

STATE OF WYOMING
OIL AND GAS CONSERVATION COMMISSION
Office of State Oil and Gas Supervisor
P. O. Box 2640
Casper, WY 82602-2640

OWNER’S BLANKET BOND FOR IDLE WELLS

KNOW ALL MEN BY THESE COVENANTS, that we _____
_____, as Principal, and _____
_____, a Surety company authorized to do business in the state of Wyoming, as Surety, are held firmly bound unto the State of Wyoming in the sum of _____ Dollars (\$ _____) lawful money of the United States, to be paid to the Wyoming Oil and Gas Conservation Commission, as agent of the State of Wyoming, for the use and benefit of the State of Wyoming for which payment well and truly to be made, we bind ourselves, our heirs, executors and successors, jointly and severally by these presents.

THE CONDITION OF THE OBLIGATION IS SUCH THAT, WHEREAS, the Principal has idle well or wells within the State of Wyoming which require additional bonding of up to \$10.00 per foot and are subject to the jurisdiction and control of the Wyoming Oil and Gas Conservation Commission; and

WHEREAS, the Principal and Surety agree that the idle wells and amount covered by this bond are subject to change; and

WHEREAS, the Principal and Surety hereby agree that notwithstanding the termination of operations on any particular well or location covered by this bond, whether termination of said operations is by operation of law or otherwise this bond shall remain in full force and effect as to all remaining idle wells for oil and gas in the State of Wyoming in which the Principal is engaged; and

WHEREAS, the Principal and Surety agree that the neglect or forbearance of the Wyoming Oil and Gas Conservation Commission in enforcing, as against the Principal, any of the covenants, conditions, agreements, rules, regulations, requirements or any of them, shall not, in any way release the Principal and Surety, or either of them, from any liability under this bond.

NOW THEREFORE if, _____ the above bounden Principal, shall well and truly comply with all the provisions of the oil and gas conservation laws of the State of Wyoming and the rules, regulations, and orders of the Wyoming Oil and Gas Conservation Commission made pursuant thereto, and the orders of the Wyoming Oil and Gas Supervisor or his duly authorized representatives, with reference thereto, and remove the well or wells from idle well status by properly plugging and abandoning the well(s) and completing surface restoration, or returning the well(s) to production or injection, then this obligation shall be void, otherwise it shall remain in full force and effect.

In case of breach of any of the conditions of the foregoing bond, Surety holds itself bound as principal thereunder, in the amount aforesaid, and agrees to answer for the same without regard to and independently of any action taken against Principal and whether Principal be first pursued or not. Any action upon this bond shall be governed by Wyoming Law.

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