STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT ☐

APPLICATION FOR PERMIT TO DRILL	**1. WELL NAME and NUMBER** Ute Tribal 3-24-4-3
2. TYPE OF WORK DRILL NEW WELL ■ REENTER P&A WELL ○ DEEPEN WELL ○	**3. FIELD OR WILDCAT** SOUTH MYTON BENCH
4. TYPE OF WELL Oil Well Coalbed Methane Well: NO	**5. UNIT or COMMUNITIZATION AGREEMENT NAME**
6. NAME OF OPERATOR NEWFIELD PRODUCTION COMPANY	**7. OPERATOR PHONE** 435 646-4825
8. ADDRESS OF OPERATOR Rt 3 Box 3630 , Myton, UT, 84052	**9. OPERATOR E-MAIL** mcrozier@newfield.com
10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE) 2OG0006154 / **11. MINERAL OWNERSHIP** FEDERAL ○ INDIAN ■ STATE ○ FEE ○	**12. SURFACE OWNERSHIP** FEDERAL ○ INDIAN ○ STATE ○ FEE ■
13. NAME OF SURFACE OWNER (if box 12 = 'fee') Russell and Crystal Moon	**14. SURFACE OWNER PHONE (if box 12 = 'fee')**
15. ADDRESS OF SURFACE OWNER (if box 12 = 'fee') HC 64 Box 167, ,	**16. SURFACE OWNER E-MAIL (if box 12 = 'fee')**
17. INDIAN ALLOTTEE OR TRIBE NAME (if box 12 = 'INDIAN') / **18. INTEND TO COMMINGLE PRODUCTION FROM MULTIPLE FORMATIONS** YES ○ (Submit Commingling Application) NO ■	**19. SLANT** VERTICAL ■ DIRECTIONAL ○ HORIZONTAL ○

20. LOCATION OF WELL	FOOTAGES	QTR-QTR	SECTION	TOWNSHIP	RANGE	MERIDIAN
LOCATION AT SURFACE	589 FNL 1872 FWL	NENW	24	4.0 S	3.0 W	U
Top of Uppermost Producing Zone	589 FNL 1872 FWL	NENW	24	4.0 S	3.0 W	U
At Total Depth	589 FNL 1872 FWL	NENW	24	4.0 S	3.0 W	U

21. COUNTY DUCHESNE	**22. DISTANCE TO NEAREST LEASE LINE (Feet)** 589	**23. NUMBER OF ACRES IN DRILLING UNIT** 40
	25. DISTANCE TO NEAREST WELL IN SAME POOL (Applied For Drilling or Completed) 1288	**26. PROPOSED DEPTH** MD: 7035 TVD: 7035
27. ELEVATION - GROUND LEVEL 5515	**28. BOND NUMBER** WYB000493	**29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE** 43-7478

ATTACHMENTS

VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES

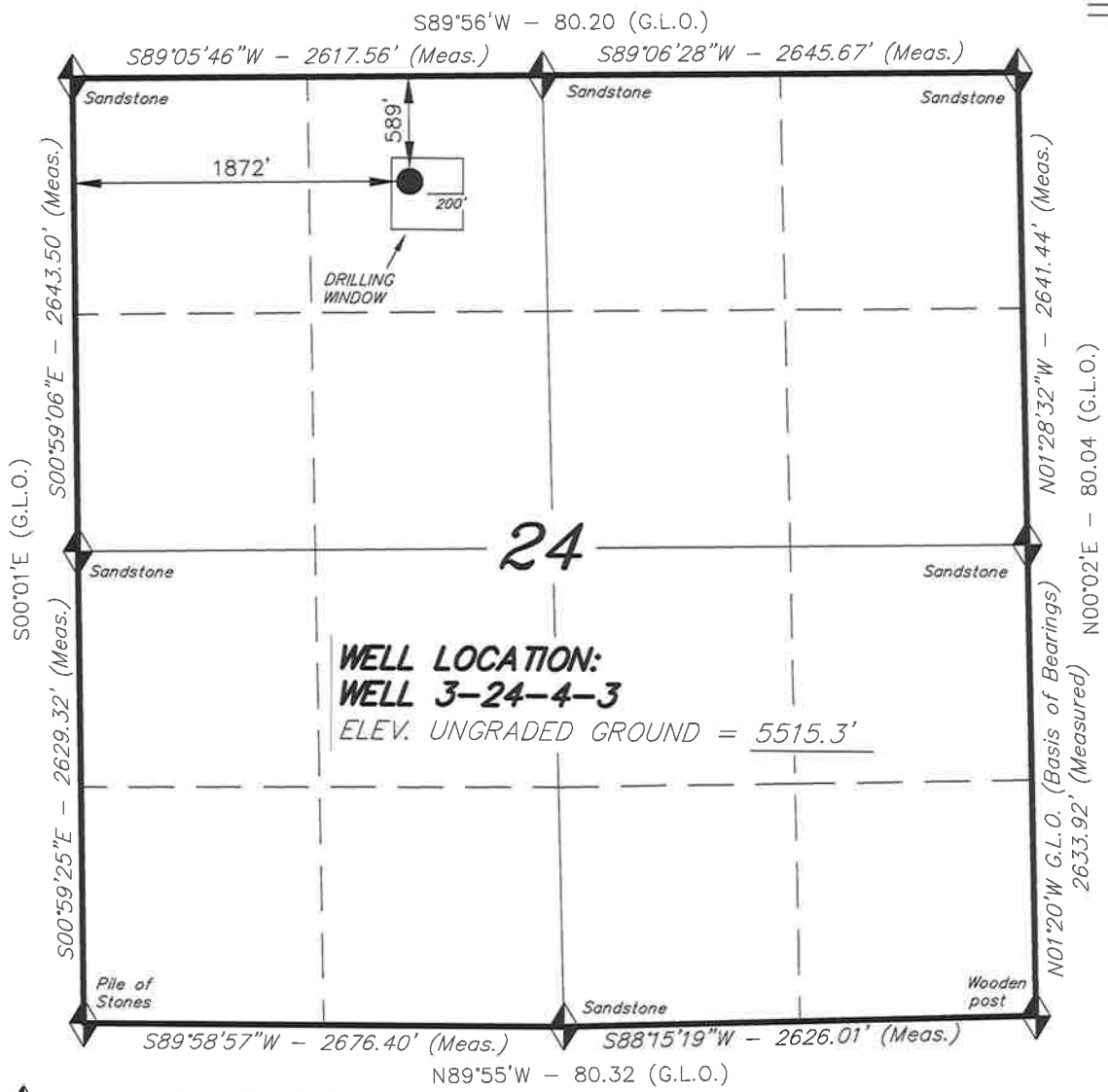
☑ **WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER**	☑ **COMPLETE DRILLING PLAN**
☑ **AFFIDAVIT OF STATUS OF SURFACE OWNER AGREEMENT (IF FEE SURFACE)**	☐ **FORM 5. IF OPERATOR IS OTHER THAN THE LEASE OWNER**
☐ **DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY DRILLED)**	☑ **TOPOGRAPHICAL MAP**

NAME Mandie Crozier	**TITLE** Regulatory Tech	**PHONE** 435 646-4825
SIGNATURE	**DATE** 10/19/2009	**EMAIL** mcrozier@newfield.com
API NUMBER ASSIGNED 43013501680000	**APPROVAL** Permit Manager	

Proposed Hole, Casing, and Cement						
String	**Hole Size**	**Casing Size**	**Top (MD)**	**Bottom (MD)**		
Prod	7.875	5.5	0	7035		
Pipe	**Grade**	**Length**	**Weight**			
	Grade J-55 LT&C	7035	15.5			

Proposed Hole, Casing, and Cement						
String	**Hole Size**	**Casing Size**	**Top (MD)**	**Bottom (MD)**		
Surf	12.25	8.625	0	300		
Pipe	**Grade**	**Length**	**Weight**			
	Grade K-55 ST&C	300	24.0			

T4S, R3W, U.S.B.&M.



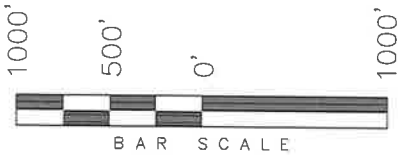
◆ = SECTION CORNERS LOCATED

BASIS OF ELEV; Elevations are base on LOCATION: an N.G.S. OPUS Correction. LAT. 40°04'09.56" LONG. 110°00'43.28" (Tristate Aluminum Cap) Elev. 5281.57'

WELL 3-24-4-3
(Surface Location) NAD 83
LATITUDE = 40° 07' 33.68"
LONGITUDE = 110° 10' 25.68"

NEWFIELD PRODUCTION COMPANY

WELL LOCATION, WELL 3-24-4-3, LOCATED AS SHOWN IN THE NE 1/4 NW 1/4 OF SECTION 24, T4S, R3W, U.S.B.&M. DUCHESNE COUNTY, UTAH.



THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

REGISTERED LAND SURVEYOR
REGISTRATION No. 189377
STATE OF UTAH

STACY W. WARTH
REGISTERED LAND SURVEYOR
REGISTRATION No. 189377
STATE OF UTAH

TRI STATE LAND SURVEYING & CONSULTING
180 NORTH VERNAL AVE. – VERNAL, UTAH 84078
(435) 781-2501

DATE SURVEYED: 03-10-09	SURVEYED BY: D.G.
DATE DRAWN: 03-11-09	DRAWN BY: F.T.M.
REVISED:	SCALE: 1" = 1000'

'API Well No: 43013501680000'

'APIWellNo:4301350168000'

MEMORANDUM
of
EASEMENT, RIGHT-OF-WAY
and
SURFACE USE AGREEMENT

This Easement, Right-of-Way and Surface Use Agreement ("Agreement") is entered into this 13th day of October, 2009 by and between **Russell and Crystal Moon, whose address is HC 64 Box 167, Duchesne, Utah 84021,** ("Surface Owner," whether one or more) and Newfield Production Company, a Texas corporation ("NEWFIELD"), with offices at 1001 17th Street, Suite 2000, Denver, Colorado 80202, covering certain lands, (the "Lands") situated in Duchesne County, Utah described as follows:

Township 4 South, Range 3 West
Section 24

Duchesne County, Utah
Being 640 acres, more or less,

For and in consideration of the sum of ten dollars ($10.00), and other valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the undersigned hereby agree to the terms and provisions set forth as follows:

1. Compensation for Well; Release of All Claims

NEWFIELD shall pay to Surface Owner the sum as set forth in and according to the terms of that certain Letter Agreement for Easement, Right-of Way and Surface Use by and between Surface Owner and NEWFIELD, dated October 13th, 2009 as full payment and satisfaction for any and all detriment, depreciation, injury or damage of any nature to the Lands or growing crops thereon that may occur as a result of NEWFIELD's drilling or completion operations or its continuing activities for the production or transportation of oil, gas, or other hydrocarbons or products associated with the foregoing including, but not limited to, surface use, access, pipelines, gathering lines, pipeline interconnections, and any and all other reasonable or customary uses of land related to said operations or activities.

2. Grant of Right of Way and Easement

Surface Owner hereby grants, bargains, leases, assigns, and conveys to NEWFIELD an easement and right-of-way for the purpose of construction, using and maintaining access roads, locations for surface equipment and subsurface gathering lines for each well drilled upon the Lands, pipelines, and pipeline interconnections for two years from date of this agreement and so long thereafter as NEWFIELD's oil and gas leases remain in effect.

This Agreement shall be binding upon the respective heirs, executors, administrators, successors, and assigns of the undersigned. This agreement replaces and supersedes any and all prior agreements covering the lands described herein.

These Parties hereto have executed this document effective as of the day first above written.

SURFACE OWNER

By: _____
Russell Moon

By: _____
Crystal Moon

NEWFIELD PRODUCTION COMPANY

By: _____
Daniel W. Shewmake
Vice President – Development

'APIWellNo:4301350168000'

STATE OF UTAH)
)ss
COUNTY OF Duchesne)

This instrument was acknowledged before me this 14th day of Oct., 2009 by Russell Moon.

Witness my hand and official seal.

Notary Public

My commission expires 9/8/2013

TIM EATON
NOTARY PUBLIC•STATE OF UTAH
COMMISSION# 580019
COMM. EXP. 09-08-2013

STATE OF UTAH)
)ss
COUNTY OF Duchesne)

This instrument was acknowledged before me this 14th day of Oct., 2009 by Crystal Moon.

Witness my hand and official seal.

Notary Public

My commission expires 9/8/2013

TIM EATON
NOTARY PUBLIC•STATE OF UTAH
COMMISSION# 580019
COMM. EXP. 09-08-2013

STATE OF COLORADO)
)ss
COUNTY OF DENVER)

This instrument was acknowledged before me this _____, 2009 by **Daniel W. Shewmake, as Vice President - Development of Newfield Production Company**, a Texas corporation, on behalf of the corporation.

Witness my hand and official seal.

Notary Public

My commission expires _____

NEWFIELD PRODUCTION COMPANY
UTE TRIBAL 3-24-4-3
NE/NW SECTION 24, T4S, R3W
DUCHESNE COUNTY, UTAH

TEN POINT DRILLING PROGRAM

1. **GEOLOGIC SURFACE FORMATION:**

Uinta formation of Upper Eocene Age

2. **ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:**

Uinta	0 – 1,905'
Green River	1,905'
Wasatch	7,035'

3. **ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:**

Green River Formation (Oil) 1,905' – 7,035'

Fresh water may be encountered in the Uinta Formation, but would not be expected below about 350'. All water shows and water bearing geologic units shall be reported to the geologic and engineering staff of the Vernal Office prior to running the next string of casing or before plugging orders are requested. All water shows must be reported within one (1) business day after being encountered.

All usable (<10,000 PPM TDS) water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling will be recorded by depth and adequately protected. This information shall be reported to the Vernal Office.

Detected water flows shall be sampled, analyzed, and reported to the geologic & engineering staff of the Vernal Office. The office may request additional water samples for further analysis. Usage of the State of Utah form *Report of Water Encountered* is acceptable, but not required.

The following information is requested for water shows and samples where applicable:

Location & Sampled Interval	Date Sampled
Flow Rate	Temperature
Hardness	pH
Water Classification (State of Utah)	Dissolved Calcium (Ca) (mg/l)
Dissolved Iron (Fe) (ug/l)	Dissolved Sodium (Na) (mg/l)
Dissolved Magnesium (Mg) (mg/l)	Dissolved Carbonate (CO_3) (mg/l)
Dissolved Bicarbonate ($NaHCO_3$) (mg/l)	Dissolved Chloride (Cl) (mg/l)
Dissolved Sulfate (SO_4) (mg/l)	Dissolved Total Solids (TDS) (mg/l)

4. *PROPOSED CASING PROGRAM*

a. Casing Design: Ute Tribal 3-24-4-3

Size	Interval		Weight	Grade	Coupling	Design Factors		
	Top	Bottom				Burst	Collapse	Tension
Surface casing 8-5/8"	0'	300'	24.0	J-55	STC	2,950 17.53	1,370 14.35	244,000 33.89
Prod casing 5-1/2"	0'	7,035'	15.5	J-55	LTC	4,810 2.15	4,040 1.80	217,000 1.99

Assumptions:
1) Surface casing max anticipated surface press (MASP) = Frac gradient – gas gradient
2) Prod casing MASP (production mode) = Pore pressure – gas gradient
3) All collapse calculations assume fully evacuated casing w/ gas gradient
4) All tension calculations assume air weight

Frac gradient at surface casing shoe =	13.0 ppg
Pore pressure at surface casing shoe =	8.33 ppg
Pore pressure at prod casing shoe =	8.33 ppg
Gas gradient =	0.115 psi/ft

All casing shall be new or, if used, inspected and tested. Used casing shall meet or exceed API standards for new casing.

All casing strings shall have a minimum of 1 (one) centralizer on each of the bottom three (3) joints.

b. Cementing Design: Ute Tribal 3-24-4-3

Job	Fill	Description	Sacks ft^3	OH Excess*	Weight (ppg)	Yield (ft^3/sk)
Surface casing	300'	Class G w/ 2% CaCl	138 161	30%	15.8	1.17
Prod casing Lead	5,035'	Prem Lite II w/ 10% gel + 3% KCl	348 1134	30%	11.0	3.26
Prod casing Tail	2,000'	50/50 Poz w/ 2% gel + 3% KCl	363 451	30%	14.3	1.24

*Actual volume pumped will be 15% over the caliper log
- Compressive strength of lead cement: 1800 psi @ 24 hours, 2250 psi @ 72 hours
- Compressive strength of tail cement: 2500 psi @ 24 hours

Hole Sizes: A 12-1/4" hole will be drilled for the 8-5/8" surface casing. A 7-7/8" hole will be drilled for the 5-1/2" production casing.

The 8-5/8" surface casing shall in all cases be cemented back to surface. In the event that during the primary surface cementing operation the cement does not circulate to surface, or if the cement level should fall back more than 8 feet from surface, then a remedial surface cementing operation shall be performed to insure adequate isolation and stabilization of the surface casing.

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

The operator's minimum specifications for pressure control equipment are as follows:

An 8" Double Ram Hydraulic unit with a closing unit will be utilized. Function test of BOP's will be check daily.

Refer to **Exhibit C** for a diagram of BOP equipment that will be used on this well.

6. **TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:**

From surface to ±350 feet will be drilled with an air/mist system. The air rig is equipped with a 6 ½" blooie line that is straight run and securely anchored. The blooie line is used with a discharge less than 100 ft from the wellbore in order to minimize the well pad size. The blooie line is not equipped with an automatic igniter or continuous pilot light and the compressor is located less than 100 ft from the well bore due to the low possibility of combustion with the air dust mixture. The trailer mounted compressor (capacity of 2000 CFM) has a safety shut-off valve which is located 15 feet from the air rig. A truck with 70 bbls of water is on stand by to be used as kill fluid, if necessary. From about ±350 feet to TD, a fresh water system will be utilized. Clay inhibition and hole stability will be achieved with a KCl substitute additive. This additive will be identified in the APD and reviewed to determine if the reserve pit shall be lined. This fresh water system will typically contain Total Dissolved Solids (TDS) of less than 3000 PPM. Anticipated mud weight is 8.4 lbs/gal. If necessary to control formation fluids or pressure, the system will be weighted with the addition of bentonite gel, and if pressure conditions warrant, with barite

No chromate additives will be used in the mud system on Federal and/or Indian lands without prior BLM approval to ensure adequate protection of fresh aquifers.

No chemicals subject to reporting under SARA Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completing of this well.

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

Newfield Production will **visually** monitor pit levels and flow from the well during drilling operations.

7. **AUXILIARY SAFETY EQUIPMENT TO BE USED:**

Auxiliary safety equipment will be a Kelly Cock, bit float, and a TIW valve with drill pipe threads.

8. **TESTING, LOGGING AND CORING PROGRAMS:**

The logging program will consist of a Dual Induction, Gamma Ray and Caliper log from TD to base of surface casing @ 300' +/-, and a Compensated Neutron-Formation Density Log from TD to 3500' +-. A cement bond log will be run from PBTD to cement top. No drill stem testing or coring is planned for this well.

9. **ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:**

No abnormal temperatures or pressures are anticipated. No hydrogen sulfide has been encountered or is known to exist from previous drilling in the area at this depth. Maximum anticipated

bottomhole pressure will approximately equal total depth in feet multiplied by a 0.433 psi/foot gradient.

10. **ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:**

It is anticipated that the drilling operations will commence the second quarter of 2010, and take approximately seven (7) days from spud to rig release.

2-M SYSTEM

Blowout Prevention Equipment Systems

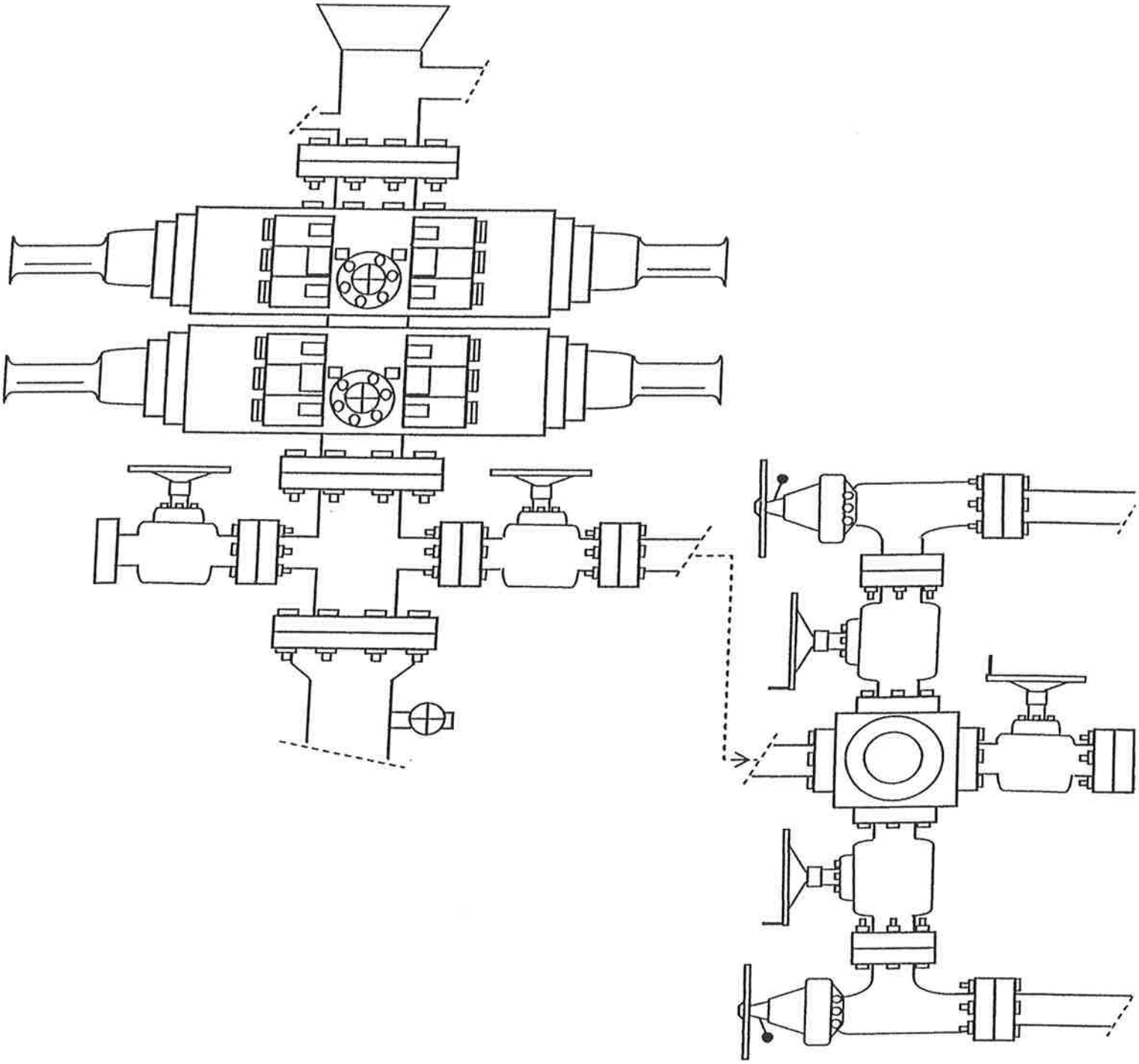
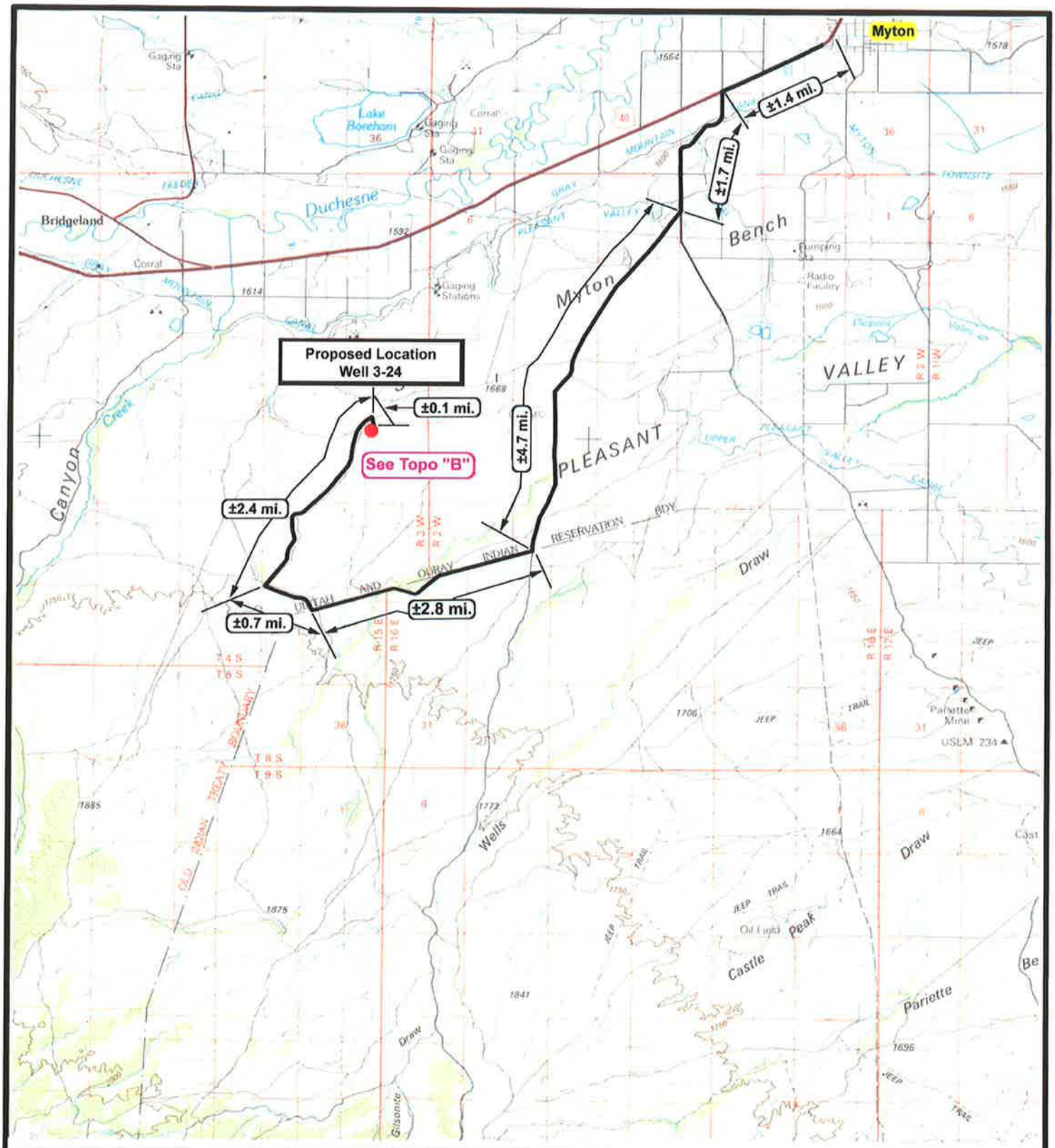


EXHIBIT C



NEWFIELD
Exploration Company

Well 3-24-4-3
SEC. 24, T4S, R3W, U.S.B.&M.

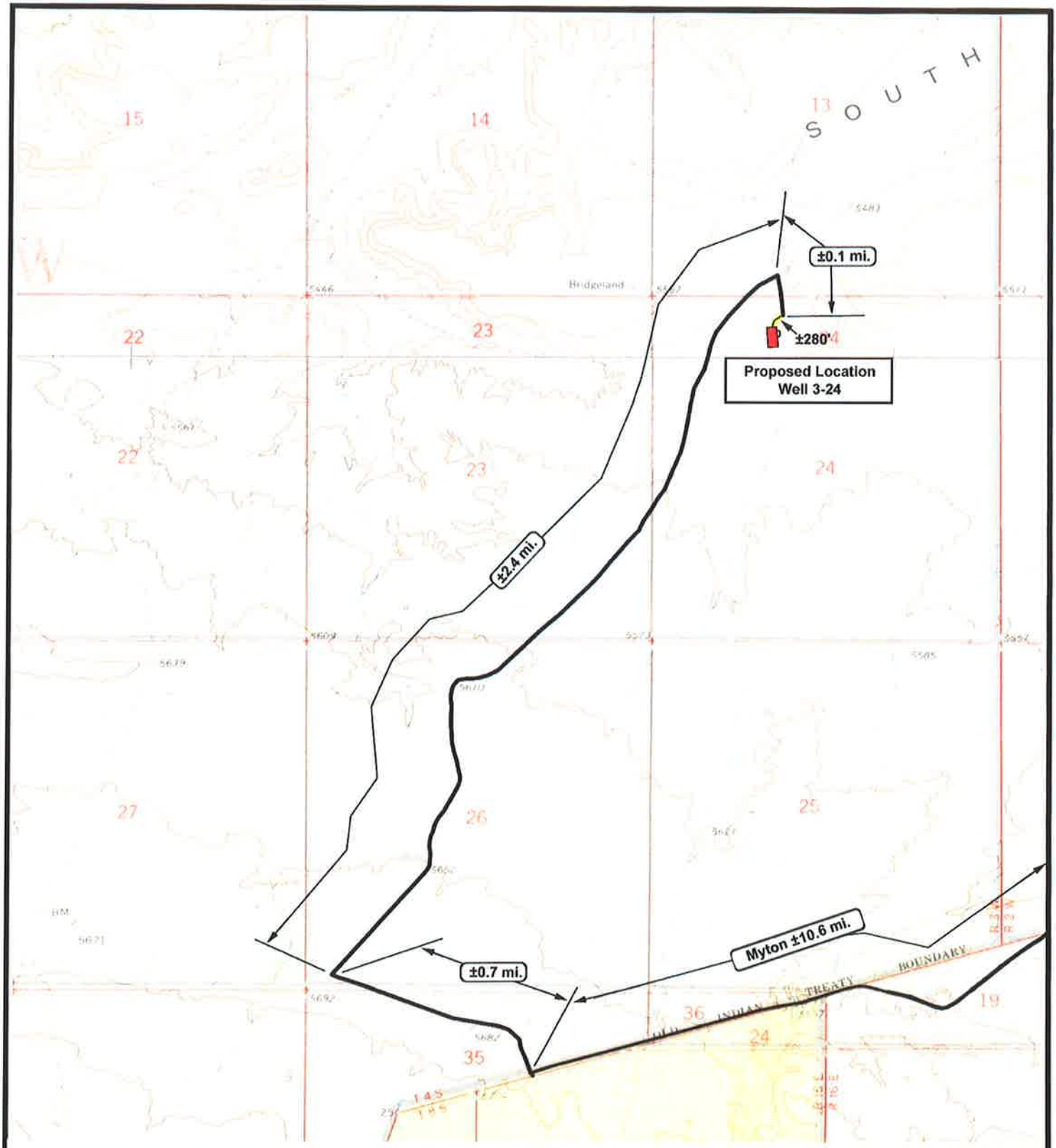
N

Tri-State Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1 = 100,000
DRAWN BY: JAS
DATE: 03-17-2009

Legend
Existing Road
Proposed Access

TOPOGRAPHIC MAP
"A"



NEWFIELD
Exploration Company

Well 3-24-4-3
SEC. 24, T4S, R3W, U.S.B.&M.

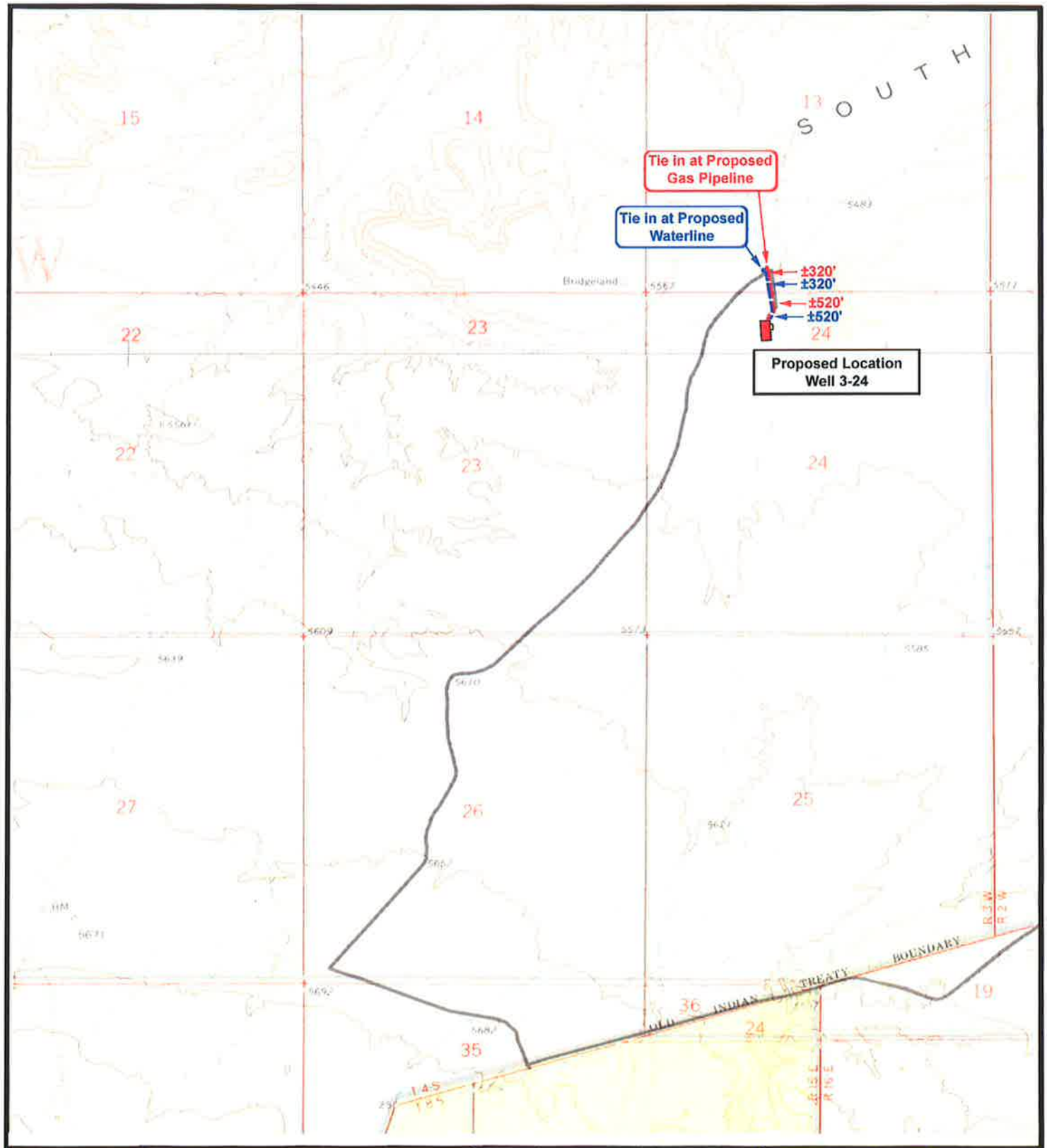
N

Tri-State Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'
DRAWN BY: JAS
DATE: 03-17-2009

Legend
Existing Road
Proposed Access

TOPOGRAPHIC MAP
"B"



NEWFIELD
Exploration Company

Well 3-24-4-3
SEC. 24, T4S, R3W, U.S.B.&M.

N

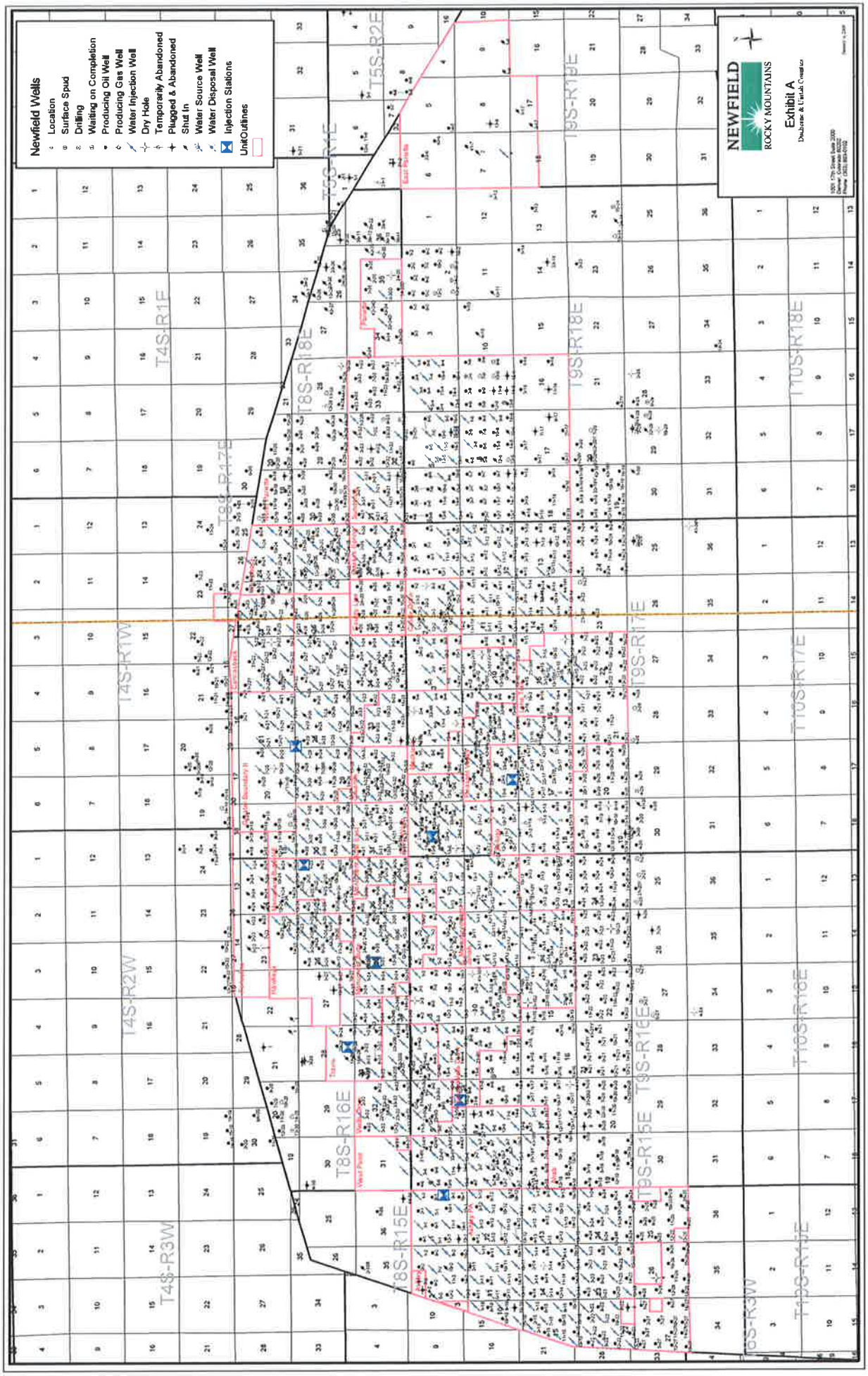
Tri-State Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'
DRAWN BY: JAS
DATE: 03-17-2009

Legend
- Roads
- Proposed Gas Line
- Proposed Water Line

TOPOGRAPHIC MAP
"C"

’APIWellNo:43013501680000’



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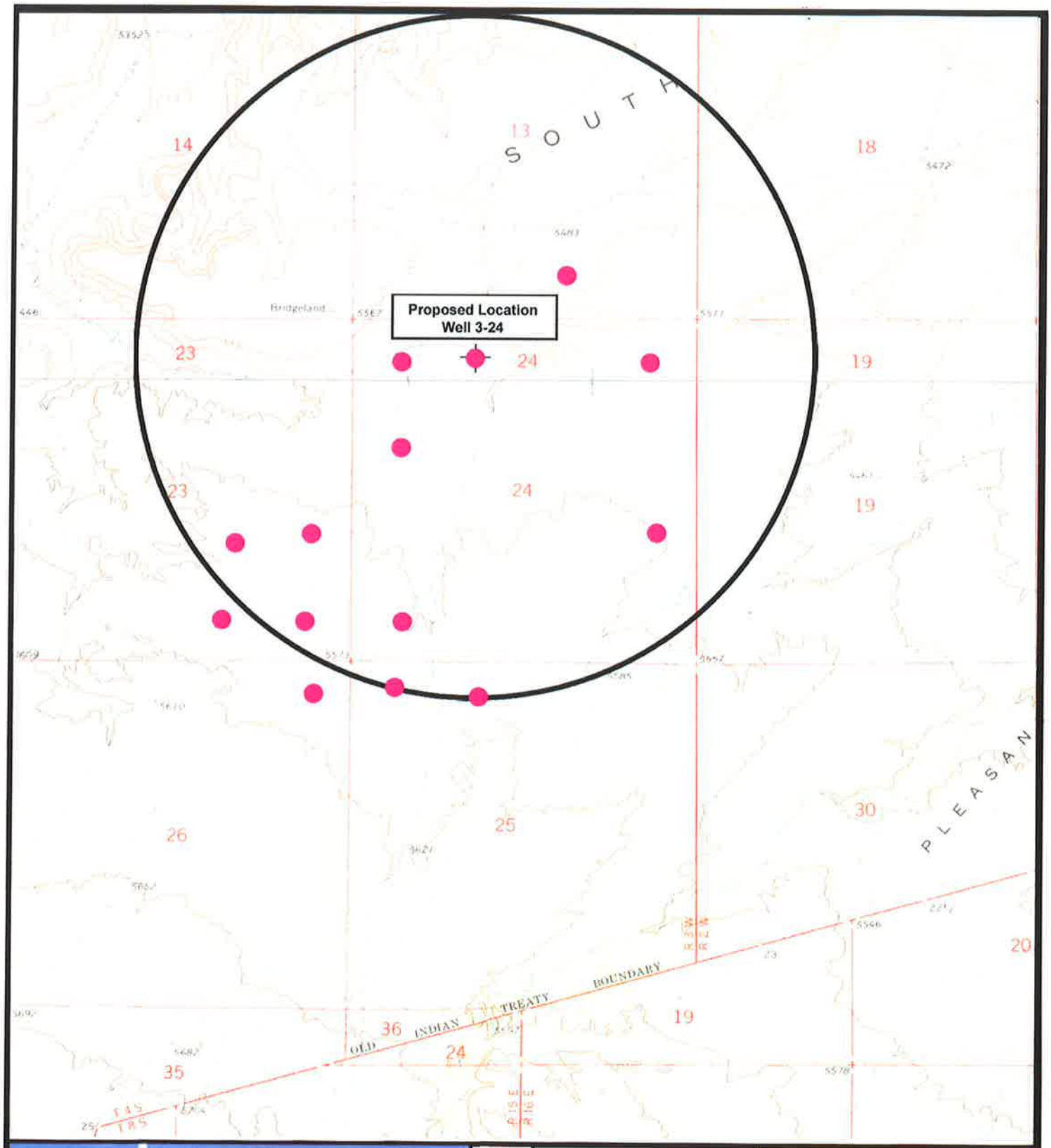


NEWFIELD
Exploration Company

Well 3-24-4-3
SEC. 24, T4S, R3W, U.S.B.&M.

N

Tri-State Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'
DRAWN BY: JAS
DATE: 03-17-2009

Legend

- Pad Location
- One-Mile Radius

Exhibit "B"

NEWFIELD PRODUCTION COMPANY
UTE TRIBAL 3-24-4-3
NE/NW SECTION 24, T4S, R3W
DUCHESNE COUNTY, UTAH

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. EXISTING ROADS

See attached Topographic Map "A"

To reach Newfield Production Company well location site Ute Tribal 3-24-4-3 located in the NE 1/4 NW 1/4 Section 24, T4S, R3W, Duchesne County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 - 1.4 miles ± to the junction of this highway and UT State Hwy 53; proceed southwesterly – 6.4 miles ± to it's junction with an existing road to the southwest; proceed southwesterly – 2.8 miles ± to it's junction with an existing road to the northwest; proceed northwesterly – 0.7 miles ± to it's junction an existing road the northeast; proceed northeasterly – 2.4 miles ± to it's junction with an existing road to the south; proceed southerly – 0.1 miles ± to it's junction with the beginning of the proposed access road to the southwest; proceed along the proposed access road – 280' ± to the proposed well location.

The aforementioned dirt oil field service roads and other roads in the vicinity are constructed out of existing native materials that are prevalent to the existing area they are located in and range from clays to a sandy-clay shale material.

The roads for access during the drilling, completion and production phase will be maintained at the standards required by the State of Utah, or other controlling agencies. This maintenance will consist of some minor grader work for smoothing road surfaces and for snow removal. Any necessary fill material for repair will be purchase and hauled from private sources.

2. PLANNED ACCESS ROAD

Approximately 280'of access road is proposed for the proposed well. See attached **Topographic Map "B"**.

The proposed access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%.

There will be **no** culverts required along this access road. There will be barrow ditches and turnouts as needed along this road.

There are no fences encountered along this proposed road. There will be no new gates or cattle guards required.

All construction material for this access road will be borrowed material accumulated during construction of the access road.

3. LOCATION OF EXISTING WELLS

Refer to Exhibit "B".

4. *LOCATION OF EXISTING AND/OR PROPOSED FACILITIES*

There are no existing facilities that will be used by this well.

It is anticipated that this well will be a producing oil well.

Upon construction of a tank battery, the well pad will be surrounded by a dike of sufficient capacity to contain at minimum 110% of the largest tank volume within the facility battery.

Tank batteries will be built to State specifications.

All permanent surface equipment will be painted Carlsbad. All facilities will be painted within six months of installation.

5. *LOCATION AND TYPE OF WATER SUPPLY*

Newfield Production will transport water by truck from nearest water source as determined by a Newfield representative for the purpose of drilling the above mentioned well. The available water sources are as follows:

Johnson Water District
Water Right : 43-7478

Neil Moon Pond
Water Right: 43-11787

Newfield Collector Well
Water Right: 41-3530 (A30414DV, contracted with the Duchesne County Conservancy District).

Please refer to the Monument Butte Field SOP. See Exhibit "A".

6. *SOURCE OF CONSTRUCTION MATERIALS*

All construction material for this location shall be borrowed material accumulated during construction of the location site and access road.

A mineral material application is not required for this location.

7. *METHODS FOR HANDLING WASTE DISPOSAL*

A small reserve pit (90' x 40' x 8' deep, or less) will be constructed from native soil and clay materials. The reserve pit will receive the processed drill cutting (wet sand, shale & rock) removed from the wellbore. Any drilling fluids, which do accumulate in the pit as a result of shale-shaker carryover, cleaning of the sand trap, etc., will be promptly reclaimed. All drilling fluids will be fresh water based, typically containing Total Dissolved Solids of less than 3000 PPM. No potassium chloride, chromates, trash, debris, nor any other substance deemed hazardous will be placed in this pit. Therefore, it is proposed that no synthetic liner be required in the reserve pit. However, if upon constructing the pit there is insufficient fine clay and silt present, a liner will be used for the purpose of reducing water loss through percolation.

Newfield requests approval that a flare pit not be constructed or utilized on this location.

A portable toilet will be provided for human waste.

A trash basket will be provided for garbage (trash) and hauled away to an approved disposal site at the completion of the drilling activities.

Immediately upon first production, all produced water will be confined to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Newfield's secondary recovery project.

Water not meeting quality criteria, is disposed at Newfield's Pariette #4 disposal well (Sec. 7, T9S R19E), State of Utah approved surface disposal facilities, or Federally approved surface disposal facilities.

8. *ANCILLARY FACILITIES*

There are no ancillary facilities planned for at the present time and none foreseen in the near future.

9. *WELL SITE LAYOUT*

See attached Location Layout Sheet.

Fencing Requirements

All pits will be fenced according to the following minimum standards:

a) A 39-inch net wire shall be used with at least one strand of barbed wire on top of the net.

b) The net wire shall be no more than two (2) inches above the ground. The barbed wire shall be three (3) inches above the net wire. Total height of the fence shall be at least forty-two (42) inches.

c) Corner posts shall be centered and/or braced in such a manner to keep tight at all times

d) Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than sixteen (16) feet.

e) All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.

The reserve pit fencing will be on three (3) sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

Existing fences to be crossed by the access road will be braced and tied off before cutting so as to prevent slacking in the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and upon completion of construction the fence shall be repaired to BLM specifications.

10. **PLANS FOR RESTORATION OF SURFACE**:

a) Producing Location

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, material, trash and junk not required for production.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximated natural contours. Weather permitting, the reserve pit will be reclaimed within one hundred twenty (120) days from the date of well completion. Before any dirt work takes place, the reserve pit must have all fluids and hydrocarbons removed.

b) Dry Hole Abandoned Location

At such time as the well is plugged and abandoned, the operator shall submit a subsequent report of abandonment and the State of Utah will attach the appropriate surface rehabilitation conditions of approval.

11. ***SURFACE OWNERSHIP*** – Russell and Crystal Moon. See attached Surface Use Agreement.

12. ***OTHER ADDITIONAL INFORMATION***

Newfield Production Company requests 280' of disturbed area be granted to allow for construction of the planned access road. **Refer to Topographic Map "B".** A permanent width of 30' and a running surface of 18' is proposed for the planned access road. The construction phase of the planned access road will last approximately (5) days. The planned access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%. There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road. There are no fences encountered along this proposed road. There will be no new gates or cattle guards required. All construction material for this access road will be borrowed material accumulated during construction of the access road.

Newfield Production Company requests 840' of disturbed area be granted for construction of the proposed gas lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a 6" gas gathering line, and a 3" poly fuel gas line, with a permanent width of 30' upon completion of the proposed gas lines. The construction phase of the proposed gas lines will last approximately (5) days. Both proposed lines will tie in to the existing pipeline infrastructure. **Refer to Topographic Map "C."** See the attached Surface use Agreement with Todd and Camille Moon for the 320' of proposed gas pipeline in Sec. 13, T4S R3W.

Newfield Production Company requests 840' of disturbed area be granted to allow for construction of the proposed water lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a buried 3" steel water injection line and a buried 3" poly water return line and 30' wide upon completion of the proposed water lines. Both proposed lines will tie in to the existing pipeline infrastructure. **Refer to Topographic Map "C."** In the event that the proposed well is converted to a water injection well, a separate injection permit will be applied for through the proper agencies. See the attached Surface use Agreement with Todd and Camille Moon for the 320' of proposed water pipeline in Sec. 13, T4S R3W.

a) Newfield Production Company is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, Newfield is to immediately stop work that might further disturb such materials and contact the Authorized Officer.

b) Newfield Production will control noxious weeds along rights-of-way for roads, pipelines, well sites or other applicable facilities. On State administered land it is required that a Pesticide Use Proposal shall be submitted and given approval prior to the application of herbicides or other possible hazardous chemicals.

c) Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on State Lands after the conclusion of drilling operations or at any other time without State authorization. However, if State authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

The Archaeological and Paleontological Report Waiver is attached.

Additional Surface Stipulations

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws and regulations, Onshore Oil and Gas Orders, the approved plan of operations and any applicable Notice to Lessees. A copy of these conditions will be furnished to the field representative to ensure compliance.

Hazardous Material Declaration

Newfield Production Company guarantees that during the drilling and completion of the Ute Tribal 3-24-4-3, Newfield will not use, produce, store, transport or dispose 10,000# annually of any of the hazardous chemicals contained in the Environmental Protection Agency's consolidated list of chemicals subject to reporting under Title III Superfund Amendments and Reauthorization Act (SARA) of 1986. Newfield also guarantees that during the drilling and completion of the Ute Tribal 3-24-4-3, Newfield will use, produce, store, transport or dispose less than the threshold planning quantity (T.P.Q.) of any extremely hazardous substances as defined in 40 CFR 355.

A complete copy of the approved APD, if applicable, shall be on location during the construction of the location and drilling activities.

Newfield Production Company or a contractor employed by Newfield Production shall contact the State office at (801) 722-3417, 48 hours prior to construction activities.

The State office as well as the Ute Tribe Energy and Mineral Department shall be notified upon site completion prior to moving on the drilling rig.

13. **LESSEE'S OR OPERATOR'S REPRENSENTATIVE AND CERTIFICATION:**

Representative

Name: Tim Eaton
Address: Newfield Production Company
Route 3, Box 3630
Myton, UT 84052
Telephone: (435) 646-3721

Certification
Please be advised that Newfield Production Company is considered to be the operator of well #3-24-4-3, NE/NW Section 24, T4S, R3W, Duchesne County, Utah and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by, Federal Bond #WYB000493.

I hereby certify that the proposed drill site and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Newfield Production Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of the 18 U.S.C. 1001 for the filing of a false statement.

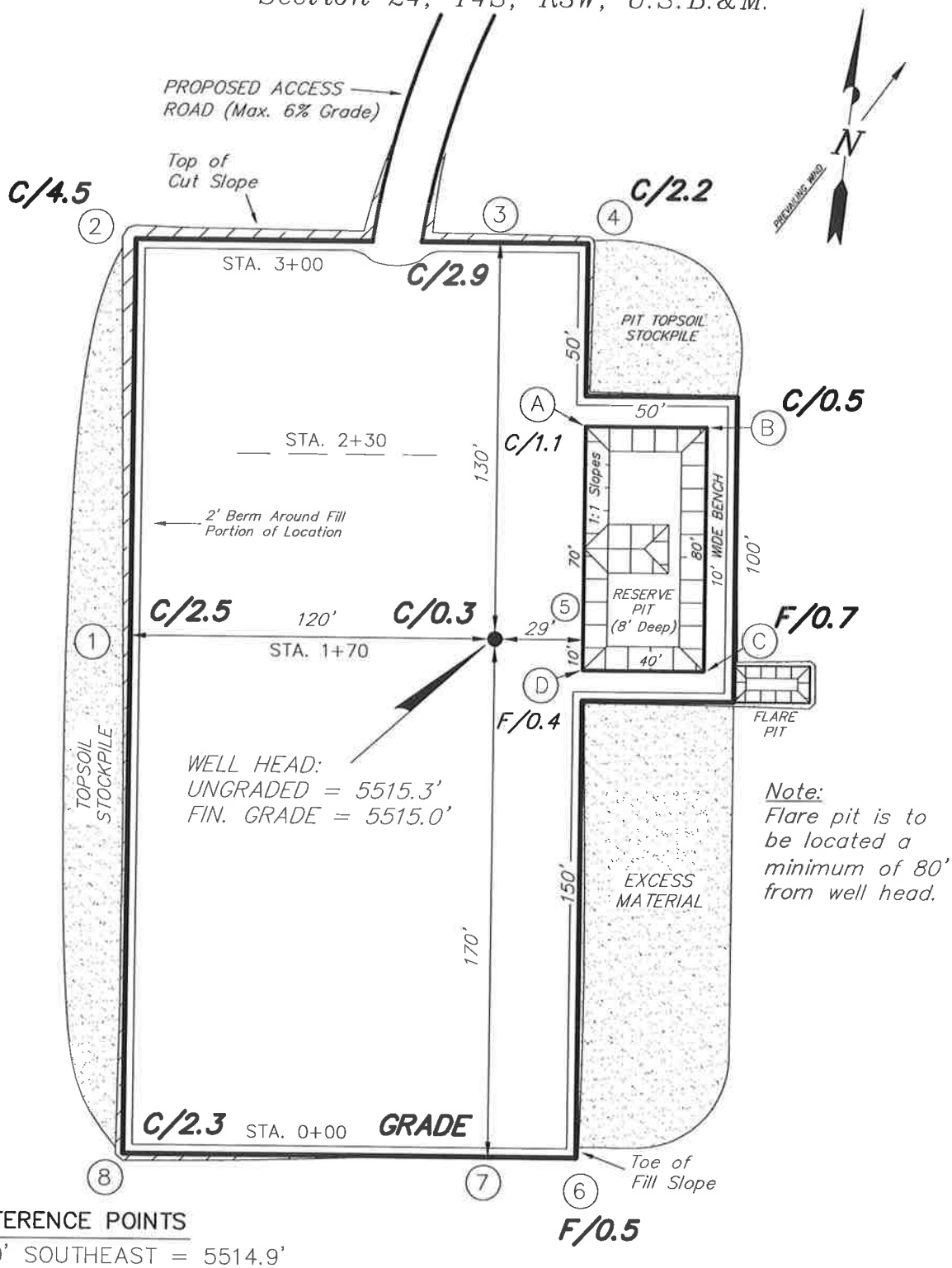
10/19/09
Date

Mandie Crozier
Regulatory Specialist
Newfield Production Company

NEWFIELD PRODUCTION COMPANY

WELL 3-24-4-3

Section 24, T4S, R3W, U.S.B.&M.



Note:
Flare pit is to be located a minimum of 80' from well head.

REFERENCE POINTS

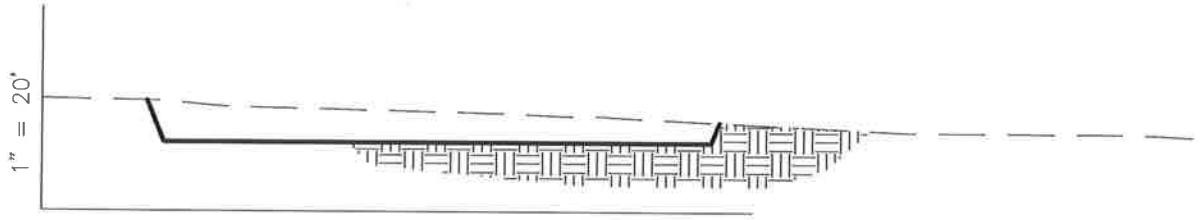
220' SOUTHEAST = 5514.9'
270' SOUTHEAST = 5514.5'
170' SOUTHWEST = 5518.3'
220' SOUTHWEST = 5519.2'

SURVEYED BY: D.G.	DATE SURVEYED:	03-10-09	Tri State Land Surveying, Inc. (435) 781-2501
DRAWN BY: F.T.M.	DATE DRAWN:	03-11-09	180 NORTH VERNAL AVE. VERNAL, UTAH 84078
SCALE: 1" = 50'	REVISED:		

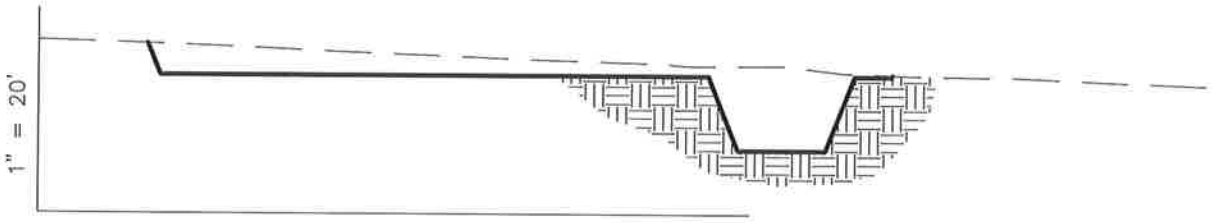
NEWFIELD PRODUCTION COMPANY

CROSS SECTIONS

WELL 3-24-4-3



STA. 3+00



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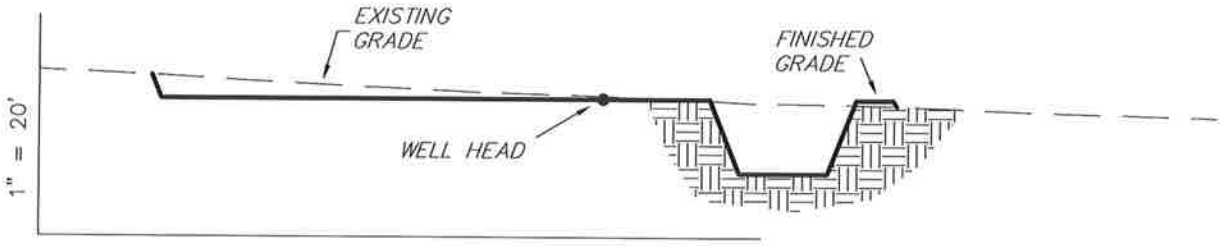
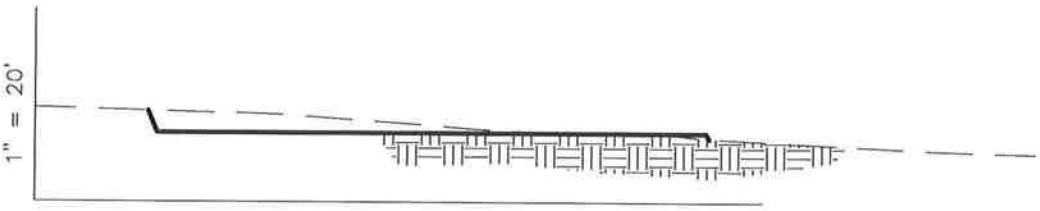


STA. 1+70



STA. 0+00

NOTE:
UNLESS OTHERWISE NOTED
CUT SLOPES ARE AT 1:1
FILL SLOPES ARE AT 1.5:1

ESTIMATED EARTHWORK QUANTITIES
(No Shrink or swell adjustments have been used)
(Expressed in Cubic Yards)

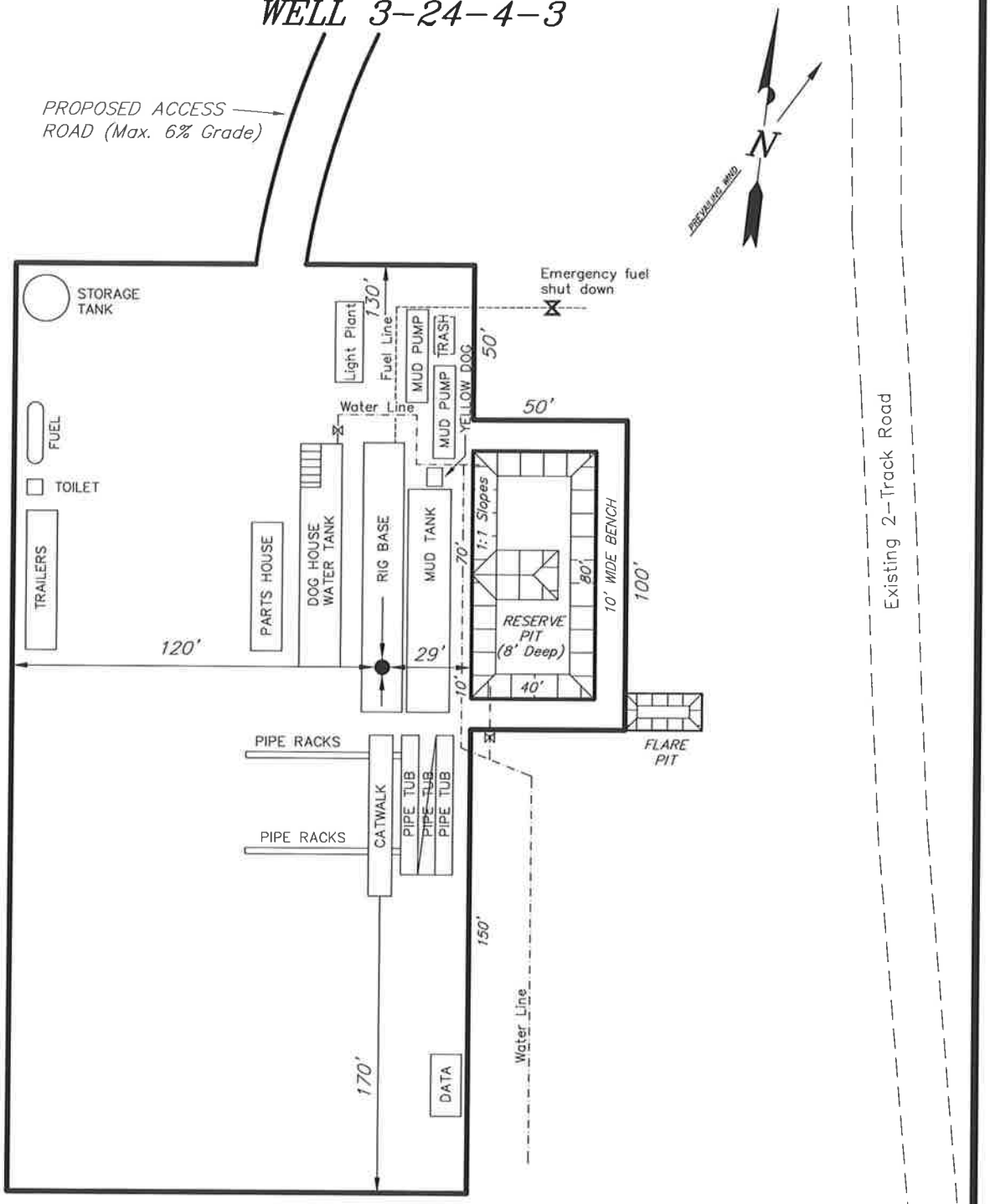
ITEM	CUT	FILL	6" TOPSOIL	EXCESS
PAD	1,580	460	Topsoil is not included in Pad Cut	1,120
PIT	640	0		640
TOTALS	2,220	460	960	1,760

SURVEYED BY: D.G.	DATE SURVEYED:	03-10-09	Tri State Land Surveying, Inc. (435) 781-2501
DRAWN BY: F.T.M.	DATE DRAWN:	03-11-09	180 NORTH VERNAL AVE. VERNAL, UTAH 84078
SCALE: 1" = 50'	REVISED:		

NEWFIELD PRODUCTION COMPANY

TYPICAL RIG LAYOUT

WELL 3-24-4-3



SURVEYED BY: D.G.	DATE SURVEYED:	03-10-09	Tri State Land Surveying, Inc. (435) 781-2501
DRAWN BY: F.T.M.	DATE DRAWN:	03-11-09	180 NORTH VERNAL AVE. VERNAL, UTAH 84078
SCALE: 1" = 50'	REVISED:		

Newfield Production Company
Proposed Site Facility Diagram

Ute Tribal 3-24-4-3

NE/NW Sec. 24, T4S, R3W

Duchesne County, Utah

2OG0006154

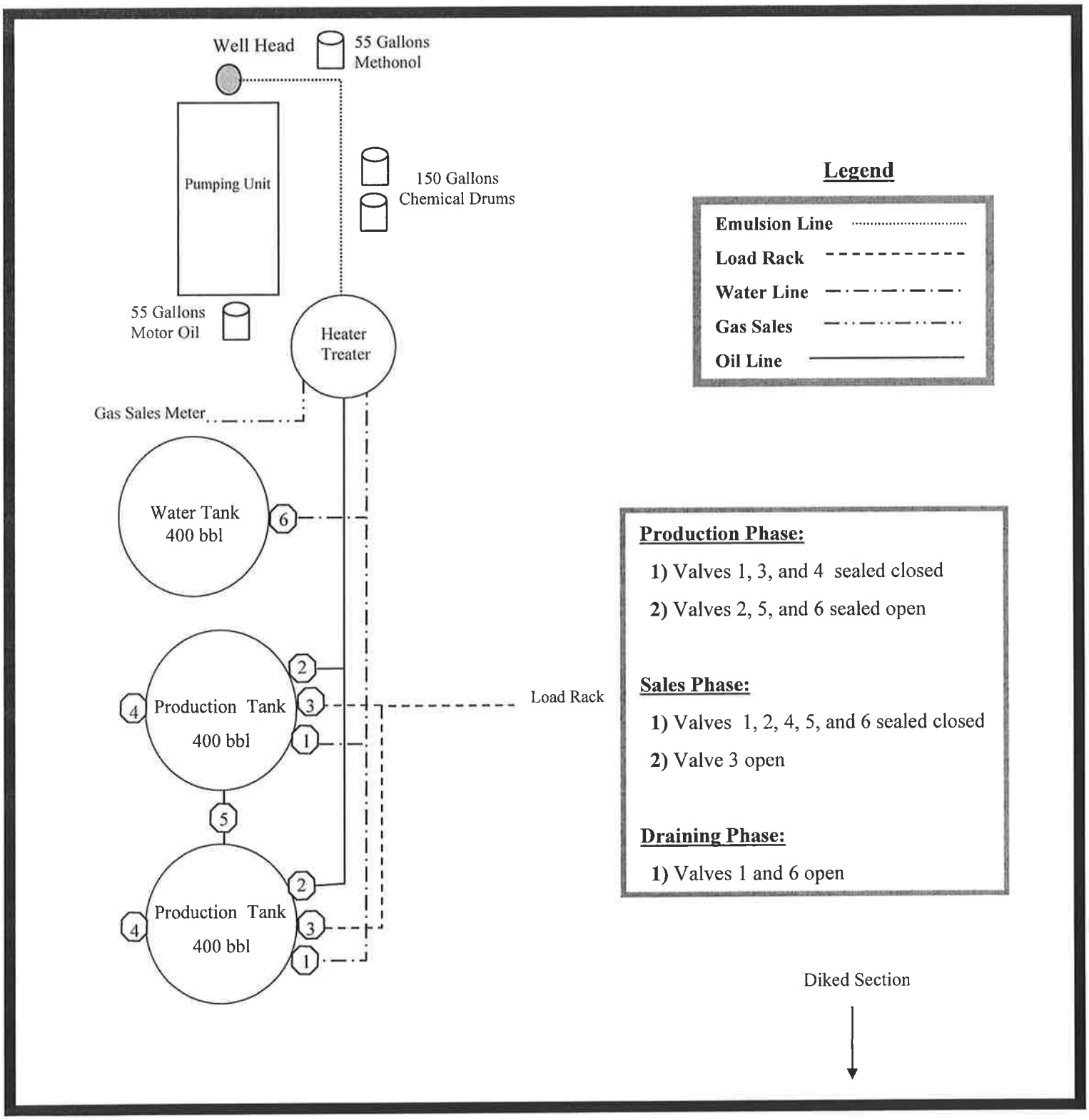


EXHIBIT D

Township 4 South, Range 3 West
Section 24

Duchesne County, Utah

ARCHAEOLOGICAL & PALEOTOLOGICAL REPORT WAIVER

For the above referenced location; Russell and Crystal Moon, the Private Surface Owner. (Having a Surface Owner Agreement with Newfield Production Company)

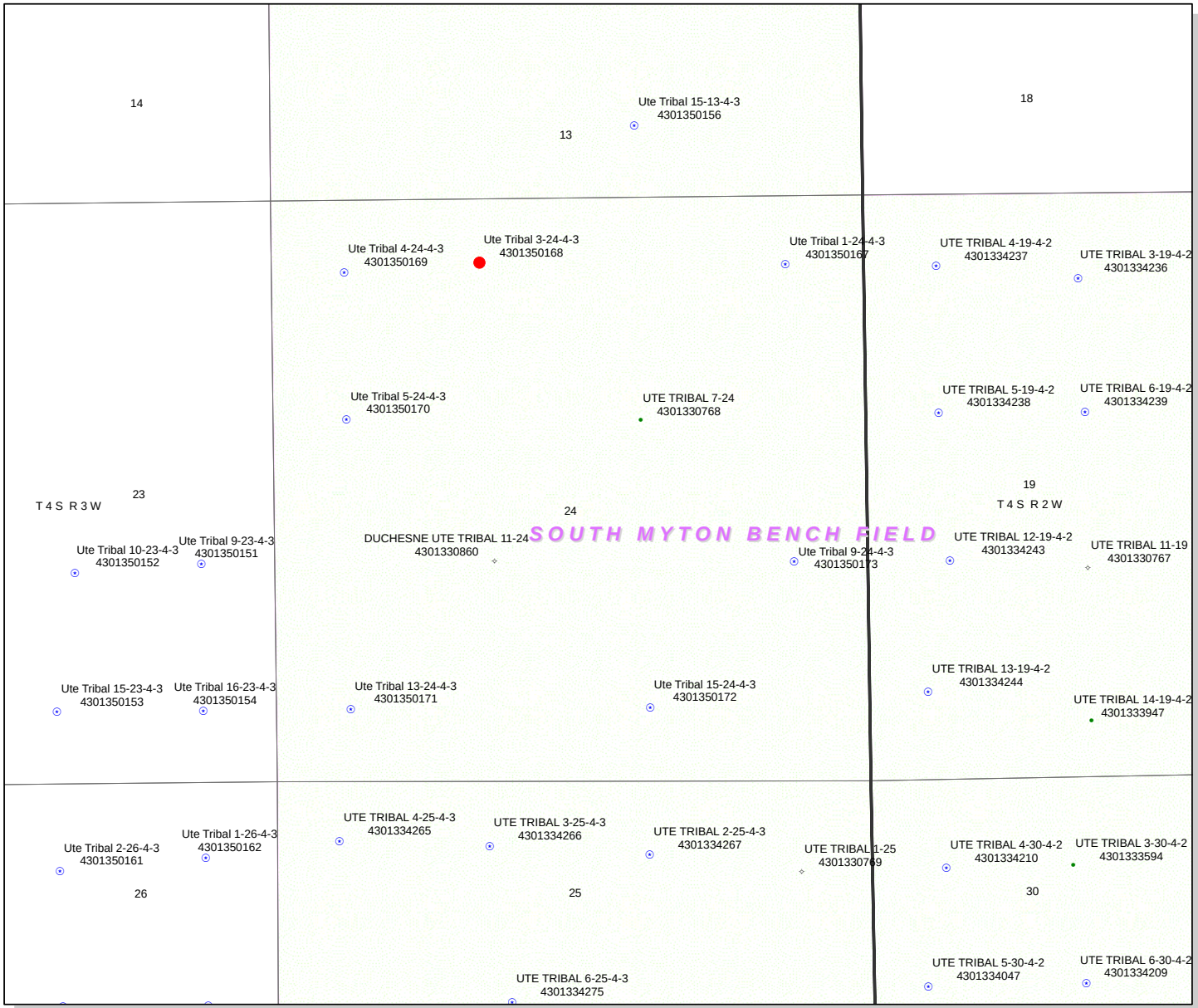
Russell and Crystal Moon, representing this entity does agree to waive the request from the State of Utah and Bureau of Land Management for an Archaeological/Cultural and Paleotological Resource Survey for any wells covered by the Surface Use Agreement dated 10/13/09 between the above said private land owner and Newfield Production. This waiver hereby releases Newfield Production Company from this request.

10-14-09
Russell Moon Date
Private Surface Owner

10-14-09
Brad Mecham Date
Newfield Production Company

10-14-09
Crystal Moon Date
Private Surface Owner

’APIWellNo:4301350168000’



API Number: 4301350168

Well Name: Ute Tribal 3-24-4-3

Township 04.0 S Range 03.0 W Section 24

Meridian: UBM

Operator: NEWFIELD PRODUCTION COMPAN

Map Prepared:
Map Produced by Diana Mason

- GAS INJECTION
- GAS STORAGE
- LOCATION ABANDONED
- NEW LOCATION
- PLUGGED & ABANDONED
- PRODUCING GAS
- PRODUCING OIL
- SHUT-IN GAS
- SHUT-IN OIL
- TEMP. ABANDONED
- TEST WELL
- WATER INJECTION
- WATER SUPPLY
- WATER DISPOSAL
- Units
- Spacing Index
- ACTIVE FIELD
- COMBINED FIELD

1:11,138

ON-SITE PREDRILL EVALUATION
Utah Division of Oil, Gas and Mining

Operator	NEWFIELD PRODUCTION COMPANY				
Well Name	Ute Tribal 3-24-4-3				
API Number	43013501680000	**APD No**	2126	**Field/Unit**	SOUTH MYTON BENCH
Location: 1/4,1/4	NENW **Sec** 24 **Tw** 4.0S **Rng** 3.0W 589 FNL 1872 FWL				
GPS Coord (UTM)	570459 4441870	**Surface Owner**	Russell and Crystal Moon		

Participants

Floyd Bartlett (DOGM), Tim Eaton, (Newfield Production Co.), Cory Miller (Tri-State Land Surveying).

Regional/Local Setting & Topography

The proposed location is approximately 13.8 road miles southwest of Myton, UT in a sub-drainage of Pleasant Valley Wash which drains into the Pariette Draw drainage of Duchesne County. Both of these draws contain perennial streams somewhat consisting of irrigation runoff and seepage. Pariette Draw runs into the Green River approximately 6 miles downstream from Ouray, Utah and about 13 miles downstream from the location. Broad flats or rolling terrain intersected with shallow to moderately deep draws characterize the area. Access is by State, County and existing or planned oil field development roads. Approximately 280 feet of new road will be constructed to reach the location.

The proposed Ute Tribal 3-24-4-3 oil well location is in the non-irrigated area of upper Pleasant Valley. It is oriented in a north to south direction on a flat with a gentle slope to the southeast toward a significant draw. No drainages intersect the location and no diversions will be needed. No springs, streams, seeps or ponds are known to exist in the immediate area.

The surface is private, owned by Mr. Russell Moon. The minerals are owned by the United States Government and held in trust for the Ute Indian Tribe.

Surface Use Plan

Current Surface Use

Grazing
Recreational
Wildlfe Habitat

New Road Miles	Well Pad	Src Const Material	Surface Formation
0.05	**Width** 209 **Length** 300	Onsite	UNTA

Ancillary Facilities N

Waste Management Plan Adequate?

Environmental Parameters

Affected Floodplains and/or Wetlands N

Flora / Fauna

Fair desert shrub type vegetation consisting of sitanion hystrix, broom snakeweed, cheatgrass, halogeton, , winter fat, prickly pear, globe mallow, shadscale, curly mesquite, horsebrush, aster, Indian ricegrass and spring annuals.

Cattle, deer, prairie dogs, small mammals and birds.

Soil Type and Characteristics

Deep sandy loam.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues N

Drainage Diverson Required? N

Berm Required? Y

Erosion Sedimentation Control Required? N

Paleo Survey Run? N **Paleo Potental Observed?** N **Cultural Survey Run?** N **Cultural Resources?**

Reserve Pit

Site-Specific Factors		Site Ranking	
Distance to Groundwater (feet)	100 to 200	5	
Distance to Surface Water (feet)	>1000	0	
Dist. Nearest Municipal Well (ft)	>5280	0	
Distance to Other Wells (feet)	>1320	0	
Native Soil Type	Mod permeability	10	
Fluid Type	Fresh Water	5	
Drill Cuttings	Normal Rock	0	
Annual Precipitation (inches)		0	
Affected Populations			
Presence Nearby Utility Conduits	Not Present	0	
	Final Score	20	1 Sensitivity Level

Characteristics / Requirements

A reserve pit 40' x 80' x 8' deep will be located in an area of cut on the northeast side of the location. A pit liner is required. Newfield commonly uses a 16 mil liner.

Closed Loop Mud Required? N **Liner Required?** Y **Liner Thickness** 16 **Pit Underlayment Required?** Y

Other Observations / Comments

ATV's were used to access the site.

Floyd Bartlett	11/9/2009
Evaluator	**Date / Time**

Application for Permit to Drill
Statement of Basis

Utah Division of Oil, Gas and Mining

APD No	API WellNo	Status	Well Type	Surf Owner	CBM
2126	43013501680000	LOCKED	OW	P	No

Operator	NEWFIELD PRODUCTION COMPANY	**Surface Owner-APD**	Russell and Crystal Moon
Well Name	Ute Tribal 3-24-4-3	**Unit**	
Field	SOUTH MYTON BENCH	**Type of Work**	DRILL

Location NENW 24 4S 3W U 589 FNL 1872 FWL GPS Coord (UTM) 570451E 4441858N

Geologic Statement of Basis

The mineral rights for the proposed well are owned by the Ute Tribe. The BLM will be the agency responsible for evaluating and approving the proposed drilling, casing and cementing programs.

Brad Hill — **APD Evaluator**

11/17/2009 — **Date / Time**

Surface Statement of Basis

The proposed location is approximately 13.8 road miles southwest of Myton, UT in a sub-drainage of Pleasant Valley Wash which drains into the Pariette Draw drainage of Duchesne County. Both of these draws contain perennial streams somewhat consisting of irrigation runoff and seepage. Pariette Draw runs into the Green River approximately 6 miles downstream from Ouray, Utah and about 13 miles downstream from the location. Broad flats or rolling terrain intersected with shallow to moderately deep draws characterize the area. Access is by State, County and existing or planned oil field development roads. Approximately 280 feet of new road will be constructed to reach the location.

The proposed Ute Tribal 3-24-4-3 oil well location is in the non-irrigated area of upper Pleasant Valley. It is oriented in a north to south direction on a flat with a gentle slope to the southeast toward a significant draw. No drainages intersect the location and no diversions will be needed. No springs, streams, seeps or ponds are known to exist in the immediate area.

The surface is private, owned by Mr. Russell Moon. A surface use agreement exists. Mr. Moon was invited to the pre-site visit but did not attend. The minerals are owned by the United States Government and held in trust for the Ute Indian Tribe. Mr. James Hereford of the BLM, who represent the Tribe, was invited by telephone to the pre-site. He also did not attend.

The location appears to be a suitable site for drilling and operating a well.

Floyd Bartlett — **Onsite Evaluator**

11/9/2009 — **Date / Time**

Conditions of Approval / Application for Permit to Drill

Category	Condition
Pits	A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be properly installed and maintained in the reserve pit.
Surface	The well site shall be bermed to prevent fluids from leaving the pad.
Surface	The reserve pit shall be fenced upon completion of drilling operations.

WORKSHEET
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 10/19/2009 **API NO. ASSIGNED:** 43013501680000
WELL NAME: Ute Tribal 3-24-4-3
OPERATOR: NEWFIELD PRODUCTION COMPANY (N2695) **PHONE NUMBER:** 435 646-4825
CONTACT: Mandie Crozier

PROPOSED LOCATION: NENW 24 040S 030W **Permit Tech Review:** ☑

SURFACE: 0589 FNL 1872 FWL **Engineering Review:** ☐

BOTTOM: 0589 FNL 1872 FWL **Geology Review:** ☑

COUNTY: DUCHESNE
LATITUDE: 40.12599 **LONGITUDE:** -110.17316
UTM SURF EASTINGS: 570451.00 **NORTHINGS:** 4441858.00
FIELD NAME: SOUTH MYTON BENCH
LEASE TYPE: 2 - Indian
LEASE NUMBER: 2OG0006154 **PROPOSED PRODUCING FORMATION(S):** GREEN RIVER
SURFACE OWNER: 4 - Fee **COALBED METHANE:** NO

RECEIVED AND/OR REVIEWED:

- ☑ **PLAT**
- ☑ **Bond:** FEDERAL - WYB000493
- ☐ **Potash**
- ☐ **Oil Shale 190-5**
- ☐ **Oil Shale 190-3**
- ☐ **Oil Shale 190-13**
- ☑ **Water Permit:** 43-7478
- ☐ **RDCC Review:**
- ☐ **Fee Surface Agreement**
- ☐ **Intent to Commingle**

Commingling Approved

LOCATION AND SITING:

- ☐ **R649-2-3.**

Unit:

- ☐ **R649-3-2. General**
- ☐ **R649-3-3. Exception**
- ☑ **Drilling Unit**

Board Cause No: R649-3-2
Effective Date:
Siting:

- ☐ **R649-3-11. Directional Drill**

Comments: Presite Completed

Stipulations:
4 - Federal Approval - dmason
5 - Statement of Basis - bhill
23 - Spacing - dmason
27 - Other - bhill

GARY R. HERBERT
Governor
GREGORY S. BELL
Lieutenant Governor

State of Utah
DEPARTMENT OF NATURAL RESOURCES
MICHAEL R. STYLER
Executive Director
Division of Oil, Gas and Mining
JOHN R. BAZA
Division Director

Permit To Drill

****

Well Name: Ute Tribal 3-24-4-3
API Well Number: 43013501680000
Lease Number: 2OG0006154
Surface Owner: FEE (PRIVATE)
Approval Date: 11/23/2009

Issued to:
NEWFIELD PRODUCTION COMPANY , Rt 3 Box 3630 , Myton, UT 84052

Authority:
Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of R649-3-2. The expected producing formation or pool is the GREEN RIVER Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

Duration:
This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

General:
Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

Conditions of Approval:
State approval of this well does not supercede the required federal approval, which must be obtained prior to drilling.

This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis (copy attached).

Notification Requirements:
The operator is required to notify the Division of Oil, Gas and Mining of the following actions during

drilling of this well:

- Within 24 hours following the spudding of the well – contact Carol Daniels at 801-538-5284 (please leave a voicemail message if not available)
  OR
  submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at https://oilgas.ogm.utah.gov

Reporting Requirements:

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) – due within 5 days of spudding the well
- Monthly Status Report (Form 9) – due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) – due prior to implementation
- Written Notice of Emergency Changes (Form 9) – due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) – due prior to implementation
- Report of Water Encountered (Form 7) – due within 30 days after completion
- Well Completion Report (Form 8) – due within 30 days after completion or plugging

Approved By:

For Gil Hunt
Associate Director, Oil & Gas

API Well No: 43013501680000

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS, AND MINING

FORM 9

5.LEASE DESIGNATION AND SERIAL NUMBER: 2OG0006154

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:

7.UNIT or CA AGREEMENT NAME:

1. TYPE OF WELL: Oil Well

8. WELL NAME and NUMBER: UTE TRIBAL 3-24-4-3

2. NAME OF OPERATOR: NEWFIELD PRODUCTION COMPANY

9. API NUMBER: 43013501680000

3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT, 84052

PHONE NUMBER: 435 646-4825 Ext

9. FIELD and POOL or WILDCAT: SOUTH MYTON BENCH

4. LOCATION OF WELL
FOOTAGES AT SURFACE:
0589 FNL 1872 FWL
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:
Qtr/Qtr: NENW Section: 24 Township: 04.0S Range: 03.0W Meridian: U

COUNTY: DUCHESNE

STATE: UTAH

11.
CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
✓ NOTICE OF INTENT Approximate date work will start: 11/23/2010	☐ ACIDIZE	☐ ALTER CASING	☐ CASING REPAIR
	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	☐ CHANGE WELL NAME
	☐ CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
☐ SUBSEQUENT REPORT Date of Work Completion:	☐ DEEPEN	☐ FRACTURE TREAT	☐ NEW CONSTRUCTION
	☐ OPERATOR CHANGE	☐ PLUG AND ABANDON	☐ PLUG BACK
	☐ PRODUCTION START OR RESUME	☐ RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION
☐ SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION	☐ SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	☐ TUBING REPAIR	☐ VENT OR FLARE	☐ WATER DISPOSAL
☐ DRILLING REPORT Report Date:	☐ WATER SHUTOFF	☐ SI TA STATUS EXTENSION	✓ APD EXTENSION
	☐ WILDCAT WELL DETERMINATION	☐ OTHER	OTHER:

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

Newfield proposes to extend the Application for Permit to Drill this well for one year.

Approved by the Utah Division of Oil, Gas and Mining

Date: 11/23/2010

By:

NAME (PLEASE PRINT)	PHONE NUMBER	TITLE
Mandie Crozier	435 646-4825	Regulatory Tech
SIGNATURE		**DATE**
N/A		11/18/2010

RECEIVED November 18, 2010

The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013501680000

API: 43013501680000
Well Name: UTE TRIBAL 3-24-4-3
Location: 0589 FNL 1872 FWL QTR NENW SEC 24 TWNP 040S RNG 030W MER U
Company Permit Issued to: NEWFIELD PRODUCTION COMPANY
Date Original Permit Issued: 11/23/2009

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

- **If located on private land, has the ownership changed, if so, has the surface agreement been updated?** ○ **Yes** ◉ **No**
- **Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?** ○ **Yes** ◉ **No**
- **Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?** ○ **Yes** ◉ **No**
- **Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location?** ○ **Yes** ◉ **No**
- **Has the approved source of water for drilling changed?** ○ **Yes** ◉ **No**
- **Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?** ○ **Yes** ◉ **No**
- **Is bonding still in place, which covers this proposed well?** ◉ **Yes** ○ **No**

Approved by the Utah Division of Oil, Gas and Mining

Signature: Mandie Crozier **Date:** 11/18/2010
Title: Regulatory Tech **Representing:** NEWFIELD PRODUCTION COMPANY

Date: 11/23/2010

By:

RECEIVED November 18, 2010

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS, AND MINING

FORM 9

5.LEASE DESIGNATION AND SERIAL NUMBER: 2OG0006154

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:

7.UNIT or CA AGREEMENT NAME:

1. TYPE OF WELL
Oil Well

8. WELL NAME and NUMBER: UTE TRIBAL 3-24-4-3

2. NAME OF OPERATOR:
NEWFIELD PRODUCTION COMPANY

9. API NUMBER: 43013501680000

3. ADDRESS OF OPERATOR:
Rt 3 Box 3630 , Myton, UT, 84052

PHONE NUMBER:
435 646-4825 Ext

9. FIELD and POOL or WILDCAT: SOUTH MYTON BENCH

4. LOCATION OF WELL
FOOTAGES AT SURFACE:
0589 FNL 1872 FWL
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:
Qtr/Qtr: NENW Section: 24 Township: 04.0S Range: 03.0W Meridian: U

COUNTY: DUCHESNE

STATE: UTAH

11.
CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
✓ NOTICE OF INTENT Approximate date work will start: 11/23/2011	☐ ACIDIZE	☐ ALTER CASING	☐ CASING REPAIR
	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	☐ CHANGE WELL NAME
	☐ CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
☐ SUBSEQUENT REPORT Date of Work Completion:	☐ DEEPEN	☐ FRACTURE TREAT	☐ NEW CONSTRUCTION
	☐ OPERATOR CHANGE	☐ PLUG AND ABANDON	☐ PLUG BACK
	☐ PRODUCTION START OR RESUME	☐ RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION
☐ SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION	☐ SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	☐ TUBING REPAIR	☐ VENT OR FLARE	☐ WATER DISPOSAL
☐ DRILLING REPORT Report Date:	☐ WATER SHUTOFF	☐ SI TA STATUS EXTENSION	✓ APD EXTENSION
	☐ WILDCAT WELL DETERMINATION	☐ OTHER	OTHER:

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

Newfield proposes to extend the Application for Permit to Drill this well.

Approved by the Utah Division of Oil, Gas and Mining

Date: 11/23/2011

By: [signature]

NAME (PLEASE PRINT)	PHONE NUMBER	TITLE
Mandie Crozier	435 646-4825	Regulatory Tech

SIGNATURE	DATE
N/A	11/9/2011

RECEIVED Nov. 09, 2011

The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013501680000

API: 43013501680000
Well Name: UTE TRIBAL 3-24-4-3
Location: 0589 FNL 1872 FWL QTR NENW SEC 24 TWNP 040S RNG 030W MER U
Company Permit Issued to: NEWFIELD PRODUCTION COMPANY
Date Original Permit Issued: 11/23/2009

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

- **If located on private land, has the ownership changed, if so, has the surface agreement been updated?** ○ **Yes** ◉ **No**
- **Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?** ○ **Yes** ◉ **No**
- **Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?** ○ **Yes** ◉ **No**
- **Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location?** ○ **Yes** ◉ **No**
- **Has the approved source of water for drilling changed?** ○ **Yes** ◉ **No**
- **Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?** ○ **Yes** ◉ **No**
- **Is bonding still in place, which covers this proposed well?** ◉ **Yes** ○ **No**

Signature: Mandie Crozier **Date:** 11/9/2011
Title: Regulatory Tech **Representing:** NEWFIELD PRODUCTION COMPANY

RECEIVED Nov. 09, 2011

Form 3160-5
(August 2007)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NOV 1 0 2011

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

5. Lease Serial No.
1420H626154

6. If Indian, Allottee or Tribe Name
UINTAH AND OURAY

7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.
UTE TRIBAL 3-24-4-3

2. Name of Operator
NEWFIELD EXPLORATION COMPANY
Contact: MANDIE CROZIER
E-Mail: mcrozier@newfield.com

9. API Well No.
43-013-50168-00-X1

3a. Address
ROUTE 3 BOX 3630
MYTON, UT 84052

3b. Phone No. (include area code)
Ph: 435.646.3721
Fx: 435.646.3031

10. Field and Pool, or Exploratory
UNDESIGNATED

4. Location of Well *(Footage, Sec., T., R., M., or Survey Description)*
Sec 24 T4S R3W NENW 589FNL 1872FWL

11. County or Parish, and State
DUCHESNE COUNTY, UT

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
☒ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☐ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other Change to Original PD
	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Newfield requests to extend the Application for Permit to Drill this well for two more years.

RECEIVED
DEC 2 1 2011
DIV. OF OIL, GAS & MINING

VERNAL FIELD OFFICE
ENG. RLH 11/18/11
GEOL.
E.S.
PET.
RECL.

CONDITIONS OF APPROVAL ATTACHED

14. I hereby certify that the foregoing is true and correct.
Electronic Submission #123034 verified by the BLM Well Information System
For NEWFIELD EXPLORATION COMPANY, sent to the Vernal
Committed to AFMSS for processing by ROBIN R. HANSEN on 11/15/2011 (12RRH1725SE)

Name *(Printed/Typed)* MANDIE CROZIER — Title REGULATORY TECH

Signature (Electronic Submission) — Date 11/10/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By — Title Assistant Field Manager Lands & Mineral Resources — Date NOV 30 2011

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office **VERNAL FIELD OFFICE**

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

UDOGM

12RRH1725

CONDITIONS OF APPROVAL

Newfield Exploration Company

Notice of Intent
APD Extension

Lease: 1420H626154
Well: Ute Tribal 3-24-4-3
Location: NENW Sec 24-T4S-R3W

An extension for the referenced APD is granted with the following conditions:

---

1. The extension and APD shall expire on 12/15/2013.

2. No other extension shall be granted.

If you have any other questions concerning this matter, please contact Robin L Hansen of this office at (435) 781-2777

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS, AND MINING

FORM 9

5.LEASE DESIGNATION AND SERIAL NUMBER: 1420H626154

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:

7.UNIT or CA AGREEMENT NAME:

1. TYPE OF WELL
Oil Well

8. WELL NAME and NUMBER:
UTE TRIBAL 3-24-4-3

2. NAME OF OPERATOR:
NEWFIELD PRODUCTION COMPANY

9. API NUMBER:
43013501680000

3. ADDRESS OF OPERATOR:
Rt 3 Box 3630 , Myton, UT, 84052

PHONE NUMBER:
435 646-4825 Ext

9. FIELD and POOL or WILDCAT:
SOUTH MYTON BENCH

4. LOCATION OF WELL
FOOTAGES AT SURFACE:
0589 FNL 1872 FWL
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:
Qtr/Qtr: NENW Section: 24 Township: 04.0S Range: 03.0W Meridian: U

COUNTY:
DUCHESNE

STATE:
UTAH

11.
CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
✓ NOTICE OF INTENT Approximate date work will start: 11/23/2012	☐ ACIDIZE	☐ ALTER CASING	☐ CASING REPAIR
	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	☐ CHANGE WELL NAME
	☐ CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
☐ SUBSEQUENT REPORT Date of Work Completion:	☐ DEEPEN	☐ FRACTURE TREAT	☐ NEW CONSTRUCTION
	☐ OPERATOR CHANGE	☐ PLUG AND ABANDON	☐ PLUG BACK
	☐ PRODUCTION START OR RESUME	☐ RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION
☐ SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION	☐ SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	☐ TUBING REPAIR	☐ VENT OR FLARE	☐ WATER DISPOSAL
☐ DRILLING REPORT Report Date:	☐ WATER SHUTOFF	☐ SI TA STATUS EXTENSION	✓ APD EXTENSION
	☐ WILDCAT WELL DETERMINATION	☐ OTHER	OTHER:

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

Newfield proposes to extend the Application for Permit to Drill for one year.

Approved by the Utah Division of Oil, Gas and Mining

Date: November 13, 2012

By:

NAME (PLEASE PRINT)	PHONE NUMBER	TITLE
Mandie Crozier	435 646-4825	Regulatory Tech

SIGNATURE	DATE
N/A	11/8/2012

RECEIVED: Nov. 08, 2012

The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43013501680000

API: 43013501680000
Well Name: UTE TRIBAL 3-24-4-3
Location: 0589 FNL 1872 FWL QTR NENW SEC 24 TWNP 040S RNG 030W MER U
Company Permit Issued to: NEWFIELD PRODUCTION COMPANY
Date Original Permit Issued: 11/23/2009

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

- **If located on private land, has the ownership changed, if so, has the surface agreement been updated?** ○ **Yes** ◉ **No**
- **Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?** ○ **Yes** ◉ **No**
- **Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?** ○ **Yes** ◉ **No**
- **Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location?** ○ **Yes** ◉ **No**
- **Has the approved source of water for drilling changed?** ○ **Yes** ◉ **No**
- **Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?** ○ **Yes** ◉ **No**
- **Is bonding still in place, which covers this proposed well?** ◉ **Yes** ○ **No**

Signature: Mandie Crozier **Date:** 11/8/2012
Title: Regulatory Tech **Representing:** NEWFIELD PRODUCTION COMPANY

RECEIVED: Nov. 08, 2012

GARY R. HERBERT
Governor

GREGORY S. BELL
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

August 27, 2013

Mandie Crozier
Newfield Production Company
Route #3 Box 3630
Myton, UT 84052

Re: APD Rescinded – Ute Tribal 3-24-4-3, Sec. 24, T.4S, R.3W
Duchesne County, Utah API No. 43-013-50168

Dear Ms. Crozier:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on November 23, 2009. On November 23, 2010, November 23, 2011 and November 13, 2012 the Division granted a one-year APD extension. On July 23, 2013, you requested that the division rescind the state approved APD. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective July 23, 2013.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason
Environmental Scientist

cc: Well File
Bureau of Land Management, Vernal

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS, AND MINING

FORM 9

5.LEASE DESIGNATION AND SERIAL NUMBER: 1420H626154

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

6. IF INDIAN, ALLOTTEE OR TRIBE NAME:

7.UNIT or CA AGREEMENT NAME:

1. TYPE OF WELL
Oil Well

8. WELL NAME and NUMBER:
UTE TRIBAL 3-24-4-3

2. NAME OF OPERATOR:
NEWFIELD PRODUCTION COMPANY

9. API NUMBER:
43013501680000

3. ADDRESS OF OPERATOR:
Rt 3 Box 3630 , Myton, UT, 84052

PHONE NUMBER:
435 646-4825 Ext

9. FIELD and POOL or WILDCAT:
SOUTH MYTON BENCH

4. LOCATION OF WELL
FOOTAGES AT SURFACE:
0589 FNL 1872 FWL
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:
Qtr/Qtr: NENW Section: 24 Township: 04.0S Range: 03.0W Meridian: U

COUNTY:
DUCHESNE

STATE:
UTAH

11.
CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
✓ NOTICE OF INTENT Approximate date work will start: 7/23/2013	☐ ACIDIZE	☐ ALTER CASING	☐ CASING REPAIR
	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	☐ CHANGE WELL NAME
	☐ CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
☐ SUBSEQUENT REPORT Date of Work Completion:	☐ DEEPEN	☐ FRACTURE TREAT	☐ NEW CONSTRUCTION
	☐ OPERATOR CHANGE	☐ PLUG AND ABANDON	☐ PLUG BACK
	☐ PRODUCTION START OR RESUME	☐ RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION
☐ SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION	☐ SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	☐ TUBING REPAIR	☐ VENT OR FLARE	☐ WATER DISPOSAL
☐ DRILLING REPORT Report Date:	☐ WATER SHUTOFF	☐ SI TA STATUS EXTENSION	☐ APD EXTENSION
	☐ WILDCAT WELL DETERMINATION	✓ OTHER	OTHER: Rescind APD

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

Newfield would like to have the above mentioned APD rescinded.

Accepted by the Utah Division of Oil, Gas and Mining
FOR RECORD ONLY
August 27, 2013

NAME (PLEASE PRINT)	PHONE NUMBER	TITLE
Mandie Crozier	435 646-4825	Regulatory Tech

SIGNATURE	DATE
N/A	7/23/2013

RECEIVED: Jul. 23, 2013

Form 3160-3
(August 2007)

FORM APPROVED
OMB No. 1004-0137
Expires July 31, 2010

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No. 2OG0006154

6. If Indian, Allotee or Tribe Name UTE

1a. Type of work: ☑ DRILL ☐ REENTER

7. If Unit or CA Agreement, Name and No. NA

1b. Type of Well: ☑ Oil Well ☐ Gas Well ☐ Other ☑ Single Zone ☐ Multiple Zone

8. Lease Name and Well No. Ute Tribal 3-24-4-3

2. Name of Operator Newfield Production Company

9. API Well No. 43-013-50168

3a. Address Route #3 Box 3630, Myton UT 84052

3b. Phone No. *(include area code)* (435) 646-3721

10. Field and Pool, or Exploratory Undesignated

4. Location of Well *(Report location clearly and in accordance with any State requirements.*)*
At surface NE/NW 589' FNL 1872' FWL
At proposed prod. zone

11. Sec., T. R. M. or Blk. and Survey or Area Sec. 24, T4S R3W

14. Distance in miles and direction from nearest town or post office* Approximately 13.8 miles southwest of Myton, UT

12. County or Parish Duchesne

13. State UT

15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drlg. unit line, if any) Approx. 589' f/lse, NA' f/unit

16. No. of acres in lease NA

17. Spacing Unit dedicated to this well 40 Acres

18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 1,288'

19. Proposed Depth 7,035'

20. BLM/BIA Bond No. on file WYB000493

21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5515' GL

22. Approximate date work will start* 2nd Qrtr. 2010

23. Estimated duration (7) days from SPUD to rig release

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification
6. Such other site specific information and/or plans as may be required by the BLM.

25. Signature Mandie Crozier — Name *(Printed/Typed)* Mandie Crozier — Date 10/19/09

Title Regulatory Specialist

Approved by *(Signature)* Stephanie J Howard — Name *(Printed/Typed)* Stephanie J Howard — Date 12/15/09

Title Acting Assistant Field Manager Lands & Mineral Resources — Office VERNAL FIELD OFFICE

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 2)

*(Instructions on page 2)

DEPT OF THE INTERIOR
BUREAU OF LAND MGMT
2009 OCT 22 PM 12 49
RECEIVED
VERNAL FIELD OFFICE

RECEIVED
DEC 22 2009
DIV. OF OIL, GAS & MINING

UDOGM
10JM0622A

CONDITIONS OF APPROVAL ATTACHED

NOTICE OF APPROVAL

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
VERNAL FIELD OFFICE
170 South 500 East VERNAL, UT 84078 (435) 781-4400

CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company:	**Newfield Production Company**	**Location:**	**NENW, Sec.24, T4S R3W**
Well No:	**Ute Tribal 3-24-4-3**	**Lease No:**	**2OG0006154**
API No:	**43-013-50168**	**Agreement:**	**N/A**

OFFICE NUMBER: (435) 781-4400

OFFICE FAX NUMBER: (435) 781-3420

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. **This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.**

NOTIFICATION REQUIREMENTS

Construction Activity (Notify Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist)	-	The Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist shall be notified at least 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday.
Construction Completion (Notify Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist)	-	Upon completion of the pertinent APD/ROW construction, notify the Ute Tribe Energy & Minerals Dept. for a Tribal Technician to verify the Affidavit of Completion. Notify the BLM Environmental Scientist prior to moving on the drilling rig.
Spud Notice (Notify BLM Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify BLM Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings to: ut_vn_opreport@blm.gov.
BOP & Related Equipment Tests (Notify BLM Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify BLM Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

RECEIVED
DEC 2 2 2009
DIV. OF OIL, GAS & MINING

SURFACE USE PROGRAM
CONDITIONS OF APPROVAL (COAs)

NO SITE SPECIFIC CONDITIONS OF APPROVAL

RECEIVED
DEC 2 2 2009
DIV. OF OIL, GAS & MINING

RECEIVED
DEC 2 2 2009
DIV. OF OIL, GAS & MINING

DOWNHOLE PROGRAM
CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- Surface casing setting depth is to be 350 ft (or deeper). Surface casing setting depth stated in Newfield's Standard Operating Practices APD is 290 ft.
  Setting depth of surface casing is close to depth of base of usable water transition interface.

- Surface casing setting depth specified in Conditions of Approval (COA) is deeper.
  Surface casing cement program will require additional cement beyond the stated amounts in Newfield's Standard Operating Practices. Additional cement is to be 30 sacks cement (20% more).

- Production casing cement shall be brought up and into the surface.

- Covering mud drilling operations, a variance is granted for Onshore Order #2 Drilling Operations III. C. Mud Program Requirements "flare line discharge shall be located not less than 100 feet from well head" Flare line discharge line can be 80 feet.

- Logging: A Gamma Ray well Log shall be run from the well Total Depth to the surface.
  A copy of the Gamma Ray well Log shall be submitted to the BLM Vernal Field Office.

- The operator must report encounters of gilsonite and/or tar sand. This is a repetition of a standard COA.

- A copy of Newfield's operators apd well permit document shall be on location.

- A copy of Newfield's Standard Operating Practices (SOP version: dated 4/18/08 and approved 5/12/08) shall be on location.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.

- <u>Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.</u>

- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.

- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.

- All BOPE components shall be inspected daily and those inspections shall be recorded in the

daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test shall be reported in the driller's log.

- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- **Cement baskets shall not be run on surface casing.**
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- **Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.**
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

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OPERATING REQUIREMENT REMINDERS:

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.

- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:

    - Operator name, address, and telephone number.

    - Well name and number.

    - Well location (¼¼, Sec., Twn, Rng, and P.M.).

    - Date well was placed in a producing status (date of first production for which royalty will be paid).

    - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).

    - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.

    - Unit agreement and/or participating area name and number, if applicable.

    - Communitization agreement number, if applicable.

- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.

- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.

- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

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data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.

- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.

- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.

- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.

- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover equipment shall be removed from a well to be placed in a suspended status without prior approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given before resumption of operations.

- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.

- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

Form 3160-3
(August 2007)

FORM APPROVED
OMB No. 1004-0137
Expires July 31, 2010

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No. 2OG0006154

6. If Indian, Allotee or Tribe Name UTE

1a. Type of work: ☑ DRILL ☐ REENTER

7. If Unit or CA Agreement, Name and No. NA

1b. Type of Well: ☑ Oil Well ☐ Gas Well ☐ Other ☑ Single Zone ☐ Multiple Zone

8. Lease Name and Well No. Ute Tribal 3-24-4-3

2. Name of Operator Newfield Production Company

9. API Well No. 43-013-50168

3a. Address Route #3 Box 3630, Myton UT 84052

3b. Phone No. *(include area code)* (435) 646-3721

10. Field and Pool, or Exploratory Undesignated

4. Location of Well *(Report location clearly and in accordance with any State requirements.*)*
At surface NE/NW 589' FNL 1872' FWL
At proposed prod. zone

11. Sec., T. R. M. or Blk. and Survey or Area Sec. 24, T4S R3W

14. Distance in miles and direction from nearest town or post office* Approximately 13.8 miles southwest of Myton, UT

12. County or Parish Duchesne

13. State UT

15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drlg. unit line, if any) Approx. 589' f/lse, NA' f/unit

16. No. of acres in lease NA

17. Spacing Unit dedicated to this well 40 Acres

18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Approx. 1,288'

19. Proposed Depth 7,035'

20. BLM/BIA Bond No. on file WYB000493

21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5515' GL

22. Approximate date work will start* 2nd Qrtr. 2010

23. Estimated duration (7) days from SPUD to rig release

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification
6. Such other site specific information and/or plans as may be required by the BLM.

25. Signature Mandie Crozier — Name *(Printed/Typed)* Mandie Crozier — Date 10/19/09

Title Regulatory Specialist

Approved by *(Signature)* Stephanie J Howard — Name *(Printed/Typed)* Stephanie J Howard — Date 12/15/09

Title Acting Assistant Field Manager Lands & Mineral Resources — Office VERNAL FIELD OFFICE

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 2)

*(Instructions on page 2)

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CONDITIONS OF APPROVAL ATTACHED

NOTICE OF APPROVAL

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
VERNAL FIELD OFFICE
170 South 500 East VERNAL, UT 84078 (435) 781-4400

CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company:	**Newfield Production Company**	**Location:**	**NENW, Sec.24, T4S R3W**
Well No:	**Ute Tribal 3-24-4-3**	**Lease No:**	**2OG0006154**
API No:	**43-013-50168**	**Agreement:**	**N/A**

OFFICE NUMBER: (435) 781-4400

OFFICE FAX NUMBER: (435) 781-3420

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. **This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.**

NOTIFICATION REQUIREMENTS

Construction Activity (Notify Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist)	-	The Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist shall be notified at least 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday.
Construction Completion (Notify Ute Tribe Energy & Minerals Dept. and BLM Environmental Scientist)	-	Upon completion of the pertinent APD/ROW construction, notify the Ute Tribe Energy & Minerals Dept. for a Tribal Technician to verify the Affidavit of Completion. Notify the BLM Environmental Scientist prior to moving on the drilling rig.
Spud Notice (Notify BLM Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify BLM Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings to: ut_vn_opreport@blm.gov.
BOP & Related Equipment Tests (Notify BLM Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify BLM Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

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SURFACE USE PROGRAM
CONDITIONS OF APPROVAL (COAs)

NO SITE SPECIFIC CONDITIONS OF APPROVAL

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DOWNHOLE PROGRAM
CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- Surface casing setting depth is to be 350 ft (or deeper). Surface casing setting depth stated in Newfield's Standard Operating Practices APD is 290 ft.
  Setting depth of surface casing is close to depth of base of usable water transition interface.

- Surface casing setting depth specified in Conditions of Approval (COA) is deeper.
  Surface casing cement program will require additional cement beyond the stated amounts in Newfield's Standard Operating Practices. Additional cement is to be 30 sacks cement (20% more).

- Production casing cement shall be brought up and into the surface.

- Covering mud drilling operations, a variance is granted for Onshore Order #2 Drilling Operations III. C. Mud Program Requirements "flare line discharge shall be located not less than 100 feet from well head" Flare line discharge line can be 80 feet.

- Logging: A Gamma Ray well Log shall be run from the well Total Depth to the surface.
  A copy of the Gamma Ray well Log shall be submitted to the BLM Vernal Field Office.

- The operator must report encounters of gilsonite and/or tar sand. This is a repetition of a standard COA.

- A copy of Newfield's operators apd well permit document shall be on location.

- A copy of Newfield's Standard Operating Practices (SOP version: dated 4/18/08 and approved 5/12/08) shall be on location.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.

- <u>Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.</u>

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- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Green River District
Vernal Field Office
170 South 500 East
Vernal, UT 84078
http://www.blm.gov/ut/st/en/fo/vernal.html

October 25, 2013

IN REPLY REFER TO:
3160 (UTG011)

Mandie Crozier
Newfield Exploration Company
Route 3, Box 3630
Myton, UT 84052

43 013 50168

Re: Request to Rescind Approved APD
Well No. Ute Tribal 3-24-4-3
NENW, Sec. 24, T4S, R3W
Duchesne County, Utah
Lease No. 14-20-H62-6154

Dear Ms. Crozier:

The Application for Permit to Drill (APD) for the above-referenced well was approved on December 15, 2009. This office is rescinding its approval of the referenced Application for Permit to Drill per your request to this office in an email message to Land Law Examiner Robin R. Hansen received on September 25, 2013. If you intend to drill at this location in the future, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

If you have any questions regarding APD processing, please contact Robin R. Hansen at (435) 781-3428.

Sincerely,

/s/ Jerry Kenczka

Jerry Kenczka
Assistant Field Manager
Lands & Resource Minerals

cc: UDOGM

bcc: Well File
BIA
I&E Asst.

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