

MARIENVILLE RANGER DISTRICT

OIL AND GAS INSPECTION REPORT

OGM Case Number: Case 595 Date of Inspection: 6/17/07
 Weather Conditions: Sunny Persons On-Site: None
 Warrant/Lot Number: 3672 Mineral Owner/Leasee: Duhring Resources
 Project: 10 Well package with plugging Inspector: Miles
 Discussed Operation With: John Thomas & Arthur Stewart
 Equipment On-Site: None
 Activity On-Site: None

INSPECTION ITEMS and RESOURCE CONCERNS

| | | | |
|-----------------------------|--|---------------------|--|
| Erosion | | FS System Roads | |
| Minor oil, gas, brine leak | | Non-FS System Roads | |
| Major oil, gas, brine spill | | Drainage Structures | |
| Safety Hazards | | Tank Concerns | |
| Unauthorized Development | | Re-Vegetation | |
| Well Head Leaks | | Slash Disposal | |
| Sump Ponds | | Electric Lines | |
| Timber Removal | | Pipe Lines | |
| Timber Damaged | | Abandoned Equipment | |

S = Item is satisfactory O = Item is not satisfactory (explain in comments)

Blank = Item not inspected NA = not applicable

COMMENTS:

This inspection documents my correspondence with Duhring Resources regarding their next 10 well package that they are proposing. On or about the end of May I received a call from Arthur Stewart stating that they just bought the Larkin Lease and are proposing both plugging and drilling. I asked Arthur if he wanted to set up a field visit and he stated no, let's wait until the Forest Service receives the well package. On June 5th we finally received the well package showing tentative well locations. I notified the DEP and Hunter of the proposed project and asked for tentative meeting dates. I then notified Duhring Resources by phone of the days we were available for field review. This was on or about June 12th. To date, I have not received confirmation from Duhring Resources as to any tentative meeting dates. I also need to know what stone pit they would like to access since stone pits in the area are limited.

Discussion with Operator (Date): 6/12/07-Secretary

Forest Service Inspector: Lauren E. Miles

Date: 6/17/07

Reviewed: [Signature] 6/22/07