

Oil and Gas Division

Lynn D. Helms - Director

Bruce E. Hicks - Assistant Director

Department of Mineral Resources

Lynn D. Helms - Director

North Dakota Industrial Commission

www.oilgas.nd.gov

February 24, 2010

Mr. David Bush Permit Manager Geokinetics USA, Inc 1500 CityWest Blvd. Suite 800 Houston, TX 77042

RE:

Blaine 3-D

Geophysical Exploration Permit #97-0186

Bottineau County

Dear Mr. Bush:

Please be advised that we are in receipt of your Geophysical Exploration permit and it is conditionally approved; effective for one year from February 24, 2010. Review the following conditions for your permit:

- 1. A pre-program meeting with state seismic inspector Tom Torstenson may be required. You must contact him at 701-290-1546 (cell) or 701-227-7436 at least 24 hours prior to any exploration operations.
- 2. All variances for distance restrictions are to be furnished, and a pre-plot map displaying any source points that do not comply with the distance restriction rule must be supplied to the inspector.
- 3. The following information must be submitted within 30 days of the completion of the project by the Geophysical Company:
 - a. Completion Report,
 - b. Completion Affidavit,
 - c. Post Plot Map. It must show all water wells, buildings, underground cisterns, pipelines, and flowing springs that fall within the program area and within one half mile of the perimeter of the program.
 - d. SD card or email ttorstenson@nd.gov with all source and receiver points,
 - e. Letter stating that the Geophysical Company has given all surface owner's a copy of the Section and Chapter of the NDCC as stated in paragraph 5.
- 4. The following information must be submitted within 30 days of the completion of the project by the SUBCONTRACTOR(s) (when applicable):
 - a. Plugging Report
 - b. Plugging Affidavit

- 5. It is required that within seven days of initial contact between the permitting agent and the operator of the land, the permitting agent shall provide the operator of the land and each landowner owning land within one-half mile of the land on which geophysical exploration activities are to be conducted a written copy of NDCC Section 38-08.1-04.1 (Exploration Permit) and NDCC Chapter 38-11.1 (Oil and Gas Production Damage Compensation). The permitting agent shall file a letter with this office confirming compliance with such notification. For your convenience, a copy of both Sections are enclosed.
- 6. The permit agent shall notify the operator of the land at least seven days before commencement of any geophysical exploration activity, unless waived by mutual agreement of both parties. The notice must include the approximate time schedule and the location of the planned activity.
- 7. Information for the locations of water wells, springs, etc.; refer to the following ND State Water Commission Mapservice website, at: http://mapservice.swc.state.nd.us/
- 8. The entire permit can be viewed, as well as the status of various seismic projects in the state, at: https://www.dmr.nd.gov/oilgas/seismic/seismicstats.asp

Should you have any questions regarding this matter, feel free to contact me at 701-328-8020, or Tom Torstenson at the number listed in paragraph 1.

Sincerely,

Todd L. Holweger

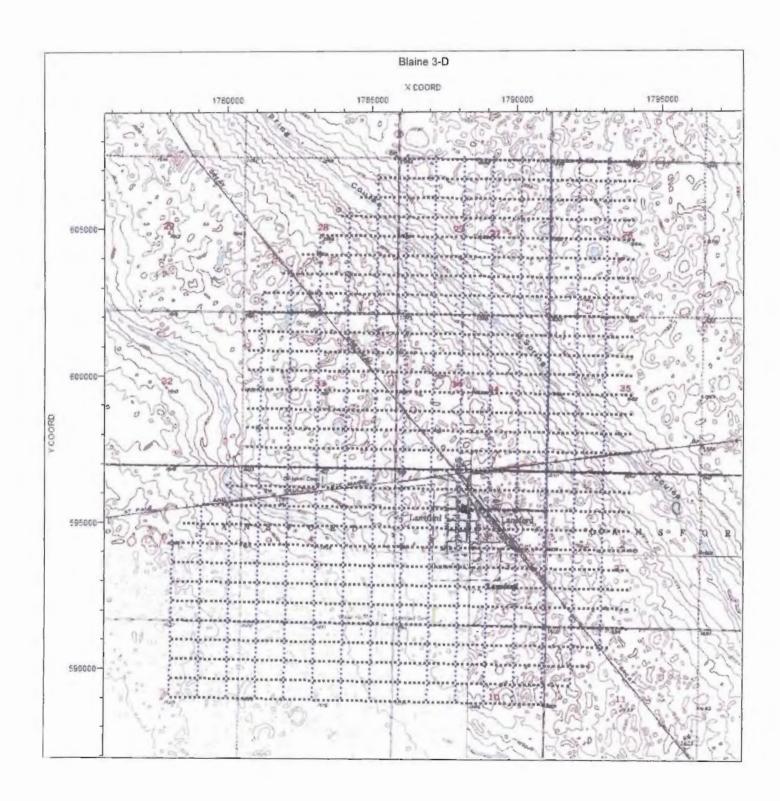
Mineral Resources Permit Manager

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GEOPHYSICAL EXPLORATION PERMIT

INDUSTRIAL COMMISSION OF NORTH DAKOTA OIL AND GAS DIVISION 600 EAST BOULEVARD DEPT 405 BISMARCK, ND 58505-0840 SFN 51459 (02-2008)

							~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~	
1) a. Company			Address				VE 522133	
Geokinetics USA, Inc.			1500 City West, Suite 800, Houston, TX			77042		
Contact ·			Telephone			Fax		
Trevor Krauss			281 484-6800			432 699-4221		
Surety Company			Bond Amount			Bond Number		
U.S. Specialty Insurance Co.			\$50,000			B004059		
2) a. Subcontractor(s)			Address			Telephone		
Ericson Contract Surveying			111 5th SW, Sidney, MT 59270			406 482-6606		
b. Subcontractor(s)			Address			Telephone		
c. Subcontractor(s)			Address			Telephone		
3) Party Manager			Address (local)			Telephone (local)		
Juan Trevino						281 636-2689		
4) Project Name or Line Numbers								
Blaine 3-D								
5) Exploration Method (Shot Hole, Non-Explosive, 2D, 3D, Other)								
3-D Vibroseis								
6) Approximate Start Date Approximate Completion Date								
February 20,2010 March 30, 2010								
THE COMMISSION MUST BE NOTIFIED AT LEAST 24 HOURS IN ADVANCE OF COMMENCEMENT OF DRILL/PLUG OPERATIONS								
7) Location of Proposed Project - County								
Bottineau								
Section			T. 1			159	R. 83	
Section(s), Township(s) & Range(s)		Section 26, 27, 28, 33, 34 & 35			T. 160		R. 83	
		Section	, 2., 20, 00, 04	4 40	T.		R.	
		Section			T.		R.	
8) Size of Hole	Amt of (Charge	Depth	Source points	nersa mi	No. of sq. mi.	0)	
3-D	N.	-	NA NA	250		9.5	9) Must supply latitudes and longitudes of post-plot	
Size of Hole 2-D	Amt of (Charge	Depth	Source points	***************************************	No. of In. mi.	source and receiver points on an SD card.	
10) Anticipated special drilling and plugging procedures?								
NA .								
11) Enclose a pre-plot map with proposed location of seismic program lines and powder mag.								
Signed			Title Title			Date		
4200	ede	_	Monica Reede-Permit Agent			February 12, 2010		
(This space for State office use)						Conditions of		
Permit No. Approval Date Approval Date								
Approved by Took hoplings Sea Attached letter								
Title Manager								
County Approval Sent								
Bottinea-								





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February 24, 2010

The Honorable Mae Steich Bottineau County Auditor 314 West 5th Bottineau, ND 58318-1204

> RE: Geophysical Exploration Permit # 97-0186

Dear Ms. Steich:

Pursuant to Section 38-08.1-04.2 of the North Dakota Century Code, please be advised that Geokinetics USA Inc. was issued the above captioned permit on February 24, 2010and will remain in effect for a period of one year. The entire permit can be viewed on our website at: https://www.dmr.nd.gov/oilgas/seismic/seismicstats.asp

Should you have any questions, please contact our office.

Sincerely,

Todd L. Holweger

Mineral Resources Permit Manager

