



SURETY BOND

Form No. B3 (Formerly State Form No. 36038)
Revised on 7/1/2002

INDIANA DEPARTMENT OF NATURAL RESOURCES

Division of Oil and Gas
402 W. Washington St., Rm. 293
Indianapolis, IN 46204
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Bond number	
Purpose <input type="checkbox"/> New <input type="checkbox"/> Transfer <input type="checkbox"/> Replacement	
FOR DIVISION USE ONLY	
Date filed	Date released
By	By

(I) (We) _____ of the city of _____, county of _____, State of _____, as Principal and _____ as Surety are held and firmly bound unto the State of Indiana in the sum of **Two Thousand Five Hundred Dollars (\$2,500)** upon the terms set forth in this Surety Bond
(the "Bond"):

- The Bond applies to a well drilled, deepened, converted, or operated for oil and gas purposes for which the Principal has acquired a permit under IC 14-37.
- The purpose of the Bond is to provide for compliance with IC 14-37 with respect to the plugging of the well, the filling in of all excavations, the removal of all concrete bases, discarding of machinery and materials, the cutting off of the surface casing not less than thirty-six (36) inches under the surface level and the restoration of the surface as nearly as possible to its former condition prior to the drilling of the well covered by the Bond.
- The Bond is effective from filing with the Department of Natural Resources until the Natural Resources Commission determines the well has been:
 - Plugged and abandoned in accordance with IC 14-37, 312 IAC 16 et. Seq., the terms of the permit and orders of the Natural Resources Commission; or
 - Converted under 312 IAC 16et. Seq., to a fresh water well; or
 - Until a substitute bond is filed by the Principal and accepted by the Natural Resources Commission
- The Bond binds the Principal and Surety and their heirs, executors, administrators, successors, and assigns jointly and severally, to the State of Indiana. No portion of the value of the Bond constitutes an asset of the Principal.
- Notwithstanding paragraph 3, the Surety may in writing notify the Natural Resources Commission and Principal of the intention to terminate liability under the Bond. Service of the notification shall be as specified in 312 IAC 16-4-3. If, following notification, the Principal fails to obtain a substitute bond or to plug and abandon the well in a timely manner, the Surety shall either cause such well to be properly plugged and abandoned or shall forfeit to the State of Indiana the principal sum of the Bond.
- If a permit is revoked for the well under the Bond, the Principal shall cause the well under the Bond to be properly plugged and abandoned in a timely manner or shall forfeit to the State of Indiana the principal sum of the Bond.
- Any action instituted with respect to the Bond shall be governed by the provisions of IC 14-37 and 312 IAC 16 et. Seq., or their successor chapter or rule, in effect when the action is instituted.

Lease Name						Permit Number	County
Section	Township	Range	¼	¼	¼	Footage's feet from N or S line and feet from E or W line	
Name of Principal							
City			County			State	
Signature of Principal				Title			Date signed
Signature of Surety						Date signed	

*Attach bond acknowledgement form
Form No. B1*