



Office of Oil and Gas Resource Management
 One Natural Resources Way
 Springfield, IL 62702-1271
 (217) 782-7756

**FINANCIAL SECURITY
 INSTRUMENT (BOND)
 CERTIFICATE OF DEPOSIT**

CHOOSE ONE:

- LIQUID OILFIELD WASTE TRANSPORTATION SYSTEM
- BLANKET BOND (ALL WELLS OR PERMITS)
- INDIVIDUAL BOND (SINGLE WELL OR PERMIT)

CERTIFICATE # _____
 PERMITTEE # _____

_____, of _____
(Permittee) (Permanent Address) (City) (Zip)
 () _____ County of _____, State of _____
(Telephone)

IS HELD AND FIRMLY BOUND UNTO THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT IN THE PENAL SUM OF _____ DOLLARS (\$ _____), TO THE PAYMENT WHEREOF THE PERMITTEE, AND THE PERMITTEE'S HEIRS, EXECUTORS, ADMINISTRATORS, SUCCESSORS AND ASSIGNS, ARE JOINTLY AND SEVERALLY BOUND. THIS OBLIGATION IS SECURED BY ONE OR MORE CERTIFICATES OF DEPOSIT, AS IDENTIFIED ABOVE, DRAWN ON A FEDERALLY-INSURED BANK, MADE PAYABLE OR ASSIGNED TO THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT, AND PLACED IN ITS POSSESSION. WHICH SAID SUM SHALL BE HELD, APPLIED, AND RETURNED TO THE PERMITTEE UNDER THE CONDITIONS AND FOR THE PURPOSES HEREINAFTER SET FORTH.

WHEREAS, THE PERMITTEE HAS APPLIED, OR INTENDS TO APPLY, TO THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT FOR A PERMIT TO: (CHOOSE ONE)

- OPERATE A LIQUID OILFIELD WASTE TRANSPORTATION SYSTEM; OR
- DRILL COAL, STRUCTURE, MINERAL OR GROUNDWATER MONITORING TEST HOLE OR HOLES; OR
- DRILL OR DEEPEN AN OIL OR GAS WELL (OR WELLS) OR A WELL (OR WELLS) USED IN CONJUNCTION THEREWITH; OR
- TRANSFER A WELL (OR WELLS) ACQUIRED FOR OIL AND GAS PRODUCTION OR FOR USE IN CONJUNCTION THEREWITH.

ONLY COMPLETE IF BOND IS FOR INDIVIDUAL WELL OR PERMIT

WELL TO BE KNOWN AS: _____ REFERENCE #: _____
(NORTH) (EAST)
(SOUTH) (WEST) OF THE _____ CORNER OF THE _____ QUARTER
 OF THE _____ QUARTER OF THE _____ QUARTER OF SECTION _____
(NORTH) (EAST)
 TOWNSHIP _____ (SOUTH) RANGE _____ (WEST), _____ COUNTY

NOW, THEREFORE, THE CONDITIONS OF THIS OBLIGATION ARE SUCH, THAT IF THE PERMITTEE SHALL FULLY COMPLY WITH THE PROVISIONS OF THE ILLINOIS OIL AND GAS ACT, 225 ILCS 725/1 ET. SEQ., (ACT), AS AMENDED, AND SHALL COMPLY WITH AND CONFORM TO THE REGULATIONS AND ORDERS OF THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT ISSUED UNDER THE PROVISIONS OF THE ACT AND AMENDMENTS THERETO, THEN THE PERMITTEE MAY APPLY TO THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT FOR A RELEASE OF THIS OBLIGATION.

THE PERMITTEE'S OBLIGATIONS UNDER THIS PENAL BOND SHALL BE RELEASED BY THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT, AND THE ABOVE-MENTIONED DEPOSIT SHALL BE RETURNED TO THE PERMITTEE, IF THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT DETERMINES, TO ITS SATISFACTION, THAT THE PERMITTEE HAS FULLY COMPLIED WITH THE TERMS AND CONDITIONS OF THIS BOND.

THE FULL FACE AMOUNT OF THIS BOND IS SUBJECT TO FORFEITURE, BY THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT, IN THE EVENT THE PERMITTEE IS FOUND TO HAVE VIOLATED THE PROVISIONS OF THE ACT AND SUCH VIOLATIONS REMAIN UNABATED.

SPECIAL INSTRUCTIONS: THE PRINCIPAL IS REQUIRED TO NOTIFY THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT WITHIN THIRTY (30) DAYS OF THE SALE OF THE WELL FOR WHICH THIS BOND IS SUBMITTED, PURSUANT TO 62 ILL. ADM. CODE 240.1420.

UNDER PENALTIES OF PERJURY, WE DECLARE THAT WE ARE EXECUTING THE FOREGOING INDIVIDUAL COLLATERAL BOND FOR THE USES AND PURPOSES THEREIN SET FORTH.

IN WITNESS WHEREOF, WE HAVE HEREUNTO SET OUR RESPECTIVE HANDS AND SEALS THIS _____ DAY OF _____, _____.

PERMITTEE:

SIGNATURE

TITLE

DATE

APPROVED BY:

**OFFICE OF OIL AND GAS
RESOURCE MANAGEMENT**

DATE