



## SURETY BOND

State Form 36038 (R4 / 12-17) / Form No. B3

### INDIANA DEPARTMENT OF NATURAL RESOURCES

Division of Oil and Gas

402 W. Washington St., Rm. 293

Indianapolis, IN 46204

Telephone number: (317) 232-4055

FAX number: (317) 232-1550

Internet: <http://www.in.gov/dnr/dnroil>

|                                                                                                                |                                  |
|----------------------------------------------------------------------------------------------------------------|----------------------------------|
| Bond number                                                                                                    |                                  |
| Purpose<br><input type="checkbox"/> New <input type="checkbox"/> Transfer <input type="checkbox"/> Replacement |                                  |
| <b>FOR DIVISION USE ONLY</b>                                                                                   |                                  |
| Date filed (month, day, year)                                                                                  | Date released (month, day, year) |
| 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"):

1. 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.
2. 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.
3. The Bond is effective from filing with the Department of Natural Resources until the Natural Resources Commission determines the well has been:
  - a. Plugged and abandoned in accordance with IC 14-37, 312 IAC 29 et. Seq., the terms of the permit and orders of the Natural Resources Commission; or
  - b. Converted under 312 IAC 29 et. Seq., to a fresh water well; or
  - c. Until a substitute bond is filed by the Principal and accepted by the Natural Resources Commission
4. 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.
5. 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 29-12-6. 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.
6. 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.
7. Any action instituted with respect to the Bond shall be governed by the provisions of IC 14-37 and 312 IAC 29 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<br>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 (month, day, year) |
| Signature of Surety    |          |       |        |       |   | Date signed (month, day, year)                               |                                |

*Attach Bond Acknowledgement form,  
Form No. B1.*

# BOND ACKNOWLEDGEMENT

Part of State Form 36038 (R4 / 12-17) / Form No. B1

## INDIVIDUAL ACKNOWLEDGEMENT

Before me, the undersigned authority, this day personally appeared \_\_\_\_\_, Insurance company  
and \_\_\_\_\_, Principal who acknowledged executing the foregoing Bond  
for the uses and purposes therein set forth.

STATE OF \_\_\_\_\_ SS:

COUNTY OF \_\_\_\_\_.

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_, 20 \_\_\_\_\_.

Signature of Notary

County of residence

Date commission expires *(month, day, year)*

Name of Notary *(typed or printed)*

## CORPORATE ACKNOWLEDGEMENT

Before me, the undersigned authority, this day personally appeared \_\_\_\_\_  
Name of Company  
By \_\_\_\_\_, President and \_\_\_\_\_, Secretary of  
Name of president Name of secretary  
\_\_\_\_\_ a Corporation, Principal each of whom acknowledge the  
execution of the foregoing Bond for such Corporation, for the uses and purposes therein set forth.

STATE OF \_\_\_\_\_ SS:

COUNTY OF \_\_\_\_\_.

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_, 20 \_\_\_\_\_.

Signature of Notary

County of residence

Date commission expires *(month, day, year)*

Name of Notary *(typed or printed)*

## ACKNOWLEDGEMENT BY ATTORNEY IN FACT

Before me, the undersigned authority, this day personally appeared \_\_\_\_\_ by  
Issuer of bonds  
\_\_\_\_\_ who executed the forgoing instrument on behalf of  
Attorney in fact  
\_\_\_\_\_ and acknowledged that he/ she executed the same as the act  
Principal  
and deed of \_\_\_\_\_ for the uses and purposes therein set forth.  
Insurance company

STATE OF \_\_\_\_\_ SS:

COUNTY OF \_\_\_\_\_.

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_, 20 \_\_\_\_\_.

Signature of Notary

County of residence

Date commission expires *(month, day, year)*

Name of Notary *(typed or printed)*