002, Report: 57.0, DFS: 57.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather CLEAR	Road Condition Snow covered	Hole Condition Sloughing shale improving
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Operations at Report Time  
0600 HR - DRILL 6 1/4" HOLE / DEPTH - 8045'KB  
Operations This Report Period  
REAM HOLE F/ 7786' - 7996' / DRILL 6 1/4" HOLE F/ 7996' - 8018'KB  
Operations Next Report Period  
DRILL AHEAD

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	14:45	14.75	03	Reaming	REAM 6 1/8" HOLE F/ 7786' - 7847'
14:45	15:15	0.50	07	Rig Service	RIG SERVICE / FUNCTION PIPE RAMS
15:00	18:45	3.75	03	Reaming	REAM 6 1/8" HOLE F/ 7847' - 7996'
18:45	23:45	5.00	02	Drilling	DRILL 6 1/8" HOLE F/ 7996 - 8018'

**Mud Checks: 7,996.0ftKB, 12/23/2002 10:00**

Type	Date	Depth (ftKB)	T (ft) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/23/2002 10:00	7,996.0	83.0	10.2	45	12.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filt (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
23.0	8.0	13.0	8.0			
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	9.0					
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
	0.3	7.3			0.5	

**Drill Strings: BHA #19, Slick**

Bit Run/Bit 13 6 1/8in, STX-30, 5005063	IADC Bit Dull -----	TFA (incl Noz) (in²)	ROP (ft/hr)	Nozzles (/32") 32/32/32
Len (ft) 569.62	Max OD (in) 4.750	String Components Hughes STX-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

**Drilling Parameters: 222.0ftKB**

BHA No	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
19	7,796.0	8,018.0	222.0	5.00	5.00	44.4	252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	70	1,700.0	118	132	110		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No. 37511	Total AFE Amt (\$) [REDACTED]
Daily Cost Total [REDACTED]	Cum. Cost To Date [REDACTED]
Daily Mud Cost [REDACTED]	Mud Additive Cost To Date [REDACTED]
Depth Start (ftKB) 7,796.0	Depth End (ftKB) 8,018.0
Depth Progress (ftKB) 222.0	Drilling Time (hrs) 5.00

**Ops Supervisors**

Contact  
Arnie Hamarsnes, Drilling Engineer  
Mel Knezevich, Drilling Foreman  
Ernie Natte, Drilling Foreman  
Mark Moennich, Drilling Supt  
Don Helms, Mud Engineer  
Randy Hackford, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,700.0	No	60	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA	4.0	154
CAUSTIC SODA		
BAROID USA	5.0	2,053
BARAZAN D PLUS		
BAROID USA	32.0	91
QUICK GEL		
BAROID USA	115.0	417
REGULAR BARITE		

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	Name	Top (ftKB)
Drilling Sample	Ferron	7,735.0
	Bluegate	5,672.0
	Emery	4,280.0
	Mancos	3,073.0
	Star Point	2,700.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16**

**Date: 12/24/2002, Report: 58.0, DFS: 58.00**

**Job Type: Drilling - original**

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather CLEAR	Road Condition Snow covered	Hole Condition LOST CIRC @ 8120'
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Operations at Report Time  
0600 HR - MIX MUD F/ LOSS CIRC @ 8120'  
Operations This Report Period  
DRILL 6 1/8" HOLE F/ 8018' - 8120' / LOST CIRC @ 8120' (LOST 210 BBL)  
Operations Next Report Period  
CURE LOST CIRC & DRILL AHEAD

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	17:00	17.00	02	Drilling	DRILL 6 1/8" HOLE F/ 8018' - 8090'
17:00	17:30	0.50	07	Rig Service	RIG SERVICE / FUNCTION PIPE RAMS & ANNULAR
17:30	23:00	5.50	02	Drilling	DRILL 6 1/8" HOLE F/ 8090' - 8120'
23:00	00:00	1.00	05	Condition and/or Circulate mud	LOST CIRC @ 8120' / MIX & PUMP CAL CARB PILL ( NO RETURNS)

**Mud Checks: 8,120.0ftKB, 12/24/2002 23:45**

Type	Date	Depth (ftKB)	T (fl) (*F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/24/2002 23:45	8,120.0		10.0	56	22.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Fill (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
31.0	12.0	18.0	7.2			
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	9.5					
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
400.000		6.8			1.0	

**Drill Strings: BHA #19, Slick**

Bit Run/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> /ROP (ft/hr) Nozzles (/32"))
13 6 1/8in, STX-30, 5005063	-----	2.36 7.6 32/32/32
Len (ft)	Max OD (in)	String Components
569.62	4.750	Hughes STX-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar

**Drilling Parameters: 102.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
19	8,018.0	8,120.0	324.0	22.50	42.50	4.5	252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	70	1,700.0	118	132	110		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 8,018.0	Depth End (ftKB) 8,120.0
Depth Progress (ftKB) 102.0	Drilling Time (hrs) 22.50

**Ops Supervisors**

Contact  
Arnie Hamarsnes, Drilling Engineer  
Ernie Natte, Drilling Foreman  
Mel Knezevich, Drilling Foreman  
Mark Moennich, Drilling Sup't  
Don Helms, Mud Engineer  
Randy Hackford, Tool Pusher  
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,700.0	No	60	90

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,700.0	No	60	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA DESCO CHROME FREE	4.0	175
BAROID USA CAUSTIC SODA	5.0	192
BAROID USA BARAZAN D PLUS	9.0	3,696
BAROID USA BARACARB 600	70.0	2,076
BAROID USA QUICK GEL	168.0	479
BAROID USA BARACARB 150	175.0	5,604
BAROID USA REGULAR BARITE	440.0	1,597

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/24/2002, Report: 58.0, DFS: 58.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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Daily Summary

Formation Pick Groups: Drilling Sam...

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Ferron	7,735.0
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0

Intermediate Casing, 4,413.0ftKB

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/25/2002, Report: 59.0, DFS: 59.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00
<b>Daily Summary</b>				
Weather		Road Condition		Hole Condition
CLEAR		Snow covered		LOST CIRC @ 8120'
Operations at Report Time				
0600 HR - BUILD VOLUME / DEPTH - 8162'				
Operations This Report Period				
BUILD VOLUME / DRILL F/ 8120' - 8140' / BUILD VOLUME				
Operations Next Report Period				
BUILD VOLUME & DRILL F/ 8140'				

Time Log					
Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	10:00	10.00	05	Condition and/or Circulate mud	BUILD VOLUME / ATTEMPT TO CIRC @ 7690' (PARTIAL RETURNS)
10:00	10:15	0.25	06	Tripping	RUN IN TO 8120'
10:15	12:00	1.75	00	Undefined Status	WAIT ON MUD TRUCKS
12:00	15:00	3.00	05	Condition and/or Circulate mud	BUILD VOLUME
15:00	15:45	0.75	05	Condition and/or Circulate mud	PUMP CAL CARB PILL / BREAK CIRC & CIRC
15:45	16:00	0.25	02	Drilling	DRILL 6 1/8" HOLE F/ 8120' - 8125'
16:00	17:00	1.00	06	Tripping	HOIST 5 STANDS D.P. INTO 7" CSG ( TO BUILD VOLUME)
17:00	17:30	0.50	05	Condition and/or Circulate mud	BUILD VOLUME
17:30	18:00	0.50	07	Rig Service	RIG SERVICE
18:00	21:30	3.50	05	Condition and/or Circulate mud	BUILD VOLUME
21:30	00:00	2.50	02	Drilling	DRILL 6 1/8" HOLE F/ 8125' - 8140'

<b>Mud Checks: 8,140.0ftKB, 12/25/2002 00:00</b>						
Type	Date	Depth (ftKB)	T (ft) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/25/2002 00:00	8,140.0		10.2	49	18.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
15.0	8.0	11.0	6.4		0.000	
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	10.0					
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
400.000		7.1			0.1	

<b>Drill Strings: BHA #19, Slick</b>			
Bit Run/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )/ROP (ft/hr)/Nozzles (/32")	
13 6 1/8in, STX-30, 5005063	-----	2.36	7.6 32/32/32
Len (ft)	Max OD (in)	String Components	
569.62	4.750	Hughes STX-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar	

<b>Drilling Parameters: 20.0ftKB</b>							
BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr) Int ROP (ft/hr)	Flow Rate (gpm)	
19	8,120.0	8,140.0	344.0	2.75	45.25 7.3	252	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	70	1,700.0	118	132	110		

<b>Wellbores</b>		
Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

<b>Directional Surveys: SINGLE SHOT</b>	
Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No	Total AFE Amt (\$)
37511	
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB)	Depth End (ftKB)
8,120.0	8,140.0
Depth Progress (ftKB)	Drilling Time (hrs)
20.0	2.75

<b>Ops Supervisors</b>	
Contact	
Arnie Hamarsnes, Drilling Engineer	
Mel Knezevich, Drilling Foreman	
Ernie Natte, Drilling Foreman	
Mark Moennich, Drilling Sup't	
Don Helms, Mud Engineer	
Randy Hackford, Tool Pusher	
Bill Hedglin, Geologist	

<b>Rigs: Bill Martin Jr., 3</b>
Rig Supervisor
John Day, Tool Pusher

<b>Rigs: Patterson U.T.I, 104</b>
Rig Supervisor
Jesse Blanchard, Drilling Manager

<b>1, IDECO, MM-550</b>		
Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

<b>2, IDECO, MM-550</b>		
Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

<b>Pump Checks</b>			
P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,700.0	No	60	90

<b>BOPs</b>		
Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

<b>Mud Additive Amounts</b>		
Description	Consumed	Daily Cost (\$)
BAROID USA	9.0	346
CAUSTIC SODA		
BAROID USA	40.0	1,186
BARACARB 600		
BAROID	56.0	3,080
BARACARB 600		
BAROID USA	140.0	4,483
BARACARB 150		
BAROID USA	145.0	4,643
BARACARB 50		
BAROID USA	198.0	564
QUICK GEL		
BAROID USA	920.0	3,340
REGULAR BARITE		

<b>Formation Pick Groups: Drilling Sam...</b>	
Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Ferron	7,735.0
Bluegate	5,672.0
Emery	4,280.0

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/25/2002, Report: 59.0, DFS: 59.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Name	Top (ftKB)		
Mancos	3,073.0		
Star Point	2,700.0		
<b>Intermediate Casing, 4,413.0ftKB</b>			
Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
11/26/2002	9 5/8	J-55	36.00



**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16**

**Date: 12/26/2002, Report: 60.0, DFS: 60.00**

**Job Type: Drilling - original**

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather <b>CLEAR</b>	Road Condition Snow covered	Hole Condition <b>LOST CIRC @ 8162'</b>
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Operations at Report Time  
0600 HR - BUILD VOLUME / DEPTH - 8200'

Operations This Report Period  
DRILL 6 1/8" HOLE F/ 8140' - 8178' / BUILD VOLUME / TRIP F/ BIT @ 8178'

Operations Next Report Period  
BUILD VOLUME & DRILL F/ 8178'

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	04:00	4.00	02	Drilling	DRILL 6 1/8" HOLE F/ 8140' - 8162' (LOST CIRC @ 8162')
04:00	07:00	3.00	05	Condition and/or Circulate mud	PUMP PILL & REGAIN CIRC / BUILD VOLUME
07:00	07:15	0.25	02	Drilling	DRILL 6 1/8" HOLE F/ 8162' - 8164'
07:15	07:30	0.25	00	Undefined Status	WAIT ON WATER TRUCKS
07:30	08:30	1.00	02	Drilling	DRILL 6 1/8" HOLE F/ 8164' - 8174'
08:30	12:00	3.50	05	Condition and/or Circulate mud	BUILD VOLUME
12:00	13:00	1.00	02	Drilling	DRILL 6 1/8" HOLE F/ 8174' - 8178'
13:00	14:30	1.50	05	Condition and/or Circulate mud	BUILD VOLUME & PUMP PILL
14:30	17:30	3.00	06	Tripping	TRIP F/ BIT
17:30	18:00	0.50	07	Rig Service	RIG SERVICE
18:00	00:00	6.00	06	Tripping	RUN IN HOLE W/ 6 1/8" BIT / BREAK CIRC @ 4540' & 7643'

**Mud Checks: 8,178.0ftKB, 12/26/2002 11:30**

Type	Date	Depth (ftKB)	T (ft) (*F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/26/2002 11:30	8,178.0		10.0	42	14.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filterate (mL/30min)	HTHP Filt (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
11.0	6.0	10.0	9.2		1.000	
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	10.0					
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
400.000		6.4			0.2	

**Drill Strings: BHA #19, Slick**

Bit Run/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32")
13 6 1/8in, STX-30, 5005063	7-7-BT-A-4-1-WT-PR	2.36	7.4	32/32/32
Len (ft)	Max OD (in)	String Components		
569.62	4.750	Hughes STX-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

**Drilling Parameters: 38.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
19	8,140.0	8,178.0	382.0	6.25	51.50	6.1	252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	70	1,700.0	118	132	110		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 8,140.0	Depth End (ftKB) 8,178.0
Depth Progress (ftKB) 38.0	Drilling Time (hrs) 6.25

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Ernie Natte, Drilling Foreman
Mark Moennich, Drilling Sup't
Don Helms, Mud Engineer
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,700.0	No	60	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	4.0	140
ENG LIVING ALLOWANCE		
BAROID USA MUD	4.0	1,800
MAN		
BAROID USA CAUSTIC SODA	6.0	231
BAROID USA BARAZAN D PLUS	10.0	4,107
BAROID USA MUD TRANSPORT	50.0	3,750
BAROID USA QUICK GEL	179.0	510
BAROID USA BARACARB 600	385.0	11,415
BAROID USA BARACARB 150	400.0	12,808
BAROID USA REGULAR BARITE	420.0	1,525

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/26/2002, Report: 60.0, DFS: 60.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Formation Pick Groups: Drilling Sam...

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)

Ferron	7,735.0
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0

Intermediate Casing: 4,413.0ftKB

Casing Run Date	Max OD (in)	Grade	WT (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

# Talisman Energy Canada - Daily Drilling Report

Well Name: FORTUNA MIDDLE JNTAIN #21-16

Date: 12/27/2002, Report: 61.0, DFS: 61.00

Job Type: Drilling - original

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather CLEAR	Road Condition Snow covered	Hole Condition BRIDGE @ 7724'
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Operations at Report Time  
0600 HR - WORK STUCK LOGGING TOOL / DEPTH 8240' TD  
Operations This Report Period  
TRIP / DRILL 6 1/8" HOLE F/ 8178' - 8240' (TD) / CIRC & HOIST TO LOG  
Operations Next Report Period  
FREE LOGGING TOOL / RUN IN & CONDITION HOLE

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	01:30	1.50	03	Reaming	REAM F/ 8078' - 8178' (10' FILL ON BTM)
01:30	06:00	4.50	02	Drilling	DRILL 6 1/8" HOLE F/ 8178' - 8200'
06:00	08:00	2.00	05	Condition and/or Circulate mud	BUILD VOLUME
08:00	10:00	2.00	02	Drilling	DRILL 6 1/8" HOLE F/ 8200' - 8214'
10:00	11:00	1.00	08	Rig Repair	BLEED OFF PUMPS / THAW OUT SUCTION
11:00	14:30	3.50	02	Drilling	DRILL 6 1/8" HOLE F/ 8214' - 8240' (T.D.)
14:30	15:00	0.50	07	Rig Service	RIG SERVICE
15:00	20:00	5.00	06	Tripping	WIPER TRIP TO 7690' / REAM 155' TO BTM
20:00	21:00	1.00	05	Condition and/or Circulate mud	CIRCULATE & CONDITION HOLE
21:00	00:00	3.00	06	Tripping	HOIST TO LOG

**Mud Checks: 8,223.0ftKB, 12/27/2002 12:15**

Type	Date	Depth (ftKB)	T (ft) (*F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/27/2002 12:15	8,223.0		9.7	50	17.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filt (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
8.0	5.0	9.0	10.2			
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	10.0					
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
400.000		5.4				

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description SINGLE SHOT	Survey Company Patterson Crew
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AFE No 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 8,178.0	Depth End (ftKB) 8,178.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Ernie Natte, Drilling Foreman
Mel Knezevich, Drilling Foreman
Mark Moennich, Drilling Sup't
Don Helms, Mud Engineer
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor
John Day, Tool Pusher

**Rigs: Patterson U.T.I., 104**

Rig Supervisor
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA	1.0	38
CAUSTIC SODA		
BAROID USA	2.0	821
BARAZAN D PLUS		
BAROID USA	96.0	274
QUICK GEL		
BAROID USA	160.0	581
REGULAR BARITE		
BAROID N SEAL	175.0	12,250

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Ferron	7,735.0
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0
Star Point	2,700.0

**Intermediate Casing, 4,413.0ftKB**

Casing Run Date	Max OD (in)	Grade	WL (lbs/ft)
11/26/2002	9 5/8	J-55	36.00

# Talisman Energy Canada - Daily Drilling Report

**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16**

**Date: 12/27/2002, Report: 61.0, DFS: 61.00**

**Job Type: Drilling - original**

Spud Date 10/28/2002	Rig Release Date	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather CLEAR	Road Condition Snow covered
Operations at Report Time 0600 HR - WORK STUCK LOGGING TOOL / DEPTH 8240' TD	Hole Condition BRIDGE @ 7724'

Operations This Report Period  
TRIP / DRILL 6 1/8" HOLE F/ 8178' - 8240' (TD) / CIRC & HOIST TO LOG

Operations Next Report Period  
FREE LOGGING TOOL / RUN IN & CONDITION HOLE

AFE No. 37511	Total AFE Amt (\$)
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB) 8,178.0	Depth End (ftKB) 8,240.0
Depth Progress (ftKB) 62.0	Drilling Time (hrs) 0.00

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	01:30	1.50	03	Reaming	REAM F/ 8078' - 8178' (10' FILL ON BTM)
01:30	06:00	4.50	02	Drilling	DRILL 6 1/8" HOLE F/ 8178' - 8200'
06:00	08:00	2.00	05	Condition and/or Circulate mud	BUILD VOLUME
08:00	10:00	2.00	02	Drilling	DRILL 6 1/8" HOLE F/ 8200' - 8214'
10:00	11:00	1.00	08	Rig Repair	BLEED OFF PUMPS / THAW OUT SUCTION
11:00	14:30	3.50	02	Drilling	DRILL 6 1/8" HOLE F/ 8214' - 8240' (T.D.)
14:30	15:00	0.50	07	Rig Service	RIG SERVICE
15:00	20:00	5.00	06	Tripping	WIPER TRIP TO 7690' / REAM 155' TO BTM
20:00	21:00	1.00	05	Condition and/or Circulate mud	CIRCULATE & CONDITION HOLE
21:00	00:00	3.00	06	Tripping	HOIST TO LOG

**Mud Checks: 8,223.0ftKB, 12/27/2002 12:15**

Type	Date	Depth (ftKB)	T(ft) (*F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/27/2002 12:15	8,223.0		9.7	50	17.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
8.0	5.0	9.0	10.2			
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	10.0					
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
400.000		5.4				

**Drill Strings: BHA #20, Slick**

Bit Run/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32")
14 6 1/8in, STR-30, ZT12XM	-----	2.36	6.2	32/32/32
Len (ft)	Max OD (in)	String Components		
569.62	4.750	Hughes STR-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

**Drilling Parameters: 62.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	ROP (ft/hr)	Flow Rate (gpm)
20	8,178.0	8,240.0	62.0	10.00	10.00	6.2	252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	70	1,700.0	118	132	110		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Ernie Natte, Drilling Foreman
Mark Knezevich, Drilling Foreman
Mark Moennich, Drilling Sup't
Don Helms, Mud Engineer
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I., 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**Pump Checks**

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
1,700.0	No	60	90

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA CAUSTIC SODA	1.0	38
BAROID USA BARAZAN D PLUS	2.0	821
BAROID USA QUICK GEL	96.0	274
BAROID USA REGULAR BARITE	160.0	581
BAROID N SEAL	175.0	12,250

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	Drilling Sample	Name	Top (ftKB)
		Tununk	8,200.0
		Ferron	7,735.0
		Bluegate	5,672.0
		Emery	4,280.0
		Mancos	3,073.0

**Intermediate Casing, 7,690.0ftKB**

Casing Run Date: 12/15/2002	Max OD (in):	Grade:	Wt (lbs/ft):
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Talman Energy Canada - Daily Drilling Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/28/2002, Report: 62.0, DFS: 62.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Weather	Road Condition	Hole Condition
CLEAR	Snow covered	BRIDGE @ 7724'
Operations at Report Time		
0600 HR - RUN IN W/ LOGGING TOOLS		
Operations This Report Period		
RUN IN W/ LOGGING TOOLS - STUCK @ 7724' - FREE & HOIST TOOLS / RUN IN & CONDITION HOLE		
Operations Next Report Period		
HOIST TO LOG & LOG WELL		

Time Log

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	02:00	2.00	06	Tripping	HOIST TO LOG
02:00	09:15	7.25	11	Wireline Logs	LOG W/ SHLUMBERGER / LOGGING TOOL STUCK @ 7725' / APPLY 6500# TENSION & PULL FREE / HOIST LOGGING TOOLS
09:15	10:00	0.75	06	Tripping	RUN IN W/ 6 1/8" BIT & BHA
10:00	11:00	1.00	09	Cut/Slip Drilling Line	SLIP & CUT 130' DRLG LINE
11:00	14:00	3.00	06	Tripping	RUN IN / BREAK CIRC @ 4300'
14:00	18:00	4.00	03	Reaming	WASH & REAM F/ 8000' - 8240'
18:00	00:00	6.00	05	Condition and/or Circulate mud	CIRCULATE & CONDITION MUD / BUILD VOLUME

Mud Checks: 8,240.0ftKB, 12/28/2002 23:45

Type	Date	Depth (ftKB)	T (ft) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Gel-Chem	12/28/2002 23:45	8,240.0		9.8	47	19.0
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filtr (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
13.0	5.0	9.0	9.6			
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
	10.0					
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)
400.000		5.2			0.4	

Drill Strings: BHA #20, Slick

Bit Run Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> /ROP (ft/hr) Nozzles (/32"))
14 6 1/8in, STR-30, ZT12XM	-----	2.36 6.2 32/32/32
Len (ft)	Max OD (in)	String Components
569.62	4.750	Hughes STR-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar

Wellbores

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

Directional Surveys: SINGLE SHOT

Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No.	Total AFE Amt (\$)
37511	
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB)	Depth End (ftKB)
8,240.0	8,240.0
Depth Progress (ftKB)	Drilling Time (hrs)
0.0	0.00

Ops Supervisors

Contact
Arnie Hamarsnes, Drilling Engineer
Mel Knezevich, Drilling Foreman
Ernie Natte, Drilling Foreman
Mark Moennich, Drilling Sup't
Don Helms, Mud Engineer
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

Rigs: Bill Martin Jr., 3

Rig Supervisor
John Day, Tool Pusher

Rigs: Patterson U.T.I, 104

Rig Supervisor
Jesse Blanchard, Drilling Manager

1, IDECO, MM-550

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

2, IDECO, MM-550

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

Pump Checks

P (psi)	Slow Spd	Strokes (strokes/min)	Eff (%)
800.0	No	45	90

BOPs

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

Mud Additive Amounts

Description	Consumed	Daily Cost (\$)
BAROID USA MUD	2.0	70
ENG LIVING ALLOWANCE		
BAROID USA MUD MAN	2.0	900
BAROID USA DESCO CHROME FREE	2.0	87
BAROID USA CAUSTIC SODA	5.0	192
BAROID USA BARAZAN D PLUS	8.0	3,285
BAROID N SEAL	88.0	6,160
BAROID USA BARACARB 150	350.0	11,207
BAROID USA REGULAR BARITE	410.0	1,488

Formation Pick Groups: Drilling Sam...

Formation Picks Group
Drilling Sample

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/28/2002, Report: 62.0, DFS: 62.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

Daily Summary

Name	Top (ftKB)
Tununk	8,200.0
Ferron	7,735.0
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0

Intermediate Casing: 7,690.0ftKB

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
12/15/2002			

**Palmer Energy Canada - Daily Drilling Report**

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/29/2002, Report: 63.0, DFS: 63.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

**Daily Summary**

Weather	Road Condition	Hole Condition
Clear	Snow covered	Good to T.D.

**Operations at Report Time**

06:00 hrs Dec 30/Clean out to case.

Operations This Report Period

Trip out and log. Run in to clean out.

Operations Next Report Period

Complete trip in. Clean out. Heal losses. Lay down pipe to case.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	04:00	4.00	06	Tripping	HOIST TO LOG
04:00	18:00	14.00	11	Wireline Logs	LOG WELL W/ SHLUMBERGER / LOG #1 - AIT-BHC-GR-CAL
18:00	00:00	6.00	06	Tripping	Trip in to the shoe and break circulation at 4000 ft and at the shoe.

**Drill Strings: BHA #20, Slick**

Bit Run/Bit	ADC Bit Dull	TFA (incl Noz) (in*)	ROP (ft/hr)	Nozzles (/32")
14 6 1/8in, STR-30, ZT12XM		2.36	6.2	32/32/32
Len (ft)	Max OD (in)	String Components		
569.62	4.750	Hughes STR-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

**Drilling Parameters: 0.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
20	8,240.0	8,240.0	62.0		10.00		125
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
0	30	430.0	118	132	110		

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No.	37511	Total AFE Amt (\$)	
Daily Cost Total		Cum. Cost To Date	
Daily Mud Cost		Mud Additive Cost To Date	
Depth Start (ftKB)	8,240.0	Depth End (ftKB)	8,240.0
Depth Progress (ftKB)	0.0	Drilling Time (hrs)	0.00

**Ops Supervisors**

Contact  
 Arnie Hamarsnes, Drilling Engineer  
 Mel Knezevich, Drilling Foreman  
 Ernie Natte, Drilling Foreman  
 Mark Moennich, Drilling Sup't  
 Don Helms, Mud Engineer  
 Randy Hackford, Tool Pusher  
 Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
 John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
 Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bb/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bb/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA	1.0	38
CAUSTIC SODA		
BAROID USA	8.0	3,285
BARAZAN D PLUS		
BAROID N SEAL	75.0	5,250
BAROID USA	96.0	348
REGULAR BARITE		
BAROID USA	114.0	325
QUICK GEL		
BAROID USA	307.0	9,830
BARACARB 150		

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group		Top (ftKB)
Drilling Sample		
Name		
Tununk		8,200.0
Ferron		7,735.0
Bluegate		5,672.0
Emery		4,280.0
Mancos		3,073.0

**Intermediate Casing, 7,690.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
12/15/2002			

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/30/2002, Report: 64.0, DFS: 64.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

**Daily Summary**

Weather	Road Condition	Hole Condition
Clear	Snow covered	Good to T.D.

Operations at Report Time

06:00 hrs Dec 31/ Wash casing from 7780 ft.

Operations This Report Period

Trip in and clean out to case. Circ and heal losses. Trip out laying down pipe and collars. Rig up casers and run casing.

Operations Next Report Period

Complete running casing, circulate and cement casing. Set slips and tear out rig.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	03:30	3.50	05	Condition and/or Circulate mud	Circulate at the shoe. Condition mud to control losses.
03:30	04:00	0.50	06	Tripping	Trip in to bottom. No problems with the hole.
04:00	12:15	8.25	05	Condition and/or Circulate mud	Circulate and condition mud. Control losses.
12:15	20:00	7.75	06	Tripping	Lay down 3 1/2 drill string.
20:00	00:00	4.00	12	Run Casing & Cement	Rig in casers and run 4 1/2 casing.

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

AFE No.	Total AFE Amt (\$)
37511	
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB)	Depth End (ftKB)
8,240.0	8,240.0
Depth Progress (ftKB)	Drilling Time (hrs)
0.0	0.00

**Ops Supervisors**

Contact
Arnie Hamarsnes, Drilling Engineer
Ernie Natte, Drilling Foreman
Mel Knezevich, Drilling Foreman
Mark Moennich, Drilling Sup't
Don Helms, Mud Engineer
Randy Hackford, Tool Pusher
Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bb/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bb/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA	9.0	3,696
BARAZAN D PLUS		
BAROID USA	12.0	34
QUICK GEL		
BAROID USA	164.0	5,251
BARACARB 50		
BAROID USA	219.0	795
REGULAR BARITE		
BAROID USA	411.0	12,186
BARACARB 600		

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Tununk	8,200.0
Ferron	7,735.0
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0

**Intermediate Casing, 7,690.0ftKB**

Casing Run Date	Max OD (in)	Grade	WT (lbs/ft)
12/15/2002			



Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/31/2002, Report: 65.0, DFS: 65.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

**Daily Summary**

Weather: Heavy snow  
 Road Condition: Snow covered  
 Hole Condition: Cased

Operations at Report Time  
 06:00 hrs Jan 01, 03 Tear out rig.  
 Operations This Report Period  
 Run casing. Circulate tight hole from 7780 ft to bottom. Circ casing and cement. Set slips, cut casing, install well head and tear out rig.  
 Operations Next Report Period  
 Tear out rig to move.

AFE No	Total AFE Amt (\$)
37511	
Daily Cost Total	Cum. Cost To Date
Daily Mud Cost	Mud Additive Cost To Date
Depth Start (ftKB)	Depth End (ftKB)
8,240.0	8,240.0
Depth Progress (ftKB)	Drilling Time (hrs)
0.0	0.00

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	09:00	9.00	12	Run Casing & Cement	Run casing to 7780 ft. 02:15 hrs. Work and circulate bridge at 7780 ft. No progress until 07:00 hrs. Released Schlumberger cement ers and prep lease to lay down casing when it started to move down hole. Circulate and work casing to bottom.
09:00	12:30	3.50	05	Condition and/or Circulate mud	Circulate casing. Loosing 40 bbls per hour of drilling fluid. 50 funnel visc and 9.7 ppg weight. The last half hour of circulating the tank volume was stable. Mixed Baracor 700, 110 gallons into the mud in the suction during the last 200 bbls of circulation.
12:30	14:00	1.50	12	Run Casing & Cement	Cement casing. Good returns except for the last 10 bbls of displacement. The casing became stuck and circulation stopped. The pressure rose slow and steady for the last 10 bbls. Mud stayed at surface. Dowell didnt have a break down during this job!!!
14:00	00:00	10.00	00	Undefined Status	Pick up the BOP stack and set slips. Cut off the casing. Remove BOP, final cut casing and install wellhead. Dump and clean tanks. RIG RELEASE AT 2359 HRS, DECEMBER 31, 2002.

**Ops Supervisors**

Contact  
 Arnie Hamarsnes, Drilling Engineer  
 Ernie Natte, Drilling Foreman  
 Mel Knezevich, Drilling Foreman  
 Mark Moennich, Drilling Supt  
 Don Helms, Mud Engineer  
 Randy Hackford, Tool Pusher  
 Bill Hedglin, Geologist

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
 John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
 Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Wellbores**

Wellbore Name	VS Dir (*)	KO MD (ftKB)
Main Hole	90.00	300.0

**Directional Surveys: SINGLE SHOT**

Description	Survey Company
SINGLE SHOT	Patterson Crew

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA QUICK GEL	-226.0	-644
BAROID USA BARO SEAL MEDIUM	-125.0	-1,750
BAROID USA CAUSTIC SODA	-8.0	-308
BAROID USA BARA DEFOAM	-3.0	-345
BAROID USA BARACAT	-1.0	-80
BAROID USA ALUMINIUM STEARATE	1.0	51
BAROID USA SAPP	1.0	96
BAROID USA BARACOR 700	2.0	1,767
BAROID USA MUD MAN	2.0	900
BAROID USA DESCO CHROME FREE	2.0	87

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 12/31/2002, Report: 65.0, DFS: 65.00

Job Type: Drilling - original

Spud Date	Rig Release Date	KB Elevation (ft)	Ground Elevation (ft)	KB-Ground Distance (ft)
10/28/2002		8672.00	8655.00	17.00

**Daily Summary**

Mud Additive Amounts		
Description	Consumed	Daily Cost (\$)
BAROID USA MUD	4.0	140
ENG LIVING ALLOWANCE		
BAROID USA FUMARIC ACID	5.0	320
BAROID USA BARO SEAL COURSE	10.0	140
BAROID USA BARAZAN D PLUS	37.0	15,194
BAROID USA COTTONSEED HULLS	40.0	638
BAROID USA SAWDUST	60.0	285
BAROID USA BARACARB 150	74.0	2,369
BAROID USA MUD TRANSPORT	108.0	8,100
BAROID USA REGULAR BARITE	135.0	490
BAROID USA BARACARB 600	170.0	5,041
BAROID USA BARACARB 50	268.0	8,581
BAROID USA MAGMA FIBER	305.0	21,301
BAROID USA BARACARB 150	322.0	10,310

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Tununk	8,200.0
Ferron	7,735.0
Bluegate	5,672.0
Emery	4,280.0
Mancos	3,073.0

**Production Casing, 8,240.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
12/31/2002	4 1/2	P-110	13.50

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

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

033

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

**SUBMIT IN TRIPLICATE**

1. Type of Well  
 Oil  Gas

2. Name of Operator  
**Fortuna (US), Inc.**

3. Address and Telephone No.  
**Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
**1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M**

5. Lease Designation and Serial No.

**UTU-77263**

6. If Indian, Allottee or Tribe Name

**N/A**

7. If Unit or CA, Agreement Designation

**N/A**

8. Well Name and No.

**Middle Mountain #21-16**

9. API Well No.

**43-015-30426**

10. Field and Pool, or Exploratory Area

**Wildcat**

11. County or Parish, State

**Emery County, Utah**

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

TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Change of Name	<input type="checkbox"/> Pipeline, Powerline, Maintenance Corridor Construction
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> Change of Plans
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Water Shut-Off
	<input checked="" type="checkbox"/> Production Casing and Cement Reports	<input type="checkbox"/> Conversion to Injection
		<input type="checkbox"/> Dispose Water

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

**Attached are the Production Casing and Cement Reports for the Middle Mountain #21-16 well**

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DIV. OF OIL, GAS & MINING

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

Signed Don Hamilton *Don Hamilton* Title Agent for Fortuna US Date January 2, 2003

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Conditions of approval, if any:

# Talisman Energy Canada - Casing Report

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

KB Elevation (ft)	Ground Elevation (ft)	Casing Flange Elevation (ft)	KB-Ground Distance (ft)	KB-Casing Flange Distance (ft)	Spud Date	Rig Release Date
8672.00	8655.00	8655.00	17.00	17.00	10/28/2002	12/31/2002

Well Head

Wellbores: Main Hole			
Size (in)	Top (ftKB)	Btm (ftKB)	
17 1/2	0.0	1,125.0	1,125.0
12 1/4	1,125.0	4,421.0	4,421.0
8 3/4	4,421.0	7,690.0	7,690.0
6 1/4	7,690.0	7,745.0	7,745.0
6 1/8	7,745.0	8,240.0	8,240.0

Casing Details													
Casing Description				Casing Run Date				Casing Shoe Set Depth (ftKB)			Wellbore Name		
Production Casing				12/31/2002				8,240.0			Main Hole		
Item Des	OD (in)	Wt (lbs/ft)	Grade	Drift (in)	Top Thread	Jts	Len (ft)	Top (ftKB)	Mk-up Tq (ft-lbs)	Make	Model	Max OD (in)	ID (in)
Stick up	4 1/2	13.50	P-110		LT&C	1	3.00	3.2					3.92
Casing Joints	4 1/2	13.50	P-110	3.795	LT&C	188	8187.00	6.2	3660				3.92
Float Collar	4 1/2	13.50	P-110		LT&C	1	1.20	8,193.2	3660				3.92
Casing Joints	4 1/2	13.50	P-110	3.795	LT&C	1	44.06	8,194.4	3660				3.92
Float Shoe	4 1/2	13.50	P-110		LT&C	1	1.50	8,238.5	3660				3.92

# Halliburton Energy Canada - Casing String Summary

Well Name: FORTUNA MIDDLE | MOUNTAIN #21-16

Surface Legal Location SE SE Sec. 21, T16S-R6E	Bottomhole Legal Location SE SE Sec. 21, T16S - R6E	Field Name Middle Mountain	Operation Group Western	License No. 43-015-30426	State/Province Utah
KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	Casing Flange Elevation (ft) 8655.00	Spud Date 10/28/2002	Rig Release Date 12/31/2002	Current Well Status Potential Gas

<b>Casing: Surface Casing, 1,080.0ftKB</b>											
Casing Shoe Set Depth (ftKB) 1,080.0		Set Tension (lbf) 60,000.0		String Max Nominal OD (in) 13 3/8		String Drift Min (in) 12.559		Centralizers 10 ft above shoe, 10 ft above float collar, 600 ft, 500 ft, 400 ft and top 2 joints.		Scratchers None	
Jts	Item Des	OD (in)	ID (in)	Wt (lbs/ft)	Grade	Top Thread	Top (ftKB)	Btm (ftKB)	Len (ft)	Burst Pres. (psi)	Collapse Pres. (psi)
	Casing Joints	13 3/8	12.717	48.00	H-40	ST&C	16.3	1,034.3	1018.03	1,725.9	740.0
	Float Collar	13 3/8	12.717	48.00	H-40	13 3/8	1,034.3	1,035.5	1.15		
1	Casing Joints	13 3/8	12.717	48.00	H-40	ST&C	1,035.5	1,078.4	42.95	1,725.9	740.0
	Float Shoe	13 3/8	12.717	48.00	H-40	13 3/8	1,078.4	1,080.0	1.57		

<b>Casing: Intermediate Casing, 4,413.0ftKB</b>											
Casing Shoe Set Depth (ftKB) 4,413.0		Set Tension (lbf) 144,000.0		String Max Nominal OD (in) 9 5/8		String Drift Min (in) 8.765		Centralizers 10 ft above shoe, 10 ft above float collar, next 10 collars and every 3rd collar to surface		Scratchers None	
Jts	Item Des	OD (in)	ID (in)	Wt (lbs/ft)	Grade	Top Thread	Top (ftKB)	Btm (ftKB)	Len (ft)	Burst Pres. (psi)	Collapse Pres. (psi)
22	Casing Joints	9 5/8	8.921	36.00	J-55	ST&C	-4.4	957.7	962.18	3,524.4	2,019.9
1	Casing Pup Joint	9 5/8	8.921	36.00	J-55	ST&C	957.7	966.8	9.02		
1	Stage Collar	9 5/8	8.921	36.00	J-55	ST&C	966.8	969.6	2.82		
77	Casing Joints	9 5/8	8.921	36.00	J-55	ST&C	969.6	4,365.2	3395.63	3,524.4	2,019.9
1	Float Collar	9 5/8	8.921	36.00	J-55	ST&C	4,365.2	4,366.4	1.20		
1	Casing Joints	9 5/8	8.921	36.00	J-55	ST&C	4,366.4	4,411.5	45.13	3,524.4	2,019.9
1	Float Shoe	9 5/8	8.921	36.00	J-55	ST&C	4,411.5	4,413.0	1.46		

<b>Casing: Intermediate Casing, 7,690.0ftKB</b>											
Casing Shoe Set Depth (ftKB) 7,690.0		Set Tension (lbf) 170,000.0		String Max Nominal OD (in) 7		String Drift Min (in) 6.151		Centralizers 10 ft above the shoe. 10 ft above the collar. Every collar to 500 ft inside the 9 5/8 casing.		Scratchers None	
Jts	Item Des	OD (in)	ID (in)	Wt (lbs/ft)	Grade	Top Thread	Top (ftKB)	Btm (ftKB)	Len (ft)	Burst Pres. (psi)	Collapse Pres. (psi)
166	Casing Joints	7	6.276	26.00	J-55	LT&C	-3.4	7,176.5	7179.98	4,974.8	4,319.9
12	Casing Joints	7	6.276	26.00	N-80	LT&C	7,176.5	7,650.1	473.53	7,237.4	5,410.1
	Float Collar	7	6.276	26.00	N-80	LT&C	7,650.1	7,651.2	1.14	7,237.4	5,410.1
1	Casing Joints	7	6.276	26.00	N-80	LT&C	7,651.2	7,688.9	37.68	7,237.4	5,410.1
	Float Shoe	7	6.276	26.00	N-80	LT&C	7,688.9	7,690.0	1.12	7,237.4	5,410.1

<b>Casing: Production Casing, 8,240.0ftKB</b>											
Casing Shoe Set Depth (ftKB) 8,240.0		Set Tension (lbf) 115,000.0		String Max Nominal OD (in) 4 1/2		String Drift Min (in) 3.795		Centralizers 10 ft above the shoe. 10 ft above the collar. Every collar to the 7" shoe. Every 2nd 1000' inside.		Scratchers None	
Jts	Item Des	OD (in)	ID (in)	Wt (lbs/ft)	Grade	Top Thread	Top (ftKB)	Btm (ftKB)	Len (ft)	Burst Pres. (psi)	Collapse Pres. (psi)
1	Stick up	4 1/2	3.921	13.50	P-110	LT&C	3.2	6.2	3.00		
188	Casing Joints	4 1/2	3.921	13.50	P-110	LT&C	6.2	8,193.2	8187.00	12,415.2	10,680.0
1	Float Collar	4 1/2	3.921	13.50	P-110	LT&C	8,193.2	8,194.4	1.20		
1	Casing Joints	4 1/2	3.921	13.50	P-110	LT&C	8,194.4	8,238.5	44.06	12,415.2	10,680.0
1	Float Shoe	4 1/2	3.921	13.50	P-110	LT&C	8,238.5	8,240.0	1.50		

Well Name: FORTUNA MIDDLE JNTAIN #21-16

KB Elevation (ft)	Ground Elevation (ft)	Casing Flange Elevation (ft)	KB-Ground Distance (ft)	KB-CF (ft)	Spud Date	Rig Release Date
8672.00	8655.00	8655.00	17.00	17.00	10/28/2002	12/31/2002

**Cement Details**

Cementing Start Date	Cementing End Date	String	Wellbore Name
12/31/2002 12:30	12/31/2002 14:00	Production Casing, 8,240.0ftKB	Main Hole

Comment  
No problems with Dowell Schlumberger. Good returns except for the last 10 bbls. Casing became stuck and circulation stopped. Plug bumped, floats held and the mud stayed at surface.

**Cement Stages: 1, 3,428.0-8,240.0ftKB**

Description		Objective/Purpose				Cement Top Interval (ftKB)	Cement Bottom Interval (ftKB)
Production Casing		Production Casing				3,428.0	8,240.0
Top Plug?	Bottom Plug?	Q(start) (bbl/min)	Q(end) (bbl/min)	Q(ave) (bbl/min)	P(final) (psi)	P(bump) (psi)	Cmnt Rtn (bbl)
Yes	No	5	5	5	1,250.0	2,000.0	0.0
Pipe Reciprocated?	Reciprocation Stroke Length (ft)		Pipe Rotated?		Pipe RPM (rpm)		
Yes	6.00						
Depth Tagged (ftKB)	Tag Method		Depth Plug Drilled Out To (ftKB)		Drill out diameter (in)		

**Cement Fluids: 1, Preflush**

Fluid Type	Fluid Description	Cement Amount (sacks)	Cement Class	Volume Pumped (bbl)	Yield (ft <sup>3</sup> /sack)
Preflush				20.0	
Mix H2O Ratio (gal/sack)	Free Water (%)	Density (lb/gal)	Plastic Viscosity (cp)	Thickening Time (hrs)	1st Compressive Strength (psi)
		8.3			

**Cement Fluids: 2, Lead**

Fluid Type	Fluid Description	Cement Amount (sacks)	Cement Class	Volume Pumped (bbl)	Yield (ft <sup>3</sup> /sack)
Lead		11	G	20.0	10.20
Mix H2O Ratio (gal/sack)	Free Water (%)	Density (lb/gal)	Plastic Viscosity (cp)	Thickening Time (hrs)	1st Compressive Strength (psi)
73.00		10.0			

**Cement Fluid Additives**

Add	Type	Amt	Amt Unit	Conc	Conc Unit
D020	Bentonite extender	20.0	lb	2.0	%
D907	G Cement	11.0	sx	98.0	%

**Cement Fluids: 3, Tail**

Fluid Type	Fluid Description	Cement Amount (sacks)	Cement Class	Volume Pumped (bbl)	Yield (ft <sup>3</sup> /sack)
Tail		200	G	62.0	1.73
Mix H2O Ratio (gal/sack)	Free Water (%)	Density (lb/gal)	Plastic Viscosity (cp)	Thickening Time (hrs)	1st Compressive Strength (psi)
8.10		14.0		3.50	

**Cement Fluid Additives**

Add	Type	Amt	Amt Unit	Conc	Conc Unit
S001	CaCl2	188.0	lb	1.0	%
D8004A-G	G Cement	200.0	sx	92.7	%
D42	KOLITE Loss circ	995.0	lb	5.3	%
D35-CF	LITEPOZ 3 Extender	3.0	cu. ft.	1.0	%



P.O. Box 1230  
 195 North 100 West  
 Huntington, Utah 84528  
 Phone: 435-687-5310

Cell: 435-650-1886  
 Fax: 435-687-5311  
 Email: talon@etv.net

CONFIDENTIAL

January 8, 2003

Mr. Eric Jones  
 Petroleum Engineer  
 Bureau of Land Management  
 82 East Dogwood  
 Moab, Utah 84532

RE: Sundry Notice (Initial Site Clean-up)  
 —Fortuna (US), Inc.  
**Middle Mountain #21-16**— 1,309' FSL, 834' FEL  
 Section 21, T16S, R6E, SLB&M, Emery County, Utah

43-015-30426

Dear Mr. Jones:

On behalf of Fortuna (US), Inc. Talon Resources, Inc. respectfully submits the enclosed original and two copies of the *Sundry Notice* for the Middle Mountain #21-16 well on lands managed by the Manti La-Sal Forest Service.

Thank you for your timely consideration of the enclosed application. Please feel free to contact myself or Mr. Don Jackson of Fortuna (US), Inc. at 1-780-621-6900 if you have any questions or need additional information.

Sincerely,

*Don Hamilton*

Don Hamilton  
 Agent for Fortuna (US), Inc.

Enclosures

cc: Mr. Don Stephens, BLM—Price Field Office  
 Mr. Carter Reed, USDA Forest Service—Price SO  
 Mr. Tom Lloyd, USDA Forest Service—Ferron DO  
 Mrs. Carol Daniels, Division of Oil, Gas and Mining  
 Mr. Arne Hamarsnes, Fortuna (US), Inc.

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**SUNDRY NOTICES AND REPORTS ON WELLS**

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

**SUBMIT IN TRIPLICATE**

1. Type of Well  
 Oil  Gas

**CONFIDENTIAL**

2. Name of Operator  
Fortuna (US), Inc.

3. Address and Telephone No.  
Suite 3400, 888 3rd Street SW, Calgary, Alberta T2P5C5 403-237-1163

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
1309' FSL, 834' FEL  
SE/4 SE/4, Section 21, T16S, R6E, SLB&M

5. Lease Designation and Serial No.  
UTU-77263

6. If Indian, Allottee or Tribe Name  
N/A

7. If Unit or CA, Agreement Designation  
N/A

8. Well Name and No.  
Middle Mountain #21-16

9. API Well No.  
43-015-30426

10. Field and Pool, or Exploratory Area  
Wildcat

11. County or Parish, State  
Emery County, Utah

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

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

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

**Fortuna (US), Inc. would like to complete the Initial Site Cleanup of the Middle Mountain #21-16 well by adhering to the following proposed plan as referenced in the previously approved permit to drill:**

- Liquids will be transported to RNI Water in Roosevelt, Utah to their permitted evaporation pit.
- Solids (mud and drill cuttings) have been tested for chemical composition and will be disposed of at the approved Nielson Construction landfill in Emery County.
- Sump liner and all other solid waste will be disposed at the approved Nielson Construction landfill in Emery County
- The earthen berm will be reinforced where the road enters the pad and as needed on the remainder of the pad to insure that no fluids leave the site.
- The Drill site will have a locked gate on the access road that will be locked at all times until further operations commence.
- Final clean up will follow in the summer of 2003 and will include, down-sizing, re-contouring, final clean up and reseeding of site as per USFS requirements and as dictated in the previously approved permit to drill.

**RECEIVED 1**  
**JAN 14 2003**

COPY SENT TO OPERATOR  
Date: 01-17-03  
Initials: CHA

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

Signed Don Hamilton Don Hamilton Title Agent for Fortuna US Date January 8, 2003

DIV. OF OIL, GAS & MINING

(This space for Federal or State office use)

Approved by \_\_\_\_\_ Title **Accepted by the** \_\_\_\_\_ **Federal Approval Of This**  
Conditions of approval, if any: **Utah Division of** \_\_\_\_\_ **Action Is Necessary**  
**Oil, Gas and Mining**

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

Date: 1/16/2003  
By: [Signature]



Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

CONFIDENTIAL

Bottomhole Legal Location SE SE Sec. 21, T16S - R6E	Surface Legal Location SE SE Sec. 21, T16S-R6E	Field Name Middle Mountain	Operation Group Western	License No. 43-015-30426	State/Province Utah
KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00	Spud Date 2002-10-28	Rig Release Date 2002-12-31	Current Well Status Potential Gas

Wellbore Name Main Hole	Vertical Section Direction (°) 90.00
Description SINGLE SHOT	Survey Company Patterson Crew

Survey Data

Tie-in Pt?	MD (ftKB)	Incl (°)	Azm (°)	TVD (ftKB)	VS (ft)	NS (ft)	EW (ft)	DLS (°/100ft)
Yes	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	1,339.00	1.00	0.00	1,338.93	0.00	11.68	0.00	0.07
	1,806.00	1.70	357.00	1,805.80	-0.36	22.68	-0.36	0.15
	2,363.00	3.00	332.00	2,362.33	-7.64	43.80	-7.64	0.29
	2,455.00	2.00	331.00	2,454.24	-9.55	47.33	-9.55	1.09
	2,550.00	2.75	325.00	2,549.16	-11.66	50.65	-11.66	0.83
	2,580.00	3.00	332.00	2,579.12	-12.44	51.93	-12.44	1.44
	2,709.00	2.75	341.00	2,707.96	-15.03	57.83	-15.03	0.40
	2,803.00	2.00	340.00	2,801.88	-16.33	61.51	-16.33	0.80
	2,926.00	2.00	326.00	2,924.81	-18.26	65.30	-18.26	0.40
	3,053.00	1.80	346.00	3,051.74	-19.98	69.08	-19.98	0.54
	3,147.00	1.75	337.00	3,145.69	-20.90	71.83	-20.90	0.30
	3,302.00	2.00	347.00	3,300.61	-22.43	76.65	-22.43	0.26
	3,380.00	1.50	348.00	3,378.57	-22.95	78.97	-22.95	0.64
	3,512.00	1.00	8.00	3,510.54	-23.15	81.80	-23.15	0.50
	3,633.00	1.00	7.00	3,631.52	-22.88	83.89	-22.88	0.02
	3,789.00	1.00	33.00	3,787.50	-21.97	86.39	-21.97	0.29
	4,006.00	1.00	33.00	4,004.47	-19.91	89.56	-19.91	0.00
	4,381.00	1.00	21.00	4,379.41	-16.95	95.36	-16.95	0.06
	4,585.00	2.75	345.00	4,583.30	-17.58	101.75	-17.58	0.99
	4,795.00	2.75	336.00	4,793.06	-20.93	111.22	-20.93	0.21
	5,077.00	2.50	333.00	5,074.76	-26.48	122.88	-26.48	0.10
	5,546.00	2.75	331.00	5,543.27	-36.57	141.83	-36.57	0.06
	6,030.00	2.50	343.00	6,026.77	-45.29	162.08	-45.29	0.12
	6,545.00	1.75	328.00	6,541.41	-52.74	179.49	-52.74	0.18
	7,105.00	0.75	13.00	7,101.28	-56.45	190.32	-56.45	0.24
	7,670.00	1.00	103.00	7,666.24	-50.81	192.81	-50.81	0.22

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 2002-10-28, Report: 1.0, DFS: 1.00

Job Type: Drilling - original

Spud Date 2002-10-28	Rig Release Date 2002-12-31	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Cloudy	Road Condition Icey	Hole Condition Good
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Operations at Report Time

Wait on Daylight

Operations This Report Period

Move Bill Martin Jr. onto location and drill 444.5mm hole to set 339.7mm surface casing. Hold safety meeting and rig up to drill surface hole with Bill Martin Jr. Drill 444.5mm hole with Bill Martin Jr. Cost will be one day behind until the Patterson Rig is on location.

Operations Next Report Period

Drill with Bill Martin Jr.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	08:00	8.00	00	Undefined Status	Wait for day light.
12:00	14:00	2.00	01	Rig Up & Tear Down	Rig up Bill Martin Jr. water well rig, rotating head and boogie line.
12:00	12:30	0.50	21	Safety Meeting	Safety meeting with Bill Martin Jr. crew.
14:00	19:00	5.00	02	Drilling	Drill with Hammer and 17.5" bit. Two 900 x 350 compressors running at this time. Drill to 235 ft with the hole making no noticeable water. Misting at 5 gallons per minute of water and surfactant. Pull up to 100 ft to sit the night. No hole trouble at dark which is quitting time. There will be other compressors delivered to location to drill passed the 500 ft depth.
19:00	00:00	5.00	00	Undefined Status	Wait for Daylight

**Drill Strings: BHA #1, Slick**

Bit Run/Bit 1   17 1/2in, Q4, BMJ	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> ) 23.8	ROP (ft/hr) 23.8	Nozzles (/32") -
Len (ft) 1000.49	Max OD (in) 9.016	String Components Ingersol Q4, Hammer, Drill Rod, XO, Drill Rod		

**Drilling Parameters: 235.0ftKB**

BHA No. 1	Depth Start (ftKB) 0.0	Depth End (ftKB) 235.0	Cum Depth (ftKB) 235.0	Drill Time (hrs) 5.00	Cum Drill Time (hr) 5.00	Int ROP (ft/hr) 47.0	Flow Rate (gpm) -
WOB (1000lbf) 2	RPM (rpm) 30	SPP (psi) -	Rot HL (1000lbf) -	PU HL (1000lbf) -	SO HL (1000lbf) -	Drilling Torque -	Off Btm Tq -

**Drill Strings: BHA #20, Slick**

Bit Run/Bit 14   6 1/8in, STR-30, ZT12XM	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> ) 2.36	ROP (ft/hr) 6.2	Nozzles (/32") 32/32/32
Len (ft) 569.62	Max OD (in) 4.750	String Components Hughes STR-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

**Drilling Parameters: 62.0ftKB**

BHA No. 20	Depth Start (ftKB) 8,178.0	Depth End (ftKB) 8,240.0	Cum Depth (ftKB) 62.0	Drill Time (hrs) 10.00	Cum Drill Time (hr) 10.00	Int ROP (ft/hr) 6.2	Flow Rate (gpm) 252
WOB (1000lbf) 25	RPM (rpm) 70	SPP (psi) 1,700.0	Rot HL (1000lbf) 118	PU HL (1000lbf) 132	SO HL (1000lbf) 110	Drilling Torque -	Off Btm Tq -

**Wellbores**

Wellbore Name Main Hole	VS Dir (°) 90.00	KO MD (ftKB) 300.0
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AFE No. 37511	Total AFE Amt (\$) 1,799,800
Daily Cost Total 419,535.53	Cum. Cost To Date 419,535.53
Daily Mud Cost 0.00	Mud Additive Cost To Date 0.00
Depth Start (ftKB) 0.0	Depth End (ftKB) 235.0
Depth Progress (ftKB) 235.0	Drilling Time (hrs) 5.00

**Ops Supervisors**

Contact	Cell Phone
Arnie Hamarsnes, Drilling	403-861-8842
Mei Knezevich, Drilling	780-402-1296
Mark Moennich, Drilling	403-863-3632

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
---

**Rigs: Patterson U.T.I., 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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**2, IDECO, MM-550**

Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group Drilling Sample
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CONFIDENTIAL

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 2002-10-29, Report: 2.0, DFS: 2.00

Job Type: Drilling - original

Spud Date 2002-10-28	Rig Release Date 2002-12-31	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Cloudy	Road Condition Icy	Hole Condition Good
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Operations at Report Time  
Wait on Daylight

Operations This Report Period  
Travel to location. Warm up equipment. Trip in to 235 ft. No hole problems. Start drilling at 0730 hrs. Drill to 500 ft at 1730 hrs. Blow hole clean to 1815 hrs. Pull to 375 ft to sit for the night.

Operations Next Report Period  
Travel to location in the AM, start and warm the equipment. Trip in to 500 ft and mist drill.

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:00	7.00	00	Undefined Status	Wait on Daylight.
07:00	18:00	11.00	02	Drilling	Start and warm rig up. Trip in to 235 ft from 100 ft. No hole problems. Start drilling and drill to 500 ft with air mist. The hole is cleaning well with 10 gallons per minute of mist fluid. The hole is not making noticeable water. The pressure is not increasing as it would if the hole was loading up with water. Blow the hole dry and trip up to 375 ft for the night.
18:00	00:00	6.00	00	Undefined Status	Wait on Daylight.

**Drill Strings: BHA #1, Slick**

Bit Ru/Bit 1 17 1/2in, Q4, BMJ	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32") 23.8
Len (ft) 1000.49	Max OD (in) 9.016	String Components Ingersol Q4, Hammer, Drill Rod, XO, Drill Rod		

**Drilling Parameters: 265.0ftKB**

BHA No. 1	Depth Start (ftKB) 235.0	Depth End (ftKB) 500.0	Cum Depth (ftKB) 500.0	Drill Time (hrs) 11.00	Cum Drill Time (hr)	Int ROP (ft/hr) 24.1	Flow Rate (gpm)
WOB (1000lbf) 2	RPM (rpm) 30	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq

**Drill Strings: BHA #20, Slick**

Bit Ru/Bit 14 6 1/8in, STR-30, ZT12XM	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32") 32/32/32
Len (ft) 569.62	Max OD (in) 4.750	String Components Hughes STR-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

**Drilling Parameters: 62.0ftKB**

BHA No. 20	Depth Start (ftKB) 8,178.0	Depth End (ftKB) 8,240.0	Cum Depth (ftKB) 62.0	Drill Time (hrs) 10.00	Cum Drill Time (hr)	Int ROP (ft/hr) 6.2	Flow Rate (gpm) 252
WOB (1000lbf) 25	RPM (rpm) 70	SPP (psi) 1,700.0	Rot HL (1000lbf) 118	PU HL (1000lbf) 132	SO HL (1000lbf) 110	Drilling Torque	Off Btm Tq

**Wellbores**

Wellbore Name Main Hole	VS Dir (°) 90.00	KO MD (ftKB) 300.0
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AFE No. 37511	Total AFE Amt (\$) 1,799,800
Daily Cost Total 16,840.00	Cum. Cost To Date 436,375.53
Daily Mud Cost 0.00	Mud Additive Cost To Date 0.00
Depth Start (ftKB) 235.0	Depth End (ftKB) 500.0
Depth Progress (ftKB) 265.0	Drilling Time (hrs) 11.00

**Ops Supervisors**

Contact	Cell Phone
Arnie Hamarsnes, Drilling	403-861-8842
Mel Knezevich, Drilling Fo	780-402-1296
Mark Moennich, Drilling S	403-863-3632

**Rigs: Bill Martin Jr., 3**

Rig Supervisor  
John Day, Tool Pusher

**Rigs: Patterson U.T.I, 104**

Rig Supervisor  
Jesse Blanchard, Drilling Manager

**1, IDECO, MM-550**

Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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**2, IDECO, MM-550**

Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group  
Drilling Sample

CONFIDENTIAL

**Talisman Energy Canada - Daily Drilling Report**

**Well Name: FORTUNA MIDDLE MOUNTAIN #21-16**

**Date: 2002-10-30, Report: 3.0, DFS: 3.00**

**Job Type: Drilling - original**

Spud Date 2002-10-28	Rig Release Date 2002-12-31	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather <b>Clear</b>	Road Condition <b>Sanded</b>	Hole Condition <b>Good</b>
Operations at Report Time <b>Wait on Daylight</b>		
Operations This Report Period Travel to location. Warm up equipment. Trip in to 500 ft. No hole problems. Start drilling at 0730 hrs. Drill to 600 ft at 1530 hrs. Blow hole clean to 1615 hrs. Pull to the bit to check the hole condition. Sit for the night.		
Operations Next Report Period <b>Make up hammer and trip in to drill.</b>		

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:00	7.00	00	Undefined Status	Wait on Day light.
07:00	15:30	8.50	02	Drilling	Drill ahead with air hammer. Small amount of water encountered at 500 ft. Pressure came up 20 psi. Drill ahead to 600m. Need to change choke in the hammer to reduce pressure.
15:30	19:00	3.50	06	Tripping	Wiper trip out to the hammer. Lay down hammer for one with a bigger choke. Start Energy air package to location to help lift cuttings. Bill jr. cannot pump enough pressure with this rig to go to 1100 ft. We require a booster.
19:00	00:00	5.00	00	Undefined Status	Wait on daylight.

**Mud Checks: 550.0ftKB, 2002-10-30 09:00**

Type	Date	Depth (ftKB)	T(II) (°F)	Density (lb/gal)	Vis (s/qt)	Plas Vis (cp)
Air/Mist	2002-10-30 09:00	550.0	44.0	8.3		
Yield Point (cp)	gel 10 sec (cp)	gel 10 min (cp)	Filtrate (mL/30min)	HTHP Filt (mL/30min)	Filter Cake (in)	MBT (lb/bbl)
Lime (lb/bbl)	pH	Pm (mL/mL)	Pf (mL/mL)	Calcium (mg/L)	Potassium (mg/L)	Polymer (lb/gal)
Chlorides (mg/L)	Sand (%)	Solids (%)	Percent Oil (%)	Percent Water (%)	LG Solids (%)	Electric Stab (V)

**Drill Strings: BHA #1, Slick**

Bit Rul/Bit 1   17 1/2in, Q4, BMJ	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (3/32") 23.8
Len (ft) 1000.49	Max OD (in) 9.016	String Components Ingersol Q4, Hammer, Drill Rod, XO, Drill Rod		

**Drilling Parameters: 100.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
1	500.0	600.0	600.0	8.50	24.50	11.8	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
2	30	280.0					

**Drill Strings: BHA #20, Slick**

Bit Rul/Bit 14   6 1/8in, STR-30 , ZT12XM	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (3/32") 32/32/32
Len (ft) 569.62	Max OD (in) 4.750	String Components Hughes STR-30 , Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar		

**Drilling Parameters: 62.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
20	8,178.0	8,240.0	62.0	10.00	10.00	6.2	252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	70	1,700.0	118	132	110		

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

AFE No. 37511	Total AFE Amt (\$) 1,799,800
Daily Cost Total 21,921.00	Cum. Cost To Date 458,296.53
Daily Mud Cost 275.00	Mud Additive Cost To Date 275.00
Depth Start (ftKB) 500.0	Depth End (ftKB) 600.0
Depth Progress (ftKB) 100.0	Drilling Time (hrs) 8.50

**Ops Supervisors**

Contact	Cell Phone
Arnie Hamarsnes, Drilling	403-861-8842
Mel Knezevich, Drilling Fo	780-402-1296
Mark Moennich, Drilling Su	403-863-3632

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
---

**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
---

**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

**BOPs**

Type	Norm Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BARIOD USA MUD CHECK	1.0	275

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group Drilling Sample
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CONFIDENTIAL

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 2002-10-31, Report: 4.0, DFS: 4.00

Job Type: Drilling - original

Spud Date 2002-10-28	Rig Release Date 2002-12-31	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Overcast	Road Condition Sanded	Hole Condition Good
Operations at Report Time Wait on Daylight		
Operations This Report Period Travel to location. Warm up equipment. Trip in to 600 ft. No hole problems. Start drilling at 0730 hrs. Drill to 775 ft at 1530 hrs. Blow hole clean to 1615 hrs. Pull up 200 ft to check the hole condition. Sit for the night.		
Operations Next Report Period Trip in to 775 ft and drill ahead.		

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:00	7.00	00	Undefined Status	Wait on day light.
07:00	18:00	11.00	02	Drilling	Hammer drill from 600 to 775 ft. Hole is in good condition. There is about 10 ft of fill each morning. Rig in Energy Air, fuel tank and have fuel brought to location. The Energy Air people are quite prompt. The fuel was a little different. Thanks for the help Arnie, Anouska and Cleve. Nielson Construction is extremely helpfull.
17:30	23:30	6.00	00	Undefined Status	Wait on day light.

**Drill Strings: BHA #1, Slick**

Bit Run/Bit 1	17 1/2in, Q4, BMJ	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (1/32") 23.8
Len (ft) 1000.49	Max OD (in) 9.016	String Components Ingersol Q4, Hammer, Drill Rod, XO, Drill Rod			

**Drilling Parameters: 175.0ftKB**

BHA No. 1	Depth Start (ftKB) 600.0	Depth End (ftKB) 775.0	Cum Depth (ftKB) 775.0	Drill Time (hrs) 9.00	Cum Drill Time (hr) 33.50	Int ROP (ft/hr) 19.4	Flow Rate (gpm)
WOB (1000lbf) 2	RPM (rpm) 30	SPP (psi) 280.0	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq

**Drill Strings: BHA #20, Slick**

Bit Run/Bit 14	6 1/8in, STR-30, ZT12XM	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (1/32") 32/32/32
Len (ft) 569.62	Max OD (in) 4.750	String Components Hughes STR-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar			

**Drilling Parameters: 62.0ftKB**

BHA No. 20	Depth Start (ftKB) 8,178.0	Depth End (ftKB) 8,240.0	Cum Depth (ftKB) 62.0	Drill Time (hrs) 10.00	Cum Drill Time (hr) 10.00	Int ROP (ft/hr) 6.2	Flow Rate (gpm) 252
WOB (1000lbf) 25	RPM (rpm) 70	SPP (psi) 1,700.0	Rot HL (1000lbf) 118	PU HL (1000lbf) 132	SO HL (1000lbf) 110	Drilling Torque	Off Btm Tq

**Wellbores**

Wellbore Name Main Hole	VS Dir (°) 90.00	KO MD (ftKB) 300.0
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AFE No. 37511	Total AFE Amt (\$) 1,799,800
Daily Cost Total 38,213.81	Cum. Cost To Date 496,510.34
Daily Mud Cost 275.00	Mud Additive Cost To Date 550.00
Depth Start (ftKB) 600.0	Depth End (ftKB) 775.0
Depth Progress (ftKB) 175.0	Drilling Time (hrs) 9.00

**Ops Supervisors**

Contact	Cell Phone
Arnie Hamarsnes, Drilling	403-861-8842
Mel Knezevich, Drilling Fo	780-402-1296
Mark Moennich, Drilling Su	403-863-3632
Bill Hedglin, Geologist	

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number 1	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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**2, IDECO, MM-550**

Pump Number 2	Pump Rating (hp) 550.0	Rod Diameter (in) 2.5197
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**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BARIOD USA MUD CHECK	1.0	275

**Formation Pick Groups: Drilling Sam...**

Formation Picks Group Drilling Sample
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CONFIDENTIAL

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 2002-11-01, Report: 5.0, DFS: 5.00

Job Type: Drilling - original

Spud Date 2002-10-28	Rig Release Date 2002-12-31	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Sanded	Hole Condition Good
Operations at Report Time Wait on Daylight		
Operations This Report Period C		
Operations Next Report Period Trip in to 1000 ft and drill ahead to T.D. into the Blackhawk.		

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:00	7.00	00	Undefined Status	Wait on daylight
07:00	18:15	11.25	02	Drilling	Trip in to 775 ft and drill to 1000 ft. Blow hole clean. Trip to 700 ft and sit for the night.
18:15	00:00	5.75	00	Undefined Status	Wait on day light.

**Drill Strings: BHA #1, Slick**

Bit Ru/Bit 1 17 1/2in, Q4, BMJ	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> ) ROP (ft/hr) Nozzles (/32") 23.8
Len (ft) 1000.49	Max OD (in) 9.016	String Components Ingersol Q4, Hammer, Drill Rod, XO, Drill Rod

**Drilling Parameters: 225.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
1	775.0	1,000.0	1,000.0	9.25	42.75	24.3	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
2	30	300.0					

**Drill Strings: BHA #20, Slick**

Bit Ru/Bit 14 6 1/8in, STR-30, ZT12XM	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> ) ROP (ft/hr) Nozzles (/32") 2.36 6.2 32/32/32
Len (ft) 569.62	Max OD (in) 4.750	String Components Hughes STR-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar

**Drilling Parameters: 62.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
20	8,178.0	8,240.0	62.0	10.00	10.00	6.2	252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	70	1,700.0	118	132	110		

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

AFE No. 37511	Total AFE Amt (\$) 1,799,800
Daily Cost Total 18,215.00	Cum. Cost To Date 514,725.34
Daily Mud Cost 0.00	Mud Additive Cost To Date 550.00
Depth Start (ftKB) 775.0	Depth End (ftKB) 1,000.0
Depth Progress (ftKB) 225.0	Drilling Time (hrs) 9.25

**Ops Supervisors**

Contact	Cell Phone
Arnie Hamarsnes, Drilling	403-861-8842
Mel Knezevich, Drilling Fo	780-402-1296
Mark Moennich, Drilling Su	403-863-3632
Bill Hedglin, Geologist	

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
---

**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Formation Pick Groups: Drilling Sam...**

Name	Top (ftKB)
Price River	831.0

CONFIDENTIAL

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 2002-11-02, Report: 6.0, DFS: 6.00

Job Type: Drilling - original

Spud Date 2002-10-28	Rig Release Date 2002-12-31	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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**Daily Summary**

Weather Clear	Road Condition Sanded	Hole Condition Good
Operations at Report Time Cement casing		
Operations This Report Period Drill to T.D. Condition hole. Trip out and case.		
Operations Next Report Period Cement casing. Install cellar.		

**Time Log**

Start Date	End Time	Dur (hrs)	Code	Activity	Comment
00:00	07:00	7.00	00	Undefined Status	Wait on day light. Minor cold problems starting up today. temp was low 20's this A.M. On the way in Bill jr. and Nielson Construction people had come across a vehicle in the canyon up side down with two unhurt men inside. The vehicle had Colorado plates on it. Bill jr's men called the Sherriff for them. When the Sherriff arrived the men were arressted for one thing or another.
07:00	10:00	3.00	06	Tripping	Warm up equipment, Trip in. Water was at 750 ft. 250 ft or 75 bbls in the hole. There was a bridge at 960 ft and there was 10 ft of fill on bottom. The water most likely came from the sand that was drilled at 975 ft.
10:00	14:30	4.50	02	Drilling	Drill ahead with air/mist.
14:30	15:30	1.00	05	Condition and/or Circulate mud	Blow hole clean. Add polymer and clean hole. Hole is making water of an undetermined amount. The depth of the well will not allow for a water sample. We will get it at bottoms up circulating casing.
15:30	17:00	1.50	06	Tripping	Trip out to run casing.
17:00	00:00	7.00	12	Run Casing & Cement	Rig up tongs, spider, slips and elevators. Run casing to 600 ft. Switch to crane from rig line and run casing to 1061 ft. Hole has fill at this depth. No way to circulate joints of casing down. No 50 ft hoses. Casing seat at this depth is 36 ft into the Blackhawk formation.

**Drill Strings: BHA #1, Slick**

Bit Run/Bit 1 17 1/2in, Q4, BMJ	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> ) ROP (ft/hr) Nozzles (/32") 23.8
Len (ft) 1000.49	Max OD (in) 9.016	String Components Ingersol Q4, Hammer, Drill Rod, XO, Drill Rod

**Drilling Parameters: 125.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
1	1,000.0	1,125.0	1,125.0	4.50	47.25	27.8	
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
2	30	300.0					

**Drill Strings: BHA #20, Slick**

Bit Run/Bit 14 6 1/8in, STR-30, ZT12XM	IADC Bit Dull -----	TFA (incl Noz) (in <sup>2</sup> ) ROP (ft/hr) Nozzles (/32") 2.36 6.2 32/32/32
Len (ft) 569.62	Max OD (in) 4.750	String Components Hughes STR-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar

**Drilling Parameters: 62.0ftKB**

BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hr)	Int ROP (ft/hr)	Flow Rate (gpm)
20	8,178.0	8,240.0	62.0	10.00	10.00	6.2	252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	70	1,700.0	118	132	110		

**Wellbores**

Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

AFE No. 37511	Total AFE Amt (\$) 1,799,800
Daily Cost Total 114,359.34	Cum. Cost To Date 629,084.69
Daily Mud Cost 1,680.34	Mud Additive Cost To Date 2,230.34
Depth Start (ftKB) 1,000.0	Depth End (ftKB) 1,125.0
Depth Progress (ftKB) 125.0	Drilling Time (hrs) 4.50

**Ops Supervisors**

Contact	Cell Phone
Arnie Hamarsnes, Drilling	403-861-8842
Mel Knezevich, Drilling Fo	780-402-1296
Mark Moennich, Drilling Su	403-863-3632
Bill Hedglin, Geologist	

**Rigs: Bill Martin Jr., 3**

Rig Supervisor John Day, Tool Pusher
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**Rigs: Patterson U.T.I, 104**

Rig Supervisor Jesse Blanchard, Drilling Manager
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**1, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197

**2, IDECO, MM-550**

Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197

**BOPs**

Type	Nom Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

**Mud Additive Amounts**

Description	Consumed	Daily Cost (\$)
BAROID USA SAPP	1.0	96
BAROID USA BARACAT	1.0	80
BAROID USA MUD TRANSPORT	8.0	600
BAROID USA QUICK FOAM	8.0	904

**Formation Pick Groups: Drilling Sam...**

Name	Top (ftKB)
Price River	831.0

**Surface Casing, 1,080.0ftKB**

Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
2002-11-02	13 3/8	H-40	48.00

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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

Date: 2002-11-03, Report: 7.0, DFS: 7.00

Job Type: Drilling - original

Spud Date 2002-10-28	Rig Release Date 2002-12-31	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00
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<b>Daily Summary</b>	
Weather Clear	Road Condition Sanded/Dusty
Hole Condition Good	
Operations at Report Time Cement casing	
Operations This Report Period Cement Casing, top up casing annulus. Install cellar and blade lease for rig move.	
Operations Next Report Period Move in Patterson Rig 104	

Time Log				Activity	Comment
Start Date	End Time	Dur (hrs)	Code		
00:00	02:15	2.25	12	Run Casing & Cement	Pump hole volume of water, 20 bbls of gel slurry, 285 bbls of cement. Displace with 162 bbls. plug bumped. No returns.
02:15	13:00	10.75	13	Wait On Cement	Wait for cement to set. Call out more bulk to top up.
13:00	18:00	5.00	12	Run Casing & Cement	430 sx top up job cement fell back. 80 sx top up job to get cement to stay at surface. Mike Kaminski with BLM to witness second top up. He also stepped off the lease to verify it is not to big.
18:00	00:00	6.00	13	Wait On Cement	Wait on cement.

<b>Drill Strings: BHA #20, Slick</b>					
Bit Run/Bit	IADC Bit Dull	TFA (incl Noz) (in <sup>2</sup> )	ROP (ft/hr)	Nozzles (/32")	
14 6 1/8in, STR-30, ZT12XM	-----	2.36	6.2	32/32/32	
Len (ft)	Max OD (in)	String Components			
569.62	4.750	Hughes STR-30, Bit Sub, Drill Collar, Drilling Jars - Hydraulic Down, Drilling Jars - Hydraulic Up, Drill Collar			

<b>Drilling Parameters: 62.0ftKB</b>							
BHA No.	Depth Start (ftKB)	Depth End (ftKB)	Cum Depth (ftKB)	Drill Time (hrs)	Cum Drill Time (hrs)	Int ROP (ft/hr)	Flow Rate (gpm)
20	8,178.0	8,240.0	62.0	10.00	10.00	6.2	252
WOB (1000lbf)	RPM (rpm)	SPP (psi)	Rot HL (1000lbf)	PU HL (1000lbf)	SO HL (1000lbf)	Drilling Torque	Off Btm Tq
25	70	1,700.0	118	132	110		

<b>Wellbores</b>		
Wellbore Name	VS Dir (°)	KO MD (ftKB)
Main Hole	90.00	300.0

AFE No. 37511	Total AFE Amt (\$) 1,799,800
Daily Cost Total 8,420.00	Cum. Cost To Date 637,504.69
Daily Mud Cost 0.00	Mud Additive Cost To Date 2,230.34
Depth Start (ftKB) 1,125.0	Depth End (ftKB) 1,125.0
Depth Progress (ftKB) 0.0	Drilling Time (hrs) 0.00

<b>Ops Supervisors</b>	
Contact	Cell Phone
Arnie Hamarsnes, Drilling	403-861-8842
Mel Knezevich, Drilling Fo	780-402-1296
Mark Moennich, Drilling Su	403-863-3632
Bill Hedglin, Geologist	

<b>Rigs: Bill Martin Jr., 3</b>
Rig Supervisor John Day, Tool Pusher

<b>Rigs: Patterson U.T.I, 104</b>
Rig Supervisor Jesse Blanchard, Drilling Manager

<b>1, IDECO, MM-550</b>		
Pump Number	Pump Rating (hp)	Rod Diameter (in)
1	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

<b>2, IDECO, MM-550</b>		
Pump Number	Pump Rating (hp)	Rod Diameter (in)
2	550.0	2.5197
Liner Size (in)	Stroke (in)	V/Stk (bbl/stk)
5	15.00	0.105

<b>BOPs</b>		
Type	Norm Sz (in)	P(wkg) (psi)
Annular Preventers	11	1,500.0

<b>Formation Pick Groups: Drilling Sam...</b>	
Formation Picks Group	
Drilling Sample	
Name	Top (ftKB)
Price River	831.0

<b>Surface Casing, 1,080.0ftKB</b>			
Casing Run Date	Max OD (in)	Grade	Wt (lbs/ft)
2002-11-02	13 3/8	H-40	48.00

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Surface Legal Location SE SE Sec. 21, T16S-R6E	Field Name Middle Mountain	Operation Group Western	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	Plug Back Total Depth (ftKB)
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**2003-01-13, Completion-Original**

Job Category Completion/Workover	Start Date 2003-01-13	AFE No. 39363.	AFE Percentage (%)	Total AFE Amt (\$) 288,036	Total AFE Sup (\$)
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**Daily Operation Reports: 2003-01-14 00:00-2003-01-15 00:00**

Weather	T (°F)	Road Condition	Lease Condition	Tubing Pressure (psi)	Casing Pressure (psi)	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
06:00	OTHR	Other Operations	ARRIVE ON LOCATION. LEASE WET BUT FIRM, ROAD DRY

**Daily Operation Reports: 2003-01-15 00:00-2003-01-16 00:00**

Weather	T (°F)	Road Condition	Lease Condition	Tubing Pressure (psi)	Casing Pressure (psi)	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
00:00	OTHR	Other Operations	MEET WITH POOL SERVICE RIG, GREG TODD, HALLIBURTON, FRAC STIM, DALE OWEN (ALL) HALLIBURTON, ISOLATION SERVICES, HALLIBURTON, EWL SERVICES, WEATHERFORD, SUPPORT EQUIP, STAN FULLENWIDER, TIGER TANKS, FRAC TANKS, HEAVY SURSA LOCATE; AZTEC, PIPE YARD, BENCO ANCHOR, RIG ANCHORS, EARL BRIDGES, RNI FLUID DISPOSAL, ZEKE ZACCARDI, NIELSON CONST, ROAD MAINTENANCE, WAYNE NIELSON DALBO, KCL WATER, BUZZY GORDINEA

**Daily Operation Reports: 2003-01-16 00:00-2003-01-17 00:00**

Weather	T (°F)	Road Condition	Lease Condition	Tubing Pressure (psi)	Casing Pressure (psi)	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm)	H2S > 1% (%)
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**Daily Operation Reports: 2003-01-17 00:00-2003-01-18 00:00**

Weather	T (°F)	Road Condition	Lease Condition	Tubing Pressure (psi)	Casing Pressure (psi)	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
08:00	RIG	Rig Up/Down	ISSUE COLD WORK PERMIT FOR GROUND DISTURBANCE. REVIEW SITE SURVEY. LINE LOCATING IS NOT DONE BY ANCHOR INSTALLER. INSTALL AND PULL TEST RIG TO #20000. R/U SERVICE RIG, PUMP AND TANK, SPOT WEATHERFORD ACCUMULATOR UNIT. SPOT 2 SURFACE STORAGE TANKS. CALL BLM AND TALK TO DON STEVENS INFORMING HIM OF THE COMPLETION AND ESTABLISH LINE OF COMMUNICATION. CALL US FORESTRY SERVICE TOM LLOYD INFORM HIM OF RIG MOVE STATUS AND ESTABLISH A LINE OF COMMUNICATION.
18:00	SIFN	Shut in for Night	SECURE WELL. PREPARE FOR COLD WEATHER START. SDFN.

**Daily Operation Reports: 2003-01-18 00:00-2003-01-19 00:00**

Weather CLEAR	T (°F) 41.0	Road Condition GOOD	Lease Condition WET	Tubing Pressure (psi)	Casing Pressure (psi) 0.0	24 Hrs SCVF (bbm) 0	24 Hrs SISCVP (psi) 0.0	H2S < 1% (ppm) 0	H2S > 1% (%) 0.00
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**Time Log**

Start Date	Code	Activity	Comment
07:30	SMTG	Safety Meeting	PERFORM LEASE/RIG WALK AROUND. HOLD OPERATIONAL SAFETY MEETING WITH POOL AND NIELSON
07:45	BOPI	Install BOP's	N/D 7" 3000 TUBING SPOOL,, N/U 7" 5000 TUBING, CHANGE OVER VALVES AND FITTINGS. N/U CLASS II BOP. FUNCTION TEST. WITH PUMP OFF FUNCTION BLIND AND PIPE RAMS, INITIAL MANIFOLD PRESSURE 1600PSI FINAL PRESSURE 1350PSI. CLOSURE TIME 2 SECONDS EACH. TURN ON PUMP 47 SECOND RECOVERY TIME. PRESSURE TEST PIPE RAMS VERSUS HANGER TO 100 psi AND 3000psi FOR 15 MINUTES EACH. UNLOAD 300 JOINTS 2 3/8 TUBING. SPOT 2 FRAC FLUID TANKS. PERFORM RIG INSPECTION SEE REPORT. CREW HAS NO CERTIFICATIONS (BOP, H2S, TDG, ETC NOT REQUIRED BY STATE). NO INSPECTION CERTS WITH RIG (BOP, HOIST EQUIPMENT) THEY MAY BE AT THE OFFICE.
11:45			M/U 3 3/4" BIT AND 4 1/2" SCRAPER RIH ON 2 3/8" J-55 EUE TUBING TO 6000'
18:00			SECURE WELL. DRAIN LINES. SHUT DOWN FOR NIGHT.

**Daily Operation Reports: 2003-01-19 00:00-2003-01-20 00:00**

Weather CLEAR	T (°F) 42.8	Road Condition GOOD	Lease Condition WET	Tubing Pressure (psi) 0.0	Casing Pressure (psi) 0.0	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm) 0	H2S > 1% (%) 0.00
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**Time Log**

Start Date	Code	Activity	Comment
07:30	SMTG	Safety Meeting	PERFORM LEASE/RIG WALK AROUND. HOLD OPERATIONAL SAFETY MEETING WITH POOL. CALL SAND TRUCK IN TO SAND LEASE AND BAD CORNER ON PASS.
07:45	TBGR	Run Tubing	CON TINUE RIH WITH BIT AND SCRAPER , P/U DRIFT AND TALLY. DRIFT SIZE 1.901" TAG AT 8177.8 FKB (40.3 FEET SUMP BELOW BOTTOM SHOT.)

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

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Surface Legal Location SE SE Sec. 21, T16S-R6E	Field Name Middle Mountain	Operation Group Western	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	Plug Back Total Depth (ftKB)
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**Time Log**

Start Date	Code	Activity	Comment
11:00	TBGP	Pull Tubing	POH BIT AND SCRAPER, RACK IN DERRICK.
12:30	BOPT	Pressure Test BOP's	PRESSURE TEST BLIND RAMS AGAINST CASING TO 100psi FOR 5 MINUTES AND 1000psi FOR 15 MINUTES.
13:00	LOGG	Logging	HOLD FORTUNA GREEN BOOK ORIENTATION. R/U HALLIBURTON EWL. RUN 1, CBL-GR-CCL FROM 8178 TO 7390, THEN PRESSURE PASS FROM 8178 TO 7390'. TOC= 7742'. APPEARS TO BE LARGE WASHOUT BELOW 7" CASING SHOE NO BOND TO THE 4 1/2" FROM 7742' AND UP. RUN 2, SONIC DIPOLE LOG 8178 TO 7690 UNDER 1000 PSI PRESSURE. R/D EWL.
22:30	SIFN	Shut in for Night	DRAIN LINES. SECURE WELL. SDFN.

**Daily Operation Reports: 2003-01-20 00:00-2003-01-21 00:00**

Weather CLEAR	T (°F) 37.0	Road Condition GOOD	Lease Condition WET, ICY	Tubing Pressure (psi)	Casing Pressure (psi) 0.0	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm) 0	H2S > 1% (%) 0.00
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**Time Log**

Start Date	Code	Activity	Comment
07:30	SMTG	Safety Meeting	PERFORM LEASE/RIG WALK AROUND. HOLD OPERATION SAFETY MEETING WITH POOL AND ZUBIATE HOT OILER.
07:45	BOPR	Remove BOP's	N/D BOPE. N/U 4 1/16" FRAC HEAD. PRESSURE TEST CASING VS FRAC HEAD TO 5000psi FOR 10min
09:30	TBGR	Run Tubing	RIH 2 3/8" TO 8170',
13:00	CIRC	Circulate Well	CIRCULATE WELL OVER TO 4% KCL BRINE
15:00	SWAB	Swabbing	SWAB WELL DOWN FOR A 1000psi UNDERBALANCE. ( 45 BBLs LEFT IN WELL)
17:00	TBGP	Pull Tubing	POH TUBING RACK IN DERRICK.
19:30	SIFN	Shut in for Night	SECURE WELL. SDFN.

**Daily Operation Reports: 2003-01-21 00:00-2003-01-22 00:00**

Weather CLEAR	T (°F) 40.0	Road Condition GOOD	Lease Condition WET, ICY	Tubing Pressure (psi)	Casing Pressure (psi) 0.0	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm) 0	H2S > 1% (%) 0.00
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**Time Log**

Start Date	Code	Activity	Comment
07:30	SMTG	Safety Meeting	PERFORM LEASE/RIG WALK AROUND. HOLD OPERATIONAL SAFETY MEETING WITH POOL.
07:45	PERF	Perforating	R/U HALLIBURTON EWL. HOLD PRE JOB SAFETY MEETING. PRESSURE TEST LUBRICATOR TO 1500psi. RUN-1 RUN HI TEMP THERMOMETER TO 8168 ft.. BOTH THERMOMETERS 146 deg F. RUN-2 PERFORATE (SHOT 1) 8132.0-8137.5 MISRUN; (SHOT 2) 8122.0-8132.0 MISRUN. HELD SAFETY MEETING AT 200', IDENTIFIED MAN WITH ARMING KEY. DISASSEMBLE GUN, FIND PINCHED WIRE, REWIRE GUN. RUN-3 FIRE 1 PERFORATE 8132.0-8137.5' (5.5'), FIRE 2 PERFORATE 8122.0-8132.0'. BOTH SHOTS WERE WITH THE SAME CARRIER, FIRE ONE, REPOSITION THEN FIRE TWO. THE FIRST SHOOT WAS CLEARLY OBSERVED, THE SECOND WAS OBSCURE, THE ENGINEER SAID IT WAS A NORMAL FIRE ON THE SECOND TRY. THE PERFORATIONS WERE PERFORMED WITH A 3 3/8" MILLENIUM 6 spf GUN. ALL SHOTS WERE FIRED, SHOT HOLES UNIFORM. THE GUN CAME OUT CLEAN. 30 MINUTE SHUT IN WAS 0 psi, A SLIGHT BLOW WHEN THE WELL WAS OPENED. WELL PERFORATED AT 1545 hours. MEMO ON TICKET TO RECOVER \$760 FOR STANDBY TIME DUE TO MISRUN. R/D AND RELEASE HES EWL.
16:30	RIG	Rig Up/Down	MOVE IN AND STAND 40' FLARE STACK. PICKER UNIT HAD HYDRAULIC PROBLEMS WITH OUTRIGGERS, 1 HOUR DOCKED FROM TICKET. SPOT SEPARATOR, P TANK AND TEST EQUIPMENT. HAUL IN THE REMAINING FRAC FLUID (4% KCL). SPOT CO2 TANK AND LOAD 35 TON. SEND 100 BARRELS WELL WATER TO DISPOSAL. R/D RIG FLOOR.

**Daily Operation Reports: 2003-01-22 00:00-2003-01-23 00:00**

Weather CLEAR	T (°F) 36.0	Road Condition GOOD	Lease Condition GOOD	Tubing Pressure (psi)	Casing Pressure (psi) 34.0	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm) 0	H2S > 1% (%) 0.00
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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

CONFIDENTIAL

Surface Legal Location SE SE Sec. 21, T16S-R6E	Field Name Middle Mountain	Operation Group Western	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	Plug Back Total Depth (ftKB)
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Time Log			
Start Date	Code	Activity	Comment
08:00	SMTG	Safety Meeting	PERFORM LEASE RIG WALK AROUND. GREEN SAFETY ORIENTATION WITH NORTHLAND TESTERS. CATHERINE WOODFIELD OF THE U.S. FORESTRY SERVICE HAD A SITE INSPECTION. 1. SHE SAID SHE WOULD INSPECT THE LOCATION FIRST THEN CONFER WITH ME. I THOUGHT IT PRUDENT SHE BE ACCOMPANIED, FOR HER SAFETY AND FOR ORIENTATION TO COMPLETION OPERATIONS. 2. SHE WAS CURIOUS ABOUT INITIAL WELL PERFORMANCE, I REPLIED IT IS TIGHT HOLE, SHE SAID WAS HER JOB TO KNOW, I REPLIED IT IS TO SOON TO KNOW. THAT DATA WOULD BE KNOWN AFTER THE 24 TO 48 HOUR TEST, 3. SHE REPLIED. NOBODY TOLD US (U.S. FORESTRY SERVICE) THAT THERE WOULD BE 24 HOURS OPERATIONS. 4. SHE WANTED MSDS SHEETS ON LOCATION AND AT THE OFFICE IN FERRON, I AGREED. 5. SHE ALSO THOUGHT THERE WAS A SAFETY ISSUE WITH 1 TO 2 INCHES OF MUD ON SOME AREAS OF THE LEASE, SOME AREAS WERE DRY, SHE WAS SUGGESTING MORE GRAVEL. OBSERVATION; IT IS ABOVE FREEZING AND STRONG SUNLIGHT IN THE DAY TIME, THE BASE IS SOLID. 6. SHE ALSO WANTED THE EMERGENCY SPILL GUIDELINE ON LOCATION. DONE. 7. SHE WANTED A CALL EVERYDAY ON OPERATIONAL PROGRESS. 8. TOM LLOYD (HER BOSS) WANTED A CALL EVERY COUPLE OF DAYS. THE GRAVEL AND THE 24 HOUR TESTING WERE THE TWO ISSUES THAT WERE PASSED TO CALGARY, S MCCONKEY. NOTE; THE LEASE AND LEASE ROAD ARE SANDED EVERY MORNING BUT BY LUNCH TIME THERE IS 1 TO 2 INCHES OF MUD FROM MELTING IN SOME AREAS. NOTE: ITEMS OF HSE IN PLACE PRIOR TO VISIT; ONSITE TOILET, COVERED GARBAGE BIN, DOCUMENTED COMPLETION FLUID TO DISPOSAL, A PERSONAL VISIT TO EMERGENCY DISPATCH OF EMERY COUNTY TO ESTABLISH COMMUNICATION LINK (M ALLISON), ON SITE FIRST AID FOR FRAC TREATMENT, REGULAR SAFETY MEETINGS.
08:15	RIG	Rig Up/Down	R/U 285 psi 3 STAGE SEPARATOR, 10000 psi MANIFOLD, 5000 psi LINE HEATER, 4 1/16" FLOW TEE AND ASSOCIATED EQUIPMENT.
13:15	GRAD	Static Gradient	PERFORM STATIC GRADIENT WITH DOUBLE MECHANICAL RECORDERS. MECHANICAL DEAD WEIGHT ON SURFACE, WITH 5min STOPS AT 2000', 4000', 6000', 8000', 60 MINUTE STOP AT 8129' (MID PERFS), 5 MINUTES STOP AT 8137.5' (BOTTOM PERF), SURFACE DEAD WEIGHT. INITIAL SURFACE DEAD WEIGHT 33psi, FINAL 38 psi, ESTIMATED BHP=2800psi, FLUID LEVEL 1900' WIRELINE MEASURE. ESTIMATED BHT=142 F.
17:45	OTHR	Other Operations	.VENT GAS TO ATMOSPHERE 3 MINUTES TO ZERO. LEAVE SATELLITE PHONE ON LOCATION 011881631467465. NIGHT CREW ASSIGNED FOR KCL WATER HEATING OPERATION.

Daily Operation Reports: 2003-01-23 00:00-2003-01-24 00:00

Weather OVERCAST	T (°F) 37.0	Road Condition GOOD	Lease Condition GOOD	Tubing Pressure (psi)	Casing Pressure (psi) 600.0	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm) 0	H2S > 1% (%) 0.00
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Time Log			
Start Date	Code	Activity	Comment
00:00	OTHR	Other Operations	HEAT 500 BBL'S 4% KCL BRINE TO 90 degrees F.
06:00	RIG	Rig Up/Down	MOVE IN AND RIG UP HALLIBURTON FRAC CREW. HOLD EMERGENCY RESPONSE AND GREEN BOOK SAFETY ORIENTATION MEETING..
12:00	FRAC	Fracture Stimulation	PERFORM 65Q CO2 30# WATERFRAC G ON THE FERRON SANDSTONE. PUMP 50000# OF 20/40 ACFRAC PR6000 USING GELLED 4% KCL AS CARRIER FLUID IN 11 STAGES. HIGHEST PRESSURE WAS 2979psi. NO PRESSURE SPIKE OBSERVED AS BREAKDOWN. UNDER FLUSH BY 4.26bbl. INITIAL ISIP=1110psi, FINAL ISIP 1225psi. LOAD FLUID 412bbls. RIG DOWN FRAC EQUIPMENT. VAC TRUCK CLEAN LINES AND SAND ON LEASE. RELEASE HALLIBURTON, RELEASE SAFETY MAN, RELEASE VAC TRUCK, RELEASE WELLHEAD ISOLATION TOOL HAND.
14:00	FLOW	Flowback Well on Clean Up	OPEN WELL AT 1400 hours, FLOW WELL ON CLEAN UP AS PER PRODUCTION TEST REPORT

Daily Operation Reports: 2003-01-24 00:00-2003-01-25 00:00

Weather LIGHT SNOW	T (°F) 40.0	Road Condition GOOD	Lease Condition GOOD	Tubing Pressure (psi)	Casing Pressure (psi) 270.0	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm)	H2S > 1% (%) 0.00
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Time Log			
Start Date	Code	Activity	Comment
00:00			CONTINUE TO FLOW WELL ON CLEAN UP. SEE PRODUCTION TEST ALSO SET FEKETE FILE IN TEST ATTACHEMENT.

Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

CONFIDENTIAL

Surface Legal Location SE SE Sec. 21, T16S-R6E	Field Name Middle Mountain	Operation Group Western	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	Plug Back Total Depth (ftKB)
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Time Log			
Start Date	Code	Activity	Comment
00:00	FLOW	Flowback Well on Clean Up	FLOW WELL ON CLEAN UP. WELL STOPPED FLOWING. THREE DIFFERENT GAS DETECTORS FOUND 9ppm H2S. A DRAEGER 5-60ppm TUBE, A BW TWO HEADTESTER AND A POOL ELECTRONIC TESTER. FLUID RECOVERED 412bbl (FRAC LOAD) + 45 (UNDERBALANCE LOAD)+ 359.5 (PROBABLE DRILLING LOSSES) FOR A TOTAL OF 816.5bbl. TOTAL GAS (NON BURNABLE) 1.385 mmcf, LAST SALINITY=12635ppm, pH=7.5. TOTAL 4% KCL HAULED TO LOCATION 720.0bbls, TOTAL HAULED TO DISPOSAL 605.0bbls.
12:00	BOPI	Install BOP's	OBSERVE WELL DEAD. DRILLER CUT FINGER MOVING BOPE, SEND TO CASTLE DALE CLINIC FOR MEDICAL ATTENTION. RECIEVED 5 STITCHES AND RETURNED TO WORK.. PUMP 3 bbls 4% KCL DOWN CASING TO SCRUB ANY WELL GAS. WELL ON SLIGHT VACUUM. N/D FRAC HEAD. N/U BOPE.
14:00	PTST	Pressure Test	PRESSURE TEST PIPE RAM VS TUBING HANGER TO 1500psi FOR 15 min AND 100psi FOR 5 min
14:30	TBGR	Run Tubing	M/U 2 3/8 WIRELINE RE ENTRY GUIDE, 4' PUP JOINT OTIS XN NIPPLE AND RUN HOLE ON 260JOINTS 2 3/8" EUE TAG PBDT AT 8177.8ftKB. PULL BACK AND LAND STRING IN HANGER WITH WLREG AT 8119.19ftKB. TOP OF XN AT 8113.1ftKB.
16:30	WHDI	Install Wellhead	N/D FLOOR AND BOPE. N/U 5000psi WELLHEAD. NO TEST PORT. TURN FLOW TEE AND WING VALVE
18:00	WTST	Well Test	READ AND RECORD PRESSURE BUILD UP.

Daily Operation Reports: 2003-01-26 00:00-2003-01-27 00:00

Weather CLEAR	T (°F) 45.0	Road Condition WET SPOTS DUE TO RUNOFF	Lease Condition GOOD	Tubing Pressure (psi) 0.0	Casing Pressure (psi) 25.0	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm) 7	H2S > 1% (%)
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Time Log			
Start Date	Code	Activity	Comment
00:00	WTST	Well Test	READ AND RECORD PRESSURES. SITP=0, SICP=25psi.
07:30	SMTG	Safety Meeting	HOLD OPERATIONAL SAFETY MEETING WITH POOL AND NORTHLAND TESTERS. LEAVE LEAVE DAILY UPDATE ON THE VOICE MAIL OF CATHERINE WOODFIELD (U.S. FORESTRY SERVICE). TO DATE 6 TANDEM GRAVEL TRUCK LOADS OF ROAD BASE (ROUGH GRAVEL) FOR LEASE MAINTENANCE AND 10 LOADS FOR ACCESS ROAD MAINTENANCE DUE TRAFIC AND MELTING SNOW.
08:00	SWAB	Swabbing	R/U TO SWAB. UNSPOOL 500' SAND LINE AND VISUALLY INSPECT, CUT OFF 400' AND POUR NEW ROPE SOCKET. PULL 20 SWABS IN 7 HOURS. RECOVER 120bbls 100% BSW. IFL=2200', FFL=2500', FINAL TP=0, FINAL CP=200psi. SALINITY=18000, pH=7.5. GASSY, NO BURNABLE GAS.
18:00	WTST	Well Test	SECURE WELL. READ AND RECORD

Daily Operation Reports: 2003-01-27 00:00-2003-01-28 00:00

Weather PARTLY CLOUDY	T (°F) 49.0	Road Condition WET SPOTS DUE TO RUN OFF	Lease Condition GOOD	Tubing Pressure (psi) 5.0	Casing Pressure (psi) 480.0	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm) 10	H2S > 1% (%)
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Time Log			
Start Date	Code	Activity	Comment
00:00	WTST	Well Test	READ AND RECORD PRESSURES. TP BUILT TO 5psi, CP BUILT TO 480psi.
07:30	SMTG	Safety Meeting	HOLD OPERATIONAL SAFETY MEETING WITH POOL AND NORTHLAND. CALL AND LEAVE PROGRESS UPDATE ON VOICE MAIL OF TOM LLOYD, DISTRICT GEOLOGIST USFS, CALL AND LEAVE PROGRESS UPDATE ON VOICE MAIL OF CATHERINE WOODFIELD, SITE INSPECTOR USFS.
07:45	SWAB	Swabbing	R/U TO SWAB WELL ON CLEAN UP. ITP=5psi, ICP=480psi. 10ppm H2S ON DRAEGER 5-60 ppm TUBE. GASSY AND FOAMY. SMELLS LIKE OLD DRILLING MUD. PULL 23 SWABS RECOVER 131.8bbl WATER. FINAL TAG 4000', FINAL PULL 8000'. WELL STARTED TO FLOW ON SWAB 22, WELL FLOWED ON SWAB 23, NON BURNABLE GAS. SALINITY=18000ppm, pH=7. TUBIING PRESSURE 30 PSI, CASING PRESSURE 450 AND FALLING.. FETKETE ATTACHED TO PRODUCTION TESTATTACHMENTS.
18:00	FLOW	Flowback Well on Clean Up	FLOW WELL, READ AND RECORD.

Daily Operation Reports: 2003-01-28 00:00-2003-01-29 00:00

Weather LIGHT SNOW TO CLEAR	T (°F) 32.0	Road Condition WET SPOTS DUE TO RUN OFF	Lease Condition SNOW COVERED (1")	Tubing Pressure (psi) 0.0	Casing Pressure (psi) 650.0	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm) 0	H2S > 1% (%)
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Well Name: FORTUNA MIDDLE MOUNTAIN #21-16

CONFIDENTIAL

Surface Legal Location SE SE Sec. 21, T16S-R6E	Field Name Middle Mountain	Operation Group Western	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	Plug Back Total Depth (ftKB)
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Time Log			
Start Date	Code	Activity	Comment
00:00	WTST	Well Test	TUBING DIED, CASING PRESSURE BUILT UP TO 650psi
07:30	SMTG	Safety Meeting	HOLD OPERATIONAL SAFETY MEETING WITH POOL AND NORTHLAND TESTERS. LEAVE PROGRESS UPDATE ON VOICE MAIL OF USFS SITE INSPECTOR CATHERINE WOODFIELD. CHECKED CASING GAS, OFF SCALE (OVER 100% LEL ). 0ppm H2S. TEST EMERGENCY KILL, TEST WARNING DEVICE.
07:45	SWAB	Swabbing	CATHERINE WOODFIELD SITE INSPECTOR U.S.FORESTRY SERVICE PAID VISIT TO LOCATION. TOOK SOME PICTURES THEN CAME AND SAID GOODBYE. SHE SAID HER PART OF SITE MONITORING IS OVER. SHE REFERRED ME TO TOM LLOYD FOR SUSPENSION INSPECTION INSTRUCTIONS. R/U TO SWAB. PULL 22 SWABS , RECOVER 97.0 bbls WATER, TP=0, CP=190psi, FINAL TAG AT 7500', FINAL PULL FROM 8000'. SALINITY=13000ppm, pH=7.0. CASING GAS WAS 100% OF LEL, BEST TUBING GAS WAS 50% OF LEL.
17:00	WTST	Well Test	R/U AND SEND CASING GAS TO FLARE. SOME BURNABLE GAS.
18:00	WHDI	Install Wellhead	LEAVE CASING AND TUBING OPEN TO P TANK. OBSERVE WELL.

Daily Operation Reports: 2003-01-29 00:00-2003-01-30 00:00

Weather CLEAR	T (°F) 32.0	Road Condition WET SPOTS DUE TO RUN OFF	Lease Condition GOOD	Tubing Pressure (psi) 0.0	Casing Pressure (psi) 0.0	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm) 0	H2S > 1% (%)
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Time Log			
Start Date	Code	Activity	Comment
00:00	WTST	Well Test	WELL OPEN TO P TANK, NO RECORDABLE FLOW.
07:30	SMTG	Safety Meeting	HOLD OPERATIONAL SAFETY MEETING WITH POOL AND NORTHLAND. FUNCTION EMERGENCY MOTOR KILL, FUNCTION WARNING DEVICE.
07:45	SWAB	Swabbing	R/U TO SWAB. PULL 24 SWABS RECOVER 79bbls WATER. IFL=5400', FFL=7800'. SALINITY 12000ppm, pH=7.0. FINAL TP=0. FINAL CP=137psi. CASING PRESSURE BUILT FROM 0 TO 191psi BY SWAB 17 THEN STARTED TO DROP ENDING AT 137psi. TUBING GAS REGISTERED 80% ON LEL METER, SOME WISPING AT THE FLARE STACK.
17:15	SIFN	Shut in for Night	DRAIN LINES, SECURE WELL.
18:00	WTST	Well Test	READ AND RECORD PRESSURE.

Daily Operation Reports: 2003-01-30 00:00-2003-01-31 00:00

Weather PARTLY CLOUDY	T (°F) 44.0	Road Condition WET SPOTS DUE TO RUN OFF	Lease Condition GOOD	Tubing Pressure (psi) 91.0	Casing Pressure (psi) 380.0	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm) 0	H2S > 1% (%)
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Time Log			
Start Date	Code	Activity	Comment
00:00	WTST	Well Test	READ AND RECORD PRESSURES
07:30	SMTG	Safety Meeting	PERFORM LEASE/RIG WALK AROUND. HOLD OPERATIONAL SAFETY MEETING WITH POOL AND NORTHLAND. TEST EMERGENCY KILL. . TEST WARNING DEVICE
07:45	SWAB	Swabbing	TP=91psi, CP=380psi. BLEED OFF TUBING PRESSURE TO FLARE. IT BLED OFF IN 2 MINUTES, SMALL BLUE FLAME ABOUT 12" HIGH AT FLARE STACK. R/U TO SWAB. PULL 23 SWABS, RECOVER 62bbls WATER. IFL=5800', FFL=7500', SALINITY=9000, pH=7.0. WENT TO 1/2 hr SWABS AT 1530.  SITE VISIT BY TOM LLOYD SENIOR GEOLOGIST, UNITED STATES FORESTRY SERVICE. NO ISSUES DEFINED.
17:30	WTST	Well Test	PREPARE FOR COLD WEATHER START. SECURE WELL. READ AND RECORD PRESSURES.

Daily Operation Reports: 2003-01-31 00:00-2003-02-01 00:00

Weather CLEAR	T (°F) 41.0	Road Condition WET SPOTS DUE TO RUN OFF	Lease Condition GOOD	Tubing Pressure (psi) 51.0	Casing Pressure (psi) 326.0	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm) 0	H2S > 1% (%)
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Time Log			
Start Date	Code	Activity	Comment
00:00	WTST	Well Test	READ AND RECORD PRESSURES; TP=51psi, CP=326psi.
07:30	SMTG	Safety Meeting	PERFORM LEASE/RIG WALK AROUND. HOLD OPERATIONAL SAFETY MEETING WITH POOL, NORTHLAND AND NIELSON CONST.

CONFIDENTIAL

Surface Legal Location SE SE Sec. 21, T16S-R6E	Field Name Middle Mountain	Operation Group Western	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	Plug Back Total Depth (ftKB)
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Time Log		Comment	
Start Date	Code	Activity	Comment
07:45	SWAB	Swabbing	<p>RECIEVED WORD FROM DON HAMILTON, TALON RESOURCES, THAT AN EXTENSION HAD BEEN GRANTED TO FEBRUARY 2, 2003. THE LEASE MUST BE LEFT GARBAGE FREE, WELLHEAD CHAINED AND LOCKED, LEASE GATE CLOSED AND LOCKED AND THE GATE HALF WAY DOWN THE MOUNTAIN MUST BE CLOSED. THE FORESTRY WOULD LOCK IT LATER IN THE WEEK.</p> <p>R/U TO SWAB. PULL 21 SWABS RECOVER 56bbbls WATER. IFL=6100', FFL=7500', FINAL CASING PRESSURE IS 132, SALINITY 11000ppm. pH=7.0</p> <p>TAKE LOW PRESSURE GAS SAMPLES, 2 FROM CASING AND 2 FROM TUBING. TALON RESOURCES TO SEND FOR ANALYSIS, WITH INSTRUCTIONS ATTENTION STUART MCCONKEY.</p> <p>CLEAN UP GARBAGE FROM PREVIOUS OPERATION THAT HAD BECOME EXPOSED FROM UNDER ICE AND SNOW (CABLES, ROPES CORDS), PICK UP BOTTLES AND CANS FROM THE SIDE OF THE LEASE ROAD.</p>
17:15	WTST	Well Test	PREPARE FOR COLD WEATHER START. READ AND RECORD.

<b>Daily Operation Reports: 2003-02-01 00:00-2003-02-02 00:00</b>									
Weather OVERCAST	T (°F) 37.0	Road Condition WET SPOTS DUE TO RUN OFF	Lease Condition GOOD	Tubing Pressure (psi) 41.0	Casing Pressure (psi) 286.0	24 Hrs SCVFP (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm) 0	H2S > 1% (%)

Time Log		Comment	
Start Date	Code	Activity	Comment
00:00	WTST	Well Test	READ AND RECORD BUILD UPS. TP=40psi, CP=287psi.
07:30	SMTG	Safety Meeting	PERFORM LEASE/RIG WALK AROUND HOLD OPERATIONAL SAFETY MEETING WITH NORTHLAND, POOL AND RNI DRIVER.
07:45	SWAB	Swabbing	<p>TAKE 2 HIGH PRESSURE GAS SAMPLE FROM CASING GAS, TAKE 2 HIGH PRESSURE GAS SAMPLES FROM SWAB NUMBER 12, TAKE 2 HIGH PRESSURE GAS SAMPLES FROM CASING AFTER AN 10 MINUTES BLOW DOWN. SEND 10 DAILY WATER SAMPLES AND 2 SLUDGE SAMPLES ALONG WITH GAS SAMPLES FOR TESTING AT WESTERN ENVIRONMENTAL, EVANSTON, WYOMING, WITH THE INSTRUCTION TO CALL STUART MCCONKEY OR AL LESINSZKI FOR TEST INSTRUCTION.</p> <p>R/U TO SWAB. PULL 17 SWABS ON 2 3/8" TUBING. RECOVER 44.8bbbls, IFL=6100', FFL=7400' PULL FROM 8000'. SALINITY =11000ppm, pH=7.0. FINAL CASING PRESSURE=132psi, FINAL TUBING PRESSURE=0.</p>
16:00	RIG	Rig Up/Down	RIG DOWN TEST EQUIP AND SERVICE RIG TO PREPARE FOR EARLY MOVE ON FROST. CHAIN AND LOCK WELLHEAD.

<b>Daily Operation Reports: 2003-02-02 00:00-2003-02-03 00:00</b>									
Weather SNOW STORM	T (°F) 22.0	Road Condition VERY SLIPPERY	Lease Condition SLIPPERY	Tubing Pressure (psi)	Casing Pressure (psi)	24 Hrs SCVFP (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm)	H2S > 1% (%)

Time Log		Comment	
Start Date	Code	Activity	Comment
07:00	RIG	Rig Up/Down	<p>PERFORM LEASE INSPECTION. THERE WAS A ONE INCH OF SNOW FALL OVER NIGHT. LEASE SLIPPERY, ACCESS ROAD SLIPPERY. PLOUGH ACCESS ROAD WITH GRADER. MOVE OUT SERVICE RIG, DOG HOUSE, POOL TRAILER, 2 TON TRUCK, TOILET AND PROPANE TANK. BRING IN CRANE AND 3 HI-BOY TRAILERS. MOVE OUT TEST EQUIPMENT. BACK LOAD EXCESS TUBING AND WELLHEAD PIECES TO AZTEC PIPE YARD. BACKLOAD WEATHERFORD EQUIPMENT. RETURN TRASH BIN. MOVE OUT SURFACE STORAGE TANKS.</p> <p>WATERS TRUCKS COMING FROM ROOSEVELT HAD A FOOT OF SNOW AND HEAVY DRIFTING COMING OVER THE PASS. ALL EQUIPMENT HAS TO USE THAT ROAD RETURN TO BASE.</p> <p>WELL WATER RECOVERY AFTER COMPLETION LOAD FLUID= 947bbbls BY DISPOSAL TICKETS OR 937.3bbbls BY TESTER (NORTHLAND) MEASUREMENTS. ALL COMPLETION FLUID SENT TO DISPOSAL, RNI ROOSEVELT.</p> <p>LIGHT SNOW IN MORNING TURNED TO HEAVY SNOW BY 1100hrs WHITE OUT CONDITIONS AFTER 1200HOURS ON TOP OF MOUNTAIN.</p>

CONFIDENTIAL

Surface Legal Location SE SE Sec. 21, T16S-R6E	Field Name Middle Mountain	Operation Group Western	KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	Plug Back Total Depth (ftKB)
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Time Log		Activity	Comment
Start Date	Code		
17:00			WELLHEAD BULLPLUGGED, CHAINED AND LOCKED. STEEL GATE TO LEASE CLOSED AND LOCKED. STEEL GATE HALF WAY UP THE COTTONWOOD CANYON ROAD CLOSED BUT NOT LOCKED AS USFS REQUESTED. RIG MOVE COSTS TO FOLLOW. SUSPEND WELL OPERATIONS.

<b>Daily Operation Reports: 2003-02-03 00:00-2003-02-04 00:00</b>									
Weather CLEAR	T (°F)	Road Condition SNOW COVERED	Lease Condition SNOW COVERED	Tubing Pressure (psi)	Casing Pressure (psi)	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm)	H2S > 1% (%)

Time Log		Activity	Comment
Start Date	Code		
08:00	OTHR	Other Operations	CHECK MIDDLE GATE ON ACCESS ROAD IS CLOSED. IT WAS, FRED THE WELL CHECKER HAS AND DID ACCESS. GO TO EMERY COUNTY SHERIFF'S OFFICE, IN ORANGEVILLE, AND INFORM THEM OF THE SUSPENSION OF OPERATIONS. GO TO TALON RESOURCES OFFICE IN HUNTINGTON AND GIVE WELLHEAD KEY AND LEASE KEY TO DON HAMILTON FOR SAFE KEEPING. GO TO NIELSON CONSTRUCTION AND GET MAINTENANCE TICKETS, RIG MOVE TICKETS ARE OUTSTANDING AS TRUCKS ARE STILL ON THE ROAD. GO TO AMERI-KAN IN DUCHESNE AND SETTLE ACCOUNT, GO TO ROCKET TRUCKING IN DUCHESNE, AND SETTLE ACCOUNT. GO TO POOL IN ROOSEVELT AND SETTLE LAST TICKET FOR SERVICE RIG. GO TO RNI IN ROOSEVELT AND SETTLE ACCOUNT. THE COMPANY HAS STATE LICENSES TO OPERATE DISPOSAL PONDS AND DISPLAY THEM ON THE WALL. PROCEED TO VERNAL AND FIND A ROOM.

<b>Daily Operation Reports: 2003-02-04 00:00-2003-02-05 00:00</b>									
Weather	T (°F)	Road Condition SNOW COVERED	Lease Condition SNOW COVERED	Tubing Pressure (psi)	Casing Pressure (psi)	24 Hrs SCVF (bbm)	24 Hrs SISCVP (psi)	H2S < 1% (ppm)	H2S > 1% (%)

Time Log		Activity	Comment
Start Date	Code		
00:00	OTHR	Other Operations	GO TO WEATHERFORD, HALIBURTON WIRELINE SHOP AND AZTEC PIPE YARD (MT 35992= 42 JOINTS 2 3/8 J 55 EUE 4.7# 35 GOOD 7DAMAGED, 4 1/16" FRAC HEAD, 7" 3000 X 11" 3000 TUBING SPOOL, 1 USED 3 3/4" BIT, STUDS AND NUTS, THREE RING GASKETS USED.)

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

AMENDED REPORT  FORM 8  
(highlight changes)

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. TYPE OF WELL: OIL WELL  GAS WELL  DRY  OTHER   
b. TYPE OF WORK: NEW WELL  HORIZ. LATS.  DEEP-EN  RE-ENTRY  DIFF. RESVR.  OTHER

CONFIDENTIAL

5. LEASE DESIGNATION AND SERIAL NUMBER:  
UTU-77263

6. IF INDIAN, ALLOTTEE OR TRIBE NAME  
N/A

7. UNIT or CA AGREEMENT NAME  
N/A

8. WELL NAME and NUMBER:  
Middle Mountain #21-16

2. NAME OF OPERATOR:  
Fortuna (US), Inc.

9. API NUMBER:  
4301530426

3. ADDRESS OF OPERATOR:  
3400. 888 - 3 St. S.W. CITY Calgary STATE AB ZIP T2P 5C5 PHONE NUMBER: (403) 237-1234

10. FIELD AND POOL, OR WILDCAT  
Wildcat

4. LOCATION OF WELL (FOOTAGES)  
AT SURFACE: 1309' FSL and 834' FEL  
AT TOP PRODUCING INTERVAL REPORTED BELOW: SE/4 SE/4, Sec. 21, T16S, R6E, SLB & M  
AT TOTAL DEPTH: *BHA: 1502 FSL 885 FEL Essentially Vertical Hole 1-3° deviation MAX. / OKD*

11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:  
SESE 21 16S 6E

12. COUNTY Emery 13. STATE UTAH

14. DATE SPUDDED: 10/28/2002 15. DATE T.D. REACHED: 12/27/2002 16. DATE COMPLETED: 2/4/2003 ABANDONED  READY TO PRODUCE

17. ELEVATIONS (DF, RKB, RT, GL):  
8627.0 (GL)

18. TOTAL DEPTH: MD 8,240 TVD 8,235 19. PLUG BACK T.D.: MD 8,178 TVD 20. IF MULTIPLE COMPLETIONS, HOW MANY? N/A

21. DEPTH BRIDGE MD 0 PLUG SET: TVD

22. TYPE ELECTRIC AND OTHER MECHANICAL LOGS RUN (Submit copy of each)  
Full Wave Sonic, CBL, GR, CCL, see attached (open-hole logs)

23. WAS WELL CORED? NO  YES  (Submit analysis)  
WAS DST RUN? NO  YES  (Submit report)  
DIRECTIONAL SURVEY? NO  YES  (Submit copy)

24. CASING AND LINER RECORD (Report all strings set in well)

HOLE SIZE	SIZE/GRADE	WEIGHT (#/ft)	TOP (MD)	BOTTOM (MD)	STAGE CEMENTER DEPTH	CEMENT TYPE & NO. OF SACKS	SLURRY VOLUME (BBL)	CEMENT TOP **	AMOUNT PULLED
17.50	13.4 H-40	48.00	0	1,080	1,080	'G' 1,810	393	0.0	
12.25	9.6 J-55	36.00	0	4,413	4,417	'G' 1,975	1,036	0.0	
8.75	7.0 J-55	26.00	0	7,690	7,690	'G' 304	444	3913.0	
6.125	4.5 P-110	13.50	0	8,240	8,240	'G' 211	102	3428.0	

25. TUBING RECORD

SIZE	DEPTH SET (MD)	PACKER SET (MD)	SIZE	DEPTH SET (MD)	PACKER SET (MD)	SIZE	DEPTH SET (MD)	PACKER SET (MD)
2.375	8.119	0						

26. PRODUCING INTERVALS

FORMATION NAME	TOP (MD)	BOTTOM (MD)	TOP (TVD)	BOTTOM (TVD)	INTERVAL (Top/Bot - MD)	SIZE	NO. HOLES	PERFORATION STATUS
(A) Ferron	7,734	8,205			8,122 8,137	3.38	6	Open <input checked="" type="checkbox"/> Squeezed <input type="checkbox"/>
(B)								Open <input type="checkbox"/> Squeezed <input type="checkbox"/>
(C)								Open <input type="checkbox"/> Squeezed <input type="checkbox"/>
(D)								Open <input type="checkbox"/> Squeezed <input type="checkbox"/>

27. PERFORATION RECORD

DEPTH INTERVAL	AMOUNT AND TYPE OF MATERIAL
8122.0 - 8137.5	Frac - 412.0 bbl Gelled Salt Water + CO2 + 50,000 lbs of 20/40 Sand

28. ACID, FRACTURE, TREATMENT, CEMENT SQUEEZE, ETC.

29. ENCLOSED ATTACHMENTS:  
 ELECTRICAL/MECHANICAL LOGS  GEOLOGIC REPORT  DST REPORT  DIRECTIONAL SURVEY  
 SUNDRY NOTICE FOR PLUGGING AND CEMENT VERIFICATION  CORE ANALYSIS  OTHER:

30. WELL STATUS:  
*TA*  
Suspended

RECEIVED



31. INITIAL PRODUCTION

INTERVAL A (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

INTERVAL B (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

INTERVAL C (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

INTERVAL D (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

32. DISPOSITION OF GAS (Sold, Used for Fuel, Vented, Etc.)

33. 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.

34. FORMATION (Log) MARKERS:

Formation	Top (MD)	Bottom (MD)	Descriptions, Contents, etc.	Name	Top (Measured Depth)

35. ADDITIONAL REMARKS (Include plugging procedure)

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

NAME (PLEASE PRINT) Janet Kully TITLE Drilling/Completions Administrator  
 SIGNATURE *Janet Kully* DATE 2/24/2003

This report must be submitted within 30 days of

- completing or plugging a new well
- drilling horizontal laterals from an existing well bore
- recompleting to a different producing formation
- reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth
- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests

\* ITEM 20: Show the number of completions if production is measured separately from two or more formations.

\*\* ITEM 24: Cement Top-- Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

Send to: Utah Division of Oil, Gas and Mining Phone: 801-538-5340  
 1594 West North Temple, Suite 1210  
 Box 145801 Fax: 801-359-3940  
 Salt Lake City, Utah 84114-5801

**MUD ENGINEER:**

Don Helms with Baroid

**WELLSITE GEOLOGIST:**

Bill Hedglin

**MUDLOGGING COMPANY:**

DATALOG – Calgary Alberta, Canada

**MUDLOGGING ENGINEER:**

Gord Bennett

**GAS DETECTION:**

Total gas and chromatograph

**WATER & ROAD WORK:**

Nielson Construction Co.

**HOLE SIZE:**

17.5" to 1125'

12.25" from 1125' to 4421'

8.75" from 4421' to 7690'

6.25" from 7690' to total depth

**CASING:**

25 joints of 13 3/8" 48 lb. H40 set at 1063.7' G.L.

9 5/8" J-55 36# set at 4413' K.B.

7" 26# J-55 set at 7689' K.B.

**DRILL STEM TEST(S):**

None

**CORE PROGRAM:**

Coring in the Ferron was abandoned due to adverse hole conditions.

**ELECTRIC LOGGING:**

Run No. 1 at 2775' by Schlumberger

Hugo Gonzalez – engineer – Rock Springs, Wyoming

String 1 – AITH-TLD-PEFZ-CNL-GR-BHC, surface casing to TD

String 2 – AITH – Misrun

String 3 – FMI – surface casing to TD

String 4 – AITH – surface casing to TD

Run No. 2 at 4421' by Schlumberger

Zenobio Matos – engineer Vernal, Utah

String 1 – AITH-TLD-PEFZ-CNL-GR-BHC, surface casing to TD

Run No. 3 at 7690' by Schlumberger

Marissa Ebert – engineer – Vernal, Utah

String 1 – BHC – FMI- GR, casing to 7256'

String 2 - BHC-GR, TD to 7256'

String 3 - AITH-TLD-PEFZ-CNL-GR-BHC, casing to TD

logs to be forwarded  
shortly)

Run No. 3 at 7690' by Schlumberger  
Marissa Ebert, Jill Haynie – engineers – Vernal, Utah  
String 1 – AIT-BHC – GR-Caliper, casing to 7811'  
(Bridge)  
String 2 – AIT- BHC-GR-Caliper, Casing to 8225'  
String 3 – TLD-PEFZ-CNL-GR, Casing to 8225'  
High resolution over bottom 200'

**ROCK SAMPLES:**

30' samples from 650' to 1125' in 17.5" hole  
1125' to 7073' sporadic samples when possible,  
severe lost circulation and erratic returns.  
7073' to 7745' 10' samples, except in lost circulation  
zones, 7745' to 8225' – 5' samples in Ferron pay zone

**SAMPLE DISTRIBUTION:**

Three sets of dried samples were made and turned over  
to the operator.

**CORRRELATION WELLS:**

Vortt Exploration  
No. 3 Indian Creek  
SW, SW, SW, Section 2, T 17 S, R 6 E  
Emery County, Utah

036

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

AMENDED REPORT (highlight changes) FORM 8

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. TYPE OF WELL: OIL WELL, GAS WELL, DRY, OTHER
b. TYPE OF WORK: NEW WELL, HORIZ. LATS., DEEP-EN, RE-ENTRY, DIFF. RESVR., OTHER
2. NAME OF OPERATOR: Fortuna (US), Inc.
3. ADDRESS OF OPERATOR: 3400, 888 - 3 St. S.W. CITY Calgary STATE AB ZIP T2P 5C5 PHONE NUMBER: (403) 237-1234
4. LOCATION OF WELL (FOOTAGES) AT SURFACE: 1309' FSL and 834' FEL AT TOP PRODUCING INTERVAL REPORTED BELOW: SE/4 SE/4, Sec. 21, T16S, R6E, SLB & M AT TOTAL DEPTH:
5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-77263
6. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A
7. UNIT or CA AGREEMENT NAME: N/A
8. WELL NAME and NUMBER: Middle Mountain #21-16
9. API NUMBER: 4301530426
10. FIELD AND POOL, OR WILDCAT: Wildcat
11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SESE 21 16S 6E
12. COUNTY: Emery 13. STATE: UTAH

14. DATE SPURRED: 10/28/2002 15. DATE T.D. REACHED: 12/27/2002 16. DATE COMPLETED: 2/4/2003 ABANDONED, READY TO PRODUCE
17. ELEVATIONS (DF, RKB, RT, GL): 8627.0 (GL)
18. TOTAL DEPTH: MD 8,240 TVD 8,235 19. PLUG BACK T.D.: MD 8,178 TVD 20. IF MULTIPLE COMPLETIONS, HOW MANY? N/A 21. DEPTH BRIDGE MD 0 PLUG SET: TVD
22. TYPE ELECTRIC AND OTHER MECHANICAL LOGS RUN (Submit copy of each) Full Wave Sonic, CBL, GR, CCL, see attached (open-hole logs)
23. WAS WELL CORED? NO YES (Submit analysis) WAS DST RUN? NO YES (Submit report) DIRECTIONAL SURVEY? NO YES (Submit copy)

24. CASING AND LINER RECORD (Report all strings set in well) Table with columns: HOLE SIZE, SIZE/GRADE, WEIGHT (#/ft.), TOP (MD), BOTTOM (MD), STAGE CEMENTER DEPTH, CEMENT TYPE & NO. OF SACKS, SLURRY VOLUME (BBL), CEMENT TOP \*\*, AMOUNT PULLED

25. TUBING RECORD Table with columns: SIZE, DEPTH SET (MD), PACKER SET (MD), SIZE, DEPTH SET (MD), PACKER SET (MD), SIZE, DEPTH SET (MD), PACKER SET (MD)

26. PRODUCING INTERVALS Table with columns: FORMATION NAME, TOP (MD), BOTTOM (MD), TOP (TVD), BOTTOM (TVD)
27. PERFORATION RECORD Table with columns: INTERVAL (Top/Bot - MD), SIZE, NO. HOLES, PERFORATION STATUS

28. ACID, FRACTURE, TREATMENT, CEMENT SQUEEZE, ETC. Table with columns: DEPTH INTERVAL, AMOUNT AND TYPE OF MATERIAL

29. ENCLOSED ATTACHMENTS: ELECTRICAL/MECHANICAL LOGS, GEOLOGIC REPORT, DST REPORT, DIRECTIONAL SURVEY, SUNDRY NOTICE FOR PLUGGING AND CEMENT VERIFICATION, CORE ANALYSIS, OTHER
30. WELL STATUS: TA Suspended

(CONTINUED ON BACK)

31. INITIAL PRODUCTION

INTERVAL A (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: □	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: □	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

INTERVAL B (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: □	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: □	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

INTERVAL C (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: □	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: □	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

INTERVAL D (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: □	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: □	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

32. DISPOSITION OF GAS (Sold, Used for Fuel, Vented, Etc.)

33. 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.

34. FORMATION (Log) MARKERS:

Formation	Top (MD)	Bottom (MD)	Descriptions, Contents, etc.	Name	Top (Measured Depth)

35. ADDITIONAL REMARKS (Include plugging procedure)

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

NAME (PLEASE PRINT) Janet Kully TITLE Drilling/Completions Administrator  
 SIGNATURE *Janet Kully* DATE 3/4/2003 (Revised)

This report must be submitted within 30 days of

- completing or plugging a new well
- drilling horizontal laterals from an existing well bore
- recompleting to a different producing formation
- reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth
- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests

\* ITEM 20: Show the number of completions if production is measured separately from two or more formations.

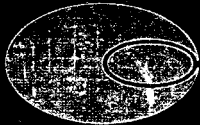
\*\* ITEM 24: Cement Top - Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

Send to: Utah Division of Oil, Gas and Mining  
 1594 West North Temple, Suite 1210  
 Box 145801  
 Salt Lake City, Utah 84114-5801

Phone: 801-538-5340  
 Fax: 801-359-3940

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 MAR 10 2003

# ECCL



Exploration Consultants (Canada) Ltd.

Canada - USA - UK - Australia

Incorporating Décollement Consulting Ltd.



CONFIDENTIAL

**FORTUNA (U.S.) INC.**

**FORTUNA MIDDLE MOUNTAIN #21-16**

**EMERY, UTAH  
U.S.A.**

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APR 1<sup>7</sup> 2003

DIV. OF OIL, GAS & MINING

<p><b>PERMIT TO PRACTICE ECL CANADA</b></p> <p>Signature _____</p> <p>Date _____</p> <p><b>PERMIT NUMBER: P 04348</b> The Association of Professional Engineers, Geologists and Geophysicists of Alberta</p>
--

CONFIDENTIAL

**GEOLOGICAL REPORT**

**FOR**

**FORTUNA MIDDLE MOUNTAIN #21-16**

**SE, SE, SECTION 21, T 16 S, R 6 E**

**EMERY COUNTY, UTAH, U.S.**

**Prepared by:**

**Bill Hedglin  
ECL Canada  
#200, 1009-7 Ave. S.W.  
Calgary, Alberta T2P 1A8  
Canada  
(403) 263-0449**

**Prepared for:**

**Mike Morrison  
Fortuna Inc. (U.S.)  
Suit 3400, 888 3<sup>RD</sup> ST. S.W.  
Calgary, Alberta, T2P 5C5  
(403) 237-1163**



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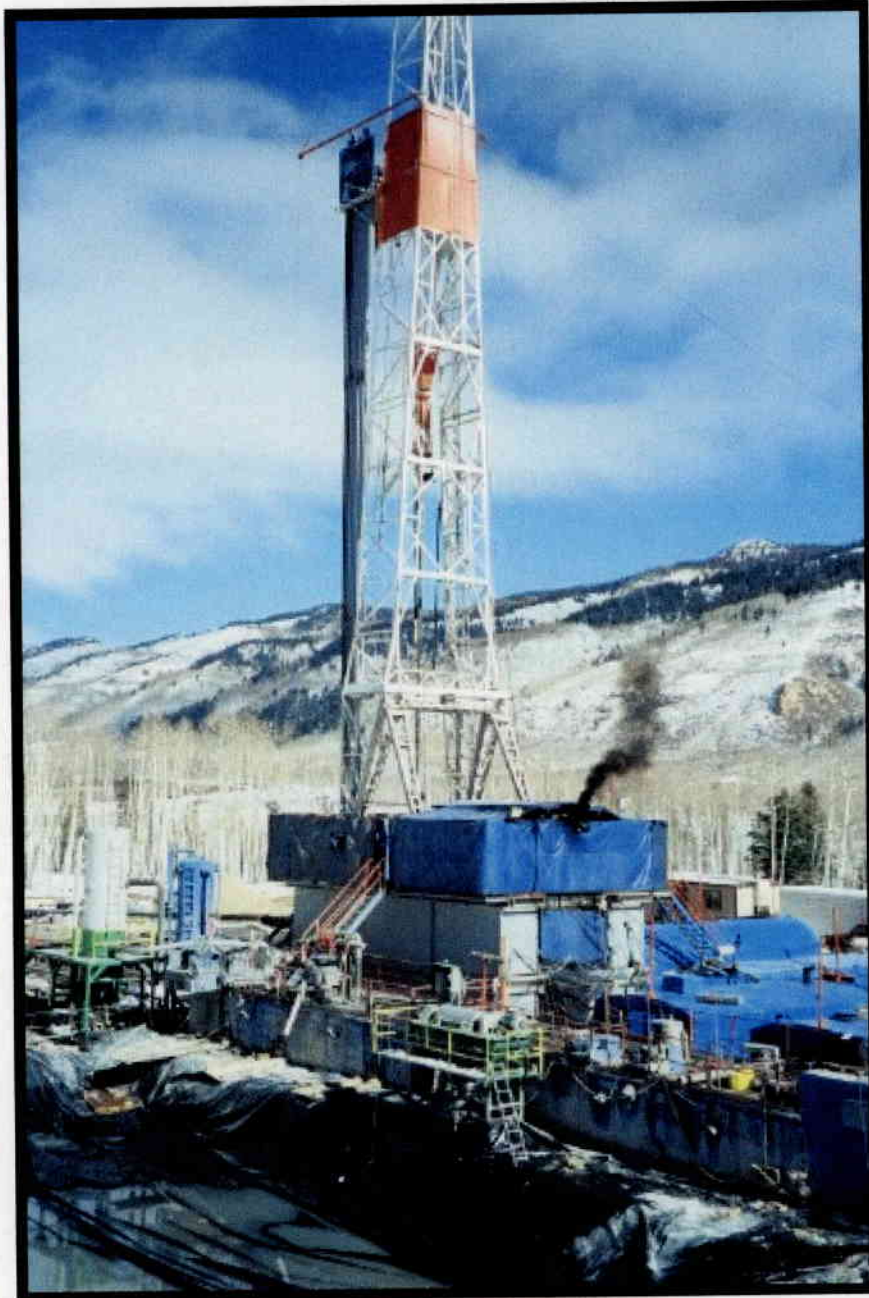
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## SECTION NO. 4 - LITHOLOGY DESCRIPTIONS

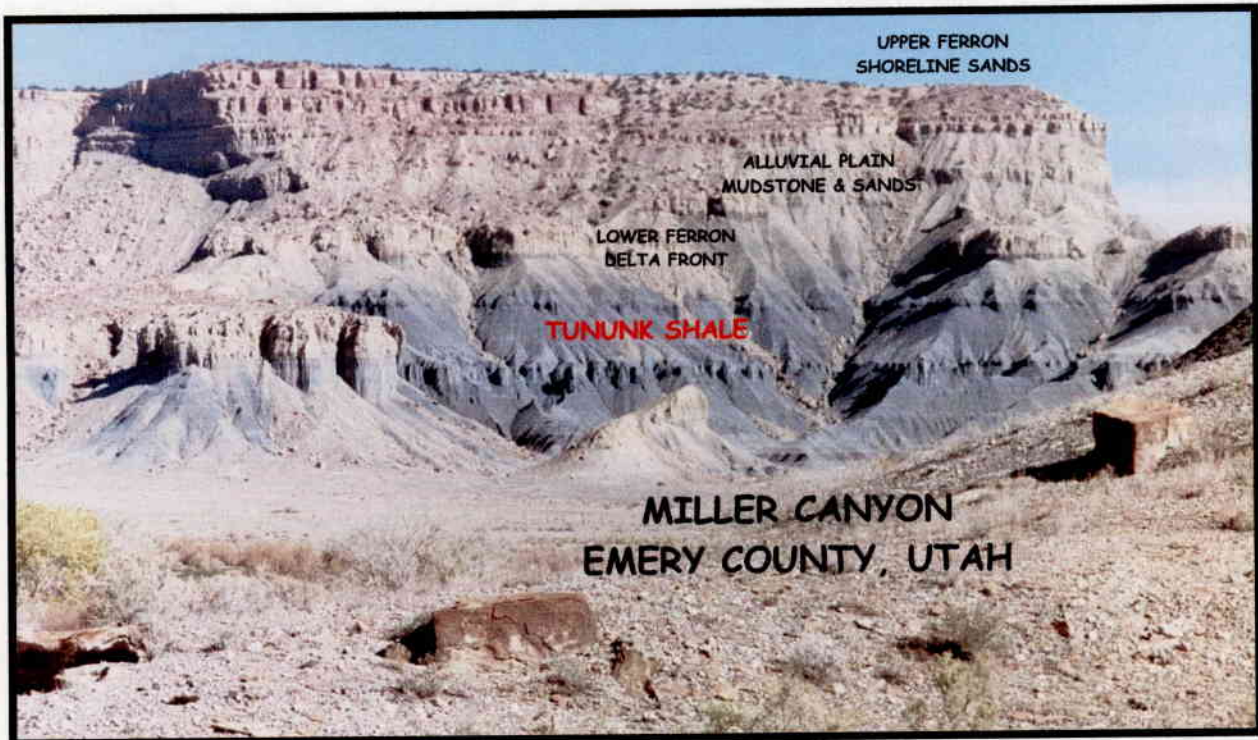
CUTTINGS SAMPLE DESCRIPTIONS	pages 26- 74
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## SECTION NO. 5 - COMPOSITE GEOLOGIC LOG

(attachment)



**Drill site with Rig#104  
Patterson Drilling Co.**



**Local outcrop representing depositional facies of Ferron FM similar to those encountered in Middle Mountain #21-16.**

## *WELL DATA SUMMARY*

**OPERATOR:** FORTUNA (U.S.) INC.

**ADDRESS:** 888 3<sup>rd</sup> St. S.W., Suite 3400  
Calgary, Alberta, T2P 5C5

**WELL NAME:** Fortuna Middle Mountain # 21-16

**AFE NUMBER:** 37511

**SURFACE LOCATION:** SE, SE, SECTION 21, T 16 S, R 6 E  
1309' FSL, 834' FEL

**BOTTOM HOLE LOCATION:** Last survey was at 7690' – N 105 E at 1 degree

**COUNTY:** Emery

**STATE:** Utah

**GEOLOGIC REGION:** Wasatch Plateau

**WELL TYPE:** Vertical wildcat

**BASIS OF PROSPECT:** Seismic evaluation, with outcrop geological mapping and limited well control

**ELEVATION:** G.L. – 8655', K.B. – 8672'

**SPUD DATE:** October 28, 2002, 1400 hours

**TOTAL DEPTH&DATE:** 8240' - driller, at 14:25 on December 27, 2002

**STATUS OF WELL:** To be completed as a Ferron gas well.

**CONTRACTOR:** Surface hole drilled by Bill Martin Jr. Rathole Drilling,  
Red Rig # 3  
Main hole drilled by Patterson Drilling Co., Rig 104

**TOOLPUSHER:** Roger Bromley and Randy Hackford, Patterson 104

**DRILLING FOREMAN:** Mel Knezevich, Rod Cuthill (relief), Ernie Natte (relief)

**MUD ENGINEER:** Don Helms with Baroid

**WELLSITE GEOLOGIST:** Bill Hedglin

**MUDLOGGING COMPANY:** DATALOG – Calgary Alberta, Canada

**MUDLOGGING ENGINEER:** Gord Bennett

**GAS DETECTION:** Total gas and chromatograph

**WATER & ROAD WORK:** Nielson Construction Co.

**HOLE SIZE:** 17.5” to 1125’  
12.25” from 1125’ to 4421’  
8.75” from 4421’ to 7690’  
6.25” from 7690’ to total depth

**CASING:** 25 joints of 13 3/8” 48 lb. H40 set at 1063.7’ G.L.  
9 5/8” J-55 36# set at 4413’ K.B.  
7” 26# J-55 set at 7689’ K.B.

**DRILL STEM TEST(S):** None

**CORE PROGRAM:** Coring in the Ferron was abandoned due to adverse hole conditions.

**ELECTRIC LOGGING:**

Run No. 1 at 2775’ by Schlumberger  
Hugo Gonzalez – engineer – Rock Springs, Wyoming  
String 1 – AITH-TLD-PEFZ-CNL-GR-BHC, surface casing to TD  
String 2 – AITH – Misrun  
String 3 – FMI – surface. casing to TD  
String 4 – AITH – surface casing to TD

Run No. 2 at 4421’ by Schlumberger  
Zenobio Matos – engineer Vernal, Utah  
String 1 – AITH-TLD-PEFZ-CNL-GR-BHC, surface casing to TD

Run No. 3 at 7690’ by Schlumberger  
Marissa Ebert – engineer – Vernal, Utah  
String 1 – BHC – FMI- GR, casing to 7256’  
String 2 - BHC-GR, TD to 7256’  
String 3 - AITH-TLD-PEFZ-CNL-GR-BHC, casing to TD

Run No. 3 at 7690' by Schlumberger  
Marissa Ebert, Jill Haynie – engineers – Vernal, Utah  
String 1 – AIT-BHC – GR-Caliper, casing to 7811'  
(Bridge)  
String 2 – AIT- BHC-GR-Caliper, Casing to 8225'  
String 3 – TLD-PEFZ-CNL-GR, Casing to 8225'  
High resolution over bottom 200'

**ROCK SAMPLES:**

30' samples from 650' to 1125' in 17.5" hole  
1125' to 7073' sporadic samples when possible,  
severe lost circulation and erratic returns.  
7073' to 7745' 10' samples, except in lost circulation  
zones, 7745' to 8225' – 5' samples in Ferron pay zone

**SAMPLE DISTRIBUTION:**

Three sets of dried samples were made and turned over  
to the operator.

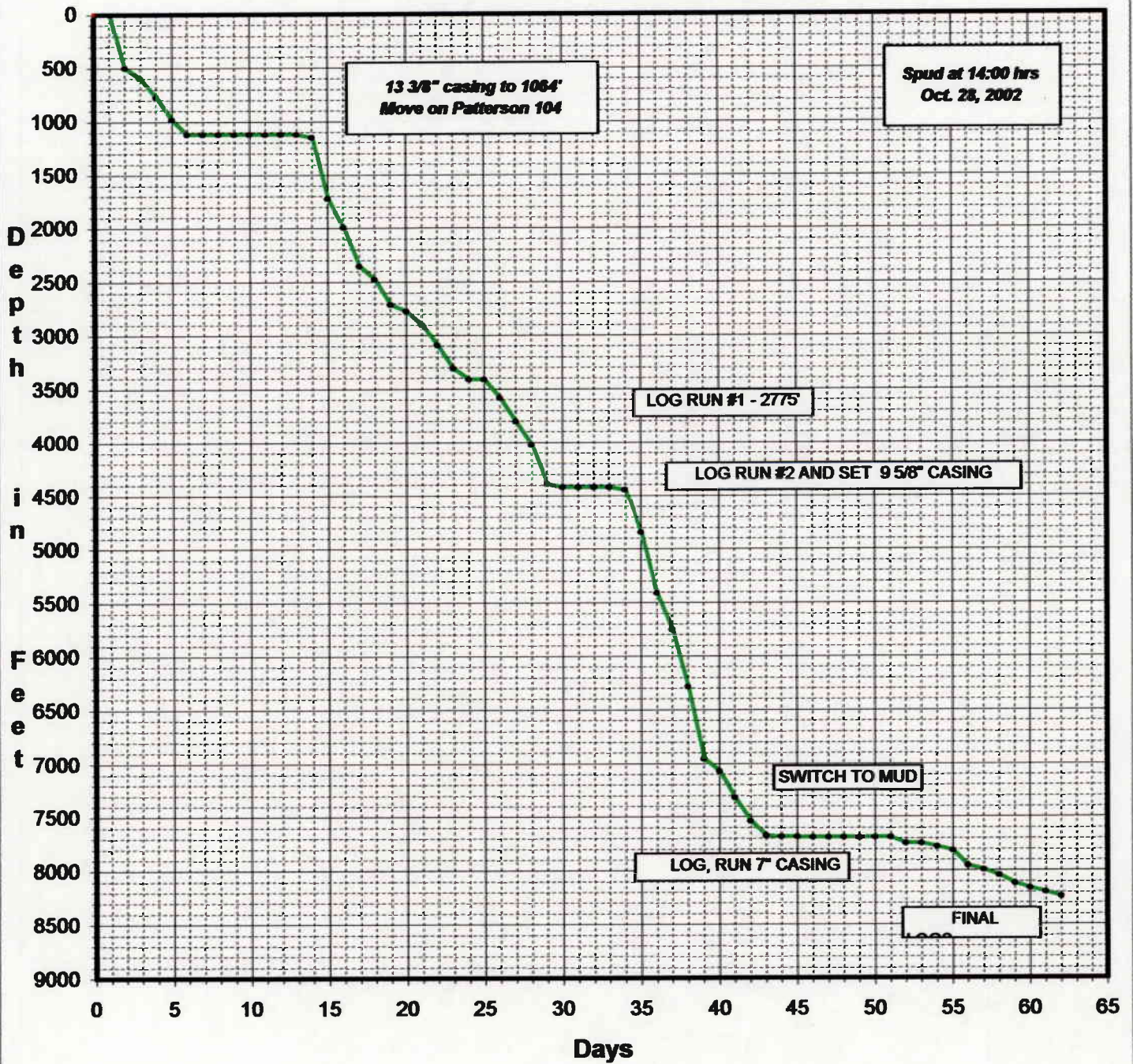
**CORRELATION WELLS:**

Vortt Exploration  
No. 3 Indian Creek  
SW, SW, SW, Section 2, T 17 S, R 6 E  
Emery County, Utah



# TIME VS DEPTH

## Fortuna Middle Mountain #21-16



## FORMATION TOPS

### FORTUNA MIDDLE MOUNTAIN #21-16

<b>Well Name:</b>	<b>FORTUNA MIDDLE MOUNTAIN #21-16</b>					
<b>Location:</b>	<b>SE, SE, SECTION 21, T 16 S, R 6 E, EMERY COUNTY, UTAH</b>					
<b>Elevation:</b>	<b>G.L. 8655', K.B. 8672'</b>					
<b>FORMATION / ZONE</b>	<b>PROGNOSIS (ft)</b>	<b>SAMPLE TOP</b>	<b>E-LOG (ft)</b>	<b>SUBSEA (E-Log)</b>	<b>THICKNESS</b>	<b>+/- TO PROGNOSIS</b>
<b>PALEOCENE/U.CRETACEOUS</b>						
North Horn	Surface	Surface	--			
<b>UPPER CRETACEOUS</b>						
Price River	450'	450 Est.	831'	7851'	646'	-371.0
Castlegate	940'	955'	1467'	7205'	233'	-527.0
Blackhawk	1105'	1025'	1700'	6972'	1020'	-595.0
Star Point	1925.0	2712'	2712'	5960'	271'	-787.0
Upper Bluegate (Mancos)	2255'	3073'	2983'	5689'	1296'	-728.0
Emery	3075'	4281'	4279'	4393'		-1204.0
Fault within Emery	3500'	Absent				
Lower Bluegate (Mancos)	3895'	5672'	5750'	2908'	1974'	-1860.0
Ferron	5755'	7734'	7738'	934'	466'	-1983.0
Tununk	6205'	8190'	8204'	468'		-1999.0
<b>TOTAL DEPTH</b>	6255'	8240'	8225'	447'		-1985.0
<b>N.P. = Not Present    N.R. = Not Reached</b>						



## DAILY DRILLING SUMMARY

FORTUNA INC, U.S.  
MIDDLE MOUNTAIN #21-16

Date	Depth	Progress	Drilling Hours	ROP	Mud Properties			Operations Summary
				(m/hr)	Density	Vis	WL	
28 Oct.	0'	235.00	5.00	47.00				Spud well at 1400 hours, drill 17.5" hole with air/mist
29 Oct.	500'	265.00	11.00	24.10				Wait on daylight, trip in to 235' and drill ahead with air mist. Shut down for the evening at 500'
30 Oct.	600'	100.00	8.50	11.80				Wait on daylight, small amount of water encountered at 500', pressure up to 20 psi. Wiper trip out to the hammer, lay down hammer for bigger one, start Energy Air to location to help lift cuttings.
31 Oct.	775'	175.00	9.00	19.40				Drill ahead in surface hole with air hammer, 10 feet of fill when arriving at morning. WOB 2000, RPM 30, Pump Press. 280
01 Nov.	985'	210.00	9.25	24.30				Drill ahead with water/foam in surface hole, shut down for evening. WOB 2000, RPM 30, Pump Press. 300
02 Nov	1125'	140.00						Drill with air mist to 1125', condition hole, lay down drill pipe, move in crane and set 25 joints of 13 3/8" casing to 1063.7" ground level.
03 Nov.	1125'	0.00	0.00	0.00				Move off Bill Martin Jr. Rathole Drilling rig, wait on Paterson rig. Finish cementing casing from surface.
04 Nov.	1125'	0.00	0.00	0.00				Paterson Drilling Co. Rig 104 begins arriving on location. Crews begin rigging up - daylights only
05 Nov.	1125'	0.00	0.00	0.00				Paterson rig continues to arrive and be rigged up, daylights only
06 Nov.	1125'	0.00	0.00	0.00				Rig loads are on location except for one. Crews rig up. Light plant is operational
07. Nov.	1125'	0.00	0.00	0.00				Continue to rig up
08 Nov.	1125'	0.00	0.00	0.00				Pressure test BOP's and blind rams. Construct blooie line. Trip in and drill out shoe.
09 Nov.	1125'	0.00	0.00	0.00				Trip in with air hammer. No shoe integrity, leaks off slowly at 100 psi
10 Nov.	1152'	27'	0.50	54.00				Drill ahead with air/mist, taking on water.
11 Nov.	1722'	570'	17.50	32.6'				Trip in with bit and drill with water/air
12 Nov.	1996'	274.00	15.00	18.20				Drill , trip for shock sub at 1975', pick up six drill collars, drill ahead
13 Nov.	2354'	358'	17.50	20.45				Drill ahead
14 Nov.	2476'	122'	13.00	9.40				Drill to 2391, trip for bit, run directional survey, Drill ahead.
15 Nov.	2713'	237.00	20.00	11.85				Drill , run surveys
16 Nov.	2775'	62'	6.00	10.33				Drill to 2775', run wiper trip, wait on loggers, trip out, run logs with Schlumberger,
17 Nov.	2902'	127'	8.00	15.80				Run logs with Schlumberger, trip in and drill

18 Nov.	3093'	191'	20.50	9.31					Drill ahead in Starpoint and Mancos in 12.25" hole
19 Nov.	3310'	217'	21.50	10.09					Drill Mancos, run survey, become stuck for 4 hours at 3293', drill ahead to 3310', losing circulation, trip out 1000' and attempt to regain returns
20 Nov.	3413'	103'	6.00	17.16					Drill ahead blind for two joints, regains returns and drill ahead. Twist off bit, bit sub, monel collar, and 2 D.C. at 3413'. Wait on fishing tools.
21 Nov.	3413'	0'	0'	0'					Retrieve fish on third try, trip in to drill, survey line breaks, trip out for survey line
22 Nov.	3584'	171'	12.50	13.68					Finish trip for survey line, drill ahead, lose returns at 3584', attempt to regain returns
23 Nov.	3807'	223'	17.00	13.11					Attempt to gain returns, drill ahead blind, with hole occasionally unloading cuttings
24 Nov.	4023'	216'	17.50	12.34					Drill ahead, trip at 3918' for loss of pump pressure, trip in and drill ahead.
25 Nov.	4391'	368'	21.50	17.11					Drill ahead to 4391', stop for logs.
26 Nov.	4421'	30'	0.75	40.00					Drill ahead to 4421', run wiper trip, trip out, wait on loggers, logging truck transmission fails, and cannot get to site, wait on new truck, start logging.
27 Nov.	4421'	0'	0.00	0.00					Finish logging, rig down loggers, run 9 5/8" casing, cement truck breaks down, wait on new cement truck
28 Nov.	4421'	0'	0.00	0.00					Cement casing, wait on cement, wait on welder for BOP's
29 Nov.	4421'	0'	0.00	0.00					Wait on welder - Thanksgiving
30 Nov.	4448'	27.00	2.50	10.80					Nipple up, test BOP, trip and drill 8.75" hole, lose returns 5' under shoe, drill ahead with air mist
1 Dec.	4843'	395'	13.00	30.38					Switch to aerated water, drill, trip at 4631', drill ahead, survey
2 Dec.	5410'	567'	21.50	26.37					Drill in Emery, run surveys
3 Dec.	5752'	342'	21.50	15.90					Drill Emery and Lower Bluegate
4 Dec.	6287'	535'	16.00	33.43					Drill Lower Bluegate, trip for bit at 5765', drill ahead
5 Dec.	6956'	669'	18.25	36.16					Drill Lower Bluegate, unload well after large water zone drilled, drill ahead, survey, unload and clean hole
6 Dec.	7073'	117'	4.50	26.00					Drill to 7073', begin tripping out to convert to mud, first few joints are tight. Trip in open ended to casing, pump mud and LCM, gain circulation, Trip out and pick up bit. Trip in hole
7 Dec.	7318'	245'	19.00	12.89	8.5	52	16	8.5	Finish trip, drill ahead, work on pump, shake out LCM, drill, lose circulation at 7304, build volume, drill on.
8 Dec.	7540'	222'	15.25	14.55	8.8	44	13.2	8.5	Drill, run wiper trip at 7455' for tight hole, drill, lose circulation at 7473', mix mud and LCM, drill on

9 Dec.	7709'	169'	12.00	14.08	8.4	63	15	8.0	Drill, circulate samples, drill, lose circulation at 7709', approx. 1000 bbls., work stuck pipe
10 Dec.	7719'	10'	1.00	6.00	8.5	43	11	8.2	Get pipe free, trip out to check bit, trip in slowly, ream to bottom. Drill 10', circulate, trip out for logs, hit bridge at 7256' with first log, log up from bridge
11 Dec.	7719'	0'	0'	0.00	8.5	44	9	8.0	Trip in to condition hole, plug bit at base of casing, trip out for bit, trip in and condition hole.
12 Dec.	7690'	3'	0'	0.00	8.5	60	10	8.0	Trip out for plugged bit, trip in drill 3', condition hole, run wiper trip, make uphole depth correction.
13 Dec.	7690'	0'	0.00	0.00	8.5	80	9	8.0	Trip out for logs, run logs TD to casing, begin running VSP
14 Dec.	7690'	0'	0.00	0.00					Finish VSP, trip in and circulate, begin laying down pipe.
15 Dec.	7690'	0'	0.00	0.00					Lay down drill pipe, run 7" casing in hole.
16 Dec.	7690'	0'	0.00	0.00					Cement casing with Schlumberger, WOC, unload slim hole equipment, pressure test blind rams, trip in with 6.25" bit, pick up drill pipe
17 Dec.	7690'	0'	0.00	0.00					Trip in hole, wait on ram blocks, run pressure test
18 Dec.	7745'	55'	2.00	30.00					Drill 6.25" hole to core point at 7745'. Trip out, pick up core barrel, trip in with barrel.
19 Dec.	7745'	0.00	0.00	0.00	8.4	45	12	7.0	Trip in with core barrel, clean hole, become stuck, mix mud, get loose, trip out core barrel, trip in with bit and condition for coring.
20 Dec.	7778'	33'	2.25	14.66'	9.5	48	8.4	9.5	Abandon coring, drill ahead with hole caving badly.
21 Dec.	7814'	36'	5.50	6.65'	10.4	60	8.4	N/A	Condition hole, raise mud weight to 10.4, and drill ahead, lose circulation at 7814', mix Bicarb, drill ahead.
22 Dec.	7955'	141'	22.00	6.40	10.2	52	8.4	8.5	Drill Ferron
23 Dec.	7996'	41'	8.50	4.97	10.2	45	8	N/A	Drill, trip for bit at 7996', hit bridge at 7763' on trip in, ream bridges from 7763'-7814'.
24 Dec.	8045'	49'	11.00	4.45	10.2	54	7.2	8.5	Ream to bottom and drill ahead in Ferron
25 Dec.	8120'	75'	16.75	4.47	10	56	7.2	9.5	Drill in Ferron, drill into lower sand at 8106', and lose circulation at 8120'. Mix mud and attempt to gain returns.
26 Dec.	8162'	42'	6.50	6.46	10.2	49	6.4	10.0	Build volume, gain returns, drill ahead to 8162, where circulation is lost, mix and pump mud, gain returns.
27 Dec.	8200'	38'	5.25	7.24	10	42	9.2	10.0	Drill ahead to 8172', losing fluid, mix and pump mud, drill to 8178', trip for bit. Ream 100' to bottom, and drill ahead to 8200', build volume.
28 Dec.	8240'	40'	5.25	7.60	10.2	50	10.2	10.2	Build volume, drill ahead to TD of 240', condition for logs, run first log string and hit bridge and get stuck at 7778', get loose after 2 hours, bring out logging tool.
29 Dec.	8240'	0.00	0.00	0.00	10.2	47			Bring tool to surface, trip in with bit and condition hole, run in with log run 1 and log
30 Dec.	8240'	0.00	0.00	0.00	11	50	10		Finish log run 1, wait on orders, run density-neutron porosity, geologist, released.

## BIT RECORD

:OPERATOR: Fortuna, Inc., (U.S.)

CONTRACTOR: Patterson Drilling Co., Rig 104

Ground level - 8655'

WELL NAME: Fortuna Middle Mountain #21-16

LOCATION: SE, SE, Section 21, T 16 S R 6 E, Emery County, Utah U.S.

K.B. - 8672'

Bit No.	Run No.	Size	Make	Type	Serial #	Jets	Depth In (ft)	Depth Out (ft)	FTG (ft)	Hours	ROP (ft/hr)	Accum Hours	Weight 1000	RPM
1	1	17.5"	Air hammer				0'	1125'	1125'					
2	1	12.25"	Air hammer				1125'	1152'	27'	0.50	54.00	0.50		
3	1	12.25"	STC	GT-S28C	6000317	3X18	1152'	2391'	1234'	63.75	19.30	64.25	10-27	110
4	1	12.25"	STC	FDS	ML4284	3X18	2391'	2775'	384'	39.50	9.72	103.75	10-15	110
5	1	12.25"	HTC	GT18	6000931	3X24	2775'	3413'	638'	56.25	11.30	160.00	25	80-100
6	1	12	HTC	GT28C	W190M	3X28	3413'	4421.0	1008'	70.00	14.40	230.00	30-40	80-100
7	1	8.75"	STC	L136	L57ZY	3X16	3321'	4631'	210'	7.50	28.00	237.50	30-40	60-70
8	1	8.75"	STC	F35	MJ3100	3X16	4631'	5765'	1134'	60.75	18.70	298.30	30-40	60-80
9	1	8.75"	HTC	GTS20		3X16	5768'	7719'	1951'	76.75	25.40	375.10	35-45	60-80
10	1	6.125"	HTC	GT 1		Open	7690'	7745'	55'	4.50	12.20	379.60	30-40	75
11	1	6.125"	HTC	STX 20	T37JT	Open	7745'	7996'	251'	40.00	6.27	419.60	25-32	75
12	1	6.125"	HTC	STX 30	5005063	Open	7996'	8178'	182'	36.25	5.02	455.85	25-30	60-75
13	1	6.125"	HTC	STR 30	T12XM	Open	8178'	8240'	62'	8.75	7.08	464.60	22-25	75

## DAILY MUD RECORD

MUD UP AT 7073'

DAY	DATE	DEPTH	WT	VISC	WL	pH	FC	PV	YP	GEL	CI	%SOL.
1	12-06-02	7112	8.5	42	16.2	8.5	2/32	11	11	11/15	400	1.2
2	12-07-02	7320'	8.8	44	13.2	8.5	2/32	12	11	4/10/0	500	3.5
3	12-08-02	7540'	8.4	63	15.0	8.0	2/32	14	15	6/13/0	600	0.7
4	12-09-02	7709'	8.5	43	11.0	8.2	2/32	10	10	4/9/0	600	1.7
5	12-10-02	7719'	8.5	44	9.0	8.0	2/32	11	7	4/11/0	600	1.7
6	12-11-02	7719'	8.5	60	10.0	8.0	2/32	17	18	6/22/0	600	1.7
7	12-12-02	7690'	8.5	60	10.0	8.0	2/32	19	17	5/27/0	600	1.7
8	12-13-02	7690'	8.55	97	10.0	7.80	2/32	38	21	5/29/0	600	1.7
9		RUN 7" CASING, SWITCH TO AIR										
10	12-18-02	7745'	8.4	45	12.0	7.00	2/32	13	21	1/3/5	400	0.3
11.	12-19-02	7752'	9.5	48	8.4	9.5	1/32	17	18	8/13/19	400	3.0
12.	12-20-02	7778'	9.5	59	8.4	N/A	1/32	22	21	7/13/19	0	5.1
13.	12-21-02	7840'	9.9	51	8.4	8.5	1/32	16	14	6/10/15	400	6.1
14	12-22-02	7974'	10.2	45	8.0	N/A	1/32	12	23	8/13/19	0	7.3
15	12-23-02	7996'	10.2	54	7.2	8.5	1/32	18	26	10/15/19	400	7.4
16	12-24-02	8063'	10.0	56	7.2	9.5	1/32	22	31	12/18/21	400	6.8
17	12-25-02	8120'	10.2	49	6.4	10.0	1/32	18	15	8/11/15	400	7.1
18	12-26-02	8173'	10.0	42	6.4	10.0	1/32	14	11	6/10/13	400	6.4
19	12-27-02	8200'	9.65	50	10.2	10.2	2/32	17	8	5/9/11	400	5.4

## DEVIATION SURVEYS FORTUNA MIDDLE MOUNTAIN #21-16

<u>Survey Depth</u> <u>(Feet)</u>	<u>Inclination</u> <u>(degrees)</u>	<u>Azimuth</u>	<u>Horiz. Dist.</u> <u>(ft.)</u>
1124'	0.5 deg	N/A	
1257'	0.5 deg	N/A	
1406'	0.75	N/A	
1592'	1.25	N/A	
1796'	1.50	N/A	
1924'	1.50	N/A	
2121'	2	N/A	
2238'	3	N/A	
2332'	3	N/A	
<b>DIRECTIONAL SURVEY RUN AT 2391'</b>			
1339'	1	14	0
1806'	1.7	358	22.68
2363'	3	333	41.36
<b>Remaining surveys run at varying intervals during drilling</b>			
2455'	2	N 19 W	47.33
2550'	2.75	N 35 W	50.65
2580	2.75	N 28 W	51.93
2709'	2.75	N 32 W	58
2803'	2	N 33 W	
2926'	2.00	N 34 W	
3053'	1.75	N 32 W	
3147	1.75	N 36 W	
3302'	2.00	N 26 W	
3380'	1.50	N 25 W	
3512'	1.00	N 5 W	
3633'	1.00	N 6 W	
3789'	1.00	N 20 E	
4006'	1.00	N 20 E	
4381'	1.00	N 8 E	
4585'	2.75	N 15 W	
4795'	2.75	N 24 W	
5077'	2.50	N 27 W	
5546'	2.75	N 29 W	
6045'	2.50	N 17 W	
6545'	1.75	N 32 W	
7105'	0.75	N 13 E	
7670'	1.00	N 105 E	

## WELL & GEOLOGICAL SUMMARY

### FORTUNA MIDDLE MOUNTAIN #21-16

#### GENERAL:

Fortuna, Inc. U.S. drilled the Fortuna Middle Mountain #21-16 based on seismic, and surface geology, along with limited well control. This well is located on the geologic feature known as the Wasatch Plateau, an uplifted region in east central Utah. Tectonic activity related to this prospect occurred during and after the Laramide orogeny, with most faulting being Eocene or later. Faulting in the immediate area was extensional, resulting in normal faults. The location was sited on a down thrown block, with the intent being that a predicted fault would be encountered in the Upper Cretaceous Emery Sandstone. The primary target below, the Upper Cretaceous Ferron Sandstone, would then be drilled on the up thrown block.

The Ferron Sandstone has been studied extensively, and is generally interpreted to have been deposited in a deltaic environment, with both marine upper shoreface and non marine fluvial distributary mouth bar sediments. The Ferron in the prospect area contains natural gas, with limited condensate occurring in some wells. Scattered coal beds are known from the non marine facies. The top portion of the Ferron was to be cored using air drilling. Interpretation of the Ferron from area wells suggests this sandstone is very susceptible to formation damage with water based drilling fluids.

Secondary targets in this well included the Upper Cretaceous Blackhawk, which commonly contains coal beds, particularly in the basal portion. Pressurized canisters were supplied for sampling of these coals. The Upper Cretaceous Emery Sandstone was also considered to have gas productive potential, if encountered in a structurally favorable position on the high side of the predicted fault. The Emery, in the prospect area consists of two quartzitic sands separated by silty shale, with a normal section being 1400-1500 feet thick..

#### DRILLING SUMMARY:

The Fortuna Middle Mountain #16-21 was spudded in the Paleocene/Upper Cretaceous North Horn Formation at 1400 hours on October 28, 2002. Surface hole at 17.5" diameter, was drilled with air/mist to a depth of 1125' G.L. using a small water well rig, the Bill Martin Jr. Rathole Drilling, Red Rig #3. This operation was daylight only, with the crews working until dark, then shutting down, and going to town for the evening. There was no depth recording system on this rig, so sample intervals were taken at kelly down, or every 25 feet, starting at 675'. A small volume of water was encountered at 550' in the lower portion of the North Horn Formation. This water did not present a significant problem, and drilling continued through the North Horn into the Price River. Log top of the Price River is placed at 821'. In the top of the Price River considerable water was encountered, and after being shut down for the evening, additional water had accumulated overnight with 250' (approximately 75 bbls.) being blown out the following morning.

The Price River was composed of medium to coarse grained sandstone, conglomeritic in part, interbedded with siltstone and minor shale and limestone. Porosity in the coarse sands could not be directly determined due to air drilling completely disassociating quartz and chert grains from matrix. However, due to heavy water flow occurring while shut down at night, porosity is interpreted to be good, in excess of 15%.

Drilling of 17.5" surface hole was halted in the Price River at 1125' G.L. Ground level and K.B. are the same on this small rig. 25 joints of 13 3/8" 48 lb. H40 casing was then run and set at 1063.7' G.L. Electric logs show casing at 1081' K.B. on the Patterson Drilling Co. rig 104 with a seventeen foot K.B.. The casing was run utilizing a crane. The following day the small rig was moved off location.

Patterson Drilling Co., rig 104 was then moved on location and rigged up over the next several days. Drilling then resumed, with 12.25" hole being drilled through the remainder of the Price River and into the Upper Cretaceous Castlegate. Dusting was attempted with air hammer out from under casing. Water was almost immediately encountered and drilling was halted at 1152'. The air hammer was replaced with a bit, and drilling continued using aerated water in an attempt to stay underbalanced in potential lost circulation zones. The shaker was bypassed, and cuttings were not always carried to the surface on a regular basis. Cuttings would occasionally unload at or beneath the shaker and were collected at random intervals, usually at connections. This made for very poor sample quality. This method of drilling continued until intermediate casing was set at 4421'. The log top of the Castlegate is placed at 1467' (+7205'). Lithology was predominantly medium to lower coarse grained sandstone. The samples were virtually 100% unconsolidated due to aerated water drilling, thus porosity was difficult to assess. Logs show density porosity values in the 15-26% range, however these values may be a bit high due to rugose hole conditions. Neutron-density crossover, or gas effect, occurs in several zones, but the out of gauge hole is interpreted to be responsible for this as the resistivity values suggest these horizons are water wet.

Drilling proceeded through the Castlegate into the top of the Upper Cretaceous Price River, which is placed at 1700' (+6972') on logs. The upper and middle sections of the Price River were composed of interbedded sandstone and siltstone with minor shale. The sandstones are predominantly very fine to fine grained, with occasional medium grained. Porosity is generally poor, with some fair intergranular porosity occasionally observed in samples. Logs show maximum density porosity values of 19-20%, with most sandstone intervals showing less than 15%. Occasional neutron-density crossover is present, but the caliper log shows these areas to be highly washed out, invalidating this apparent gas effect.

Drilling proceeded into the lower Blackhawk, where coals began to be encountered. The coals in the basal Blackhawk are mined at several localities in the area. Thin coals were interpreted from drill rate and limited, poor sample quality due to aerated water drilling, and lack of regular returns. Thin coals were interpreted to be present at 2508'-14, 2532'-34', and 2631'-33'. The hole unloaded samples shortly after the 2508'-14' interval and abundant coal was observed and placed in a pressure sealed canister for analysis for coal bed methane potential. Logs show coals at 2508'-11', 2549'-51', 2559'-61', and 2629'-31'.

Drilling proceeded into the basal Blackhawk, where two significant coal beds were encountered. These drilled at a rate of less than one minute per foot. The hole unloaded later and considerable coal was expelled. This coal was also placed in a sealed canister for analysis. Logs shows these coals at 2689'-95', and 2701'-10'.



Drilling continued approximately 50 feet into the Upper Cretaceous Starpoint to 2775', where the hole was logged prior to running 9 5/8" intermediate casing, as well as ascertaining the structural and stratigraphic setting.

Logging was accomplished with Schlumberger, with a unit being brought over from Rock Springs, Wyoming, as the Vernal, Utah trucks were all on other jobs. The Array Induction Tool (AIT) did not function properly, and another tool had to be brought in from Vernal.

Analysis of the dipmeter data resulted in the interpretation that dips were generally less than 10 degrees to the east, with dip decreasing to 5 degrees or less toward the bottom of the hole. Occasionally higher angle dips occurred in some sandstones and these were thought to represent cross bedding rather than structural dip.

The decision was made to continue drilling 12.25" hole in order to get as deep as possible before running 9 5/8" casing. This would allow for a better chance of reaching the Upper Cretaceous Ferron prior to setting the next casing string (7"). Drilling continued through the Starpoint and into the Mancos, locally known as the Upper Bluegate. The Starpoint is predominantly fine-medium grained quartzose sandstone, which occurred in samples as totally unconsolidated grains, due to the aerated water drilling method.

The Starpoint appears on logs at 2712' (+5960'). Gamma Ray shows 271 feet of clean sandstone, with no appreciable porosity. The basal contact with the Mancos (Upper Bluegate) is abrupt in this well, while normally this contact is transitional. This may suggest a lower fluvial, channel facies is present locally. The Mancos (Upper Bluegate) was drilled to 3293' where returns were lost due to massive lost circulation. Drilling then proceeded to 3310', while losing circulation, likely in the shale near bottom. Drilling was halted and attempts began to regain circulation, with minimal success. Drilling blind continued with sporadic unloading of the hole allowing for some samples of questionable quality.

At 3413', the drill string parted, leaving the bit, bit sub, monel collar, and two drill collars in the hole. The fish was retrieved on the third attempt, and drilling continued blind to 3460', where the hole began to periodically unload. Returns were sporadic throughout the remainder of the Mancos. Lithology interpreted from poor-fair samples was primarily shale with considerable interbedded shaly siltstone, and occasional very fine grained tight shaly sandstone. Scattered carbonaceous inclusions were observed. Interbedded sandstone, siltstone and shale were drilled for the remainder of the Mancos. Log top of the Mancos is placed at 2983' (+5689'), resulting in an anomalously thick section of 1296'. This thickness is interpreted as indicative that fault movement was occurring contemporaneously with Mancos deposition, although movement was apparently at a lesser rate than later during Price River and North Horn time.

The top of the Upper Cretaceous Emery member was encountered at 4279' (+4393') on logs, when drill rate increased to 1.5 minutes per foot from a prior rate of 2.5 to 5 minutes per foot. The top 60 feet of the Emery continued to drill less than 2 minutes/foot, with no returns being recovered. The hole finally unloaded at 4373'. Lithology from very poor samples was a 50/50 mix of very fine grained light brown shaly sandstone with interbedded light brown very soft slightly carbonaceous shale.

Drill rate of less than one minute/foot occurred between 4360'-4370'. Lithology was coal with interbedded very fine grained sandstone. Sample quantity was minimal, not allowing for the coal to be placed in a pressurized canister for analysis.

Drilling continued to 4421' where logs were run and 9 5/8" casing was set. No shows were observed in the Emery to this depth. Sandstone encountered immediately below the coals was mostly unconsolidated and fine-medium grained subangular-subround quartz with scattered brown chert and black organic coating on quartz grains. Logs show the sandstone intervals in the Emery to be tight, with no indications of gas effect, or hydrocarbon productive potential.

Subsequent to running 9 5/8" casing, drilling continued in the Emery. A full section of the Emery was drilled without encountering an anticipated normal fault that was expected to significantly shorten the section. Sample quality was very poor at times, with intervals of 100 feet or more having no returns due to the aerated water sporadically forcing the hole to unload. The shaker was continuously bypassed, thus gas detection efforts were not successful. The reserve pit would reach full status at times, and air would be taken off the hole, resulting in no returns for some length of time. Toward the base of the Emery the mud logging equipment was rigged down, as it had been nearly totally ineffectual to this time.

Lithology in the Emery was predominantly very fine grained quartzitic sandstones, interbedded with siltstone and occasional shale. Several thin coal beds were encountered at the following depths: 4360'-4372' (3 thin seams), 4556'-4560', 4658'-4662', 4678'-4680', 4868'-4872', and several coal seams between 4895'-5004'. Two coal beds were drilled between 5212' and 5232'. The basal Emery coal horizon, visible on several offset logs was encountered between 5452' and 5466'. Due to the paucity of sample, and at times no returns, these coals were not placed in canisters for analysis. Electric logs show thin coals essentially at very similar depths to the intervals listed above.

Electric logs of the remainder of the Emery penetrated after logging run number 2, do not show any productive horizons. Numerous thick sandstone units are present, with density porosity values averaging 12-15 percent. No density-neutron crossover, or gas effect, is present. Resistivity values are very low, with the interpretation being that these intervals are water wet. Porosity decreases in the basal portion of the Emery and grain size was observed to also decrease in samples.

The basal Emery becomes transitional with the underlying Lower Bluegate (Mancos), turning to shale with interbedded siltstone and thin tight sandstone. At about 6000', massive sloughing of coal was observed at the shaker. This continued for the next hundred feet, with some samples carrying more than 50 percent coal cavings. This top on logs is often difficult to assign due to the transitional nature of the sediments. The top of the Lower Bluegate is placed at 5764' (+2908') on logs. TVD depth would only be about 2 feet shallower.

Drilling proceeded with aerated water, with periods of no returns. When compressors were fully deployed on the hole to clean and lift cuttings, water entry would also occur. This resulted in filling the reserve pit very quickly at times. This necessitated shutting down the compressors in part or entirely. Drilling ahead with just water resulted in essentially no returns to surface.

Drilling with aerated water continued to 7073', where it was determined that in order to obtain reasonably accurate gas detection and sample data, gel chem. mud would have to be employed. In addition, the hole was occasionally becoming tight due to incomplete lifting of cuttings during periods when compressors were not fully utilized.

Drilling with gel chem. mud commenced with viscosity in the 42-63 range, and mud weight kept at the minimum of 8.4 to 8.5 lbs/gallon, in order to limit the degree of lost circulation. Lower Bluegate intervals experiencing lost circulation were at 7304' (300 bbls.), and 7473' (approx. 470 bbls.). Sample quality deteriorated after these episodes, with the addition of massive volumes of LCM. With 99-100% LCM and a trace to 1% of sample being recovered, rig crew sample catchers began to wash five gallon buckets of LCM with a high pressure rig hose. This had the effect of floating off the LCM after several minutes, leaving a handful of cuttings in the bottom of the bucket. Interpretation from this method was determined to be reliable, with subtle changes from sample to sample being observed.

Drilling of 8.75" hole proceeded to 7699', where a slight drill rate increase from 4.5 minutes/foot to 3.0 to 3.5 minutes/foot occurred. At the connection at 7705', slight mud losses began. Samples were going to be circulated 5 feet after the connection as the drill rate suggested that the top of the Ferron had been encountered. The top of the Ferron was to be verified prior to logging, running 7" casing, and coring with air. Before samples could be circulated, total loss of circulation occurred at 7709'.

In the next few hours, several attempts to gain returns were unsuccessful, with approximately 1000 bbls. being lost. While building volume at one point, hole caving at some unknown depth resulted in mud displacement and unloading at the surface. No gas, or evidence of hydrocarbons were detected during in this event.

The decision was made to trip out, with a tight section being encountered at about 7325'. The pipe was worked for about 3 hours before becoming free. The bit was checked and the trip back into the hole resumed, very slowly. Circulation was started at casing bottom and the remainder of the hole was reamed, with very low pump pressure (250 lbs.). A mix of 40% LCM in the mud had been reached, and no appreciable mud loss occurred tripping in the hole.

Drilling continued for another 10' to 7719'. Sample quality was extremely poor, with abundant mica and granitic LCM material, including quartz and garnet chunks. Lithology present was predominantly Bluegate shale, with minor limestone. A trace of shale with well rounded medium to lower coarse grained quartz imbedded was observed along with a trace of light gray siltstone and very fine grained shaly sandstone. The rotary table jumped considerably at times in this interval, suggesting highly fractured lithology. A gas show accompanied this 10 feet, with a maximum of 0.39 percent total gas being recorded. The chromatograph breakdown showed some C-2 and C-3 percentages, with mostly C-1. This assemblage was interpreted by the Datalog logger, Gord Bennett, to signify the presence of gas and condensate.

This show suggested proximity to the Ferron and a possible core point, thus drilling was halted. The pipe was strapped with a depth of 8687' being recorded. The initial logging run with FMI/Sonic/GR encountered a bridge at 7256' in the Lower Bluegate. The section of the hole above the bridge was logged, prior to tripping back in to clean the hole. The pipe was again strapped going in, with the same result of 8687'. A 32' uphole correction was then made. An additional three feet was drilled to insure that the bit was on bottom. Logs were then run at the corrected depth of 7690' with no problems. Loggers recorded a depth of 7684'. A Gamma Ray tool was run to bottom to get a view as close to the lost circulation and shows zones. This log showed the top of a clean sandstone at the bottom three feet of tool readings, approximately 7-8 feet off bottom. This zone was variably interpreted to lie within 5 to 20 feet of the top of the Ferron Sandstone by this consultant and Fortuna geologists.

The decision was made to run 7" casing and drill out using air with 6.25" bit to core point, rather than risk lost circulation and formation damage by drilling ahead with mud.

Subsequent to running casing, air drilling was employed to reach core point in the top of the Ferron. Slight water entry occurred in the basal Bluegate, and air/foam was employed to lift cuttings. Considerable large shale cavings were observed while drilling ahead. Drilling was halted at 10-12 foot intervals to check samples. Sandstone and light brown, and light gray bentonitic shales and bentonite was observed in the 7730'-7745' samples. Abundant dark gray shale was also present, but the influx of both unconsolidated quartz grains and intact well cemented, very fine to fine grained sandstone was interpreted to be the top of the Ferron. Drilling was halted at 7745' for coring.

Upon reaching bottom with the core barrel, it appeared some fill was present and much shale in large chunks was washed and circulated to surface with air/foam. Shortly thereafter the core barrel became stuck. After attempting to come free for a short period of time, the decision was made to switch to mud. The pipe came free after about four hours, but pump pressure could not be maintained as mud loss was occurring. Additional mud was mixed, pumped and circulated for three hours, with mud loss being minimized. The core barrel was then brought out of the hole, and the bit put on for trip in to clean out the hole, prior to another coring attempt.

While circulating and conditioning the hole, it became evident that substantial caving of dark gray basal Bluegate shale was in progress. It became difficult to get back to bottom and barite was ordered in an attempt to stabilize the incompetent horizon. At this point coring was abandoned due to hole conditions

Drilling proceeded from 7745' to 7763', where the connection was very difficult to make, requiring about 6 hours of reaming and circulating cavings.

A clean Ferron upper shoreface sandstone was encountered at 7755', with drill rate picking up from 6-9 minutes/foot to 3.5 to 4 minutes/foot. A gas increase from 3 units (0.03%) to a peak of 19 units (.19%) accompanied the drill break. The chromatograph showed mostly methane with minor amounts of methane, propane and butane, interpreted by the mudlogger to signify the presence of condensate or light oil associated with gas. Lithology was very fine to medium grained quartzitic sandstone with occasional dark chert, and rare glauconite. Clusters were mostly well cemented with silica, though occasionally slightly calcareous. **Clay content was visible in pore spaces, and porosity was rated as generally poor, in the 6-8% range. Scattered black dead oil stain was observed, and the sand exhibited even, dull to moderately bright yellow fluorescence, which gave slow faint yellow-white streaming cuts when immersed in solvent.** This lithology was observed from 7755' to 7765'.

Grain size decreased to predominantly very fine grained over the underlying interval of 7765'-7778'. **Clay content increased, resulting in porosity estimation in the 3-4% range. Fluorescence and black residual stain also decreased as did total gas values, which dropped to 3-10 units (0.03 to 0.10%).**

Drilling was halted at 7778', due to excessive caving of the basal Bluegate shale. Mud weight had been brought up to 9.5 with the addition of barite, in an attempt to hold back the sloughing shale. During repeated tries to get back to bottom at 7778', approximately 60 barrels of mud were lost. The decision was made that this caving interval had to be cemented, and a trip out of the hole was made to check the bit. The decision to cement was reversed and it was deemed prudent to get mud weight up above 10.0. Mud weight was raised to 10.4, with viscosity at 60 and the sloughing interval was gradually healed, and drilling proceeded into the middle alluvial facies of the Ferron.

The alluvial facies was comprised of interbedded channel sandstone, siltstone, and shale, with a thin coal bed encountered at 7803'. The 1 to 1.5 foot thick coal recorded 26 units (0.26%) on the gas detector.

A lost circulation zone was drilled at 7814', with approximately 70 barrels being lost. Returns were regained in a couple hours and drilling continued. The middle portion of the Ferron was drilled to 7996', where a trip for bit was undertaken. On the trip in bridges and tight hole were encountered from 7763' to 7814', which required extensive reaming for 18 hours.

Once on bottom, drilling continued in the middle Ferron alluvial facies comprised of interbedded tight well cemented sandstone, siltstone, and shale. Near the bottom of this horizon, gas shows accompanied by carbonaceous shale and coal in the samples was observed from 8095' to 8106'. Gas peaks at these depths were 0.081% and 0.342% respectively (8 units and 34 units).

Immediately beneath the coal at 8105'-06', sandstone of the basal Ferron shoreline facies was encountered. Drill rate picked up from the 12-15 minutes per foot to 5-8 minutes per foot from 8106'-8111', with a total gas peak of 0.163% (16 units), from a background of 2-4 units prior to the coal. Lithology was very fine to medium grained, well sorted, non calcareous sandstone, with porosity estimated visually at 5-12%, better than that observed in the upper Ferron sandstone. This sand contained considerable intergranular black dead oil stain or bitumen, which did not give off fluorescence, but yielded weak streaming cuts when immersed in solvent. The gas values recorded in these intervals were under increased mud weights (10.1 – 10.2 lbs/gal.) and viscosity of 52-56. Under more balanced conditions, higher gas readings would likely have been observed.

Drilling continued, and the next samples (8110', 8115', and 8120') were 100% sandstone, with average grain size decreasing, and clay content in pore spaces increasing in some clusters. These samples also became very calcareous. Black intergranular dead oil stain decreased from above, and only sporadic faint residual cuts were obtained in what appeared at this point to be a fining downward section. Total gas values also decreased in this interval to .06 to .10% (6-10 units). No fluorescence or live oil stain was observed.

Massive lost circulation took place at 8120', with the initial loss of approximately 210 barrels. Ultimate loss in this zone was over 300 barrels. Drilling began again after 20 hours of stabilizing efforts, with abundant bicarb being placed in the hole as LCM. This material was 99% of the samples over the next 40 feet. Circulation was again lost at 8162' in the interbedded transitional zone between the lower Ferron sand and the Tununk shale. Drilling with slow continual mud loss was stopped at 8173' in order to build volume. A bit trip was required at 8178', with the bottom 100' being reamed before drilling resumed, again with continual mud loss. Drilling was stopped for four hours at 8200' in order to build mud volume, with about 150 barrels being lost since the trip.

The well was drilled to total depth of 8240', into the top 50 feet of the Tununk Shale without further significant mud loss.

A wiper trip to casing was run and it became necessary to ream much of the way to bottom. Conditioning continued for several hours prior to tripping out for logs. The initial logging run with AIT-BHC-GR-Caliper ran into bridges just under casing at 7798' and 7811'. When loggers attempted to pull up they became stuck, with the top of the tool at approximately 7725', which is in the basal Bluegate interval that had caved so badly a few days earlier. Loggers could drop the tool down to the bridge at 7811', and could come no higher than 7778' (bottom of tool). Tension of 6500 lbs. was kept on the tool after several attempts to pull up through the tight spot for an hour. After an additional hour of holding tension at 6500 lbs. the tool broke free and was brought to surface.

A trip with a bit was then made in to condition and raise mud weight to 10.0 lbs/gal. or slightly higher. Prior to attempting logging again, a pill of 11.0 lb./gal. mud was spotted below casing to total depth.

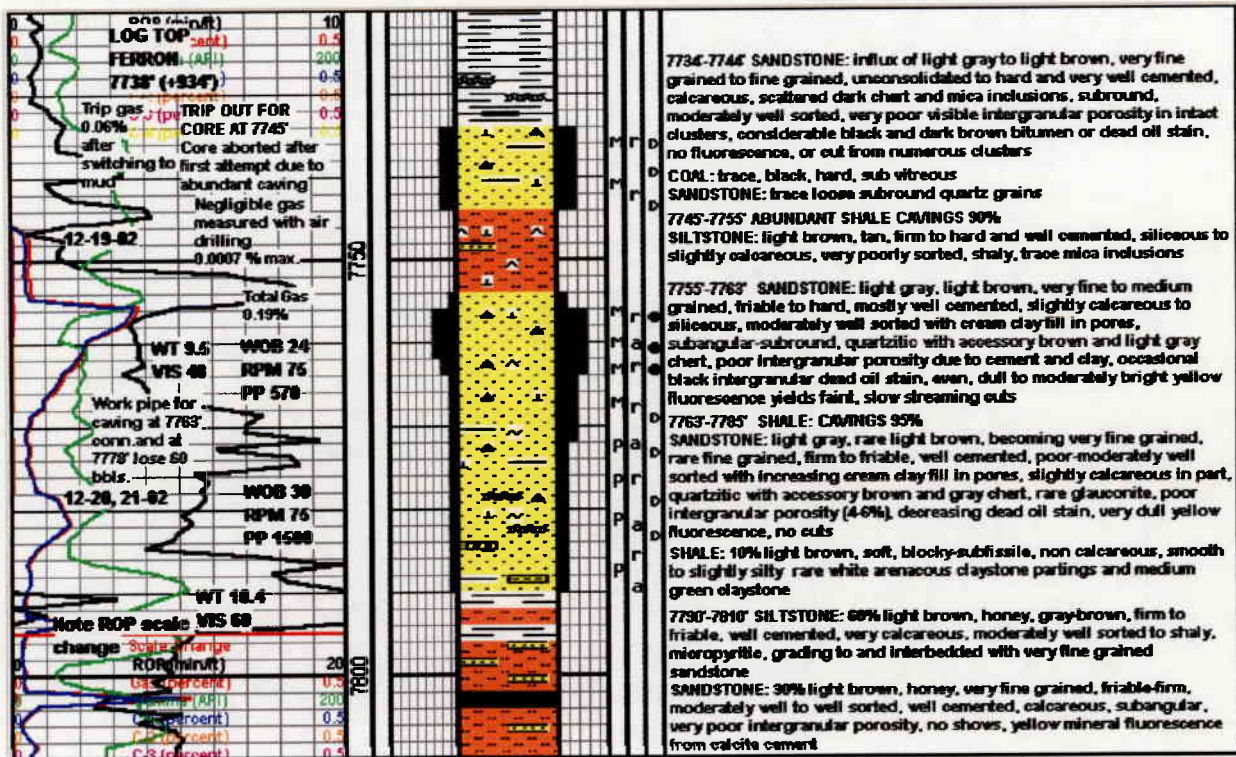
The AIT-BHC-GR-Caliper string was then run in the hole successfully, with occasional tight spots and minor bridges. A high resolution pass was run over the bottom 200'. Due to adverse hole conditions it was decided not to run high resolution over the entire Ferron. This data was immediately transmitted to the log analyst in Calgary. After careful consideration, it was decided to carefully attempt running the TLD-PEFZ-CNL-GR, with instructions to pull out of the hole if any resistive bridges were encountered. This string went to bottom with little obstruction, and logging up to casing encountered only a couple minor tight sections. A high resolution pass was made over the bottom 200'. No repeat section was undertaken due to the risk of staying in the hole too long.



## ELECTRIC LOG INTERPRETATION OF THE FERRON

The initial logs on location were calculated using sandstone matrix. Due to the considerable amount of calcite cement observed in drill cuttings, Schlumberger was requested to also do a set of logs using limestone matrix, at a later date.

The log top of the Upper Cretaceous Ferron is placed at 7738' (+934'). The initial clean sandstone appears from 7756'-7786', but is rather shaly (35-50 API gamma ray values). Both density-neutron and Sonic porosity values are very low, on sandstone matrix. No gas effect occurs through this interval.



The previously mentioned coal zone shows up from 7797'-7805', and is underlain by a well developed sandstone from 7810'-7836'. This interval shows apparent marginal gas effect, with the neutron and density curves approaching each other. However porosity values are rather low, in the 3-8% range. Approximately 70 barrels of mud were lost at 7814', and low gas readings were recorded through the interval. This interval appears to have some potential for gas, if the overlying coal has charged the fractured reservoir, and the zone can recover from drilling fluid invasion.

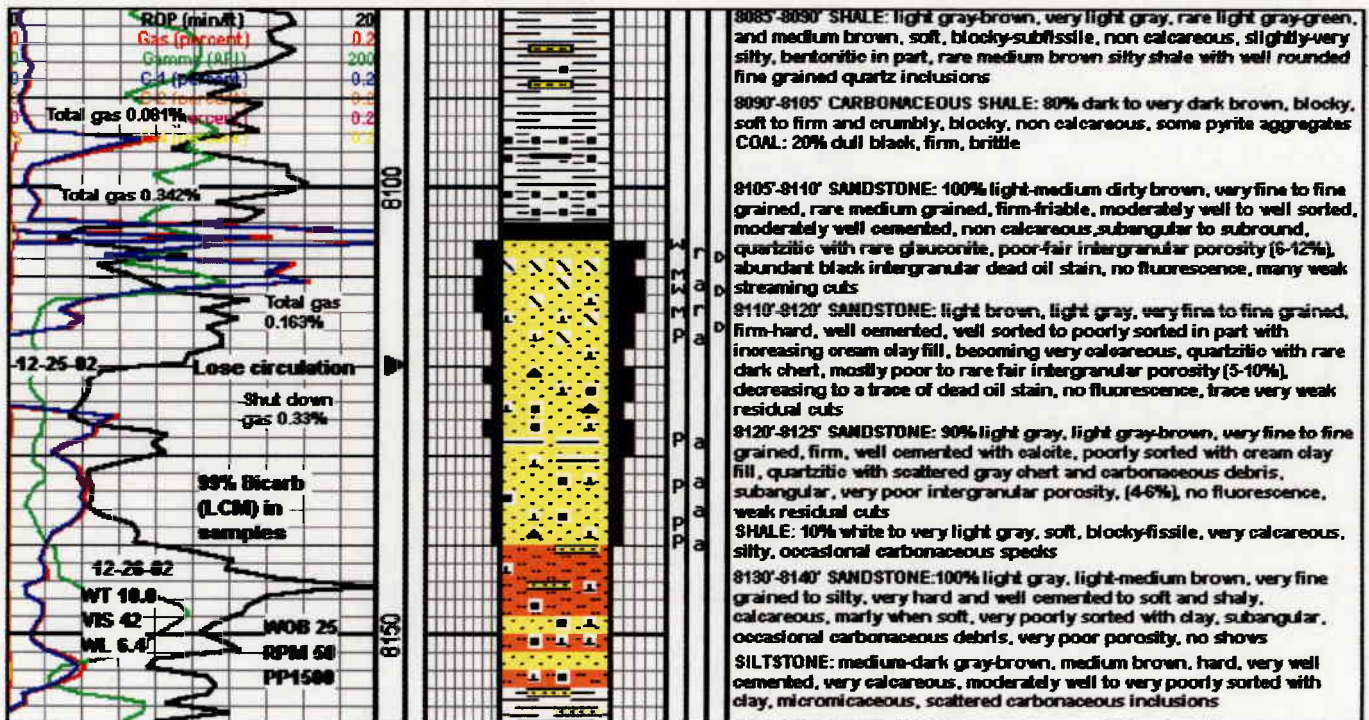


The middle Ferron non marine alluvial section begins at 7840' with occasional thin fluvial sandstones interbedded with siltstone and shale. The sandstones rarely exceed 4% density porosity. Much of this portion of the Ferron is out of gauge, impacting density porosity values. The best indicator of potential productive zones may come from the geologist's interpretative log which notes gas shows in sandstones as follows: 7925'-7940', and 8050'-8060'. These sandstones appear tight with neutron porosity values of 3-8%. Neutron porosity values are considered more reliable than density values in areas where hole diameter is very rugose. No gas effect appears on logs in the middle Ferron.

The clean lower Ferron is found at 8111', with gamma ray values consistently below 20 units to 8144'. Porosity values were calculated from sandstone matrix to be no better than 6%, with limestone matrix values computed at 3%. Actual porosity is interpreted by log analysis to be in the 4.75 to 5% range. This intergranular porosity is rather poor, but associated fracture porosity may well prove beneficial for production in this horizon if formation damage from drilling fluid is not too extensive. Circulation was lost at 8120' immediately after a gas show of 0.342% (34 units) in a thin coal at 8104', followed by a 0.163% (16 units) peak in the top of the lower Ferron at 8108'-8110' (driller's depths). Additional lost circulation occurred from 8160'-8162'

Fracture porosity may have productive potential in the Ferron, however in this well probable formation damage occurred from massive lost circulation, as well as the heavy 10 to 11 lb/gal. Mud that was pumped.

Subsequent to running logs, 4.5" production casing was run to bottom for future completion attempts in the Ferron.



## CONCLUSIONS

1. No appreciable faulting appears to be present in this well, with the entire drilled section lying within the graben.
2. The anomalous thickening of the younger formations such as Price River, Castlegate, Blackhawk, and Upper Mancos suggests that early fault activation was contemporaneous with sedimentation of these units, with increased deposition funneling into the down dropping graben regions. The thickness of the above units is 10-30% thicker than in area wells or in exposed outcrop sections.
3. Log analysis results indicate that the Upper Ferron is shaly and rather tight. The Lower Ferron is clean, with gamma ray values consistently below 20 API units. However this horizon is very well cemented. The upper 5 to 8 feet were cemented with silica, with the remainder of the lower Ferron becoming well cemented with calcite. Log interpretation yields probable porosity values in the 5% range.
4. It is suspected that considerable formation damage is likely in lost circulation zones, and intervals where gas may have been held in fractures.
5. The Fortuna Middle Mountain # 21-16 will undergo completion in the Upper Cretaceous Ferron sands for natural gas.

## FUTURE DRILLING

1. Fewer days would be lost if the triple rig was brought in to drill surface hole, rather than the small water well rig.
2. Drilling blind in some uphole zones may become necessary in order to decrease costs. If confidence is high as to the structural setting, then sample and gas detection data could be temporarily sacrificed in order to get the hole down near the pay in a more timely manner.
3. Casing should be set just into the top of the Ferron in order to avoid the highly unstable basal Bluegate bentonitic shale horizon immediately on top of the Ferron. This may also allow for air drilling in the Ferron reservoir, which could avoid formation damage incurred by drilling with mud.

# Wireline Logging Report

## FORTUNA MIDDLE MOUNTAIN #21-16

Wasatch Plateau, Utah

### Logging Suite #1 (2775' to 1081')

Date:	15-16 Nov.02	Company:	Schlumberger
Drillers T.D.	2775'	District:	Rock Springs, Wyoming
Loggers T.D.	2772'	Engineers:	Hugo Gonzalez
G.L.elevation:	8655'	Unit Number:	2187
K.B. elevation:	8672'	Witnesses:	Bill Hedglin, Rod Cuthill

Bit size:	12 1/4"	Mud Density:	
Last casing:	13 3/8" @ 1125'	Mud Viscosity:	
Type fluid in hole:	Fresh water	Mud pH:	
Time Circ' ended:	22:30, Nov. 15	Filtrate loss:	

### Logging Sequence

Run #	Tool	Date	Start in hole	On bottom	Repeat Section	At surface	Logging hours
1	Platform Express (AITH-TLD-PEFZ-CNL- GRAINED-BHC)	16 Nov.	01:00 hrs	03:50 hrs	04:15 hrs	06:30 hrs	5.5 hrs
2	AIT (rerun)	16 Nov	07:15 hrs	07:45 hrs	08:30 hrs	09:00 hrs	3.0 hrs
3	FMI	16 Nov.	11:15 hrs	11:45 hrs	--	13:00 hrs	3.55 hrs
4	AIT (New tool)	16 Nov.	14:00 hrs	14:45 hrs	--	16:00 hrs	3:0 hrs
5							
6							
7							

### Time Lost

	8.5 hours for improperly functioning AIT

### Remarks

Glenn Gray with Talisman determined that the AIT was not functioning, and requested a rerun which was equally non satisfactory. A replacement tool was brought in from Vernal, Utah, and this one functioned properly on run # 4.

## Wireline Logging Report

### FORTUNA MIDDLE MOUNTAIN #21-16

Wasatch Plateau, Utah

#### Logging Suite #2 (4421' to 1081')

Date:	26 Nov.02	Company:	Schlumberger
Drillers T.D.	4421'	District:	Vernal, Utah
Loggers T.D.	4414'	Engineers:	Zenobio Matos
G.L.elevation:	8655'	Unit Number:	3031
K.B. elevation:	8672'	Witnesses:	Bill Hedglin, Rod Cuthill

Bit size:	12 1/4"	Mud Density:	
Last casing:	13 3/8" @ 1125'	Mud Viscosity:	
Type fluid in hole:	Fresh water	Mud pH:	
Time Circ' ended:	18:25, Nov. 25	Filtrate loss:	

#### Logging Sequence

Run #	Tool	Date	Start in hole	On bottom	Repeat Section	At surface	Logging hours
1	Platform Express (AITH-TLD-PEFZ-CNL- GRAINED-BHC)	26 Nov.	05:45hrs	06:50 hrs	07:45 hrs	09:40 hrs	3 hrs.,55 minutes
2							
3							
4							
5							
6							
7							

#### Time Lost

	8 hours for waiting on loggers

#### Remarks

First logging truck had transmission problems and could not make it up Cottonwood Canyon. Replacement truck arrived 8 hours later. Loggers could not transmit data from location. Limited log sections were faxed from company man's fax machine. Total logs were transmitted from Schlumberger's Vernal office later.

## Wireline Logging Report

### FORTUNA MIDDLE MOUNTAIN #21-16

Wasatch Plateau, Utah

#### Logging Suite #3 (4413' to 7684')

Date:	10 Dec.02 & 12 Dec.	Company:	Schlumberger
Drillers T.D.	7719'	District:	Vernal, Utah
Loggers T.D.	Bridged and 7684'	Engineers:	Marissa Ebert
G.L.elevation:	8655'	Unit Number:	3188
K.B. elevation:	8672'	Witnesses:	Bill Hedglin, Mel Knezevich

Bit size:	8.75"	Mud Density:	8.5/8.5
Last casing:	9 5/8" @ 4413'	Mud Viscosity:	43/63
Type fluid in hole:	gel chem.	Mud pH:	8.2/8.2
Time Circ' ended:	17:25, Dec.10 and 09:00 on Dec. 12	Filtrate loss:	11.0/9.0

#### Logging Sequence

Run #	Tool	Date	Start in hole	On bottom	Repeat Section	At surface	Logging hours
1	FMI-BHC-GR	11 Dec.	01:00hrs	Bridge at 7256'	N/A	06:00 hrs	9.5
2	BHC-GR	12 Dec.	13:10	14:30	14:35-45	15:30	3.2
3	AITH-TLD-PEFZ-CNL-GR	12 Dec.	16:30	17:15	17:20-35	18:40	2.15

#### Time Lost

Dec. 10	3 hours that loggers waited as drill string was pulled wet – plugged bit
Dec. 12	None

#### Remarks

Logger hit bridge at 7256' with FMI tool on Dec. 11. Hit bridge several times at tolerated speed for that tool, with no success. The hole was then logged from the bridge to near casing at approximately 4450.' On the Dec. 12 logging job no hole problems were encountered.

## Wireline Logging Report

### FORTUNA MIDDLE MOUNTAIN #21-16

Wasatch Plateau, Utah

### Logging Suite #4 Depth-8240'

Date: Dec. 28-29, 2002	Company: Schlumberger
Drillers T.D. 8240'	District: Vernal, Utah
Loggers T.D.	Engineers: Jill Haynie Marissa Ebert
G.L.elevation: 8655'	Unit Number:
K.B. elevation: 8672'	Witnesses: Bill Hedglin, Ernie Natte

Bit size: 6.125"	Mud Density: 10.2, 11.0 on bottom on Dec. 29
Last casing: 7" @ 7689'	Mud Viscosity: 50
Type fluid in hole: gel chem.	Mud pH: 10.2
Time Circ' ended: 21:00 Dec. 27, 01:00 on Dec 29	Filtrate loss: 10.2

### Logging Sequence

Run #	Tool	Date	Start in hole	On bottom	Repeat Section	At surface	Logging hours
1	AITH-BHC-GR-CALIPER	Dec. 28	04:00	Bridged and stuck for 2 hrs.			
2	AITH-BHC-GR-CALIPER	Dec. 29	06:00	0:800	08:10-25	0915	3.25
3	TLD-PEFZ-CNL-GR	Dec. 29	14:55	15:44	None-adverse hole condition	16:45	1.8

### Time Lost

String 1	Conditioning hole required longer than expected – loggers waiting prior to run No 1. for 5 hours
String 2	None
String 3	4 hours – waiting on orders on whether to put radioactive source in the hole.

### Remarks

Bridges were encountered, and tool was stuck for two hours on run No. 1. Pull out of hole and run in with bit to condition hole and spot pill on bottom.

## **LITHOLOGY DESCRIPTIONS** **FORTUNA MIDDLE MOUNTAIN #21-16**

Sample descriptions commence at 675' in the Upper Cretaceous Price River Formation. 25' samples were collected in the 17.5" surface hole by rig crews, with a sample caught at Kelly down of each 25' joint.

- 650'-675'     **CLAYSTONE: 50%** lavender, medium yellow-brown, soft, very silty, non calcareous, grading to siltstone  
**SILTSTONE: 30%** medium gray, soft-firm, very shaly, highly calcareous, arenaceous in part, quartzitic  
**SANDSTONE: 20%** light gray, cream, very fine to fine grained, firm-friable, moderately well to poorly sorted with clay fill, poor-moderately well cemented with calcite, subangular, quartzitic with rare dark chert, **predominantly poor to occasional fair intergranular porosity (9-12%)**
- 675'-700'     **SILTSTONE: 50%** light gray, soft-firm, poor-moderately well sorted, shaly in part, very calcareous, quartzitic  
**SANDSTONE: 50%** light-medium yellow-brown, very fine to fine grained, friable to hard and well cemented, poor-moderately well sorted, shaly in part, calcite cement, subangular, quartzitic with scattered white feldspar, **poor visible intergranular porosity**
- 700'-725'     **SILTSTONE:** light-medium gray, soft-firm, very poorly sorted, shaly, very calcareous, grading to silty shale
- 725'-750'     **SILTSTONE: 90%** light-medium gray, yellow-brown, soft-firm, very shaly, very calcareous, arenaceous in part when yellow-brown  
**SANDSTONE: 10%** medium yellow-brown, very fine grained, firm-hard, poor-moderately well cemented, very calcareous, very poorly sorted with clay fill, subangular, **poor visible porosity**  
**SHALE: trace,** medium-dark gray, soft, blocky, carbonaceous to coaly in part, micromicaceous
- 750'-775'     **SANDSTONE: 100%** light gray, light brown, medium yellow-brown, very fine to medium grained rare lower coarse grained, unconsolidated in part, friable-firm, moderately well to well cemented, poor-moderately well sorted with much light gray and yellow-brown clay fill in part, very calcareous, quartzitic, subangular, **predominantly poor to occasional fair intergranular porosity (10-12%), no fluorescence or shows**

*SHUT DOWN FOR EVENING AT 775,' RIG UP ADDITIONAL AIR COMPRESSORS AND DRILL AHEAD WITH AIR FOAM.  
SAMPLE QUALITY DECREASES IN AIR DRILLED HOLE*

- 775'-800' **SANDSTONE: 80%** light gray, light yellow-brown, fine-medium grained, rare lower coarse grained, 90% unconsolidated grains of clear to translucent quartz due to air drilling, subangular-subround, intact clusters are moderately well cemented with calcite, scattered red iron stain and dark chert, possible fair intergranular porosity in part (12%), **no shows**  
**SILTSTONE: 20%** medium gray, soft, very poorly sorted, shaly, very calcareous, quartzitic
- 800'-825' **SILTSTONE: 100%** light-medium gray, light yellow-brown, mottled gray and yellow-brown, rare cream, soft-firm, very poorly sorted, shaly, very calcareous, rare mica, trace brown carbonaceous debris, very well cemented in part grading to trace silty limestone

**LOG TOP PRICE RIVER 821' (+7851')**

- 825'-850' **SANDSTONE: 100%** light brown, light-medium yellow-brown, rare light gray, very fine to fine grained, firm to hard and well cemented, subangular-subround, quartzitic with scattered brown and gray chert, rare red grains, poorly sorted with clay fill in pores, **poor visible porosity**, (3-6%), **no shows**, occasional yellow-orange mineral stain
- 850'-875' **SANDSTONE: 80%** light brown, very fine to medium grained, unconsolidated in part, firm-friable, moderately well cemented with calcite, poor-moderately well sorted with clay, subangular-subround, quartzitic with rare dark chert, intact clusters have poor porosity, **no shows**  
**SILTSTONE: 20%** light brown, light-medium gray, firm, very poorly sorted, shaly, very calcareous, grading to very fine grained sandstone
- 875'-900' **SILTSTONE: 70%** light-medium gray, light brown, yellow-brown, soft, very calcareous, shaly, grading to shale  
**SHALE: 30%** medium gray, soft, blocky, earthy, very calcareous, slightly-very silty, earthy, occasional black carbonaceous specks
- 900'-925' **SILTSTONE: 90%** light-medium gray, light brown, yellow-brown, soft-firm, very poorly sorted, shaly, very calcareous, scattered carbonaceous specks  
**LIMESTONE: 10%** light gray-brown, light brown, cryptocrystalline in part, hard, occasional as rounded coarse grained inclusions likely washing out of siltstone matrix, slightly-very argillaceous, dense
- 925'-950' **SILTSTONE: 50%** light-medium gray, soft-firm, very shaly, very calcareous to marly in part, grading to soft shale  
**SANDSTONE: 40%** light-medium yellow-brown, very fine grained, hard and well cemented, very poorly sorted, shaly, subangular-subround, very calcareous, **poor visible intergranular porosity** (3-4%)



**SHALE: 10%** medium gray, occasional light gray, very soft, blocky, slightly-very silty, calcareous

- 950'-975' **SANDSTONE: 100%**, Limited sample quantity, Sandstone 60% as above, influx (40%) of light gray to light yellow sandstone, composed predominantly of unconsolidated medium to coarse, and rare very coarse grained quartz and chert, chert is medium yellow and medium to bright red, subround, considerable reddish iron stain on quartz grains, porosity indeterminate, but possibly fair to good, **no fluorescence or shows**
- 975'-1000' NO SAMPLE CAUGHT, SHUT DOWN FOR EVENING  
250' OF WATER IN HOLE AT DAYLIGHT (APPROX. 75 BBLs.)
- 1000'-1025' **SANDSTONE: 100%** Totally unconsolidated medium-very coarse grained quartz with minor milky white chert, subround, scattered red iron stain on quartz grains, trace pyrite aggregates, probable fair-good intergranular porosity, **no shows**
- 1025'-1050' **SHALE: 80%** light-medium gray, soft-firm, blocky, slightly-very silty, earthy, non calcareous, scattered black carbonaceous inclusions, micromicaceous  
**SILTSTONE: 20%** medium gray, soft-firm, very poorly sorted, shaly, non calcareous, micromicaceous
- 1050'-1075' **SILTSTONE: 50%** light gray, light gray-brown, soft-firm, very poorly sorted, very shaly, non calcareous, some carbonaceous matter, micromicaceous, interbedded with soft gray shale  
**SHALE: 50%** light-medium gray, gray-brown, very soft to soft, blocky, non calcareous, slightly-very silty, scattered carbonaceous inclusions, trace pyrite aggregates
- 1075'-1100' **SANDSTONE: 60%** light gray, salt and pepper, 90% unconsolidated very fine to rare fine grained quartz, rare intact clusters are moderately well cemented, poorly sorted with cream clay fill, non calcareous, subangular-subround, scattered dark chert, **poor visible intergranular porosity, no shows**  
**CLAYSTONE: 40%** light-medium gray-green, soft-firm, smooth and subwaxy to very silty, non calcareous, micromicaceous, grading to trace clayey siltstone
- 1100'-1125' **SANDSTONE: 80%** light gray, light brown, very fine grained, firm-friable, moderately well cemented, non calcareous to slightly calcareous, very poorly sorted with cream clay fill, subangular-subround, abundant carbonaceous debris and occasional carbonaceous laminae and coaly matter, very poor porosity, no show  
**SHALE: 20%** medium gray-brown, firm, sub blocky, silty, slightly calcareous, micromicaceous, carbonaceous, scattered pyrite

*TOTAL DEPTH OF 17.5" SURFACE HOLE AT 1125', CONDITION HOLE AND RUN 13 3/8" CASING. MOVE OFF BILL MARTIN JR. RIG AND MOVE ON PATTERSON, RIG 104.*

*COMMENCE DRILLING 12.25" HOLE WITH AIR/MIST*

1125'-1130' **SILTSTONE: 60%** medium gray, soft-firm, very poorly sorted, shaly, non calcareous, scattered carbonaceous debris  
**SHALE: 40%** medium gray, soft-firm, blocky, non calcareous, slightly-very silty, occasional carbonaceous specks

1130'-1140' **SHALE: 70%** medium gray, soft-firm, blocky, non calcareous, slightly-very silty  
**SILTSTONE: 20%** medium-dark gray, dark gray-brown, firm-hard, well cemented, non calcareous, very poorly sorted, shaly  
**SANDSTONE: 10%** light gray, very fine grained, hard, well cemented, moderately well sorted, non calcareous, quartzitic with occasional brown chert, subangular, very poor visible porosity

*HOLE IS MAKING CONSIDERABLE WATER, DRILL TO 1152' AND SHUT DOWN*

1140'-1150' NO SAMPLE

*DRILL AHEAD WITH WATER AND AIR. THIS RESULTS IN SURGING AT THE SHAKER MAKING SAMPLE FLOW SPORADIC, AND GAS DETECTION BECOMES IMPOSSIBLE. SAMPLES ARE COLLECTED BY RIG CREWS AT KELLY DOWN (APPROXIMATELY 30' INTERVALS).*

*POOR SAMPLE QUALITY*

1150'-1160' **SHALE: 70%** medium gray, soft-firm, blocky-sub blocky, non calcareous to slightly calcareous, silty in part, scattered carbonaceous laminae and inclusions  
**SANDSTONE: 30%** light gray, clear, fine-medium grained, firm-friable, moderately well sorted, moderately well cemented, calcareous, quartzitic with occasional reddish stain, subangular-subround, poor-fair visible porosity

1160'-1193' **SANDSTONE: 90%** sample is 95% unconsolidated coarse to very coarse grained subround quartz with occasional milky chert, rare intact clusters are well cemented, non calcareous, moderately well sorted, occasional red iron stain on quartz grains, quartzitic with scattered red grains and white feldspar, possible good intergranular porosity  
**SHALE: 10%** dark brown, interbedded with sandstone, subfissile, very silty to arenaceous, non calcareous, carbonaceous

- 1193'-1225' **SANDSTONE: 100%** composed of 95% unconsolidated fine-medium grained, rare lower coarse grained quartz, with occasional black grains, and rare green grains, subangular-subround, rare intact clusters are moderately well sorted. non calcareous, well cemented, quartzitic with black grains and gray chert, occasional white feldspar, trace pyrite aggregates, estimated poor-fair intergranular porosity (6-12%)
- 1225'-1257' **SANDSTONE: 80%** light gray, salt and pepper, fine-medium grained, becoming more consolidated, unconsolidated in part, moderately well cemented, firm-friable, non calcareous, poor-moderately well sorted with some white clay fill, quartzitic with scattered dark minerals and chert, mostly **poor visible porosity (6-9%)**  
**SILTSTONE: 20%** light gray, light brown, hard, well cemented, non calcareous, occasional carbonaceous inclusions, very poorly sorted, shaly, trace pyrite aggregates
- 1257'-1287' **SANDSTONE: 90%** light gray, salt and pepper, 95% unconsolidated fine-medium grained, rare lower coarse grained quartz with black minerals, black and brown chert, subangular-subround, scattered red-orange stain, rare intact clusters are moderately well cemented, poor-moderately well sorted with some white clay fill, slightly calcareous to very calcareous, poor to possible fair intergranular porosity  
**SILTSTONE: 10%** light gray-brown, hard, well cemented, very poorly sorted, shaly, calcareous
- 1287'-1318' **SANDSTONE: 50%** light gray, salt and pepper, very fine to silty, rare fine grained, firm, well cemented, very poorly sorted with white clay fill, slightly to moderately calcareous, very poor intergranular porosity (3-6%)  
**SILTSTONE: 30%** light gray, gray-brown, firm, well cemented, very poorly sorted, shaly, calcareous, scattered carbonaceous inclusions, dirty  
**CLAYSTONE: 20%** medium gray-green, medium green, firm, blocky, smooth and subwaxy to silty, non calcareous, occasional carbonaceous specks  
**CARBONACEOUS SHALE: trace**, very dark brown to black, firm, coaly
- 1318'-1345' **SANDSTONE: 60%** light gray, salt and pepper, very fine to fine grained, firm to hard and well cemented, poorly sorted with white clay fill, non calcareous, quartzitic with scattered black minerals and gray chert, subangular, occasional mica and red grains, **poor visible porosity**  
**SILTSTONE: 40%** light-medium gray, gray-brown, firm, very poorly sorted, shaly, considerable carbonaceous debris, calcareous
- 1345'-1381' **SANDSTONE: 100%** composed of unconsolidated grains of medium to lower coarse grained quartz with scattered dark chert, occasional white feldspar, some red iron stain on quartz, possible fair intergranular porosity, occasional pyrite aggregates
- 1381'-1411' **NO SAMPLE COLLECTED**

1411'-1441' **SANDSTONE: 90%** light gray, 90% unconsolidated fine to medium grained quartz with rare accessory black chert, occasional red iron stain on quartz, subangular-subround, rare intact clusters are moderately well cemented, firm to friable, poor-moderately well sorted, calcareous with considerable black coaly inclusions, poor-fair intergranular porosity, (9-12%)  
**SILTSTONE: 10%** light brown, firm, very poorly sorted, shaly, carbonaceous, slightly calcareous  
**COAL – trace**, black crumbly, occasionally attached to sandstone clusters

#### **LOG TOP CASTLEGATE 1467' (+7205')**

1441-1475' **SANDSTONE: 40%** predominantly unconsolidated, fine-medium grained subangular-subround quartz with rare black chert and white feldspar, rare intact clusters show poor intergranular porosity, scattered coaly inclusions  
**SHALE: 40%** medium brown, gray, firm, blocky, very silty, with abundant coaly inclusions and laminae  
**SILTSTONE: 19%** light brown, very poorly sorted, shaly, carbonaceous, calcareous  
**COAL: 1%** black, hard, sub vitreous

1475'-1510' **SANDSTONE: 100%** composed of 100% unconsolidated medium to lower coarse grained subangular-subround quartz with minor white feldspar and rare brown chert, occasional red iron stain on quartz grains, trace black flakes of coaly matter, possible fair-good intergranular porosity, poor sample quality

1510'-1540' **NO SAMPLE COLLECTED**

1540'-1570' **SANDSTONE: 90%** composed of 95% unconsolidated medium to lower coarse grained subangular-subround quartz with scattered white feldspar and gray chert, occasional red iron stained quartz, rare coaly inclusions in intact clusters, probable fair intergranular porosity  
**SILTSTONE: 10%** medium-dark gray, hard, very well cemented, calcareous, carbonaceous, very poorly sorted, shaly

1570'-1602' **SANDSTONE: 70%** limited returns, 100% unconsolidated medium to coarse grained predominantly subround quartz with occasional milky chert and white feldspar, rare red iron stain on quartz, possible fair-good intergranular porosity  
**SILTSTONE: 20%** medium-dark gray, firm-hard, very poorly sorted, shaly, non calcareous, carbonaceous  
**CLAYSTONE: 10%** medium gray-green, firm, blocky, smooth and subwaxy, non calcareous

- 1602'-1630' **SANDSTONE: 90%** light gray, very fine to fine grained, firm-friable, consolidated, moderately well sorted, moderately well to well cemented, subangular, calcareous, quartzitic with scattered brown chert and black minerals, considerable black carbonaceous debris and laminae, rare white feldspar, and orange grains, **poor visible intergranular porosity (4-8%)**  
**SHALE: 10%** medium gray, light brown, soft, blocky, very carbonaceous, non calcareous, scattered pyrite aggregates
- 1630'-1660' **SANDSTONE: 90%** composed of 95% unconsolidated fine to coarse grained subangular-subround quartz with accessory white feldspar and light brown chert, scattered pyrite aggregates, rare intact clusters are well cemented with calcite and moderately well to well sorted, occasional red iron stain on quartz, occasional carbonaceous matter, possible fair intergranular porosity  
**CARBONACEOUS SHALE: 10%** dark brown, medium gray, very carbonaceous to coaly in part, blocky, brittle, slightly calcareous
- 1660'-1692' **SANDSTONE: 80%** mostly unconsolidated fine-medium grained quartz with minor accessory gray-brown chert, intact clusters are moderately well cemented with calcite, moderately well sorted, **poor visible intergranular porosity**  
**CLAYSTONE: 20%** white, soft, platy, scattered carbonaceous streaks, very calcareous, likely occurring as partings in sandstone in part
- 1692'-1727' *VERY LIMITED RETURNS*  
**SANDSTONE: 80%** as above  
**SHALE: 20%** medium gray-brown, firm, blocky, very silty, calcareous, carbonaceous

*INCREASE AIR FLOW TO WATER, SAMPLE CUTTINGS RECOVERY IMPROVES SLIGHTLY*

**LOG TOP BLACKHAWK 1700' (+6972')**

- 1727'-1757' **SANDSTONE: 40%** light gray, salt and pepper, very fine to fine grained, rare medium grained, moderately well sorted, well cemented, calcareous, subangular-subround, quartzitic with scattered black minerals, and gray chert, rare red-orange grains, **poor visible intergranular porosity**  
**SILTSTONE: 60%** medium brown, light gray, firm, well cemented, very poorly sorted, shaly, highly carbonaceous, non calcareous, scattered pyrite inclusions
- 1757'-1780' **SILTSTONE: 40%** medium gray-brown, brown, firm, very poorly sorted, shaly, slightly calcareous in part considerable carbonaceous inclusions  
**SHALE: 20%** medium gray-brown, brown, soft-firm, blocky, very silty, non calcareous, carbonaceous  
**SANDSTONE: 40%** light gray, very fine grained to silty, firm to hard, well cemented, poor-moderately well sorted, calcareous, very poor porosity (3-4%)

- 1780'-1810' **SHALE: 40%** medium-dark gray-brown, firm, blocky-subfissile, silty, calcareous, considerable carbonaceous inclusions and laminae  
**SILTSTONE: 60%** light-medium gray, gray-brown, rare light brown, soft-firm, very poorly sorted, shaly, non calcareous to very calcareous when light gray, scattered black carbonaceous debris
- 1810'-1839' **SANDSTONE: 40%** light gray, very fine to fine grained, occasional medium grained, firm-hard, well cemented, poor-moderately well sorted, some white clay fill, calcareous, quartzitic with scattered light brown chert, and black minerals, subangular-subround, poor intergranular porosity  
**SHALE: 40%** medium brown, soft-firm, blocky-subfissile, silty, non calcareous, occasional carbonaceous inclusions and laminae  
**SILTSTONE: 20%** light gray, medium brown, firm-hard, well cemented, carbonaceous in part, micropyrritic in part, calcareous when gray
- 1839'-1871' **SILTSTONE: 60%** medium gray-brown, brown, light brown, firm-hard, well cemented in part, very poorly sorted, shaly, calcareous, scattered carbonaceous inclusions and laminae  
**SHALE: 60%** medium brown, soft-firm, silty, blocky, non calcareous to calcareous, abundant carbonaceous inclusions and streaks, trace very dark brown carbonaceous shale  
**SANDSTONE: 20%** light gray, very fine grained hard, well cemented, calcareous in part, quartzitic, occasional carbonaceous debris, tight
- 1871'-1900' **SANDSTONE: 60%** light gray, very fine grained, firm to hard and well cemented, poor-moderately well sorted, shaly, dirty in part, calcareous, subangular, quartzitic with occasional black minerals and carbonaceous inclusions, poor intergranular porosity (4-6%)  
**SILTSTONE: 20%** light gray-brown to brown, firm-hard, well cemented, shaly, calcareous, carbonaceous  
**CARBONACEOUS SHALE: 20%** brown to very dark brown, soft-firm, blocky, calcareous, very silty, considerable carbonaceous inclusions and laminae
- 1900'-1930' **SILTSTONE: 70%** light brown, light gray-brown, tan, hard, well cemented, slightly calcareous to very calcareous, shaly, dense, occasional carbonaceous debris  
**SHALE: 30%** light gray, gray-brown, occasional dark brown, soft-firm, subfissile-blocky, non calcareous to very calcareous, marly in part, slightly-very silty, very carbonaceous when dark brown
- 1930'-1960' **SILTSTONE: 80%** light gray-brown, light gray, tan, hard to very hard, well cemented, calcareous, very poorly sorted, shaly, occasional carbonaceous inclusions and laminae  
**SANDSTONE: 20%** light gray, light gray-brown, light brown, very fine grained, hard, well cemented, very calcareous, poorly sorted with light gray clay fill, scattered carbonaceous streaks, very poor porosity (3-6%)

*TRIP FOR SHOCK SUB AT 1975', PICK UP 6 DRILL COLLARS, TRIP IN WITH SAME BIT, INCREASING WOB AND RPM. THIS RESULTS IN INCREASED ROP TO 1-1.5 MIN/FT.*

- 1960'-2000' **SANDSTONE: 100%** totally unconsolidated fine-medium grained subangular-subround quartz, with no intact clusters, Very poor sample, limited returns caught at shaker, occasional red iron stain on quartz grains, scattered white altered feldspar and white claystone partings, Porosity possible fair in part  
**CARBONACEOUS SHALE: trace**, very dark brown to black  
**COAL: trace**, 1 piece black hard, sub vitreous  
Scattered lost circulation material in sample after trip
- 2000'-2028' **SANDSTONE: 80%** light brown, honey, very fine to medium grained, firm to hard, well cemented, moderately well sorted, subangular-subround, calcareous, quartzitic with rare dark brown chert and occasional light brown grains, scattered carbonaceous debris, possible fair porosity in part  
**SILTSTONE: 20%** light brown, firm, well cemented, poorly sorted, shaly, calcareous
- 2028'-2059' **SILTSTONE: 60%** medium gray-brown, firm-hard, well cemented, very poorly sorted, shaly, moderately calcareous, scattered carbonaceous specks  
**SANDSTONE: 30%** light brown, becoming very fine grained to silty, well cemented, calcareous, shaly, tight, scattered carbonaceous specks  
**CARBONACEOUS SHALE: 10%** dark brown, black, blocky-subfissile, silty, micropyrritic in part, non calcareous, considerable carbonaceous laminae and coaly inclusions  
**COAL: trace**, black, hard, sub vitreous
- 2059'-2090' **SILTSTONE: 80%** light brown, dark brown, firm to hard, well cemented, moderately well sorted when light brown to shaly when dark brown, calcareous, scattered carbonaceous specks  
**SANDSTONE: 20%** light brown, light gray, very fine grained to silty, firm-hard and well cemented, moderately well sorted to shaly, calcareous, occasional carbonaceous specks, tight
- 2090'-2120' **SANDSTONE: 60%** light gray, cream, very fine grained to silty, hard, well cemented moderately well sorted, moderately calcareous, scattered carbonaceous specks, quartzitic with rare dark grains, very poor porosity (4-6%)  
**SILTSTONE: 40%** light-medium gray, medium gray-brown, very light brown, firm-hard, well cemented, very poorly sorted, shaly, calcareous, scattered carbonaceous specks
- 2120'-2152' **SANDSTONE: 60%** light gray, cream, very fine grained to silty, hard, well cemented, poor-moderately well sorted, some clay fill, subangular, calcareous, quartzitic with occasional gray grains, occasional carbonaceous matter, poor porosity (4-6%)

**SILTSTONE: 20%** very light brown, firm, well cemented, shaly, calcareous  
**SHALE: 20%** light-medium gray-brown, soft-firm, blocky-sub blocky, slightly-very silty, calcareous, moderately carbonaceous

- 2152'-2184' **SANDSTONE: 60%** cream to very light brown, very fine grained to silty, rare fine grained, firm-hard, well cemented, poor-moderately well sorted, shaly in part, very calcareous, quartzitic with some light gray and brown chert, some white feldspar, occasional carbonaceous streaks, poor porosity, (4-6%)  
**SILTSTONE: 40%** light-medium gray-brown, hard, well cemented, very poorly sorted, shaly, calcareous, scattered carbonaceous specks
- 2184'-2215' **SANDSTONE: 20%** cream to very light brown, becoming silty to very fine grained, hard, well cemented, poorly sorted, clayey, calcareous, very poor porosity (3-4%)  
**SILTSTONE: 60%** light-medium gray-brown, firm-hard, well cemented, very shaly, calcareous, micromicaceous, occasional carbonaceous specks and laminae  
**SHALE: 20%** light-medium gray-brown, firm, sub blocky-blocky, calcareous, silty, occasional carbonaceous streaks and laminae
- 2215'-2247' **SILTSTONE: 70%** cream, medium gray-brown, firm-hard, well cemented, very poorly sorted, shaly, very calcareous, scattered carbonaceous inclusions, micromicaceous  
**SHALE: 30%** medium gray-brown, firm-hard, blocky-subfissile, moderately calcareous, slightly-very silty, occasional carbonaceous streaks
- 2247'-2278' **LOST RETURNS** – NO SAMPLE
- 2278'-2290' **SILTSTONE: 80%** cream, medium gray-brown, hard, well cemented, very calcareous, poorly sorted, shaly, occasional carbonaceous debris and specks  
**SHALE: 20%** medium-dark gray-brown, soft-firm, non calcareous in part, slightly-very silty, some carbonaceous specks
- 2290'-2330' **VERY LIMITED RETURNS BEING CAUGHT AT SHAKER**, mostly free quartz grains, with some shale  
**SHALE:** medium gray, very soft, blocky, slightly-moderately silty, non calcareous  
**SILTSTONE:** cream, very light brown, soft-firm, friable in part, well cemented in part, poorly sorted, shaly, calcareous
- 2330'-2372' **SHALE: 80%** light gray, medium gray-brown, very soft to soft, blocky-sub blocky, non calcareous, slightly-very silty, scattered carbonaceous inclusions  
  
**SILTSTONE: 20%** medium brown, medium gray, firm to hard, well cemented in part, non calcareous, very poorly sorted, shaly, occasional carbonaceous specks  
Abundant free quartz grains – Cavings
- 2372'-2445' **NO RETURNS**



RESERVE PIT IS FULL AFTER TRIP AT 2391'. DRILL AHEAD WITH AIR WITH NO RETURNS. RUNNING AIR THROUGH GAS BUSTERS TO FLOWLINE AT SHAKER, WITH NO RETURNS UNTIL 2445'. CUTTINGS PROBABLY BEING FORCED INTO LOST CIRCULATION ZONES. NO GAS DETECTION POSSIBLE.

2445'-2450' **SHALE: 90%** medium gray, gray-brown, brown, soft-firm, blocky to splintery, non calcareous, slightly-very silty, scattered carbonaceous inclusions  
**SILTSTONE: 10%** dark gray, firm to hard, well cemented, non calcareous, very poorly sorted, shaly

2450'-2470' **NO RETURNS** – Aerated water not getting cuttings to surface or they are being lost in lost circulation zones, and sporadically unloaded at the surface.

2470'-2497' **SHALE: 50%** medium gray, medium brown, soft-firm, blocky to fissile, non calcareous, slightly-very silty, scattered carbonaceous specks and organic remains  
**SANDSTONE: 50%** light brown, light gray, cream, very fine grained, poor-moderately well sorted, shaly in part, calcareous, tight

SAMPLES ONLY CAN BE RECOVERED WHEN HOLE UNLOADS, OFTEN AFTER CONNECTIONS. THERE ARE NO RETURNS DURING MOST OF THE TIME

2497'-2532' **SANDSTONE: 70%** light brown, light gray-brown, cream, very fine grained to silty, firm-friable, moderately well sorted, moderately well cemented, very calcareous, quartzitic with black minerals inclusions and carbonaceous specks, **poor visible intergranular porosity** (4-6%), no fluorescence, stain or cuts  
**SHALE: 20%** as above, Mancos, probable cavings  
**SILTSTONE: 5%** light brown, soft-firm, poorly sorted, shaly, calcareous  
**COAL: 5%** black, hard, sub vitreous, anthracitic

2532'-2561' **COAL: 50%** black, hard, sub vitreous, no fluorescence, *strong streaming and diffuse cuts from clusters of coal immersed in solvent*  
**SANDSTONE: 50%** Totally unconsolidated fine-medium grained, rare lower coarse grained quartz, with scattered white clay parting, subround with rare subangular, no fluorescence or stain, possible fair intergranular porosity

2561'-2580' **SANDSTONE: 95%** light gray, very light brown, very fine to fine grained, rare medium grained, becoming mostly consolidated, firm-friable, moderately well sorted, moderately well to well cemented, calcareous, subangular-subround, quartzitic with rare black minerals and occasional carbonaceous inclusions, generally **poor visible intergranular porosity** (4-8%), **no shows**  
**SHALE: 5%** light brown, soft, sub blocky to subfissile, slightly-very silty, calcareous in part  
**COAL: trace,** black firm-hard, sub vitreous

2580'-2610' **NO RETURNS**

- 2610'-2635' **SANDSTONE: 50%** light brown, light gray, becoming very fine to fine grained, occasional silty, firm, well cemented, poor-moderately well sorted, shaly in part, calcareous, subangular-subround, quartzitic with scattered brown chert, trace red grains, occasional carbonaceous debris, **poor visible porosity (4-6%)**  
**SILTSTONE: 25%** light brown, rare medium brown, soft-firm, very poorly sorted, shaly, moderately well cemented, calcareous, scattered carbonaceous specks  
**SHALE: 20%** light brown, rare tan, soft, slightly-very silty, blocky-subfissile, calcareous  
**COAL: 5%** black, firm-hard, sub vitreous to dull, trace pyritized organic matter
- 2635'-2675' **SANDSTONE: 70%** light gray, cream, light brown, very fine to fine grained, firm-hard, well cemented, poor-moderately well sorted with cream clay fill, calcareous, quartzitic with rare light brown and gray chert, occasional carbonaceous debris, poor intergranular porosity (6-8%), **no shows**  
**SHALE: 30%** medium gray, light-medium gray-brown, soft, blocky-sub blocky, non calcareous to calcareous, slightly to very silty in part, grading to siltstone, scattered carbonaceous inclusions
- 2675'-2700' **NO RETURNS:** Good drilling break from 2692'-2699', drilled at less than one minute/foot. This interval interpreted as coal, with remainder likely interbedded sandstone and shale as interpreted from ROP
- 2717'-2717' **COAL: 100%** Hole unloads cuttings, interpreted to have originated from drilling breaks at 2692'-99, and 2705'-14'. Coal is black hard, sub vitreous, brittle, no fluorescence, *weak faint diffuse and residual cuts when immersed in solvent.*

#### LOG TOP STARPOINT 2712' (+5960')

- 2717'-2748' **SANDSTONE: 60%** light brown, very fine to fine grained, abundant unconsolidated quartz grains, intact clusters are firm-friable, well cemented, moderately well sorted to occasional poorly sorted with clay plugging pores, some possible fair intergranular porosity (10-12%), **no shows**  
**SILTSTONE: 40%** light brown, light gray-brown, soft-firm, shaly, non calcareous to moderately calcareous, scattered carbonaceous specks
- 2748'-2775' Considerable coal in sample – probably cavings  
**SILTSTONE: 70%** light brown, light gray-brown, soft-firm, very poorly sorted, shaly, calcareous, occasional carbonaceous specks,  
**SANDSTONE: 20%** light brown, very fine grained, rare fine grained, firm-friable, poor-moderately well sorted, shaly in part, calcareous, quartzitic with rare carbonaceous inclusions, **poor visible porosity (4-6%), no shows**  
**SHALE: 10%** light-medium brown, soft, sub blocky-subfissile, calcareous in part, slightly-very silty, occasional carbonaceous specks

*TOTAL DEPTH – DRILLER OF 12.25" HOLE IS 2775' AT 11:58, NOV. 15, 2002  
RUN LOGS WITH SCHLUMBERGER, AND DRILL AHEAD IN 12.25" HOLE*

2775'-2800' **NO RETURNS**

2800'-2815' **SANDSTONE: 100%** light gray, salt and pepper, very fine grained, rare medium grained, friable-firm, moderately well cemented, poorly sorted with black minerals and carbonaceous inclusions, non calcareous, subangular-subround, **poor visible intergranular porosity, no shows**

2815'-2850' **NO RETURNS**

2850'-2880' **SANDSTONE: 70%** light gray, salt and pepper, very fine grained, friable-firm, poorly sorted with light gray clay fill, subangular-subround, moderately calcareous, moderately well to well cemented, quartzitic with scattered carbonaceous inclusions, poor porosity (4-6%), **no shows**  
**SHALE: 30%** light-medium gray, soft, blocky-subfissile, non calcareous, slightly-very silty, micromicaceous, scattered carbonaceous inclusions

2880'-2917' **SANDSTONE: 100%** Totally unconsolidated fine-medium grained subangular-subround quartz, with scattered accessory black minerals, occasional red iron stain and black carbonaceous matter on quartz grains, porosity is indeterminate, but some possible fair porosity

2917'-2932' **SANDSTONE: 100 %** Totally unconsolidated fine grained subangular-subround quartz with accessory black minerals, and white feldspar, rare red stain on quartz grains, average grains size decreases from sample above, probable poor to rare fair intergranular porosity, **no shows**

2932'-2947' **SANDSTONE: 100%** Totally unconsolidated very fine to fine grained subround-subangular quartz with scattered accessory black minerals and white feldspar, occasional red iron stain on quartz grains, probable poor intergranular porosity, **no shows**

2947'-2962' **SANDSTONE: 90%** Totally unconsolidated very fine to fine grained subround-subangular quartz grains, with occasional white feldspar, probable poor intergranular porosity, **no shows**  
**SHALE: 10%** light gray, medium gray-brown, soft white light gray to firm, blocky-subfissile, slightly silty, micromicaceous when gray-brown, non calcareous, scattered carbonaceous inclusions

2962'-2977' **SANDSTONE: 90%** Totally unconsolidated very fine to fine grained subround-subangular quartz grains, with occasional white feldspar, probable poor intergranular porosity, **no shows**

**SHALE: 10%** light gray, medium gray-brown, soft white light gray to firm, blocky-subfissile, slightly silty, micromicaceous when gray-brown, non calcareous, scattered carbonaceous inclusions

**LOG TOP MANCOS (UPPER BLUEGATE) 2983' (+5689')**

- 2977'-2990' **SANDSTONE: 100%** Totally unconsolidated very fine grained subangular-subround quartz with rare black mineral accessories, rare red iron stain on quartz, scattered white feldspar, probable poor porosity
- 2990'-3018' **SHALE: 50%** light gray-brown, medium gray, soft, subfissile-sub blocky, non calcareous, slightly-very silty  
**SILTSTONE: 50%** light gray-brown, soft to rare hard and well cemented, slightly calcareous in part, very poorly sorted, shaly
- 3018'-3026' **SHALE: 70%** light gray-brown, light gray, light gray-green, soft, blocky-subfissile, non calcareous, slightly-very silty, rare black carbonaceous specks  
**SILTSTONE: 30%** light gray-brown, soft, very poorly sorted, shaly, non calcareous, grading to silty shale
- 3026'-3032' **SANDSTONE: 90%** predominantly unconsolidated very fine grained to silty subangular quartz, scattered white feldspar, rare intact clusters are well cemented, poor-moderately well sorted with clay fill, calcareous, very poor intergranular porosity (3-4%)  
**SHALE: 10%** light gray-brown, firm, subfissile, non calcareous, very silty
- 3032'-3040' **SHALE: 70%** light gray-brown, light gray, rare light gray-green, soft, blocky-subfissile, non calcareous, slightly-very silty, rare carbonaceous specks  
**SANDSTONE: 30%** unconsolidated very fine grained subangular-subround quartz, probable poor intergranular porosity
- 3040'-3050' **SHALE: 90%** light gray-brown, light gray, rare light gray-green, soft, blocky-subfissile, non calcareous, smooth to silty, occasional imbedded very fine grained quartz  
**SANDSTONE: 10%** light brown, very fine grained soft-firm, poor-moderately well cemented, very poorly sorted with light gray clay fill, very calcareous, quartzitic with scattered black minerals very poor porosity
- 3050'-3060' **SANDSTONE: 60%** light gray, light gray-brown, very fine grained to silty, unconsolidated in part, intact clusters are friable, poorly cemented, poorly sorted with clay fill, very calcareous, quartzitic with occasional carbonaceous debris, poor porosity  
**SHALE: 40%** light gray, soft, blocky-subfissile, silty in part, some floating quartz grains, non calcareous

- 3060'-3080' **SILTSTONE: 60%** light gray, soft to friable, very poorly sorted, very shaly, non calcareous to slightly calcareous, scattered carbonaceous inclusions  
**SHALE: 40%** light gray, light gray-brown, soft, subfissile-sub blocky, slightly calcareous in part, silty to very silty, rare smooth and subwaxy, micromicaceous
- 3080'-3090' **SHALE: 60%** light-medium gray, light gray-brown, soft to very soft, sub blocky-subfissile, non calcareous, slightly-very silty, micromicaceous, rare black carbonaceous specks  
**SILTSTONE: 40%** light gray, soft to friable, very poorly sorted, very shaly, non calcareous to slightly calcareous, scattered carbonaceous inclusions, trace arenaceous
- 3090'-3100' **SILTSTONE: 50%** light gray, firm-friable, very poorly sorted, very shaly, poorly cemented, quartzitic, calcareous in part, dirty, scattered carbonaceous debris  
**SHALE: 50%** light gray, medium gray-brown, soft, sub blocky-subfissile, non calcareous, slightly-very silty, micromicaceous, occasional carbonaceous inclusions
- 3100'-3120' **SHALE: 100%** light gray, gray-brown, rare light gray-green, soft, blocky-subfissile, non calcareous, slightly-very silty, arenaceous in part, rare smooth and subwaxy, scattered black carbonaceous inclusions
- 3120'-3130' **SHALE: 100%** light-medium gray-brown, light gray, rare light gray-green, soft, blocky-subfissile, non calcareous, slightly-very silty, occasional floating very fine grained quartz, some carbonaceous matter
- 3130'-3140' **SILTSTONE: 60%** light gray, firm-friable, very poorly sorted, clayey, calcareous, quartzitic, occasional carbonaceous inclusions  
**SHALE: 40%** light gray, gray-brown, soft, blocky-subfissile, silty, non calcareous, micromicaceous, occasional carbonaceous specks
- 3140'-3150' **SHALE: 100%** light gray-brown, gray, soft, blocky-subfissile, slightly-very silty, non calcareous, micromicaceous, occasional carbonaceous debris
- 3150'-3170' **SHALE: 80%** light gray-brown, light gray, soft, blocky-subfissile, non calcareous, slightly-very silty, micromicaceous, rare carbonaceous specks  
**SILTSTONE: 20%** light gray, gray-brown, firm to friable, very poorly sorted, shaly, micromicaceous, non calcareous
- 3170'-3200' **SHALE: 100%** light-medium gray-brown, dull gray-green, blocky-subfissile, moderately-very silty, micromicaceous, non calcareous, occasional black carbonaceous specks
- 3200'-3225' **VERY POOR RETURNS:**  
**SHALE:** light gray, gray-brown, soft to very soft, non calcareous, blocky-subfissile, very silty, micromicaceous, rare carbonaceous inclusions

3225'-3240' **SHALE:** dull gray-brown, dull gray-green, soft to very soft, blocky-subfissile, non calcareous, very silty, occasional floating very fine grained quartz grains, rare carbonaceous inclusions, trace pyrite aggregates, continued poor returns

3240'-3293' **NO RETURNS**

*LOST CIRCULATION AT 3293'*

3293'-3370' **NO RETURNS** – Drill ahead blind

3340'-3370' **HOLE UNLOADS** – very poor sample quality  
**SHALE: 60%** light gray, gray-brown, soft-firm, blocky-sub blocky, occasional carbonaceous inclusions, micromicaceous, non calcareous, very silty grading to siltstone  
**SILTSTONE: 40%** gray-brown, light gray, friable to soft, very poorly sorted, shaly, calcareous in part, possible cavings

3370'-3413' **LIMITED RETURNS:** Very poor sample quality, logged as shale

*TWIST OFF, LEAVING BIT, BIT SUB, MONEL COLLAR AND TWO DRILL COLLARS IN THE HOLE. FISH IS RETRIEVED ON THE THIRD ATTEMPT*

3413'-3413' **LITHOLOGY ON BIT WHEN FISH IS RETRIEVED**  
**SHALE:** light gray, light gray-green, light brown, very soft to soft, blocky, slightly-very silty, trace arenaceous, non calcareous, micromicaceous, rare black carbonaceous specks

3413'-3430' **NO RETURNS**

3430'-3460' **NO RETURNS**

3460'-3470' **SILTSTONE: 70%** light-medium gray, gray-brown, soft-very soft, dirty, very poorly sorted, shaly, non calcareous to slightly calcareous, scattered carbonaceous specks  
**SHALE: 30%** light gray, light gray-brown, soft-very soft, very silty, micromicaceous, non calcareous, rare carbonaceous specks

3470'-3490' **SHALE: 70%** medium gray-brown, medium gray, soft-very soft, very silty, micromicaceous, non calcareous, occasional carbonaceous inclusions, grading to and interbedded with shaly siltstone  
**SILTSTONE: 30%** light-medium gray-brown, friable to soft, very shaly, very calcareous in part, quartzitic, scattered carbonaceous debris

3490'-3500' **SHALE: 50%** medium gray, gray-brown, soft, blocky-subfissile, slightly calcareous in part, micromicaceous, slightly-very silty, some carbonaceous inclusions and laminae

**SILTSTONE: 50%** medium gray-brown, medium gray, friable to hard and well cemented, very poorly sorted, shaly, slightly calcareous to very calcareous, quartzitic, scattered carbonaceous matter

3500'-3515' **SHALE: 80%** medium gray-brown, light gray, soft-very soft, blocky-subfissile, micromicaceous, predominantly very silty, calcareous in part, occasional carbonaceous specks  
**SILTSTONE: 20%** medium gray-brown, friable-firm, calcareous, very poorly sorted, shaly, rare carbonaceous specks

3515'-3584' **NO RETURNS**

*PULL UP 500' TO 800' AND TRY TO GAIN RETURNS*

3584'-3615' **NO RETURNS**, drill ahead blind

3615'-3615' **HOLE UNLOADS**

**SANDSTONE: 70%** light gray, light gray-brown, very fine grained to silty, friable to firm, moderately well cemented, poor-moderately well sorted, shaly in part, slightly calcareous to moderately calcareous, subangular-subround quartzitic with scattered black carbonaceous specks, **poor visible intergranular porosity**, (6-8%), no visible stain, fluorescence, or cuts

**SILTSTONE: 30%** light-medium gray-brown, friable to hard and well cemented, calcareous, very poorly sorted, shaly, occasional carbonaceous specks

3615'-3630' **SHALE: 70%** light gray-brown, light gray, soft, blocky-sub blocky, calcareous in part, very silty, grading to and interbedded with dirty siltstone, scattered carbonaceous inclusions

**SILTSTONE: 30%** light-medium gray-brown, friable to soft, very poorly sorted, shaly, calcareous, occasional carbonaceous specks

3630'-3640' **SHALE: 70%** light gray-brown, light gray, soft, blocky-subfissile, calcareous in part, micromicaceous, mostly very silty

**SILTSTONE: 30%** light gray-brown, rare medium gray-brown, friable to soft, very poorly sorted, calcareous, shaly, rare black carbonaceous inclusions

3640'-3660' **HOLE UNLOADS AT 3675'** – Lagged at 3660', questionable sample quality

**SILTSTONE: 100%** light gray, light gray-brown, firm-friable, very poorly sorted, shaly to clayey, calcareous, rare pyritic, micromicaceous, occasional carbonaceous debris with pyrite

3660'-3670' **SHALE: 80%** medium gray-brown, soft-firm, blocky, silty, slightly-moderately calcareous, micromicaceous, scattered carbonaceous specks

**SILTSTONE: 20%** medium gray-brown, light gray, firm to friable, very poorly sorted, shaly, calcareous, rare carbonaceous inclusions

- 3670'-3690' **SHALE: 100%** medium-dark gray-brown, dark gray, soft-firm, silty, blocky-subfissile, micromicaceous, slightly calcareous, scattered brown and black carbonaceous inclusions
- 3690'-3700' **SHALE: 80%** medium gray-brown, medium gray, soft-firm, blocky-subfissile, very silty, slightly calcareous, micromicaceous, rare calcite fossil fragments, scattered carbonaceous specks  
**SILTSTONE: 20%** medium gray-brown, light gray, firm, very poorly sorted, shaly, slightly calcareous, quartzitic with occasional black carbonaceous inclusions
- 3700'-3750' **NO RETURNS**
- 3750'-3790' **NO RETURNS:** Rig crew members are standing by the shaker at all times, waiting for hole to unload.
- 3799'-3799' **HOLE UNLOADS:** At connection, lagged back to 3775'-3795'  
**SILTSTONE: 60%** light-medium gray, medium gray-brown, firm to friable, moderately well cemented, poor-moderately well sorted, shaly in part, slightly calcareous, occasional carbonaceous inclusions when gray-brown  
**SHALE: 30%** medium-dark gray-brown, light gray, soft-firm, blocky to fissile, micromicaceous, very silty, scattered carbonaceous matter  
**SANDSTONE: 10%** light gray, salt and pepper, very fine grained to silty, friable-firm, poor-moderately well sorted, considerable light gray clay fill, subangular, slightly calcareous, quartzitic with occasional black minerals and glauconite, some carbonaceous inclusions, poor porosity (4-6%), **no shows**
- 3799'-3830' **SILTSTONE- 40%** light gray, light gray-brown, salt and pepper, firm-hard, well cemented, calcareous, poor-moderately well sorted, shaly in part, some carbonaceous debris  
**SANDSTONE: 30%** light gray, salt and pepper, very fine grained to silty, firm-hard, well cemented moderately well sorted, to shaly, micaceous, slightly-moderately calcareous, quartzitic with scattered carbonaceous inclusions, poor porosity (4-6%)  
**SHALE: 30%** gray-brown, soft, fissile, very silty, carbonaceous, micromicaceous  
Hole unloads cuttings at 3830' connection
- 3830'-3860' **NO RETURNS**
- 3860'-3870' **HOLE UNLOADS,** lagged back to 3870', very limited returns  
**SILTSTONE: 60%** light gray, light gray-brown, friable to hard and well cemented, mostly poorly sorted, shaly, calcareous in part, scattered carbonaceous inclusions micromicaceous  
**SHALE: 20%** light gray, light gray-brown, soft to very soft, blocky-subfissile, non calcareous, very silty in part



**SANDSTONE: 20%** light gray, salt and pepper, very fine grained to silty, firm to hard and well cemented, poorly sorted with abundant light gray clay fill, subangular, calcareous, scattered carbonaceous debris, poor intergranular porosity (4-6%)

3870'-3890' **SILTSTONE: 50%** light gray, salt and pepper, friable to hard and well cemented, slightly-very calcareous, poorly sorted with clay, occasional carbonaceous inclusions  
**SANDSTONE: 30%** light gray, salt and pepper, very fine grained to silty, friable to hard, well cemented in part, poor-moderately well sorted with much light gray clay fill, calcareous, quartzitic with scattered carbonaceous inclusions, poor porosity (4-6%), **no shows**

**SHALE: 20%** very light gray, gray-brown, soft to very soft, blocky-fissile, slightly-very silty, calcareous in part, rare carbonaceous specks

3890'-3950' **NO RETURNS**

3950'-3960' **HOLE UNLOADS AT 3964'** Minimal returns are caught – poor sample quality

**SILTSTONE: 80%** medium-dark gray, gray-brown, friable to hard and well cemented, very poorly sorted, shaly, micromicaceous, slightly-moderately calcareous, increasing carbonaceous debris

**SHALE: 20%** medium-dark gray, gray-brown, soft, blocky-sub blocky, non calcareous, micromicaceous, very silty, considerable carbonaceous inclusions

3960'-3990' **SILTSTONE: 70%** medium-dark gray-brown, firm to soft, very poorly sorted, very shaly, decreasing grains size from above, slightly calcareous, scattered carbonaceous matter, micromicaceous

**SHALE: 30%** medium-dark gray-brown, soft-very soft, blocky, very silty, micromicaceous, non calcareous, occasional carbonaceous inclusions  
Very limited sample – questionable quality

3990'-4020' **NO RETURNS**

4020'-4030' **SILTSTONE: 90%** medium gray-brown, light gray, friable-firm, moderately well cemented, calcareous, very poorly sorted, shaly, pyritic in part, scattered carbonaceous inclusions micromicaceous

**SHALE: 10%** medium-dark gray-brown, soft-very soft, blocky, very silty, micromicaceous, non calcareous, occasional carbonaceous inclusions

4030'-4040' **SILTSTONE: 80%** medium-dark gray, gray-brown, soft and friable to firm, moderately well cemented, very poorly sorted, shaly, slightly calcareous, quartzitic with rare glauconite, micromicaceous, scattered carbonaceous inclusions

**SANDSTONE: 10%** light gray, very fine grained to silty, friable, moderately well sorted, moderately well cemented, calcareous, quartzitic, poor porosity (4-6%), **no shows**

**SHALE: 10%** Occurs as soft fissile, medium-dark gray-brown and light gray partings

- 4040'-4060' **SANDSTONE: 50%** light gray, salt and pepper, very fine grained to silty, firm to friable, moderately well sorted, some clay fill, moderately well cemented, calcareous, quartzitic with considerable black carbonaceous debris, poor intergranular porosity (4-8%), **no shows**  
**SILTSTONE: 50%** light gray-brown, light gray, firm to friable, moderately well cemented, poor-moderately well sorted, shaly in part, trace glauconite  
**CARBONACEOUS SHALE: trace** very dark brown, blocky, brittle  
**COAL: trace**, black hard, brittle, sub vitreous
- 4060'-4080' **SILTSTONE: 80%** light gray, light-medium gray-brown, firm to friable, mostly poorly sorted, shaly, calcareous, carbonaceous, micromicaceous, pyritic in part,  
**SANDSTONE: 10%** as above  
**SHALE: 10%** light gray-brown, very light gray, very soft, fissile, silty, calcareous in part, carbonaceous
- 4080'-4090' **SILTSTONE: 70%** light-medium gray-brown, light gray, soft, friable to firm, very poorly sorted, shaly, mostly non calcareous, occasional carbonaceous inclusions, trace glauconite, trace pyrite  
**SHALE: 30%** light gray, light gray-brown, very soft, sub blocky-fissile, slightly-very silty, non calcareous, rare carbonaceous inclusions
- 4090'-4100' **SILTSTONE: 50%** light-medium gray-brown, light gray, soft, friable to firm, very poorly sorted, shaly, mostly non calcareous, occasional carbonaceous inclusions, trace glauconite, trace pyrite  
**SANDSTONE: 50%** light gray, light gray-brown, very fine grained to silty, friable, poor-moderately well cemented, poorly sorted, shaly, slightly calcareous, carbonaceous, poor porosity (4-6%, **no shows**)
- 4100'-4110' **SHALE: 100%** light gray, light gray-brown, very soft, blocky-subfissile, non calcareous, slightly-very silty, rare carbonaceous inclusions
- 4110'-4120' **SHALE: 50%** light gray, light gray-brown, very soft, blocky-subfissile, very silty, non calcareous to moderately calcareous, micromicaceous, occasional carbonaceous inclusions  
**SILTSTONE: 50%** light gray, light-medium gray-brown, soft to friable, very poorly sorted, shaly, micromicaceous, calcareous, scattered carbonaceous specks
- 4120'-4150' **SILTSTONE: 80%** light gray-brown, light gray, soft to friable, very poorly sorted, shaly, slightly calcareous in part, rare carbonaceous inclusions  
**SHALE: 20%** light gray-brown, light gray, very soft, subfissile to fissile, slightly-very silty, smooth and subwaxy in part, non calcareous, micromicaceous
- 4150'-4160' **SHALE: 80%** light gray-brown, light gray, very soft, blocky-subfissile, slightly-very silty, non calcareous, micromicaceous, rare carbonaceous specks

**SILTSTONE: 20%** light gray-brown, friable to firm, moderately well cemented, very poorly sorted, shaly, slightly calcareous, micromicaceous, rare carbonaceous inclusions

4160'-4210' **NO RETURNS**

4180'-4220' **HOLE UNLOADS AT 4230'** lagged back to 4180'-4220'  
**SHALE: 100%** light gray-brown, very soft, blocky-subfissile, non calcareous, slightly-very silty, scattered floating very fine grained quartz grains, rare black carbonaceous inclusions

4220'-4230' **SHALE: 70%** light gray-brown, very soft, blocky-subfissile, non calcareous, slightly silty, rare carbonaceous inclusions  
**SANDSTONE: 30%** light gray, salt and pepper, very fine grained to silty, friable, moderately well sorted, shaly in part, calcareous, quartzitic with occasional carbonaceous inclusions, **poor visible intergranular porosity (4-6%), no shows**

4230'-4250' **NO RETURNS**

4250'-4260' **HOLE UNLOADS AT 4270'**, Very poor sample, few returns  
**SILTSTONE: 90%** light gray-brown, friable to soft, poorly cemented, very poorly sorted, very shaly, calcareous, occasional carbonaceous inclusions

**SHALE: 10%** very light gray, light gray-brown, very soft, occurs as fissile partings

#### **LOG TOP EMERY 4279' (+4393')**

4260'-4280' **HOLE UNLOADS CUTTINGS AT 4297'**  
**SANDSTONE: 80%** light gray, medium gray-brown, very fine grained, friable to firm, moderately well cemented, poor-moderately well sorted with light gray clay fill, moderately calcareous, subangular, quartzitic with rare black and brown chert, **poor visible intergranular porosity (4-8%), no fluorescence, stain, or cuts**  
**SHALE: 20%** medium-dark gray-brown, soft-firm, blocky-subfissile, slightly-very silty, non calcareous, occasional carbonaceous inclusions

4280'-4320' **NO RETURNS**

4320'-4340' **NO RETURNS**

4340'-4350' **TRY TO UNLOAD HOLE AT CONNECTION-4360'**, Very poor sample, lagged back to 4340'-4350'  
**SANDSTONE: 60%** light gray, very light gray-brown, very light brown, very fine grained, unconsolidated in part, to soft and friable, poorly cemented, poor-moderately well sorted, shaly in part, non calcareous to calcareous, subangular, quartzitic with rare black grains, probable poor intergranular porosity, No stain, fluorescence, or cuts

**SHALE: 40%** light gray-brown, soft, blocky-subfissile, non calcareous, very silty, rare carbonaceous specks

4350'-4360' **UNLOAD HOLE AT 4373'**, Very poor sample quantity and quality  
**SANDSTONE: 50%** light gray, very light brown, very fine grained to silty, very soft and friable, poor-moderately well sorted, shaly when brown, calcareous, poorly cemented, quartzitic with rare black grains and carbonaceous inclusions, **poor visible porosity, no shows**  
**SHALE: 50%** light brown, gray-brown, very soft, blocky-subfissile, slightly-very silty, non calcareous, occasional brown and black carbonaceous remains

4360-4370' **COAL: 80%**, black, firm, brittle, sub vitreous, no fluorescence or cuts when immersed in solvent  
**SANDSTONE: 10%** light brown, buff, very fine grained to silty, soft and friable, poorly sorted with clay fill, poor-moderately well cemented, very calcareous, quartzitic with scattered carbonaceous inclusions and laminae, poor intergranular porosity, no petroliferous odor, fluorescence, stain, or cuts  
**SHALE: 10%** light brown, very soft, blocky-subfissile, silty, non calcareous, rare carbonaceous inclusions

4370'-4391' **SANDSTONE: 100%** Totally unconsolidated fine-medium grained subangular-subround quartz with rare white altered feldspar, probable well sorted, scattered black carbonaceous debris and coal, possible fair intergranular porosity, no petroliferous odor, stain, fluorescence, or cuts

4391'-4421' **SANDSTONE: 50%** Sample composed of 90% unconsolidated fine-medium grained subangular-subround quartz, rare intact clusters are mostly well sorted with some cream clay fill in pores, friable, poorly cemented, slightly calcareous, quartzitic with scattered brown chert, poor to fair intergranular porosity (12-18%), no petroliferous odor, fluorescence, stain, or cuts, rare black carbonaceous matter on quartz grains  
**SHALE: 50%** light brown to buff, very soft to firm, blocky-subfissile, non calcareous, slightly-very silty, micromicaceous, rare pyrite aggregates

*SAMPLE ABOVE COLLECTED AFTER TOTAL DEPTH WHEN HOLE UNLOADED CUTTINGS.*

*RUN LOGS WITH SCLUMBERGER AT 4421', AND RUN 9 5/8" CASING*

*DRILL OUT OF SHOE AND ENCOUNTER CONSIDERABLE WATER IN 5 FEET. ATTEMPT TO DRILL AHEAD WITH AIR/MIST.*

4421'-4430' **NO RETURNS**

4430'-4438' **HOLE UNLOADS VERY SCANT, POOR RETURNS**  
**SHALE: 100%** light gray, medium-dark gray-brown, soft-firm, blocky-subfissile, smooth to very silty, non calcareous, micromicaceous, trace calcite fracture fill

- 4438'-4461' **SANDSTONE: 90%** medium-dark gray-brown, light gray, very fine to rare fine grained, friable-firm, moderately well sorted, well cemented in part, calcareous, quartzitic with occasional brown and black chert, some carbonaceous debris when dark, poor intergranular porosity, **no shows**  
**SHALE: 10%** very dark brown, firm, subfissile, very carbonaceous, silty, non calcareous, micromicaceous
- 4461'-4475' **SANDSTONE: 100%** light gray, very fine to rare fine grained, firm-friable, moderately well to well sorted, moderately well cemented, slightly calcareous, quartzitic with scattered brown and black chert, subangular-subround, poor to rare fair intergranular porosity, **no shows**, very limited returns
- 4475'-4490' **SANDSTONE: 100%** light gray, very fine to rare fine grained, becoming unconsolidated in part, firm-friable, moderately well to well sorted, moderately well cemented, slightly calcareous, quartzitic with scattered brown and black chert, subangular-subround, poor to rare fair intergranular porosity, **no shows**, very limited returns
- 4490'-4530' **SANDSTONE 90%** very fine grained, becoming more consolidated, poor-moderately well sorted with white clay fill in pores, calcareous, moderately well cemented, subangular-subround, quartzitic with black and brown chert, **poor visible intergranular porosity, no shows**  
**SHALE: 10%** light gray, light gray-green, soft, blocky-subfissile, non calcareous, smooth
- 4530'-4560' **VERY POOR SAMPLE**  
**SANDSTONE:** as above
- 4560'-4590' **COAL: 10%** black, firm, brittle, sub vitreous, not enough sample to canister  
**SANDSTONE: 90%** totally unconsolidated, very fine grained subangular-subround quartz with scattered accessory dark chert, rare red iron stain on quartz grains, probable poor intergranular porosity, **no shows**
- 4590'-4620' **SANDSTONE: 70%** unconsolidated in part, intact clusters are light gray, very fine grained to silty, firm-friable, poor-moderately well sorted with light gray clay fill in pores, calcareous, moderately well cemented, subangular-subround, quartzitic with black carbonaceous inclusions, poor intergranular porosity, **no shows**  
**COAL: 10%** black, firm, brittle, sub vitreous  
**SHALE: 20%** white, light gray-green, soft, blocky to platy, probably occurs as partings in sandstone, calcareous when white

*TRIP FOR BIT AT 4631'*

- 4620'-4640' **SANDSTONE: 100%** totally unconsolidated, very fine to fine grained subangular-subround quartz with scattered black and dark brown minerals, probable poor-occasional fair intergranular porosity, **no shows**, scattered white soft, platy clay partings
- 4640'-4660' **SANDSTONE: 60%** totally unconsolidated, becoming very fine grained, subangular-subround quartz with scattered black and dark brown minerals, probable poor intergranular porosity, **no shows**, scattered white soft, platy clay partings  
**COAL: 40%** black, firm, brittle, sub vitreous, micropyrritic
- 4660'-4700' **SANDSTONE: 85%** totally unconsolidated very fine to fine grained subangular-subround quartz with scattered brown and black chert, rare red iron stain on quartz grains, possibly some fair intergranular porosity, **no shows**  
**COAL: 10%** black, firm, brittle, sub vitreous  
**CARBONACEOUS SHALE: 5%** dark brown, firm, blocky, very silty, calcareous in part, highly carbonaceous
- 4700'-4730' **SANDSTONE: 90%** Predominantly unconsolidated (99%), very fine to fine grained subangular-subround quartz with scattered brown and black chert, rare red iron stain on quartz grains, rare intact clusters are moderately well sorted, calcareous, and friable, possibly some fair intergranular porosity, **no shows**  
**SHALE: 10%** dark brown, blocky, firm, very silty, non calcareous, abundant carbonaceous inclusions and laminae, micropyrritic
- 4730'-4760' **SHALE: 60%** dark gray-brown, dark brown, firm, blocky-subfissile, very silty, non calcareous, carbonaceous, micropyrritic  
**SANDSTONE: 40%** light gray, very fine grained to silty, firm, mostly consolidated, poorly sorted with light gray clay fill in pores, moderately well cemented, calcareous, quartzitic with some brown chert, very poor intergranular porosity, (4-6%), **no shows**  
**SILTSTONE:** trace, light gray, soft to firm, very shaly, calcareous, scattered carbonaceous specks
- 4760'-4790' **SANDSTONE: 70%** light gray, very fine grained mostly unconsolidated, rare intact clusters are friable, very poorly sorted with light gray clay fill in pores, poor-moderately well cemented, calcareous, quartzitic with rare black and brown grains, very poor intergranular porosity, **no shows**  
**SHALE: 30%** dark gray-brown, dark brown, firm, blocky-subfissile, very silty, slightly calcareous, decreasing carbonaceous matter, trace pyrite, micromicaceous
- 4790'-4820' **SANDSTONE: 80%** light gray, very fine to fine grained predominantly unconsolidated, rare intact clusters are friable, very poorly sorted with light gray clay fill in pores, poor-moderately well cemented, calcareous, quartzitic with rare black and brown grains, very poor intergranular porosity, **no shows**

**SHALE: 20%** dark gray-brown, dark brown, firm, blocky-subfissile, very silty, slightly calcareous, scattered carbonaceous matter, trace pyrite, micromicaceous

4820'-4850' **SANDSTONE: 100%** Totally unconsolidated very fine to fine grained, rare medium grained subangular-subround quartz with accessory brown medium gray-brown chert, rare coaly and carbonaceous matter on quartz grains, possibly some fair intergranular porosity (12-15%), **no shows**

4850'-4870' **SANDSTONE: 100%** totally unconsolidated becoming predominantly very fine grained, subangular-subround quartz with rare accessory brown and black chert, considerable clay washes out of sample, suggesting very poorly sorted clayey sandstone with poor porosity (3-4%), **no shows**, scattered white soft clay partings

4870'-4900' **SHALE: 60%** dark gray-brown, dark brown, blocky-subfissile, firm, very silty, non calcareous to slightly calcareous, micromicaceous, abundant carbonaceous debris, trace calcite fossil fragments

**SILTSTONE: 40%** brown, light-medium gray-brown, firm to hard and well cemented, shaly, dirty, numerous carbonaceous specks  
**COAL: trace**, black hard, sub vitreous

4900'-4930' **SHALE: 40%** dark gray-brown, dark brown, blocky-subfissile, firm, very silty, non calcareous to slightly calcareous, micromicaceous, abundant carbonaceous debris,, trace calcite fossil fragments  
**SILTSTONE: 30%** brown, light-medium gray-brown, firm to hard and well cemented, shaly, dirty, becoming very calcareous grading to silty limestone, numerous carbonaceous specks  
**SANDSTONE: 20%** light gray, light brown, mostly unconsolidated very fine grained quartz, intact clusters are friable, moderately well cemented, poor-moderately well sorted, shaly, very calcareous, poor intergranular porosity, **no shows**  
**COAL: 10%** black, firm to hard, brittle, sub vitreous

4930'-4950' **COAL: 80%** black firm-hard, brittle, sub vitreous, not interpreted as representative of entire interval. Coal does not exhibit fluorescence or give cuts in solvent  
**SANDSTONE: 20%** Totally unconsolidated very fine grained subangular-subround quartz, probable poor intergranular porosity, **no shows**

4950'-5120' **NO RETURNS:** Only one compressor is placed on the hole, as the reserve pit is full, and is being pumped down. Lithology interpreted from drill rate as interbedded sandstone, siltstone, and shale, with occasional thin coal beds

5120'-5140' **SANDSTONE: 100%** Totally unconsolidated very fine to fine grained subangular-subround quartz with scattered carbonaceous inclusions, probable poor intergranular porosity, **no shows**, occasional white very soft clay partings

- 5140'-5190' **SANDSTONE: 80%** light gray very fine grained, becoming consolidated, friable, very poorly sorted with white to light gray clay fill, poorly cemented, slightly calcareous, quartzitic with rare glauconite and occasional carbonaceous debris, very poorly intergranular porosity (3-4%), scattered white clay partings  
**SILTSTONE: 20%** light brown, soft, very shaly, dirty, calcareous
- 5190'-5230' **CARBONACEOUS SHALE: 70%** brown to very dark brown, black and coaly, soft-firm, blocky-fissile, non calcareous, very silty, pyritic in part, abundant carbonaceous matter  
**SANDSTONE: 20%** mostly unconsolidated very fine grained, subangular-subround quartz, intact clusters are very poorly sorted with clay, very calcareous, very poor intergranular porosity (3-4%), **no shows**, scattered white to brown very soft calcareous clay partings  
**COAL: 10%** black, firm to hard, friable in part
- 5230'-5260' **SANDSTONE: 100%** Totally unconsolidated very fine grained to silty, subangular-subround quartz, calcareous in part, considerable cream clay fill washing out of sample, probable very poor intergranular porosity (3-4%), **no shows**
- 5260'-5290' **SANDSTONE: 80%** Totally unconsolidated very fine grained to silty, subangular-subround quartz, calcareous in part, considerable cream clay fill washing out of sample, quartzitic with scattered glauconite, probable very poor intergranular porosity (3-4%), **no shows**  
**CARBONACEOUS SHALE: 20%** dark brown to black, soft to firm, blocky-fissile, very silty, non calcareous, occasional pyritic, coaly in part
- 5290'-5366' **NO RETURNS:** Limited air to no air is on the hole, as reserve pit is full, gain returns after connection at 5366'. Sample is limited in quantity and poor in quality.
- 5366'-5397' **POOR SAMPLES:** Lags uphole an unknown distance  
**SANDSTONE: 80%** light gray, very fine grained, mostly unconsolidated, intact clusters are friable to firm, poor-moderately well sorted with some light gray clay fill in pores, slightly calcareous, moderately well cemented, quartzitic with rare gray-brown and brown chert, scattered carbonaceous debris, subangular-subround, poor intergranular porosity, **no shows**  
**SILTSTONE: 20%** dark brown, light brown, firm-friable, very poorly sorted, shaly, slightly calcareous, very silty, considerable carbonaceous inclusions
- 5397'-5520' **NO RETURNS:** Only one compressor on hole, cuttings not being lifted.



- 5520'-5540' **VERY POOR QUALITY, MEAGER SAMPLE CAUGHT AT 5550'.** Lagged back to 5520'-5540'  
**SANDSTONE: 90%** light gray, very fine grained, mostly unconsolidated, intact clusters are moderately well cemented, friable, moderately well sorted, scattered clay in pores, calcareous, quartzitic with rare glauconite, occasional brown chert and organic coating on quartz grains, **poor visible porosity**, (4-6%), **no shows**, scattered soft white clay partings  
**COAL: 10%** Probable cavings
- 5540'-5585' **SANDSTONE: 60%** light gray, very fine good, soft-firm, friable, poor-moderately well cemented, very poorly sorted with clay fill, slightly calcareous, quartzitic with scattered black minerals and carbonaceous inclusions, poor intergranular porosity (3-4%), **no shows**  
**SILTSTONE: 20%** light gray, soft, very poorly sorted, shaly, calcareous  
**SHALE: 20%** white, light-medium gray, very soft, mushy in part, platy to blocky, clayey and calcareous when white, silty
- 5585'-5615' **SILTSTONE: 70%** light gray, very soft, very poorly sorted, shaly, calcareous, scattered carbonaceous specks  
**SANDSTONE: 30%** light gray, very fine grained to silty, soft, very poorly sorted, shaly, calcareous, grading to and interbedded with siltstone, poor intergranular porosity (3-4%)
- 5615'-5640' **SANDSTONE: 60%** light gray, very fine grained to silty, soft and shaly to friable, very poorly sorted, slightly calcareous in part, poorly cemented, occasional carbonaceous inclusions, poor porosity, **no shows**  
**SILTSTONE: 40%** light gray, very soft, very poorly sorted, shaly, calcareous, scattered carbonaceous specks
- 5640'-5665' **SILTSTONE: 60%** light gray, light gray-brown, very soft to unconsolidated, very poorly sorted, shaly, slightly calcareous  
**SANDSTONE: 20%** light gray, salt and pepper, very fine grained, soft and friable to firm, poor-well cemented, shaly, slightly calcareous, quartzitic with black and brown accessory chert, subangular, very poor intergranular porosity, **no shows**  
**SHALE: 20%** medium-dark brown, firm, fissile-subfissile, very silty, non calcareous, micromicaceous, considerable carbonaceous inclusions and laminae
- 5665'-5685' **SHALE: 60%** medium-dark brown,, black, medium gray, firm, to soft when gray, blocky-subfissile, very silty, non calcareous, highly carbonaceous, coaly in part, pyritic occasionally  
**SILTSTONE: 20%** light brown, tan, friable to hard and well cemented, shaly, very calcareous, scattered carbonaceous specks

**SANDSTONE: 20%** light gray, salt and pepper, very fine grained, rare fine grained, firm-friable, moderately well cemented, poor-moderately well sorted, some gray clay fill, subangular, quartzitic with scattered dark chert and carbonaceous inclusions, poor porosity, **no shows**

5685'-5700' **SHALE: 70%** light gray, light gray-brown, very soft, mushy, silty, calcareous, scattered carbonaceous specks  
**SILTSTONE: 30%** light gray, very soft, very poorly sorted, shaly, calcareous, scattered carbonaceous specks

5700'-5730' **HOLE UNLOADS, VERY POOR SAMPLE**  
**SHALE: 40%** dark brown, firm, blocky-subfissile, very silty, micromicaceous, slightly calcareous in part, abundant carbonaceous inclusions and laminae  
**SILTSTONE: 60%** light gray, light gray-brown, very soft, very poorly sorted, shaly, non calcareous, Abundant coal and very fine grained sandstone – probable cavings from ROP

**LOG TOP LOWER BLUEGATE (MANCOS) 5764', 5762 TVD (+2910')**

5730'-5990' **NO RETURNS**

5970'-5996' **HOLE UNLOADS AT 5790'-5996', LAGGED BACK TO 5970'**  
**SILTSTONE: 70%** light-medium gray, firm-hard, well cemented, shaly to moderately well sorted, very calcareous, some black carbonaceous specks  
**SHALE: 30%** medium gray, firm, blocky-subfissile, silty, calcareous, micromicaceous, occasional carbonaceous streaks

5996'-6018' **SILTSTONE 50%** light brownish-gray, light gray, firm to hard, very shaly to moderately well sorted, calcareous, micromicaceous in part, scattered carbonaceous inclusions  
**SHALE: 50%** medium gray, firm, blocky-subfissile, silty, calcareous, micromicaceous, occasional carbonaceous streaks  
**COAL:** Abundant black, hard vitreous, interpreted after logs to be cavings

6018'-6040' **SILTSTONE: 50%** light-medium gray-brown, medium gray, firm, moderately well to well cemented, poorly sorted, shaly, calcareous, scattered carbonaceous debris  
**SHALE: 50%** light-medium gray-brown, medium gray, firm, blocky-subfissile, very silty to moderately silty, micromicaceous, calcareous, occasional carbonaceous inclusions

6040'-6075' **SHALE: 80%** medium-dark gray, gray-brown, firm, blocky-subfissile, moderately-very silty, calcareous, scattered carbonaceous matter, micromicaceous  
**SILTSTONE: 20%** light-medium gray, firm to hard and well cemented, very poorly sorted and shaly to moderately well sorted, very calcareous

**SANDSTONE: trace** light gray, very fine grained, hard, well cemented, very calcareous, moderately well sorted, quartzitic with rare red grains, scattered black grains, no visible intergranular porosity, **no shows**

- 6075'-6115' Considerable coal still in sample, probable cavings,  
**SHALE: 70%** medium-dark gray-brown, firm, blocky-fissile, very silty, micromicaceous, calcareous, rare carbonaceous specks  
**SILTSTONE: 30%** light-medium gray-brown, light gray, light brown, firm to hard and well cemented, slightly calcareous to very calcareous, very poorly sorted, shaly, scattered carbonaceous specks  
**SANDSTONE: trace,** light gray, very fine grained, very hard, well cemented, calcareous, moderately well sorted, quartzitic, no visible intergranular porosity, **no shows**
- 6115'-6150' **SAMPLE IS 80% COAL – CAVINGS**  
**SILTSTONE: 20%** light gray, light gray-brown, firm, very poorly sorted, shaly, well cemented, micromicaceous, calcareous, rare carbonaceous inclusions, grading to silty shale
- 6150'-6190' **ABUNDANT COARSE COAL CAVINGS , LESS IN FINE SCREENED SAMPLE**  
**SHALE: 60%** medium gray, medium gray-brown, firm, blocky-fissile, calcareous, very silty, micromicaceous, rare carbonaceous inclusions  
**SILTSTONE: 40%** medium gray, medium gray-brown, firm-hard, well cemented, very shaly, calcareous, micromicaceous, rare buff inclusions, scattered carbonaceous inclusions
- 6190'-6220' **SILTSTONE: 80%** medium gray, medium gray-brown, firm-hard, well cemented, very shaly, calcareous, micromicaceous, rare buff inclusions, scattered carbonaceous inclusions  
**SHALE: 20%** medium gray, medium gray-brown, firm, blocky-fissile, calcareous, very silty, micromicaceous, rare carbonaceous inclusions
- 6220'-6252' **SHALE: 80%** Medium gray-brown, soft-firm, blocky-fissile, very silty, calcareous, occasional carbonaceous specks, micromicaceous  
**SILTSTONE: 20%** light gray, light brown, firm, well cemented, shaly, very calcareous
- 6252'-6300' **COAL 50% CAVINGS**  
**SHALE 100%**: medium gray-brown, when wet to dark gray when black, soft and brittle to firm, fissile-subfissile, calcareous, micromicaceous, very silty, rare carbonaceous specks
- 6300'-6330' **SHALE: 100%** medium brown when wet to dark gray to black when dry, soft-firm, fissile-subfissile, micromicaceous, silty, slightly calcareous, rare carbonaceous specks, trace calcite fossil fragments

- 6330'-6350' **SHALE: 100%** medium brown when wet to very dark gray to black when dry, soft-firm, fissile-subfissile, slightly-moderately silty, slightly calcareous to rare very calcareous, micromicaceous, rare carbonaceous inclusions  
**COAL: 10%** cavings
- 6350'-6390' **SHALE: 90%** medium brown when wet to very dark gray to black when dry, soft-firm, fissile-subfissile, very silty, slightly calcareous to rare very calcareous, micromicaceous, rare carbonaceous inclusions  
**SILTSTONE: 10%** light brown, soft in part to firm, very poorly sorted, shaly, very calcareous  
**CLAYSTONE: trace**, light brown, very soft, calcareous, mushy in part, blocky, bentonitic
- 6390'-6420' **SHALE: 100%** light-medium brown when wet to very dark gray to black when dried, firm to very soft, fissile-sub blocky, silty, micromicaceous, slightly to very calcareous, occasional light brown very soft and bentonitic, scattered carbonaceous inclusions
- 6420'-6480' **COAL: 50% CAVINGS**  
**SHALE: 50%** light-medium brown when wet to dark gray to black when dry, soft-firm, blocky-subfissile, becoming very silty in part, calcareous, micromicaceous, trace calcite fossil fragments, scattered carbonaceous specks  
**SILTSTONE: 50%** light-medium gray-brown, medium brown, firm to hard and well cemented, very shaly, very calcareous, occasional carbonaceous inclusions
- 6480'-6510' **HOLE BEGINS MAKING CONSIDERABLE WATER AT 6510', UNLOAD HOLE WITH 4 COMPRESSORS AT CONNECTION AT 6521'. WATER UNLOADS 30-40 FEET ABOVE SHAKER, NO GAS OR HYDROCARBONS OBSERVED.**  
**SHALE: 50%** light-medium brown when wet, dark gray when dried, soft-firm, blocky-fissile, very silty, calcareous, micromicaceous, occasional black carbonaceous specks  
**SILTSTONE: 50%** light-medium brown, light gray, firm to very hard and well cemented, dense, very shaly and dirty, to moderately well sorted when light gray, very calcareous, micromicaceous in part, occasional carbonaceous inclusions, **no shows**.
- 6510'-6520' **SHALE: 80%** medium brown, gray-brown when wet, very dark gray when dried, soft-firm, subfissile-fissile, calcareous, very silty, micromicaceous, scattered carbonaceous specks  
**SILTSTONE: 20%** medium gray-brown, firm to hard, well cemented, very calcareous, very poorly sorted, shaly, dirty, rare carbonaceous specks
- 6520'-6550' **SHALE: 80%** medium brown, gray-brown when wet, very dark gray when dried, soft-firm, subfissile-fissile, calcareous, very silty, micromicaceous, scattered carbonaceous specks, trace calcite fossil fragments

**SILTSTONE: 20%** medium gray-brown, firm to hard, well cemented, very calcareous, very poorly sorted, shaly, dirty, rare carbonaceous specks

6550'-6590' **SILTSTONE: 60%** light-medium gray-brown, medium brown, firm-hard, well cemented, very calcareous, very shaly, rare carbonaceous specks  
**SHALE: 40%** light-medium brown, gray-brown, dark gray when dry, subfissile-fissile, becoming very silty, calcareous, micromicaceous

6590'-6650' **COAL: 60% CAVINGS**  
**SHALE: 80%** medium brown when wet, dark gray when dried, soft-firm, subfissile-fissile, slightly calcareous, slightly-very silty, micromicaceous, rare carbonaceous specks

**SILTSTONE: 20%** light-medium gray-brown, medium brown, firm-hard, well cemented, very calcareous, very shaly, rare carbonaceous specks

6650'-6680' **COAL: 60% CAVINGS** , Poor sample quality  
**SHALE: 60%** medium brown when wet, dark gray when dried, soft-firm, subfissile-fissile, slightly calcareous, slightly-very silty, micromicaceous, rare carbonaceous specks  
**SILTSTONE: 40%** light-medium gray-brown, medium brown, firm-hard, well cemented, very calcareous, very shaly, rare carbonaceous specks

6680'-6710' **COAL: 70% CAVINGS** , Very poor sample quality  
**SHALE: 90%** light-medium brown, gray-brown, when wet, dark gray when dried, soft-firm, fissile-subfissile, slightly-very silty, calcareous, micromicaceous, rare carbonaceous inclusions  
**SILTSTONE: 10%** medium brown, firm, blocky, very shaly, very calcareous

6710'-6750' **NO RETURNS**

6750'-6790' **SHALE: 50%** medium brown, gray-brown, when wet, dark gray when dry, soft-firm, blocky-subfissile, very silty, slightly calcareous, micromicaceous, occasional carbonaceous debris, trace calcite fossil fragments  
**SILTSTONE: 50%** medium brown, light gray-brown, firm to hard, well cemented, non calcareous to very calcareous, very poorly sorted, shaly

6790'-6820' **COAL: 70% CAVINGS**  
**SHALE:** light-medium gray-brown when wet, dark gray when dry, firm, subfissile-fissile, very silty, micromicaceous, slightly-moderately calcareous, occasional carbonaceous inclusions

6820'-6850' **COAL: 40% CAVINGS**  
**SHALE:** light-medium gray-brown when wet, dark gray when dry, firm, subfissile-fissile, very silty, micromicaceous, slightly-moderately calcareous, occasional carbonaceous inclusions

6850'-6890' **SHALE: 100%** medium brown, light-medium gray-brown, dark gray when dry, soft-firm, fissile, slightly-very silty, calcareous, micromicaceous, occasional carbonaceous inclusions, decreasing coal cavings

6890'-6920' **SHALE: 100%** medium brown, light-medium gray-brown, dark gray when dry, soft-firm, fissile, slightly-very silty, calcareous, micromicaceous, occasional carbonaceous inclusions, few coal cavings

6920'-6940' **SHALE: 90%** medium brown when wet, dark gray dried, firm, subfissile-fissile, silty, slightly calcareous. micromicaceous, rare carbonaceous specks

**SILTSTONE: 10%** medium brown, firm to moderately hard, well cemented, platy, very shaly, very calcareous, rare carbonaceous inclusions

6940'-6970' **SHALE: 90%** medium brown when wet, dark gray dried, firm, subfissile-fissile, silty, slightly calcareous. micromicaceous, rare carbonaceous specks

**SILTSTONE: 10%** medium brown, firm to moderately hard, well cemented, platy, very shaly, very calcareous, rare carbonaceous inclusions, occasional pyritic

6970'-7000' **SHALE: 100%** medium brown, occasional light brown, when wet, soft when light brown, to firm, subfissile-fissile, silty, micromicaceous, calcareous, occasional light brown blocky, very soft very calcareous, and marly

7000'-7073' **SAMPLES LEFT IN HOLE**, trip out to change to mud. First few stands very tight

*MIX MUD AND CONSIDERABLE LCM*

*DEPTH CORRECTED TO 7083'*

7083'-7110' 99% LCM – orange wood fiber

**SHALE: 80%** medium-dark gray, soft-firm, subfissile-fissile, very silty, micromicaceous, calcareous, rare carbonaceous specks

**SILTSTONE: 20%** medium gray, hard, well cemented, non calcareous to calcareous, micromicaceous, rare carbonaceous inclusions

*BEGIN 10' LAGGED SAMPLES*

7110'-7120' 99% LCM, primarily orange wood fiber

**SHALE: 100%** medium-dark gray, soft-firm, subfissile-fissile, very silty, micromicaceous, calcareous, rare carbonaceous specks

7120'-7130' 99% LCM as above

**SHALE: 100%** medium-dark gray, soft-firm, subfissile-fissile, very silty, micromicaceous, calcareous, rare carbonaceous specks

- 7130'-7140' LCM – 95% composed of considerable biotite, clear crystalline quartz and green minerals – Igneous origin  
**SHALE: 100%** medium gray-brown, very soft to soft, blocky-subfissile, moderately-very silty, earthy, rare glauconite inclusions and carbonaceous matter  
**SILTSTONE: trace**, medium gray-brown, hard, well cemented, calcareous, very poorly sorted, shaly
- 7140'-7150' LCM – 99% orange wood fiber and cellophane  
**SHALE: medium gray-brown**, firm, blocky-subfissile, silty, micromicaceous, calcareous, rare carbonaceous inclusions
- 7150'-7170' LCM-95%  
**SHALE: 100%** medium brown, light brown, very soft and blocky when light brown, to firm and subfissile-fissile, silty, slightly-very calcareous, micromicaceous, rare pyrite inclusions
- 7170'-7180' 90% LCM  
**SHALE: 90%** medium brown, light brown, very soft and blocky when light brown, to firm and subfissile-fissile, silty, slightly-very calcareous, micromicaceous, rare pyrite inclusions  
**SILTSTONE: 10%** medium gray-brown, firm, blocky, very shaly, calcareous, scattered carbonaceous debris
- 7180'-7190' LCM 80%  
**SHALE: 90%** light gray and very soft to medium gray, gray-brown, firm very silty, micromicaceous, slightly calcareous, scattered carbonaceous specks  
**SILTSTONE: 10%** medium gray-brown, firm, blocky, very shaly, calcareous, scattered carbonaceous debris
- 7190'-7200' LCM – 50%  
**SHALE: 80%** light gray, medium-dark gray-brown, very soft when light gray to firm, blocky-subfissile, micromicaceous, calcareous, earthy in part, occasional carbonaceous debris  
**SILTSTONE: 20%** medium gray-brown, firm-hard, very shaly, well cemented, calcareous, occasional carbonaceous inclusions
- 7200'-7210' LCM – 50%  
**SHALE: 100%** light gray, medium-dark gray-brown, very soft when light gray to firm, blocky-subfissile, micromicaceous, calcareous, earthy in part, occasional carbonaceous debris
- 7210'-7220' **LCM drops to 10% or less from here, sample quality improves to good**  
**SHALE: 100%** light-dark gray, very soft to firm, blocky-subfissile, slightly-very calcareous, micromicaceous, occasional carbonaceous inclusions, trace pyrite
- 7220'-7230' **SHALE: 100%** light-dark gray, very soft to firm, blocky-subfissile, slightly-very calcareous, micromicaceous, occasional carbonaceous inclusions, trace pyrite

- 7230'-7240' **SHALE: 70%** light-dark gray, very soft to firm, blocky-subfissile, slightly-very calcareous, micromicaceous, occasional carbonaceous inclusions, trace pyrite  
**SILTSTONE: 30%** medium gray-brown, firm to hard, well cemented, very poorly sorted, shaly, micromicaceous, calcareous, occasional buff inclusions, and carbonaceous specks
- 7240'-7250' **SHALE: 90%** medium-dark gray-brown, medium gray, soft-firm, slightly-very silty, micromicaceous, calcareous, rare glauconite, occasional carbonaceous inclusions  
**SILTSTONE: 10%** medium gray-brown, firm to hard, well cemented, very poorly sorted, shaly, micromicaceous, calcareous, occasional buff inclusions, and carbonaceous specks, rare glauconite
- 7250'-7260' **SHALE: 90%** medium-dark gray-brown, medium gray, soft-firm, slightly-very silty, micromicaceous, calcareous, rare glauconite, occasional carbonaceous inclusions  
**SILTSTONE: 10%** medium gray-brown, firm to hard, well cemented, very poorly sorted, shaly, micromicaceous, calcareous, occasional buff inclusions, and carbonaceous specks, rare glauconite
- 7260'-7270' **SHALE: 100%** medium gray-brown, soft-firm, blocky-subfissile, very silty, calcareous, micromicaceous, rare pyrite inclusions and carbonaceous specks
- 7270'-7280' **SHALE: 90%** medium-dark gray-brown, medium-dark gray, soft-firm, blocky-subfissile, silty, slightly-moderately calcareous, micromicaceous, trace pyritic, scattered carbonaceous inclusions  
**SILTSTONE: 10%** medium gray-brown, hard, well cemented, shaly, very calcareous
- 7280'-7300' **NO RETURNS:** lost circulation at 7304', approximately 300 bbls.
- 7300'-7320' LCM – 50%  
**SHALE: 90%** medium gray-brown, medium gray, soft-firm, blocky-subfissile, micromicaceous, very silty in part, calcareous, rare carbonaceous specks  
**SILTSTONE: 10%** medium gray, soft and friable, very shaly, calcareous
- 7320'-7330' LCM – 50%  
**SHALE: 100%** medium-dark gray-brown, light-medium gray, soft-firm, blocky-subfissile, micromicaceous, very silty in part, calcareous, rare carbonaceous specks
- 7330'-7340' LCM – 60%  
**SHALE: 100%** medium gray, medium gray-brown, light gray-brown, very soft when light, to firm, blocky-subfissile, moderately-very silty, calcareous, micromicaceous, occasional carbonaceous debris
- 7340'-7350' LCM – 70%



**SHALE: 100%** dark gray-brown, dark gray, soft-firm, subfissile-fissile, micromicaceous, silty, becoming slightly calcareous, rare pyrite inclusions, rare carbonaceous specks

7350'-7360' LCM – 50%

**SHALE: 100%** dark gray-brown, dark gray, soft-firm, blocky-subfissile, micromicaceous, silty, becoming moderately to very calcareous, increasing pyrite inclusions, rare carbonaceous specks

7360'-7380' LCM – 95%, poor sample

**SHALE: 100%** dark gray-brown, dark gray, soft-firm, blocky-subfissile, micromicaceous, silty, calcareous, some pyrite inclusions, rare carbonaceous specks

7380'-7390' **SHALE:100%** dark gray-brown, dark gray, soft-firm, blocky-subfissile, micromicaceous, silty, calcareous, some pyrite inclusions, rare carbonaceous specks

7390'-7410' **SHALE: 100%** light gray, medium-dark gray-brown, soft-firm, micromicaceous, blocky-subfissile, very silty, calcareous, scattered carbonaceous debris

7410'-7440' **SHALE: 100%** light gray, medium-dark gray-brown, soft-firm, micromicaceous, blocky-subfissile, very silty, calcareous, scattered carbonaceous debris, occasional pyrite inclusions

7440'-7450' **SHALE: 100%** light-medium gray, medium gray-brown, soft-firm, blocky-fissile, slightly-moderately silty, calcareous, micromicaceous, occasional carbonaceous inclusions

7450'-7480' **NO RETURNS:** Lost circulation at 7473'

7480'-7490' Very poor sample quality, abundant LCM

**SHALE: 80%** medium-dark gray, firm, blocky-subfissile, silty, calcareous, micromicaceous, scattered carbonaceous specks

**SILTSTONE: 20%** dark gray, hard, well cemented, blocky, very calcareous, very poorly sorted, shaly

7490'-7500' LCM – 99%

**SHALE:** medium-dark gray, soft-firm, blocky-subfissile, micromicaceous, calcareous, very silty, occasional carbonaceous inclusions

7500'-7510' LCM – 99%

**SHALE:** medium-dark gray, soft-firm, blocky-subfissile, micromicaceous, calcareous, very silty, occasional carbonaceous inclusions, no visible sandstone

7510'-7520' LCM – 100%, trace cuttings

**SHALE:** medium-dark gray, soft-firm, blocky-subfissile, micromicaceous, calcareous, very silty, occasional carbonaceous inclusions, no visible sandstone

7520'-7530' LCM – 100%, trace cuttings  
**SHALE:** medium-dark gray, soft-firm, blocky-subfissile, micromicaceous, calcareous, very silty, occasional carbonaceous inclusions, no visible sandstone

7530'-7540' LCM-99%  
**SHALE:** medium gray, medium gray-brown, soft-firm, blocky-subfissile, moderately-very silty, micromicaceous, very calcareous, rare carbonaceous inclusions

**SILTSTONE:** trace, medium gray, firm-hard, well cemented, very poorly sorted, shaly, slightly calcareous, micromicaceous, occasional pyrite inclusions

*CREWS BEGIN WASHING LARGE AMOUNT OF LCM AT SHAKER, FLOATING OFF LCM, LEAVING RESIDUE OF LCM/CUTTINGS, SAMPLE QUALITY AND QUANTITY IMPROVES*

7540'-7550' **SHALE: 100%** medium-dark gray, rare light gray-brown, soft-firm, blocky-fissile, moderately calcareous, very silty, micromicaceous, scattered carbonaceous remains

7550'-7560' **SHALE: 95%** medium-dark gray, rare light gray-brown, soft-firm, blocky-fissile, moderately calcareous, very silty, micromicaceous, scattered carbonaceous remains  
**SILTSTONE: 5%** medium gray, firm, friable, platy, slightly calcareous, micromicaceous, very shaly

7560'-7570' **SHALE: 100%** medium-dark gray, rare light gray-brown, soft-firm, blocky-fissile, moderately calcareous, very silty, micromicaceous, scattered carbonaceous debris

7570'-7580' **SHALE: 100%** medium-dark gray, gray-brown, soft-firm, blocky-subfissile, very silty, calcareous, micromicaceous, occasional carbonaceous matter  
**SILTSTONE: trace,** light gray, very soft, shaly, carbonaceous

7580'-7600' **SHALE: 100%** dark gray, soft-firm, blocky-fissile, very calcareous, micromicaceous, very silty, occasional carbonaceous matter

7600'-7620' **SHALE: 90%** dark gray, dark gray-brown, soft-firm, blocky-fissile, very calcareous, micromicaceous, very silty, occasional carbonaceous matter  
**LIMESTONE: 5%** very light brown, light gray-brown, firm-hard, sublithographic, dense, moderately-very argillaceous, rare carbonaceous inclusions  
**SILTSTONE: 5%** white, dark gray, very soft and clayey to hard and well cemented when white, considerable mica flakes, non calcareous, very poorly sorted and clayey when white, to shaly when dark gray

7620'-7630' **SHALE: 70%** dark gray, dark gray-brown, soft-firm, blocky-fissile, very calcareous, micromicaceous, very silty, occasional carbonaceous matter  
**LIMESTONE: 30%** light brown, light gray-brown, dull medium gray-brown, rare white, sublithographic to microcrystalline, firm-hard, fragmental in part, micro pyritic, slightly-very argillaceous, very poorly intercrystalline porosity, **no shows**

**SILTSTONE: trace**, white, soft, fissile, very micaceous, bentonitic, dull mineral fluorescence

*CIRCULATE SAMPLES AT 7660' – 80 MINUTES, 3 SAMPLES IN HOLE*

7630'-7640' **SHALE: 60%** as above  
**SILTSTONE: 30%** dark gray-brown, mottled light gray and dark gray, very soft and shaly to hard and well cemented, non calcareous, very poorly sorted, grading to shale  
**LIMESTONE: 10%** as above, sublithographic to microcrystalline

7640'-7660' **SHALE: 50%** dark gray, firm, blocky-subfissile, very silty, slightly calcareous, very silty  
**SILTSTONE: 40%** dark gray, firm-hard, well cemented, siliceous, non calcareous, very shaly  
**LIMESTONE: 10%** light brown, microcrystalline, fragmental in part, slightly-moderately argillaceous, tight

7660'-7670' **SHALE: 100%** medium-dark gray, soft-firm, blocky-subfissile, very silty to gritty, slightly calcareous, rare carbonaceous specks

7670'-7680' **SHALE: 100%** dark gray, firm-moderately hard, blocky-subfissile, non calcareous, very silty, micromicaceous, rare carbonaceous specks

7680'-7690' **SHALE: 100%** medium-dark gray, gray-brown, firm-moderately hard, blocky-subfissile, non calcareous, very silty, micromicaceous, rare carbonaceous specks

7690'-7709' **NO RETURNS:** Lost circulation, approximately 1000 bbls. over next few hours

*GAIN RETURNS AND DRILL 10' TO 7719' AND CIRCULATE SAMPLES. PUMP PRESSURE WAS KEPT VERY LOW TO AVOID LOSING RETURNS.*

*THE 10' CIRCULATION SAMPLE WAS DESCRIBED FROM APPROXIMATELY 20 SAMPLES TAKEN CONTINUOUSLY BY CREWS. NEARLY 100% OF SAMPLE IS LCM WITH MICA, QUARTZ, GARNET, AND OTHER MINERALS. DARK SHALE IS PRESENT. DESCRIPTION IS BASED ON VERY FEW GRAINS OF SAND – VERY POOR SAMPLE QUALITY.*

7709'-7719' **SANDSTONE 80%:** light gray, cream, very light brown, very fine to fine grained, soft to friable, moderately well sorted to clay plugged and poorly sorted, poor-moderately well cemented, subangular-subround, non calcareous, quartzitic with rare accessory dark grains, poor to possible some fair intergranular porosity (6-10%), No visible fluorescence, stain, or cuts, tight interbedded with dark gray silty shale  
**SHALE 20%:** very light brown, cream, soft-firm, blocky, very calcareous, bentonitic

*TRIP OUT FOR LOGS WITH TWO PIPE STRAPS INDICATING UPHOLE DEPTH CORRECTION TO 7687' FIRST LOGGING RUN HITS BRIDGE AT 7256' TRIP IN TO CONDITION HOLE AND DRILL THREE FEET TO VERIFY BIT ON BOTTOM*

7687'-7690' Abundant mica and granitic LCM present  
**SHALE: 95%** dark gray, dark gray-brown, firm, blocky-subfissile, slightly-moderately calcareous, very silty, micromicaceous, trace fossil shell fragments, trace pyrite aggregates  
**LIMESTONE: 5%** tan, light brown, light gray, soft and marly to hard, sublithographic to microcrystalline, slightly-very argillaceous, dense, tight  
**SHALE: trace**, dark gray with imbedded well rounded medium-lower coarse grained quartz, glauconite, and pyrite, possible contact zone with Ferron  
**SILTSTONE: trace**, light brown, very soft, very poorly sorted, shaly, calcareous, micaceous  
**SANDSTONE: trace**, light gray, very fine grained soft and friable, very poorly sorted, shaly, calcareous, poor porosity, **no shows**

*RUN LOGS AND SET 7" CASING TO 7689', DRILL OUT WITH 6.25" BIT*

7690'-7702' **SHALE:** dark gray, firm, blocky-subfissile, very silty, slightly calcareous, micromicaceous, occasional pyrite inclusions, rare blocky gray-brown clayey shale, trace calcite fossil fragments

7702'-7713' **SHALE:** dark gray, firm, blocky-subfissile, very silty, slightly calcareous, micromicaceous, occasional pyrite inclusions, rare blocky gray-brown clayey shale, trace calcite fossil fragments  
**SILTSTONE: trace**, medium gray, firm to friable, very poorly sorted, shaly, calcareous  
**LIMESTONE: trace**, light brown, buff, possibly occurs as nodules, hard, clean

7713'-7725' **SHALE: 100%** dark gray, firm, blocky-subfissile, very silty, slightly calcareous, micromicaceous, scattered pyrite inclusions and aggregates, trace dark brown calcite fossil fragments  
**BENTONITE: trace**, white, cream, soft and mushy, blocky, non calcareous, occasional floating mica flakes, silty in part

7725'-7734' **SHALE: 95%** dark gray, firm, blocky-subfissile, very silty, slightly calcareous, micromicaceous, scattered pyrite aggregates and inclusions, trace dark brown calcite fossil fragments  
**BENTONITE: 5%** white, cream, soft and mushy, blocky, non calcareous, numerous floating mica flakes  
**COAL: trace**, black, hard, sub vitreous  
**SANDSTONE: trace** loose subround quartz grains

**LOG TOP FERRON – 7738' (+934')**

7734'-7745' **SANDSTONE:** influx of light gray to light brown, very fine grained to fine grained, unconsolidated to hard and very well cemented, calcareous, scattered dark chert and mica inclusions, subround, moderately well sorted, very **poor visible intergranular porosity** in intact clusters, **considerable black and dark brown bitumen or dead oil stain, no fluorescence, or cut from numerous clusters**  
**SHALE:** light brown, cream, soft-firm, blocky-subfissile, slightly silty, bentonitic in part, non calcareous, scattered floating mica, Abundant dark gray shale cavings

*TRIP OUT, PICK UP CORE BARREL AT 7745', TRIP IN AND GET STUCK. MIX MUD, TRIP OUT CORE BARREL, CIRCULATE AND CONDITION HOLE. ABANDON CORING AND DRILL AHEAD WITH BIT. HOLE IS CAVING CONSIDERABLY.*

7745'-7755' **ABUNDANT SHALE CAVINGS 90%**  
**SILTSTONE:** light brown, tan, firm to hard and well cemented, siliceous to slightly calcareous, very poorly sorted, shaly, trace mica inclusions  
**SANDSTONE: trace,** light brown very fine grained, friable, moderately well cemented, moderately well sorted, calcareous, occasional carbonaceous specks, poor intergranular porosity, **no shows**

7755'-7763' **SANDSTONE:** light gray, light brown, very fine to medium grained, friable to hard, mostly well cemented, slightly calcareous to siliceous, moderately well sorted with cream clay fill in pores, subangular-subround, quartzitic with accessory brown and light gray chert, poor intergranular porosity due to cement and clay, **occasional black intergranular dead oil stain, even, dull to moderately bright yellow fluorescence yields faint, slow streaming cuts**

*CONNECTION AT 7763', WORK PIPE WITH HOLE CAVING FOR 6 HOURS*

7763'-7770' **SHALE: CAVINGS 95%**  
**SANDSTONE:** light gray, rare light brown, becoming very fine grained, rare fine grained, firm to friable, well cemented, poor-moderately well sorted with increasing cream clay fill in pores, slightly calcareous in part, quartzitic with accessory brown and gray chert, rare glauconite, poor intergranular porosity (4-6%), **decreasing dead oil stain, very dull yellow fluorescence, no cuts**

7770'-7778' **SHALE: CAVINGS 90%**  
**SANDSTONE: 90%** light gray, light brown, rare medium brown, very fine to fine grained, friable to hard and well cemented, poor-moderately well sorted, becoming very shaly in part, subangular-subround, quartzitic with accessory dark chert, poor intergranular porosity, **dull to rare moderately bright yellow fluorescence, no stain or cuts**  
**SHALE: 10%** light brown, soft, blocky-subfissile, non calcareous, smooth to slightly silty

*WORK CAVINGS AND RAISE MUD WEIGHT TO 10.4*

- 7778'-7785' **SANDSTONE**: light gray, very fine grained, rare fine grained, friable-firm, well cemented, very poorly sorted with cream clay fill in pores, slightly calcareous in part, subangular-subround, quartzitic with occasional dark gray and brown chert, rare glauconite, very poorly intergranular porosity, dull to moderately bright yellow fluorescence, no visible stain or cuts, occasional white arenaceous claystone partings and medium green silty claystone
- 7785'-7790' **SANDSTONE: 60%** light gray, very fine grained, rare fine grained, friable-firm, well cemented, very poorly sorted with cream clay fill in pores, slightly calcareous in part, subangular-subround, quartzitic with occasional dark gray and brown chert, rare glauconite, very poorly intergranular porosity, dull to moderately bright yellow fluorescence, no visible stain or cuts  
**SILTSTONE: 30%** very light brown to medium gray-brown, friable to firm, well cemented, very poorly sorted, shaly, calcareous in part, micropyrritic, rare carbonaceous debris  
**SHALE: 10%** light gray, light brown, soft, blocky to fissile, silty to arenaceous, calcareous in part
- 7790'-7795' **SHALE: 60%** light brown, soft, blocky-subfissile, silty to very silty, calcareous, micropyrritic  
**SILTSTONE: 40%** light brown, firm to hard and well cemented, very poorly sorted, shaly, quartzitic, very calcareous in part, micropyritic
- 7795'-7800' **SILTSTONE: 60%** light brown, honey, gray-brown, firm to friable, well cemented, very calcareous, moderately well sorted to shaly, micropyritic, grading to and interbedded with very fine grained sandstone  
**SANDSTONE: 30%** light brown, honey, very fine grained, friable-firm, moderately well to well sorted, well cemented, calcareous, subangular, very poor intergranular porosity, **no shows**, yellow mineral fluorescence from calcite cement  
**SHALE: 10%** light brown, soft, blocky-subfissile, silty to very silty, calcareous, micropyritic
- 7800'-7810' **SILTSTONE: 60%** light brown, honey, gray-brown, firm to friable, well cemented, very calcareous, moderately well sorted to shaly, micropyritic, grading to and interbedded with very fine grained sandstone  
**SANDSTONE: 20%** light brown, honey, very fine grained, friable-firm, moderately well to well sorted, well cemented, calcareous, subangular, very poor intergranular porosity, **no shows**, yellow mineral fluorescence from calcite cement  
**COAL: 20%** black, firm to hard, brittle dull to sub vitreous

*LOSE CIRCULATION AT 7814' - 70 BARRELS*

7810-7825' **ABUNDANT BICARB NODULES 90% IN NEXT SEVERAL SAMPLES**

**SANDSTONE: 100%** light gray, light brown, very fine grained, friable to firm and well cemented, poor-moderately well sorted with considerable cream clay fill, quartzitic with scattered dark grains, calcareous, in part, very poor intergranular porosity, no fluorescence, stain, or cuts

7825'-7835' **SANDSTONE: 50%** light gray, light brown, very fine grained, friable to firm and becoming very well cemented with calcite, poorly sorted with considerable cream clay fill, quartzitic with scattered dark grains, calcareous, very poor intergranular porosity, no fluorescence, stain, or cuts, grading to 20% siltstone

**SHALE: 30%** light gray-brown, soft-firm, blocky, arenaceous to silty with floating quartz grains, calcareous in part

7835'-7840' **SANDSTONE: 70%** light gray, light brown, very fine grained, trace fine grained well sorted, friable to firm and becoming very well cemented with calcite, poorly sorted with considerable cream clay fill, quartzitic with scattered dark grains, calcareous, very poor intergranular porosity, no fluorescence, stain, or cuts,

**SILTSTONE: 30%** light brown, firm, well cemented, calcareous, shaly in part  
Considerable coal cavings

#### LOG TOP MIDDLE FERRON 7836' (+836')

7840'-7845' **SHALE: 70%** light brown, light-medium gray-brown, soft, blocky-fissile, calcareous, silty in part, occasional carbonaceous inclusions

**SANDSTONE: 30%** light gray, light brown, very fine to fine grained, firm, well cemented, moderately well sorted with some clay fill, quartzitic with brown chert, subangular, tight, **no shows**

7845'-7855' **SANDSTONE: 70%** light gray, light brown, very fine to fine grained, firm, well cemented, moderately well sorted with some clay fill, quartzitic with brown chert, subangular, occasional micropyrritic, tight, **no shows**

**SILTSTONE: 30%** light gray, light brown, firm, well cemented, very poorly sorted, clayey, calcareous, occasional carbonaceous matter

7855'-7860' **SHALE: 70%** dark gray, dark gray-brown, firm, blocky-fissile, splintery in part, non calcareous, silty, micromicaceous, very carbonaceous in part

**SILTSTONE: 30%** light gray, light brown, firm, well cemented, very poorly sorted, clayey, calcareous, occasional carbonaceous matter

7860'-7865' **CARBONACEOUS SHALE:** very dark gray to black, firm to moderately hard, blocky, non calcareous, silty, abundant carbonaceous matter

7865'-7875' **SILTSTONE: 60%** light brown, light gray-brown, firm, very poorly sorted, shaly, calcareous, rare very carbonaceous

**SANDSTONE: 20%** light gray to light brown, very fine grained, firm-hard, well cemented, moderately well to poorly sorted, shaly in part, calcareous, quartzitic with scattered carbonaceous inclusions, subangular, very poor porosity, (4-6%), **no shows**

- 7875'-7885' **SHALE: 20%** light brown, gray, soft, subfissile-fissile, calcareous  
**SANDSTONE: 40%** light gray, light brown, very fine grained to silty, firm-hard, well cemented, poor-moderately well sorted with cream clay fill, calcareous, subangular, quartzitic with scattered carbonaceous debris, grading to and interbedded with 40% siltstone as above, very poor porosity, (4-6%), **no shows**  
**SHALE: 20%** light brown, rare gray, soft, subfissile-fissile, silty to arenaceous, calcareous, scattered carbonaceous specks
- 7885'-7895' ABUNDANT LCM  
**SHALE: 50%** light-medium gray, white, rare light gray-green, light brown, soft, blocky-fissile, slightly-very silty, calcareous in part, bentonitic when gray  
**SILTSTONE: 40%** light brown, light gray-brown, firm, very poorly sorted, shaly, calcareous, rare very carbonaceous  
**SANDSTONE: 10%** light gray, light brown, very fine to fine grained, firm-friable, moderately well sorted, well cemented, subangular, calcareous, very poor porosity (4-6%), **no shows**
- 7895'-7905' **SHALE: 70%** light-medium gray, white, rare light gray-green, light brown, soft, blocky-fissile, slightly-very silty, calcareous in part, bentonitic when gray  
**SILTSTONE: 30%** light brown, light gray-brown, firm, very poorly sorted, shaly, calcareous, rare very carbonaceous
- 7905'-7910' **SANDSTONE: 30%** light gray, very fine to fine grained, firm-friable, moderately well sorted, well cemented with calcite, subangular-subround, quartzitic with scattered gray and brown chert, rare red iron stain, poor intergranular porosity, (4-6%), **no shows**  
**SILTSTONE: 50%** light brown, soft-firm, very poorly sorted, shaly, calcareous in part, rare carbonaceous matter  
**SHALE: 20%** light-medium gray, white, rare light gray-green, light brown, soft, blocky-fissile, slightly-very silty, calcareous in part, bentonitic when gray
- 7910'-7920' **SANDSTONE: 70%** light gray, very fine to fine grained, firm-friable, moderately well sorted, well cemented with calcite, subangular-subround, quartzitic with scattered gray and brown chert, rare red iron stain, poor intergranular porosity, (4-6%), **no shows**  
**SHALE: 30%** medium brown, light brown, light gray, rare very dark brown, soft-firm, blocky-fissile, silty when brown, non calcareous, scattered carbonaceous specks, occasional very carbonaceous when dark brown, with pyrite
- 7920'-7925' **SANDSTONE: 30%** light gray, very fine to fine grained, firm-friable, moderately well sorted, well cemented with calcite, subangular-subround, quartzitic with scattered gray and brown chert, rare red iron stain, poor intergranular porosity, (4-6%), **no shows**  
**SHALE: 70%** medium brown, light brown, light gray, decreasing brown to dark brown carbonaceous shale, soft-firm, blocky-fissile, silty when brown, non calcareous, scattered carbonaceous specks



- 7925'-7930' **99% BICARB IN SAMPLE**  
**SHALE:** light gray, light brown, rare light gray-green, soft, fissile, non calcareous, micromicaceous, bentonitic
- 7930'-7935' **SANDSTONE: 100%** light brown, light gray, rare medium brown, very fine to fine grained, rare medium grained, firm, well cemented with calcite, poor-moderately well sorted with cream clay fill, subangular-subround, quartzitic with scattered brown and gray chert, poor intergranular porosity (4-8%), no stain, fluorescence, or cuts, occasional carbonaceous debris
- 7935'-7940' **SANDSTONE: 60%** light brown, light gray, rare medium brown, very fine to fine grained, rare medium grained, firm, well cemented with calcite, poor-moderately well sorted with cream clay fill, subangular-subround, quartzitic with scattered brown and gray chert, poor intergranular porosity (4-8%), no stain, fluorescence, or cuts, occasional carbonaceous debris  
**SILTSTONE: 40%** light-medium brown, honey, firm to very hard and well cemented, very calcareous in part, very poorly sorted, shaly, occasional carbonaceous inclusions and laminae with drusy pyrite
- 7940'-7945' **SANDSTONE: 30%** light brown, light gray, rare medium brown, very fine to fine grained, rare medium grained, firm, well cemented with calcite, poor-moderately well sorted with cream clay fill, subangular-subround, quartzitic with scattered brown and gray chert, poor intergranular porosity (4-8%), no stain, fluorescence, or cuts, occasional carbonaceous debris  
**SILTSTONE: 70%** light-medium brown, honey, firm to very hard and well cemented, very calcareous in part, very poorly sorted, shaly, occasional carbonaceous inclusions and laminae with drusy pyrite
- 7945'-7955' **SANDSTONE: 60%** light gray, light brown, very fine grained to silty, hard, well cemented, poor-moderately well sorted with some clay fill, subangular, becoming non calcareous to siliceous, quartzitic with rare dark grains, poor porosity, (3-4%), **no shows**  
**SHALE: 40%** light gray, medium brown, soft-firm, blocky to fissile, slightly silty, very carbonaceous and pyritic when brown, non calcareous
- 7955'-7965' **SANDSTONE: 90%**, light gray, light brown, very fine to fine grained, hard very well cemented with calcite, moderately well sorted, decreasing clay content, quartzitic with scattered carbonaceous debris, poor porosity, **no shows**  
**SILTSTONE: 10%** medium brown, hard, very well cemented, calcareous, micromicaceous, occasional carbonaceous specks
- 7965'-7970' **SANDSTONE: 70%** light gray, light brown, very fine to fine grained, hard very well cemented with calcite, moderately well sorted, becoming very poorly sorted with cream clay fill, quartzitic with scattered carbonaceous laminae and inclusions, poor porosity, **no shows**

**SHALE: 10%** medium gray, dull gray-green, off white, medium brown, soft, subfissile-fissile, non calcareous to very calcareous when white, slightly silty, bentonitic when gray, occasional carbonaceous specks

7970'-7975' **SHALE:** gray-brown, light-medium brown, soft-firm, smooth to slightly silty, blocky-fissile, micromicaceous, occasional carbonaceous debris

7975'-7985' **SHALE:** dark gray, dark gray-brown, firm to hard, blocky-subfissile, moderately-very silty, non calcareous, scattered carbonaceous inclusions and laminae, rare pyrite aggregates, grades to hard shaly siltstone in part

7985'-7990' **SHALE:** dark gray, dark gray-brown, medium brown, firm to hard, very silty in part, non calcareous, blocky-subfissile, carbonaceous, with some drusy pyrite  
**SHALE: trace,** light gray-brown, fissile, soft, with well rounded brown pellets?, non calcareous, smooth

7990'-7995' **SANDSTONE: 80%** light gray to light brown, very fine to fine grained, firm to hard and well cemented, siliceous, moderately well to poorly sorted with some clay fill, quartzitic with rare brown chert, very poor porosity (3-4%), **no shows**  
**SILTSTONE: 20%** light gray, light gray-brown, hard, well cemented, siliceous, shaly

*TRIP FOR BIT AT 7796' REAM TO BOTTOM FOR 18 HOURS*

7995'-8010' **SANDSTONE: 70%** light gray, very fine to fine grained, firm to hard, well cemented, poor-moderately well sorted with cream clay fill, slightly calcareous, quartzitic with scattered brown and gray chert, rare red iron stain, subangular-subround, very poor intergranular porosity due to cement, **no shows**  
**SHALE: 30%** light gray, light gray-brown, soft, blocky, non calcareous, slightly-very silty

8010'-8015' **SANDSTONE: 60%** light gray, very fine to fine grained, firm to hard, well cemented, poor-moderately well sorted with cream clay fill, slightly calcareous, quartzitic with scattered brown and gray chert, rare red iron stain, subangular-subround, very poor intergranular porosity due to cement, **no shows**  
**SHALE: 40%** light gray, light gray-brown, soft, blocky, non calcareous, slightly-very silty, non calcareous

8015'-8020' **SILTSTONE: 40%** light brown, firm-hard, well cemented, very poorly sorted, shaly, calcareous in part, quartzitic  
**SHALE: 30%** light gray, very light brown, soft, blocky-subfissile, very silty in part, non calcareous, rare micropyrritic, occasional brown carbonaceous remains, occasional imbedded quartz and chert grains

- SANDSTONE: 30%** light gray, very fine to fine grained, firm to hard, well cemented, poor-moderately well sorted with cream clay fill, slightly calcareous, quartzitic with scattered brown and gray chert, rare red iron stain, subangular-subround, very poor intergranular porosity due to cement, **no shows**
- 8020'-8025' **SILTSTONE: 70%** light brown, light gray, cream, firm-hard, very poorly sorted, very shaly, mostly non calcareous, quartzitic  
**SHALE: 30%** light gray, light brown, soft, blocky, micropyrritic, non calcareous, slightly-very silty, occasional imbedded quartz
- 8025'-8030' **SANDSTONE:** light brown, very fine grained, firm-hard, well cemented with calcite, poor-moderately well sorted with clay fill, subangular-subround, quartzitic with rare dark grains and pyrite inclusions, trace carbonaceous debris, very poor intgran porosity (3-5%), **no shows**
- 8030'-8035' **SHALE: 80%** light gray, light gray-brown, medium brown, soft, blocky-subfissile, non calcareous, scattered carbonaceous specks, bentonitic in part, micropyrritic  
**SANDSTONE: 20%** light brown, very fine grained, firm-hard, well cemented with calcite, poor-moderately well sorted with clay fill, subangular-subround, quartzitic with rare dark grains and pyrite inclusions, trace carbonaceous debris, very poor intergranular porosity (3-5%), **no shows**
- 8035'-8050' **SHALE: 70%** light gray, light gray-brown, soft-firm, blocky-sub blocky, slightly-very silty, non calcareous, occasional carbonaceous specks, micropyrritic  
**SILTSTONE: 30%** light gray, light brown, firm to hard, well cemented, non calcareous, very shaly grading to shale
- 8050'-8060' **SANDSTONE:** light gray, light brown, very fine to fine grained, friable to hard, moderately well to poorly sorted with clay, well cemented, mostly non calcareous, siliceous, subangular-subround, with some brown chert, **abundant black bitumen, mostly on planar surfaces, rare intergranular bitumen, poor porosity (4-6%), no fluorescence, weak residual cuts, trace pyrite, occasional carbonaceous remains**
- 8060'-8065' **SHALE: 60%** light gray, light brown, cream, soft-firm, blocky-sub blocky, non calcareous, slightly-very silty  
**SANDSTONE: 40%** as above with decreasing bitumen, occasional fine to medium grained and calcareous, poor porosity due to cement, **no shows**
- 8065'-8070' **SILTSTONE: 50%** light gray, firm-hard, well cemented, siliceous, slightly calcareous in part, moderately well sorted to shaly, grading to 10% silty shale  
**SANDSTONE: 40%** light brown, light gray, very fine grained, firm-hard, well cemented, moderately well sorted, slightly calcareous to siliceous, quartzitic, very poor porosity (3-4%), **no shows**

- 8070'-8075' **SHALE: 80%** very light gray, light gray-brown, light brown, soft, blocky, slightly-very silty, non calcareous, rare carbonaceous inclusions  
**SILTSTONE: 20%** light gray, firm-hard, well cemented, moderately well sorted to shaly, calcareous in part, to siliceous
- 8075'-8080' **SILTSTONE:** light brown, gray-brown, light gray, firm-hard, well cemented, moderately well sorted to shaly, mostly calcareous, scattered carbonaceous specks
- 8080'-8085' **SILTSTONE: 50%** light brown, gray-brown, light gray, firm-hard, well cemented, moderately well sorted to shaly, mostly calcareous, scattered carbonaceous specks  
**SHALE: 50%** very light gray, light gray-brown, light brown, soft, blocky, slightly-very silty, non calcareous, rare carbonaceous inclusions
- 8085'-8090' **SHALE:** light gray-brown, very light gray, rare light gray-green, and medium brown, soft, blocky-subfissile, non calcareous, slightly-very silty, bentonitic in part, rare medium brown silty shale with well rounded fine grained quartz inclusions
- 8090'-8100' **SHALE:** light gray-brown, very light gray, medium brown, soft, blocky-subfissile, non calcareous, slightly-very silty, bentonitic in part  
**CARBONACEOUS SHALE:** dark to very dark brown, black, firm to hard, brittle, blocky to fissile, splintery in part, pyritic, non calcareous, coaly in part
- 8100'-8105' **CARBONACEOUS SHALE: 80%** dark to very dark brown, blocky, soft to firm and crumbly, blocky, non calcareous, some pyrite aggregates  
**COAL: 20%** dull black, firm, brittle

**LOG TOP LOWER FERRON SAND 8112' (+560')**

- 8105'-8110' **SANDSTONE: 100%** light-medium dirty brown, very fine to fine grained, rare medium grained, firm-friable, moderately well to well sorted, moderately well cemented, non calcareous, subangular-subround, quartzitic with rare glauconite, poor-fair intergranular porosity (6-12%), **abundant black intergranular dead oil stain, no fluorescence, many weak streaming cuts**
- 8110'-8120' **SANDSTONE:100%** light brown, light gray, very fine to fine grained, firm-hard, well cemented, well sorted to poorly sorted in part with increasing cream clay fill, becoming very calcareous, quartzitic with rare dark chert, mostly poor to rare fair intergranular porosity (5-10%), **decreasing to a trace of dead oil stain, no fluorescence, trace very weak residual cuts**

*LOSS CIRCULATION AT 8120'; TOTAL LOSS WAS 300 BBLs OVER 20 HOURS.*

*99% BICARB IN SAMPLE FOR LOST CIRCULATION (AS WHITE ROUNDED PELLETS)  
 VERY POOR SAMPLE QUALITY FOR REMAINDER OF THE HOLE.*

- 8120'-8125' **SANDSTONE: 90%** light gray, light gray-brown, very fine to fine grained, firm, well cemented with calcite, poorly sorted with cream clay fill, quartzitic with scattered gray chert and carbonaceous debris, subangular, very poor intergranular porosity, (4-6%), **no fluorescence, very weak residual cuts**  
**SHALE: 10%** white to very light gray, soft, blocky-fissile, very calcareous, silty, occasional carbonaceous specks
- 8125'-8135' **SANDSTONE: 100%** becoming light-medium gray-brown, very fine grained, hard, well cemented, poor to very poorly sorted with clay, very calcareous, subangular, quartzitic with occasional dark chert and carbonaceous matter, very poor porosity (3-5%), **no shows**
- 8135'-8140' **SANDSTONE: 100%** light-medium brown, very fine grained to silty, very hard and well cemented to soft and shaly, calcareous, marly when soft, very poorly sorted with clay, subangular, occasional carbonaceous debris, very poor porosity, **no shows**
- 8140'-8145' **SILTSTONE:** medium-dark gray-brown, hard, very well cemented, very calcareous, poor-moderately well sorted with clay, micromicaceous, interbedded and grading to very fine grained tight, dense sandstone
- 8145'-8150' **SILTSTONE: 60%** medium gray-brown, soft and shaly to firm and well cemented, very poorly sorted with clay, shaly, very calcareous, scattered carbonaceous inclusions, micromicaceous  
**SANDSTONE: 40%** light-medium brown, light gray-brown, very fine grained, hard, well cemented with calcite, poorly sorted, shaly, quartzitic with occasional dark chert and carbonaceous debris, very poor porosity (3-4%), **no shows**
- 8150'-8155' **SILTSTONE: 100%** medium-dark gray-brown, medium brown, hard, very well cemented, very calcareous, moderately well to very poorly sorted with clay, micromicaceous, scattered carbonaceous inclusions
- 8155'-8160' **SHALE: 50%** light gray-brown, soft, blocky, silty, non calcareous, occasional carbonaceous streaks and specks  
**SANDSTONE: 50%** light gray, very fine grained, hard, very well cemented with calcite, well sorted, quartzitic with accessory gray and brown chert, rare glauconite, subangular, very poor porosity due to cement, bright yellow mineral fluorescence, no stain, weak residual cuts after solvent dries

*LOSE CIRCULATION AT 8162' – 150 BARRELS*

8160'-8165' **NO RETURNS**

- 8165'-8170' **SANDSTONE: 60%** light gray, very fine grained, hard, very well cemented with calcite, becoming poorly sorted in part with white clay fill in pores, quartzitic with accessory gray and brown chert, rare glauconite, subangular, very poor porosity due to cement, bright yellow mineral fluorescence, no stain, weak residual cuts after solvent dries (ring cuts)  
**SILTSTONE: 40%** light-medium gray-brown, hard, well cemented, dense, poorly sorted, shaly, calcareous, micromicaceous, some carbonaceous specks
- 8170'-8180' **SILTSTONE: 80%** medium-dark gray-brown, firm-hard, well cemented, calcareous in part, very shaly, occasional pyritic  
**SHALE: 20%** medium gray, soft, blocky-subfissile, non calcareous, slightly silty
- 8180'-8185' **SILTSTONE: 100%** dark gray, hard, well cemented, very poorly sorted, shaly, non calcareous, micromicaceous, some pyritic
- 8185'-8190' **SILTSTONE: 50%** dark gray, hard, well cemented, very poorly sorted, shaly, non calcareous, micromicaceous  
**SHALE: 50%** very dark gray, firm, brittle, silty, non calcareous, micromicaceous, some carbonaceous matter, occasional crystalline pyrite aggregates
- 8190'-8195' **SILTSTONE: 100%** light gray, dark gray, hard, well cemented, calcareous and moderately well sorted when light gray, to shaly when dark, quartzitic with scattered dark grains when light gray
- 8195'-8200' **SILTSTONE: 60%** medium gray, medium-dark gray-brown, hard, well cemented, non calcareous, poorly sorted, shaly  
**SHALE: 40%** very dark gray, firm, fissile-subfissile, non calcareous, slightly-very silty
- 8200'-8205' **SILTSTONE: 60%** medium-dark gray, firm to hard, very well cemented, very poorly sorted, shaly, slightly calcareous in part, dirty  
**SHALE: 40%** medium-dark gray, firm, blocky-subfissile, non calcareous, silty to very silty, occasional carbonaceous inclusions and pyrite

#### LOG TOP TUNUNK 8204' (+468')

- 8205'-8210' **SILTSTONE: 50%** medium-dark gray, firm to hard, very well cemented, very poorly sorted, shaly, slightly calcareous in part, dirty  
**SHALE: 50%** medium-dark gray, firm, blocky-subfissile, non calcareous, silty to very silty, occasional carbonaceous inclusions and pyrite
- 8210'-8215' **SHALE: 80%** very dark gray, firm-moderately hard, brittle, non calcareous, silty, micromicaceous, blocky  
**SILTSTONE: 20%** dark gray, hard, very well cemented, slightly calcareous, very shaly

- 8215'-8220' **SHALE: 80%** dark gray, dark gray-brown, firm to moderately hard, non calcareous, moderately-very silty, micromicaceous, scattered carbonaceous debris  
**SILTSTONE: 20%** dark gray, hard well cemented, very shaly, slightly calcareous in part
- 8220'-8225' **SHALE: 80%** medium-dark gray, firm to hard, siliceous in part, non calcareous, moderately to very silty, micromicaceous, occasional carbonaceous inclusions grading to and interbedded with 20% well cemented shaly siltstone
- 8225'-8230' **SHALE: 90%** medium-dark gray, soft to moderately hard, blocky-sub blocky, non calcareous, very silty, micromicaceous, scattered carbonaceous streaks and specks, grading to 10% shaly siltstone
- 8230'-8240' **SHALE: 90%** medium-dark gray, soft to moderately hard, blocky-sub blocky, non calcareous, very silty, micromicaceous, scattered carbonaceous streaks and specks, occasional pyritic, grading to 10% hard shaly siltstone

*TOTAL DEPTH – DRILLER 8240' AT 14:25, DEC. 27, 2002*

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

AMENDED REPORT (highlight changes) FORM 8

5. LEASE DESIGNATION AND SERIAL NUMBER:
UTU-77263

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. TYPE OF WELL: OIL WELL, GAS WELL, DRY, OTHER
b. TYPE OF WORK: NEW WELL, HORIZ. LATS., DEEP-EN, RE-ENTRY, DIFF. RESVR, OTHER

6. IF INDIAN, ALLOTTEE OR TRIBE NAME
N/A

7. UNIT or CA AGREEMENT NAME
N/A

8. WELL NAME and NUMBER:
Middle Mountain #21-16

2. NAME OF OPERATOR:
Fortuna (US), Inc.

9. API NUMBER:
4301530426

3. ADDRESS OF OPERATOR:
3400, 888 - 3 St. S.W. CITY Calgary STATE AB ZIP T2P 5C5
PHONE NUMBER: (403) 237-1234

10 FIELD AND POOL, OR WILDCAT
Wildcat

4. LOCATION OF WELL (FOOTAGES)
AT SURFACE: 1309' FSL and 834' FEL
AT TOP PRODUCING INTERVAL REPORTED BELOW: SE/4 SE/4, Sec. 21, T16S, R6E, SLB & M
AT TOTAL DEPTH:

11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:
SESE 21 16S 6E

12. COUNTY Emery 13. STATE UTAH

14. DATE SPUDDED: 10/28/2002 15. DATE T.D. REACHED: 12/27/2002 16. DATE COMPLETED: 2/4/2003
ABANDONED READY TO PRODUCE

17. ELEVATIONS (DF, RKB, RT, GL):
8627.0 (GL)

18. TOTAL DEPTH: MD 8,240 TVD 8,235 19. PLUG BACK T.D.: MD 8,178 TVD
20. IF MULTIPLE COMPLETIONS, HOW MANY? \* N/A

21. DEPTH BRIDGE MD 0 PLUG SET: TVD

22. TYPE ELECTRIC AND OTHER MECHANICAL LOGS RUN (Submit copy of each)
Full Wave Sonic, CBL, GR, CCL, see attached (open-hole logs)

23. WAS WELL CORED? WAS DST RUN? DIRECTIONAL SURVEY?

24. CASING AND LINER RECORD (Report all strings set in well)

Table with columns: HOLE SIZE, SIZE/GRADE, WEIGHT (#/ft.), TOP (MD), BOTTOM (MD), STAGE CEMENTER DEPTH, CEMENT TYPE & NO. OF SACKS, SLURRY VOLUME (BBL), CEMENT TOP \*\*, AMOUNT PULLED

25. TUBING RECORD

Table with columns: SIZE, DEPTH SET (MD), PACKER SET (MD)

26. PRODUCING INTERVALS

Table with columns: FORMATION NAME, TOP (MD), BOTTOM (MD), TOP (TVD), BOTTOM (TVD)

27. PERFORATION RECORD

Table with columns: INTERVAL (Top/Bot - MD), SIZE, NO. HOLES, PERFORATION STATUS

28. ACID, FRACTURE, TREATMENT, CEMENT SQUEEZE, ETC.

Table with columns: DEPTH INTERVAL, AMOUNT AND TYPE OF MATERIAL

29. ENCLOSED ATTACHMENTS:

- ELECTRICAL/MECHANICAL LOGS, GEOLOGIC REPORT, DST REPORT, DIRECTIONAL SURVEY, SUNDRY NOTICE FOR PLUGGING AND CEMENT VERIFICATION, CORE ANALYSIS, OTHER:

30. WELL STATUS:

Suspended

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DIV. OF OIL GAS & MINING



31. INITIAL PRODUCTION

INTERVAL A (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

INTERVAL B (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

INTERVAL C (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

INTERVAL D (As shown in item #26)

DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: <input type="checkbox"/>	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

32. DISPOSITION OF GAS (Sold, Used for Fuel, Vented, Etc.)

33. 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.

34. FORMATION (Log) MARKERS:

Formation	Top (MD)	Bottom (MD)	Descriptions, Contents, etc.	Name	Top (Measured Depth)

35. ADDITIONAL REMARKS (Include plugging procedure)

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

NAME (PLEASE PRINT) Janet Kully TITLE Drilling/Completions Administrator  
 SIGNATURE Janet Kully DATE 3/4/2003

This report must be submitted within 30 days of

- completing or plugging a new well
- drilling horizontal laterals from an existing well bore
- recompleting to a different producing formation
- reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth
- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests

\* ITEM 20: Show the number of completions if production is measured separately from two or more formations.

\*\* ITEM 24: Cement Top - Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

Send to: Utah Division of Oil, Gas and Mining Phone: 801-538-5340  
 1594 West North Temple, Suite 1210  
 Box 145801 Fax: 801-359-3940  
 Salt Lake City, Utah 84114-5801

# TALISMAN

E N E R G Y

TALISMAN ENERGY INC.  
SUITE 2400, 855 2ND STREET S.W.  
CALGARY, ALBERTA  
FAX (403) 237-1078  
TEL (403) 237-1234

TO: UTAH DIVISION OF OIL, GAS AND MINING

ATTENTION:

DATE: 4/16/2003

TRANSMITTED BY: Mike Schmidt

WELL NAME: FORTUNA MIDDLE MOUNTAIN

UWI: 21-16

PLAY GEOLOGIST: MIKE MORRISON

MATERIAL AS FOLLOWS:

QTY	TYPE	RUN	COMPANY
1	✓ PE COMP NEUT TRIPLE DETECTOR DENS	1	SCHLUMBERGER
1	✓ PE ARRAY INDUCTION W/LINEAR CORRELATION	1	"
1	✓ PE MICROLOG	1	"
1	✓ PE BOREHOLE COMP SONIC	1	"
1	✓ PE ARRAY INDUCTION	2	"
1	✓ BOREHOLE COMP SONIC	2	"
1	✓ PE COMPOSITE PRINT	2	"
1	✓ PE MICROLOG	2	"
1	✓ PE TRIPLE LITHO DENS COMP NEUT	2	"
1	✓ ARRAY INDUCTION W/LINEAR CORRELATION GR	3	"
1	✓ COMP NEUT TRIPLE LITHO DENS GR	3	"
1	✓ BOREHOLE COMP SONIC GR	3	"
1	✓ CEMENT VOLUME LOG GR	3	"
1	✓ PE COMPOSITE PRINT	3	"
1	✓ COMP NEUT TRIPLE LITHO DENS GR	4	"
1	✓ COMP NEUT TRIPLE LITHO DENS/GR HIGH RES	4	"
1	✓ CEMENT VOLUME CALIPER LOG GR	4	"
1	✓ PE/BHC COMPOSITE PRINT	4	"
1	✓ ARRAY INDUCTION HIGH RESOLUTION	4	"
1	✓ BOREHOLE COMP SONIC GR	4	"
1	✓ ARRAY INDUCTION W/LINEAR CORRELATION GR	4	"
1	✓ FINAL GEOLOGICAL REPORT		ECL CONSULTANTS
1	✓ WELL COMPLETION/RECOMPLETION REPORT		

APR 17 2003

A copy of the above transmittal will be retained in our files.

\*\* Please sign, date and fax a copy, attention to Mike Schmidt (403) 237-4694

X Carol H. Daniels - 4-17-03

TALISMAN ENERGY CANADA  
Suite 3400, 888 - 3<sup>rd</sup> Street SW  
Calgary, AB T2P 5C5  
FAX: 237-1620



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# Fax

DATE:	26. SEPT. 2003	Number of Pages:	
TO:	UTAH DIVISION OF OIL GAS AND MINING	FROM:	A. HABERMAYER
COMPANY:	ATTN: DUSTIN OUCET	E-MAIL:	
PHONE:		PHONE:	1-403-237-1258
FAX:	1-801-359-3940	FAX:	1-403-237-1086

REMARKS:

Urgent       For Your Review       Reply ASAP       Please Comment

SUNDAY NOTICE TO PLUG AND ABANDON  
FORTUNA MIDDLE MOUNTAIN # 21-16

C.C. Eric Jones - BLM - 1-435-259-2106  
C.C. Don Hamiton - 1-435-687-5311

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SEP 26 2003  
DIV. OF OIL, GAS & MINING

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

SUNDRY NOTICES AND REPORTS ON WELLS

5. LEASE DESIGNATION AND SERIAL NUMBER:  
**UTY-77263**

6. IF INDIAN ALLOTTEE OR TRIBE NAME:  
**NA**

7. UNIT or CO-AGREEMENT NAME:  
**N/A**

8. WELL NAME and NUMBER:  
**MOORE MOUNTAIN #21-16**

9. API NUMBER:  
**43-015-30426**

10. FIELD AND POOL OR WILDCAT:  
**WILDCAT**

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

1. TYPE OF WELL: OIL WELL  GAS WELL  OTHER CONFIDENTIAL

2. NAME OF OPERATOR:  
**FORTUNA (US) INC.**

3. ADDRESS OF OPERATOR: **888 320 STREET S.W. SUITE 3400 CITY CALGARY STATE AB ZIP T2A6C5** PHONE NUMBER: **403-237-1163**

4. LOCATION OF WELL  
FOOTAGES AT SURFACE: **1309' FS, 834' FE** COUNTY: **EMERY COUNTY**

QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: **S6/4 21 T16S R1E S&B 1M S6/4** STATE: **UTAH**

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<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 checked="" type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> OTHER: _____
	<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.

**PROPOSE TO ABANDON #21-16 AS PER ATTACHED PROGRAM.**

Accepted by the  
Utah Division of  
Oil, Gas and Mining

Federal Approval Of This  
Action Is Necessary

Date: **10/1/03**  
By: **[Signature]**

\*Recommend\* Plugs should be placed across Emery/Base of intermediate string @ ± 4400' and at Base of surface casing shoe @ ± 1000'

NAME (PLEASE PRINT) **ALFRED HABERMAYER** TITLE **Abandonment Engineer**

SIGNATURE **[Signature]** DATE **Sept 26, 2003**

(This space for State use only)

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DIV. OF OIL, GAS & MINING

**FORTUNA MIDDLE MTN #21-16  
ABANDONMENT PROGRAM (Utah)**

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The Talisman representative on the location shall ensure that appropriate State requirements and Talisman safety guidelines are met at all times. All personnel on site should read and sign the Talisman booklet "Safety Guidelines for Contractors". Conduct daily safety meetings with the crews and service personnel. Precede all operations with a procedure and safety meeting to cover the scope of the operation. Record any personnel injuries, material losses, equipment damage and lost time on the Wellview Incident Report. Take all other necessary safety precautions to protect human health, safety and welfare.

1. Where applicable, notify the relevant Government offices, and/or Forestry, etc, as well as the Talisman office in Calgary prior to commencing operations. BLM contact is Don Stevens, Forestry contact is Tom Lloyd. Maintain regular contact throughout the operations as directed.
2. Talisman Energy Inc. Safety Guidelines are given in the "Employee Safety Handbook" and "Safety Instruction for Contractors". These guidelines will be followed during the abandonment along with conducting a daily safety and procedures meeting.
3. Prior to abandonment operation, establish and record the SCVF flow rate and pressure build up. Test to confirm lack of surface casing vent flow. Provided there is no flow, proceed with the program; otherwise consult with Calgary office to determine remedial program necessary.
4. Install and pull test service rig anchors.
5. Move on a service rig complete with a pump and tank. Rig up ensuring that the equipment spacing conforms to all regulatory body regulations (including but not limited to the local state, PSAC, OH&S, WCB) and Talisman standards and that the crew has the necessary certifications. Precede all operations with a procedure and safety meeting to cover the scope of the operation.
6. Vent any gas off the tubing and fill the tubing with fresh water to kill the well. Remove the wellhead. Install and function test a Class II BOP.
7. The cement top on the 4-1/2" 15.5 lb/ft production casing was logged at 7,742 ft KB, which is 52 ft below the intermediate casing shoe at 7,690ft KB. The reason for the low cement top is due to lost circulation during the cementing operations. An attempt should be made to recement this interval since it is the only portion of the annulus not cemented.
8. Wellbore currently consists of 2-3/8" tubing set at 8,119 ft KB. RIH with tubing to PBTD approx. 8193 ft. KB. Circulate well over to mud weighted with a density of 9.0 ppg. POOH with tubing.
9. RIH with permanent bridge plug on wireline, set BP approx 8,110 ft. KB, pressure test BP to 1,000 psi, dump ball 35 ft of cement on top of BP.
10. RIH with perforating gun, perforate 3 ft interval at approx 7700 ft depth, POOH with guns. Attempt to establish circulation to surface. If circulation is not established, but the interval

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takes mud, RIH with tubing to 7750 ft KB, mix and pump 2 bbls of thixotropic cement (100 ft in length). PU to 7600 ft, circulate tubing clean.

11. If circulation was established to surface, RIH with cement retainer, set retainer above perforations, test retainer to 1000 psi. Sting into retainer, mix and pump sufficient cement until returns are indicated at surface. Pull out of retainer, dump excess cement on top of retainer. Cement on top of retainer to be minimum of 50 ft. in length, or 35 ft. if using a baller.
12. Top up the casing to surface with mud.
13. Regulations require a 10 sxs cement plug at surface, as well as 10 sxs cement inside each additional casing string.
14. Cut off casing strings a minimum of 3ft below the final restored ground level. Cap the casings by welding a steel plate on each. Plate to be at least ¼" in thickness.
15. A permanent monument showing the well number, location and name of the lease shall be erected. The monument shall consist of pipe not less than 4" in diameter and not less than 10ft in length, of which 4 ft shall be above the ground level and the remainder shall be embedded in cement. The top of the pipe must be permanently sealed.
16. Contact Don Hamilton regarding site restoration. Restore location.

**Notes:** AFE # AF \_\_\_\_\_ \$120,900

The wellhead, casing bowl, recovered casings and other associated equipment may be returned to Talisman's warehouse or other designated location.

September 26, 2003 Alfred Habermeyer phone (403) 237-1258 fax (403) 237-1086

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**Habermeyer, Alfred**

**From:** Stairs, Mike  
**Sent:** September 26, 2003 8:43 AM  
**To:** McConkey, Stuart; Habermeyer, Alfred  
**Cc:** Kostandi, Ramsey  
**Subject:** FW: Middle Mountain Well



Middle Mountain  
Letter.doc



pic02976.gif

fyl.

-----Original Message-----

**From:** Jackie Contreras [mailto:jcontreras@fs.fed.us]  
**Sent:** Friday, September 26, 2003 7:49 AM  
**To:** mstairs@talisman-energy.com  
**Cc:** Thomas W Lloyd  
**Subject:** Middle Mountain Well

Please find attached the letter regarding Middle Mountain Well. A hard copy will be mailed to you office in Canada today. If you have any questions, please let us know. Thank you.

(See attached file: Middle Mountain Letter.doc)

(Embedded image moved to file: pic02976.gif) Jackie Contreras  
U.S. Forest Service  
Manti-La Sal National Forest  
Email - jcontreras@fs.fed.us  
(435) 384-2505





United States  
Department of  
Agriculture

Forest  
Service

Manti-La Sal  
National Forest

Ferron/Prica Ranger District  
Ferron Work Center  
115 West Canyon Road  
P.O. Box 310  
Ferron, UT 84523  
Phone # (435) 384-2372  
Fax # (435) 384-3296

File Code: 2820-2

Date: September 26, 2003

Mike Stairs  
Project Manager  
Fortuna US-Talisman Energy  
888 3rd Street SW , Suite 3400  
Calgary, Alberta, Canda, UT 84523T2P5C5

Dear Mr. Stairs:

Thank you for your call on September 17, 2003, stating that Fortuna-USA has made a decision to reclaim the Federal #21-16, UTU-77263 (Middle Mountain well) drilled during late Fall 2002. It is understood you will proceed with a sundry notice to the BLM for hole plugging and site reclamation. It is also understood you would like to proceed with this plan starting October 6, 2003.

During the summer the Forest Service conducted site inspections and found several items needing attention prior to winter closure per the Surface Plan of Operations. 1.) All topsoil piles need to be seeded, 2.) Silt fence along east side of the pad needs repaired, 3.) There is a sinkhole starting on the east side of the pad and a tension crack needing repair, and 4.) Some slash is smashing the silt fence on the southeast corner of the pad. If you are successful in completing site reclamation this fall these concerns are mute, however if reclamation is not complete, work must be done this fall prior to the onset of winter conditions.

Inspections were also conducted on the Cottonwood Canyon Road. Clean up operations associated with the road improvements made to NFSR 50040 were not completed last year due to the onset of inclement weather. In addition, snow removal operations that were necessary to maintain access to the well site resulted in displacement of aggregate surfacing from the roadway. A road log has been generated with work items that will need to be completed prior to this winter. Items include pulling aggregate from the roadsides back in to the travelway or replacement of such displaced aggregate on the Cottonwood Canyon road from the end of the pavement to the Millers Flat Road. Items of work that need to be completed within the limits of the reconstruction include: removal of aggregate from the cut and fill slopes, removal of the large rocks and roadside debris located between the roadway and the adjacent stream channel, reestablishment and installation of silt fence along the embankments adjacent to the stream channel, installation of silt fence at drain dip outlets and leadout ditches, restoration of the stream channel, including removal of aggregate and dressing up and seeding of all disturbed areas.



Please contact Tom Lloyd, District Geologist at 435-636-3596 with a proposed work schedule. A pre-work meeting is also necessary to further define the scope of work needing to be done prior to startup and to review the road log so that all work can be satisfactorily completed.

Sincerely,

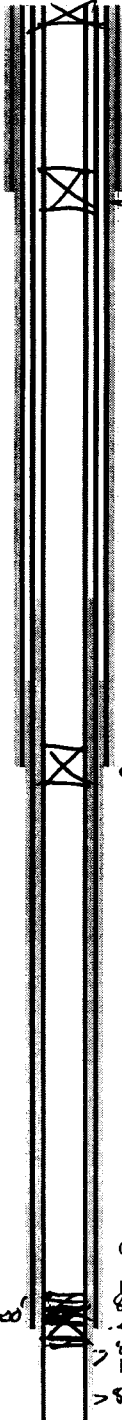
/s/ Mesia Nyman  
MESIA NYMAN  
District Ranger

# Wellbore Diagram

API Well No: 43-015-30426-00-00    Permit No:    Well Name/No: MIDDLE MOUNTAIN 21-16  
 Company Name: FORTUNA (U. S.) INC  
 Location: Sec: 21 T: 16S R: 6E Spot: SESE  
 Coordinates: X: 478564 Y: 4362337  
 Field Name: WILDCAT  
 County Name: EMERY

### String Information

String	Bottom (ft sub)	Diameter (inches)	Weight (lb/ft)	Length (ft)
HOL1	1080	17.5		
SURF	1080	13.375	48	1080
HOL2	4417	12.25		
11	4417	9.625	36	4417
HOL3	7690	8.75		
12	7690	7	26	7690
HOL4	8240	6.125		
PROD	8240	4.5	13.5	8240



Cement from 1080 ft. to surface  
 Surface: 13.375 in. @ 1080 ft.  
 Hole: 17.5 in. @ 1080 ft.

*Add Plug*

### Cement Information

String	BOC (ft sub)	TOC (ft sub)	Class	Sacks
11	4417	0	G	1975
12	7690	3913	G	304
PROD	8240	<del>3428</del> 7742	G	211
SURF	1080	0	G	1810

Cement from 4417 ft. to surface  
 Intermediate: 9.625 in. @ 4417 ft.  
 Hole: 12.25 in. @ 4417 ft.

*Add Plug*

### Perforation Information

Top (ft sub)	Bottom (ft sub)	Shts/Ft	No Shts	Dt Squeeze
8122	8137			

### Formation Information

Formation	Depth	Formation	Depth
PRRV	831		
CSLGT	1467		
BLKHK	1700		
STRPT	2712		
BLUGT	2983		
EMEY	4279		
FRSD	7734		
TNUNK	8204		

Cement from 7690 ft. to 3913 ft.  
 Intermediate: 7 in. @ 7690 ft.  
 Hole: 8.75 in. @ 7690 ft.  
 Cement from 8240 ft. to 3428 ft.  
 Production: 4.5 in. @ 8240 ft.  
 Hole: 6.125 in. @ 8240 ft.

*7700*  
*8110*  
*8122*  
*8137*

TD:                      TVD:                      PBTD:

TALISMAN ENERGY CANADA  
Suite 3400, 688 - 3<sup>rd</sup> Street SW  
Calgary, AB T2P 6C8  
FAX: 237-1620



*FORTUNA (US) inc.*

# Fax

DATE:	31 OCT 2003	Number of Pages:	87
TO:	ERZ JONES	FROM:	A. HABERMAYER
COMPANY:	BLM	E-MAIL:	
PHONE:		PHONE:	1-403-237-1258
FAX:	435-259-2106	FAX:	1-403-237-1086

**REMARKS:**

Urgent     
 For Your Review     
 Reply ASAP     
 Please Comment

TOM LLOYD - FOREST SERVICE 435-384-3296

DUSTIN DOUCET - UTAH DIV OF OBTAINING 801-359-3940

RECEIVED  
OCT 31 2003

DIV. OF OIL, GAS & MINING

039

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

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

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

5. LEASE DESIGNATION AND SERIAL NUMBER:  
**UTM - 77263**

6. IF INDIAN ALLOTTEE OR TRIBE NAME:  
**N/A**

7. UNIT or CO. AGREEMENT NAME:  
**N/A**

8. WELL NAME and NUMBER:  
**MIDDLE MOUNTAIN # 21-16**

9. API NUMBER:  
**43-015-30426**

10. FIELD AND POOL, OR WILDCAT:  
**WILDCAT**

1. TYPE OF WELL  
OIL WELL  GAS WELL  OTHER  **CONFIDENTIAL**

2. NAME OF OPERATOR:  
**FORTUNA (US) INC.**

3. ADDRESS OF OPERATOR: **888 3RD STREET S.W.**  
**Suite 3400** CITY **CALGARY** STATE **AB** ZIP **T2P 5C5** PHONE NUMBER: **403-237-1258**

4. LOCATION OF WELL

FOOTAGES AT SURFACE: **1309' FSL, 834' REL**

COUNTY: **EMERY COUNTY**

STATE: **UTAH**

SECTION, TOWNSHIP, RANGE, MERIDIAN: **58/4 SEC 16S R6E S40+M**  
**58/4**

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start:	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DIEPEN	<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 checked="" type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
<input checked="" 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 type="checkbox"/> OTHER
	<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.

*The well has been abandoned and cut and capped.  
Reclamation of the well site to follow.  
and road*

RECEIVED

OCT 31 2003

NAME (PLEASE PRINT) **ALFARO HADERMEYER** TITLE **Abandonment Engineer**

SIGNATURE *Alfaro Hadermeyer* DATE **Oct 31, 2003**

(This space for State use only)

Well Name: FORTUNA MIDDLE MTN #21-16  
 Talisman Energy Canada - Schematic - Current

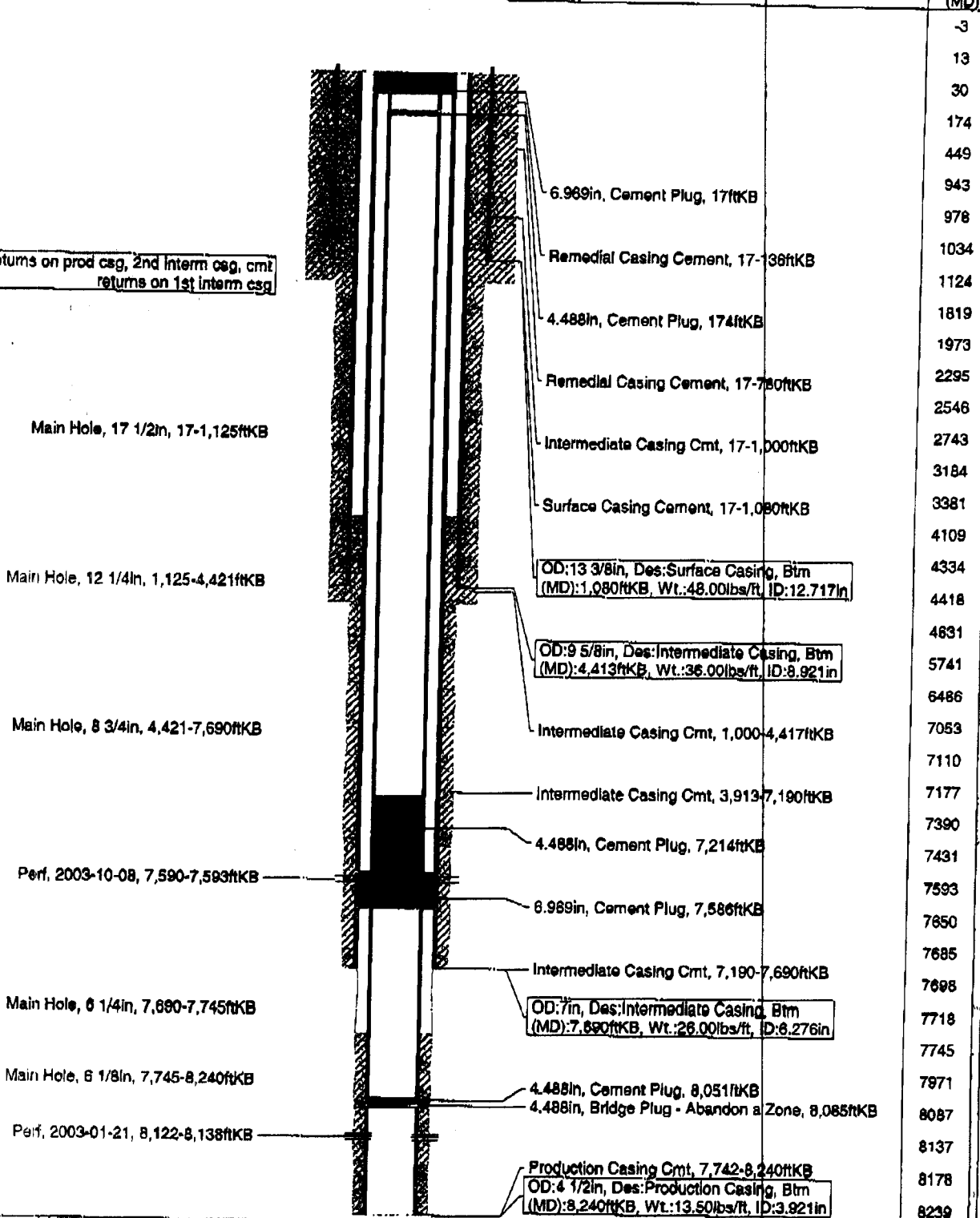
Surface Legal Location 70013941232111249080	Field Name Middle Mountain	Operation Group Southern District	State/Province Utah	License No. UT43-015-30426	Current Well Status Abandoned Gas
KB Elevation (ft) 8672.00	Ground Elevation (ft) 8655.00	Casing Flange Elevation (ft) 8655.00	KB-Ground Distance (ft) 17.00	KB-Casing Flange Distance (ft) 17.00	Plug Back Total Depth (ftKB) 8,178.0
Most Recent Job Primary Job Type Completion-Original		Start Date 2003-01-13		Operation End Date 2003-02-02	

Main Hole: 2003-10-09

Schematic - Actual

ftKB  
(MD)

No cmt returns on prod csg, 2nd Intern csg, cmt returns on 1st Intern csg



Main Hole, 17 1/2in, 17-1,125ftKB

Main Hole, 12 1/4in, 1,125-4,421ftKB

Main Hole, 8 3/4in, 4,421-7,690ftKB

Main Hole, 6 1/4in, 7,690-7,745ftKB

Main Hole, 6 1/8in, 7,745-8,240ftKB

Perf, 2003-01-21, 8,122-8,138ftKB

Perf, 2003-10-08, 7,590-7,593ftKB

**Talisman Energy Canada - Job Operational Summary (Completions)** Page 1/4  
**Well Name: FORTUNA MIDDLE MTN #21-16**

Surface Legal Location 70013941232111249080	Field Name Middle Mountain	Operation Group Southern District	KB Elevation (m) 2643.23	Ground Elevation (m) 2638.04	Plug Back Total Depth (mKB) 2,492.65
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**Abandonment: 2003-09-29 7:29:00 PM**

Job Category Abandon	Primary Job Type Abandonment	Start Date 2003-09-29	AFE No. AF43650	AFE Percentage 100.00	Total AFE - Sub (\$) 120,900	Total Field Est Cost (\$) 63,970
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**Daily Operation Reports: 2003-09-30 00:00 - 2003-10-01 00:00**

Weather T (C)	Lease/Road Conditions	Tubing Pressure (kPa)	Casing Pressure (kPa)	24 Hrs SICVP (kPa)	24 Hrs SCVP	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
08:00	OTHR	Other Operations	<p>ARRIVE IN PRICE, UTAH AT 1200hrs.</p> <ul style="list-style-type: none"> <li>- BOOK SERVICE RIG, LEED ENERGY, OCT 4 SOONEST. (NO RIGS AVAILABLE IMMEDIATELY).</li> <li>- CALL TOM LLOYD SENIOR GEOLOGIST U.S. FORESTRY SERVICE. GET VERBAL OKAY FROM HIM TO PROCEED WITH ABANDONMENT PROVIDING THE ROAD SPECIALIST AGREES.</li> <li>- CALL JEFF ALEXANDER, THE ROAD SPECIALIST, U.S. FORESTRY SERVICE. HE INFORMED ME THE ROAD USE AGREEMENT HAD EXPIRED, TODAY. CALL CALGARY TO FAX DOWN A REQUEST FOR AN EXTENSION TO THE ROAD USE AGREEMENT TO JEFF ALEXANDER, USFS.</li> </ul>

**Daily Operation Reports: 2003-10-01 00:00 - 2003-10-02 00:00**

Weather CLEAR	T (C) 32	Lease/Road Conditions DRY/GOOD	Tubing Pressure (kPa) 210	Casing Pressure (kPa) 3,650	24 Hrs SICVP (kPa)	24 Hrs SCVP	H2S < 1% (ppm) 0	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
00:00	OTHR	Other Operations	<p>BOOK ;</p> <ul style="list-style-type: none"> <li>- HALIBURTON ELECTRIC WIRELINE SERVICE.</li> <li>- HALIBURTON CEMENT SERVICE</li> <li>- WEATHERFORD BOPE</li> <li>- RAIN FOR RENT SURFACE STORAGE TANK, (RETURN)</li> <li>- AMERIC-KAN FOR PORTA POTTI AND GARBAGE BIN.</li> <li>- NIELSON WATER</li> <li>- NIELSON WELDER AND BACKHOE.</li> </ul> <p>RECEIVE CALL FROM;</p> <ul style="list-style-type: none"> <li>- TOM LLOYD SENIOR GEOLOGIST U.S. FORESTRY SERVICE. HE REQUESTED THAT A MARKER NOT BE CEMENTED IN PLACE AS PER REGULATIONS. HE SAID HE HAD TALKED TO BUREAU OF LAND MANAGEMENT (BLM) AND THEY HAD AGREED. HE ALSO REMINDED ME THAT ELK HUNTING SEASON STARTS THIS WEEKEND, AND THAT NO HEAVY VEHICLES WERE TO OPERATE ON PARK ROADS, FOR FRIDAY, SATURDAY AND SUNDAY.</li> <li>- CALGARY SAYING OKAY TO THE NO MARKER REQUEST. IT WAS REQUESTED TO CHECK AGAIN IF THE FORESTRY MEANT DRILLING RIGS OR SERVICE RIGS.</li> </ul> <p>CALLED TOM LLOYD, SENIOR GEOLOGIST USFS. HE INTERPRETS DRILLING RIG MOVE AS ANY VEHICLE LARGER THAN A PICKUP TRUCK. HE IS WORRIED ABOUT SAFETY WITH THE HIGH DENSITY OF HUNTER TRAFFIC. HE SAID WE COULD BE IN VIOLATION OF THE ROAD USE AGREEMENT AND DRILLING PERMIT.</p> <p>REBOOK SERVICES TO COMMENCE ABANDONMENT ON MONDAY.</p> <p>GO TO LOCATION. TUBING PRESSURE 200KPa, 114mm CASING PRESSURE 1940KPa, 114 X 177 ANNULUS ON VACUUM, AND SHUT IN SURFACE CASING VALVE (177 X 244 ANNULUS).</p>

**Daily Operation Reports: 2003-10-02 00:00 - 2003-10-03 00:00**

Weather RAIN	T (C) 22	Lease/Road Conditions WET/SLIPPERY	Tubing Pressure (kPa)	Casing Pressure (kPa)	24 Hrs SICVP (kPa)	24 Hrs SCVP	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
10:00	OTHR	Other Operations	<p>MEET WITH FERNANDO ORTEGA, AREA MANAGER FOR LEED ENERGY, A SERVICE RIG SUPPLIER.</p> <p>INSPECT RIG; RIG MEETS UTAH STATE REQUIREMENTS AND ROAD WORTHINESS.</p> <p>CALL DON HAMILTON, TALON RESOURCES. STILL NO APPROVAL ON ROAD USE EXTENSION.</p> <p>CALL WEATHERFORD AND ORDER BOPE SYSTEM.</p>

**Talisman Energy Canada - Job Operational Summary (Completions)**  
**Well Name: FORTUNA MIDDLE MTN #21-16**

Surface Legal Location 70013941232111249080	RIG Name Middle Mountain	Operation Group Southern District	RIG Elevation (m) 2643.23	Ground Elevation (m) 2638.04	Plug Back Total Depth (mKb) 2,492.65
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**Daily Operation Reports: 2003-10-03 00:00 - 2003-10-04 00:00**

Weather RAIN, CLOUDY	T (°C) 21	Lease/Road Conditions GOOD/DRY	Tubing Pressure (KPa)	Casing Pressure (KPa)	24 Hrs SICVFP (KPa) 0	24 Hrs SCVP 0 BUBBLES IN 10 MINUTES	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
08:00			48 hr SICVFP = TSTM, 10 MINUTE BUBBLE TEST YIELDED NO BUBBLES. SHUT DOWN FOR FRIDAY SATURDAY AND SUNDAY FOR THE OPENING WEEKEND OF ELK HUNTING SEASON AS PER ROAD USE AGREEMENT WITH THE U.S. FORESTRY SERVICE.

**Daily Operation Reports: 2003-10-06 00:00 - 2003-10-07 00:00**

Weather PARTLY CLOUDY	T (°C) 21	Lease/Road Conditions SOFT SPOTS/DRY	Tubing Pressure (KPa) 150	Casing Pressure (KPa) 3,650	24 Hrs SICVFP (KPa)	24 Hrs SCVP 0 BUBBLES IN 10 MINUTES	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
07:00	MISR	Move in Service Rig	MOVE IN LEED SERVICE RIG c/w DOG HOUSE. HAUL IN WEATHERFORD BOP AND ACC UNIT. HAUL IN RAIN FOR RENT SURFACE TANK. HAUL IN AMERI-KAN WASTE BIN AND TOILET. HAUL IN RIG PUMP. HAUL IN RIG TANK. SPOT RIG SOUTH, CANT GET PAST SOFT SPOTS. SPOT RIG NORTH, JACKS WERE SINKING. ORDER UP RIG MATTING. BLEED OFF ANNULUS IN 7 MINUTES TO ATMOSPHERE.  CALL AND LEAVE MESSAGE WITH ERIC JONES, BLM OF COMMENCEMENT OF ACTIVITIES.  HOLD OPERATIONAL SAFETY MEETING WITH LEED SERVICE RIG CREW. ORIENT CREW TO TALISMAN GUIDELINES FOR CONTRACTORS. THE CREWS HAVE NO FORMAL TRAINING AS REQUIRED IN CANADIAN OPERATIONS.

**Daily Operation Reports: 2003-10-07 00:00 - 2003-10-08 00:00**

Weather CLEAR	T (°C) 26	Lease/Road Conditions SOFT SPOTS/DRY	Tubing Pressure (KPa) 0	Casing Pressure (KPa) 140	24 Hrs SICVFP (KPa)	24 Hrs SCVP 0 BUBBLES IN 10 MINUTES	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
07:30	SMTG	Safety Meeting	PERFORM LEASE/RIG INSPECTION, SOFT SPOTS ON LEASE. HOLD OPERATIONAL SAFETY MEETING WITH LEED ENERGY.
08:00	RIG	Rig Up/Down	SITP=0 KPa, SICP= 140KPa. KILL WELL WITH 2.5m3 FRESH WATER. OBSERVE WELL DEAD, N/D WELLHEAD. N/U CLASS II BOPE. PRESSURE TEST WELLHEAD CONNECTION X PIPE RAMS TO 10500KPa. R/U RIG FLOOR AND TONGS. CALL ERIC JONES BLM, MOAB, UT. CONFIRM PERFORATE 7590', 100' INSIDE 7" SHOE. HE ALSO WANTED A 200' PLUG INSIDE 7" X 4.5" ANNULUS.
11:00	TBGP	Pull Tubing	DON STEVENS, BLM PRICE, UT. ON SITE AT 1100hrs. UNSEAT HANGER AND POH PRODUCTION 60mm STRING.
13:00	BPSET	Set Bridge Plug	R/U HALIBURTON EWL. RUN 1; RUN GUAGE RING-JUNK BASKET HOLD PRE EXPLOSIVE SAFETY MEETING. RUN 2; SET PERMANENT BRIDGE PLUG AT 2484.3mKB 8082.9 ft. FILL WELL WITH FRESH WATER. PRESSURE TEST BRIDGE PLUG TO 10350KPa FOR 10 MINUTES. RUN 3; DUMP BAIL 7 LINEAR METRES CLASS G CEMENT. } 34.4 ft RUN 4; DUMP BAIL 3.5 LINEAR METRES CLASS G CEMENT } RUN OUT OF DAYLIGHT.
20:00	SIFN	Shut in for Night	SECURE WELL, SDFN.

**Daily Operation Reports: 2003-10-08 00:00 - 2003-10-09 00:00**

Weather CLEAR	T (°C) 26	Lease/Road Conditions SOFT SPOTS/DRY	Tubing Pressure (KPa)	Casing Pressure (KPa) 0	24 Hrs SICVFP (KPa)	24 Hrs SCVP 0 BUBBLES IN 10 MINUTES	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
07:30	SMTG	Safety Meeting	HOLD OPERATIONAL SAFETY MEETING WITH HES, LEED AND AZTEC TRUCKING.
08:00	PERF	Perforating	R/U TO PERFORATE. RUN 1; PERFORATE 2313.43 TO 2314.34mKB, 1m 6SPM, 120° PHASED, 12gm CHARGES.  7588 - 7590 ft



**Talisman Energy Canada - Job Operational Summary (Completions)**

Well Name: FORTUNA MIDDLE MTN #21-16

Surface Legal Location 7001394123211249080	Field Name Middle Mountain	Operation Group Southern District	Rd Elevation (m) 2643.23	Ground Elevation (m) 2638.04	Plug Deck Total Depth (mKB) 2,492.85
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**Time Log**

Start Date	Code	Activity	Comment
09:30	OTHR	Other Operations	ESTABLISH SQUEEZE RATE OF .169m <sup>3</sup> /min AT 10.3MPa. CALL ERIC JONES BLM, MOAB, UTAH, AGREE TO SQUEEZE 200% 177 X 114mm ANNULUS AND LEAVE 30m PLUG ABOVE PERFS. AND TO LEAVE 30m PLUG AT TOP OF 144mm CASING.
10:00	TBGR	Run Tubing	RH CEMENT STRING, PULL 6 SWABS WITH 30 STANDS IN HOLE TO AVOID TRIP DISPLACEMENT. LAND STRING AT 2320.7mKB. 7609 ft
13:30	CEMSQ	Cement Squeeze	R/U HALIBURTON. HOLD SAFETY MEETING. P/T LINES TO 24.0MPa. BREAK CIRCULATION WITH FRESH WATER. BATCH MIX .95m <sup>3</sup> THIXOTROPIC AND PUMP AS A BALANCED PLUG. PULL BACK TO 2167.12mKB. REVERSE CIRCULATE CLEAN. SQUEEZE 140 LITRES, PRESSURE UP TO 14.0MPa AND HELD. 177mm X 114mm ANNULUS WAS OPEN, NO RESPONSE. 7111 ft
18:00	WOC	Wait on Cement	DON STEVENS BLM PRICE UTAH, CALLED THAT GOOD. CLOSE IN WELL WITH 14.0MPa ON IT UNTL MORNING

**Daily Operation Reports: 2003-10-09 00:00 - 2003-10-10 00:00**

Weather CLEAR	TC 22	Lease/Road Conditions SOFT SPOTS/ DRY	Tubing Pressure (kPa) 11,375	Casing Pressure (kPa) 11,375	24 Hrs SICVFP (kPa)	24 Hrs SCVP 0 BUBBLES IN 10 MINUTES	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
07:30	SMTG	Safety Meeting	PERFORM LEASE/RIG WALK AROUND. HOLD OPERATIONAL SAFETY MEETING WITH LEED ENERGY.
08:00	TBGP	Pull Tubing	SITP=11375KPa, SICP=11375KPa. SQUEEZE PRESSURE BLED DOWN 2625KPa OVER NIGHT. TUBING PLUGGED SWAB DOWN TO 500m, POH AND LAY DOWN WORK STRING. FOUND 2 PLUGGED JOINTS. TOM LLOYD FROM US FORESTRY SERVICE, FERRON, UTAH. PAID A SITE VISIT. A REMINDER WAS MADE OF THE ROAD CLOSURE TO HEAVY TRAFIC FOR THE NEXT 4 DAYS STARTING TOMORROW. DON STEPHENS BLM, PRICE UTAH WAS ON SITE.
14:00	CEMSQ	Cement Squeeze	R/U HALLIBURTON ENERGY SERVICES BATCH MIX .562m <sup>3</sup> THIXOTROPIC SLURRY. i) TOP FILL 114mm X 177mm ANNULUS WITH .238m <sup>3</sup> , 24.5m (80 LINEAR FEET). ii) SPOT .324m <sup>3</sup> BALANCED PLUG IN 114mm CASING 41.5m (136 LINEAR FEET) FROM 94.48mKB UP TO 52.98mKB. WASH UP BACK TO RIG TANK. R/D HALLIBURTON
15:30	RIG	Rig Up/Down	POH LD CEMENT STRING. N/D BOPE, N/U WELLHEAD R/D SERVICE RIG. RIG DOWN PUMP AND TANK. HAUL OUT SURFACE WATER TANK. MOVE RIG OFF OF MOUNTAIN. EMPTY RIG TANK AND HAUL TO DISPOSAL. HAUL PUMP OFF OF MOUNTAIN. HAUL MATTING AND RIG TANK OFF MOUNTAIN. RUN OUT OF DAYLIGHT, RUN OUT OF TRUCKS. ROAD CLOSED FOR 4 DAYS.

**Daily Operation Reports: 2003-10-10 00:00 - 2003-10-11 00:00**

Weather CLEAR	TC 20	Lease/Road Conditions SOFT SPOTS/ DRY	Tubing Pressure (kPa) 0	Casing Pressure (kPa) 0	24 Hrs SICVFP (kPa) 0	24 Hrs SCVP 0 BUBBLES IN 10 MINUTES	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
08:00			US FORESTRY SERVICE ROAD USE AGREEMENT BANS THE USE OF MULTI AXEL VEHICLES (BIG TRUCK) AS REMINDED BY TOM LLOYD SENIOR GEOLOGIST FERRON. -PIPE TRAILER WITH 258 JOINTS 60mm TUBING. -WEATHERFORD BOPE. DON HAMILTON OF TALON RESOURCES TO OPEN GATE ON 03/10/14 AT 1300hrs TO ALLOW TRUCKS TO RETRIEVE EQUIPMENT.  TALKED TO DON JACKSON TLM CONSTRUCTION. HE AGREED TO CUT AND CAP WELL. HE REQUESTED THE TOILET AND GARBAGE BIN BE LEFT ON LOCATION. ESTIMATED TIME OF RECLAMATION COMMENCEMENT 03/10/27.  LEAVE MESSAGE ON DON STEPHENS VOICE MAIL WITH CEMENTING RESULTS.

**Talisman Energy Canada - Job Operational Summary (Completions)**  
**Well Name: FORTUNA MIDDLE MTN #21-16**

Surface Legal Location 70013941232111249080	Field Name Middle Mountain	Operation Group Southern District	K5 Elevation (m) 2643.23	Ground Elevation (m) 2638.04	Plug Back Total Depth (mks) 2,492.85
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**Daily Operation Reports: 2003-10-26 00:00 - 2003-10-27 00:00**

Weather	T (°C)	Lease/Road Conditions SOFT SPOTS/ DRY	Tubing Pressure (kPa)	Casing Pressure (kPa)	24 Hrs SICVP (kPa)	24 Hrs SOVP 0 BUBBLES IN 10 MINUTES	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
00:00	OTHR	Other Operations	<p>THERE HAS BEEN DIFFICULTY IN GETTING COSTS OUT OF SOME THE SERVICES IN REASONABLE TIME.                      EXAMPLE; IF A TRUCK TAKES 5 HOURS TO GET TO LOCATION A DRIVER WILL NOT ASSUME IT WILL TAKE 5 HOURS TO RETURN. THE DRIVER PASSES THE INFO TO THEIR OFFICE AND THAT SEEMS TO BE THE END OF IT.                      I HAVE BEEN IN TOUCH WITH BUT HAVE RECIEVED NO RESPONSE FROM                      - RNI, 2 TICKETS 33336 AND 33410, FOR WATER TO DISPOSAL.                      - NIELSON, 2 TICKETS FOR WATER DELIVERY                      - WEATHERFORD BOPE RENTAL                      - AZTEC PIPE, FOR PIPE RETURN, MT35998 AND STORAGE COSTS.</p>

**Daily Operation Reports: 2003-10-27 00:00 - 2003-10-28 00:00**

Weather	T (°C)	Lease/Road Conditions SOFT SPOTS/ DRY	Tubing Pressure (kPa)	Casing Pressure (kPa)	24 Hrs SICVP (kPa)	24 Hrs SOVP 0 BUBBLES IN 10 MINUTES	H2S < 1% (ppm)	H2S > 1% (%)
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**Time Log**

Start Date	Code	Activity	Comment
08:00	CUTC	Cut and Cap Casing	<p>CONSTRUCTION CUT AND CAPPED WELL. WELLHEAD WAS SENT TO AZTEC YARD, VERNAL UTAH.                      LISTED ON MT 35998 (TALISMAN MT SCRATCHED OUT W/ FORTUNA US HAND WRITTEN ON IT)                      - 258 JTS 80mm EUE TUBING                      - 1 WELLHEAD 35MPa; BONNET+FLOW TEE+ GATE VALVE + GATE VALVE+ TUBING SPOOL+INTERMEDIATE SPOOL+ CASING BOWL c/w SURFACE VENT.</p>

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

FORM 9

**SUNDRY NOTICES AND REPORTS ON WELLS**

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

1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <u>ABANDONED (G/W)</u>		5. LEASE DESIGNATION AND SERIAL NUMBER: <u>UTU-77263</u>
2. NAME OF OPERATOR: <u>FORTUNA (U.S.) INC (N2160)</u>		6. IF INDIAN, ALLOTTEE OR TRIBE NAME: <u>N/A</u>
3. ADDRESS OF OPERATOR: <u>3 STSW CALGARY, ALBERTA</u> CITY <u>CANADA</u> STATE <u>ZIP T2P5C5</u> PHONE NUMBER: <u>403-237-1234</u>		7. UNIT or CA AGREEMENT NAME: <u>N/A</u>
4. LOCATION OF WELL FOOTAGES AT SURFACE: <u>1309' FSL, 834' FEL</u> COUNTY: <u>EMERY</u> QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: <u>S/E/4 SE/4 Sec 21, T16S, R6E SUB 1/4M</u> STATE: <u>UTAH</u>		8. WELL NAME and NUMBER: <u>Middle Mountain #21-16</u>
9. API NUMBER: <u>43-015-30426</u>		10. FIELD AND POOL, OR WILDCAT: <u>Wildcat</u>

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input 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"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<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 checked="" type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> OTHER: _____
	<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.

Operator Change - see attached Certificate and Articles of Merger  
The operator name change is as follows:  
From: Fortuna (U.S.) Inc. (N2160)  
To : FUSI LLC (N2605)

RECEIVED  
NOV 29 2004  
DIV. OF OIL, GAS & MINING

NAME (PLEASE PRINT) <u>BLAINE MACINNES</u>	TITLE <u>DRILLING ENGINEER</u>
SIGNATURE <u>[Signature]</u>	DATE <u>NOV 24, 2004</u>

(This space for State use only)

APPROVED 12/21/04  
[Signature]

Division of Oil, Gas and Mining  
Earlene Russell, Engineering Technician (See Instructions on Reverse Side)



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

8. **Federal and Indian Units:**  
The BLM or BIA has approved the successor of unit operator for wells listed on: n/a

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

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

**DATA ENTRY:**

1. Changes entered in the Oil and Gas Database on: 12/22/2004
2. Changes have been entered on the Monthly Operator Change Spread Sheet on: 12/22/2004
3. Bond information entered in RBDMS on: 12/22/2004
4. Fee/State wells attached to bond in RBDMS on: 12/22/2004
5. Injection Projects to new operator in RBDMS on: n/a
6. Receipt of Acceptance of Drilling Procedures for APD/New on: 12/22/2004

**FEDERAL WELL(S) BOND VERIFICATION:**

1. Federal well(s) covered by Bond Number: UT 1263

**INDIAN WELL(S) BOND VERIFICATION:**

1. Indian well(s) covered by Bond Number: n/a

**FEE & STATE WELL(S) BOND VERIFICATION:**

1. (R649-3-1) The **NEW** operator of any fee well(s) listed covered by Bond Number 33632617
2. The **FORMER** operator has requested a release of liability from their bond on: n/a  
The Division sent response by letter on: n/a

**LEASE INTEREST OWNER NOTIFICATION:**

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

**COMMENTS:**

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**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: UTU - 77263
		6. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A
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.		7. UNIT or CA AGREEMENT NAME: N/A
		8. WELL NAME and NUMBER: MIDDLE MOUNTAIN #21-16
1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <u>ABANDONED</u>	9. API NUMBER: 4301530426	
2. NAME OF OPERATOR: FUSI LLC	10. FIELD AND POOL, OR WILDCAT: WILDCAT	
3. ADDRESS OF OPERATOR: 3400 - 888 - 3RD STREET CITY CALGARY STATE AB ZIP T2P5C5	PHONE NUMBER: (403) 237-1234	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1309' FSL 834' FEL		COUNTY: EMERY
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SESE 21 16S 6E		STATE: UTAH

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input 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 checked="" 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 type="checkbox"/> OTHER: _____
	<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.

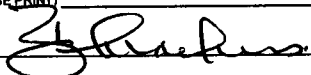
The operator name change is as follows:

From: FUSI LLC  
To: Fortuna (US) L.P.

**RECEIVED**

**JAN 18 2005**

DIV. OF OIL, GAS & MINING

NAME (PLEASE PRINT) <u>BLAINE MACINNES</u>	TITLE <u>DRILLING ENGINEER</u>
SIGNATURE 	DATE <u>1/5/2005</u>

(This space for State use only)

(5/2000)

(See Instructions on Reverse Side)

**APPROVED** 2/12/05

*ER*

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



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

8. **Federal and Indian Units:**  
The BLM or BIA has approved the successor of unit operator for wells listed on: n/a

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

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

**DATA ENTRY:**

1. Changes entered in the Oil and Gas Database on: 2/24/2005
2. Changes have been entered on the Monthly Operator Change Spread Sheet on: 2/24/2005
3. Bond information entered in RBDMS on: 2/24/2005
4. Fee/State wells attached to bond in RBDMS on: 2/24/2005
5. Injection Projects to new operator in RBDMS on: n/a
6. Receipt of Acceptance of Drilling Procedures for APD/New on: 1/20/2005

**FEDERAL WELL(S) BOND VERIFICATION:**

1. Federal well(s) covered by Bond Number: UT 1263

**INDIAN WELL(S) BOND VERIFICATION:**

1. Indian well(s) covered by Bond Number: n/a

**FEE & STATE WELL(S) BOND VERIFICATION:**

1. (R649-3-1) The **NEW** operator of any fee well(s) listed covered by Bond Number 33632617

2. The **FORMER** operator has requested a release of liability from their bond on: n/a  
The Division sent response by letter on: n/a

**LEASE INTEREST OWNER NOTIFICATION:**

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

**COMMENTS:**

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