Permit to Drill Gas Well

The application to drill a gas well, MHC Westport 07-15-26-13, located in Section 13, Township 26N, Range 13W, Coos County, Westport, DOGAMI ID No. 568, API No. 16-011-00052, has been approved with the following conditions:

The permittee shall:

1. Construct all sump/mud pits by excavating below grade with a design and size for holding the drill cuttings and fluid removed from the well. Loose fill material will not be allowed to be used in the construction of the sump/mud pits for the purposes of water retention.

   ![Original Topography vs. Well Pad]

   YES
   
   - Sump/mud pit excavated below grade
   
   NO
   
   - Drilling fluids held by loose fill

2. Contact DOGAMI two weeks prior to spud.

3. Provide DOGAMI with a 2-week, a 3-day, and a 24-hour notice to schedule an inspection to witness all BOPs tests conducted prior to drilling out each casing shoe.

4. Per 6/2.010-0014(C) & (D), the BOPs shall be pressure tested, when installed, prior to drilling out casing shoes following repair or reassembly of the preventers that require disconnection, a pressure seal in the assembly, and shall be actuated to test proper functioning once each trip or once each week, whichever is more frequent.

Issued on August 2, 2006

By: Gary W. Lynch
Assistant Director
Department of Geology

Coos County