

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE\*

FORM APPROVED  
OMB NO. 1040-0136  
Expires: February 28, 1995

5. LEASE DESIGNATION AND SERIAL NO.

UTU-76835

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

N/A

7. UNIT AGREEMENT NAME

BIG VALLEY UNIT

8. FARM OR LEASE NAME, WELL NO.

NBZ 3D-31-8-24

9. API NUMBER:

43-047-39675

10. FIELD AND POOL, OR WILDCAT  
~~UNDESIGNATED~~ Big Valley

11. SEC., T, R, M, OR BLK & SURVEY OR AREA

SEC. 31, T8S, R24E SLB&M

12. COUNTY OR PARISH

Uintah

13. STATE

UT

17. NO. OF ACRES ASSIGNED TO THIS WELL

40

16. NO. OF ACRES IN LEASE

120.00

20. BLM/BIA Bond No. on file  
ESB000024

19. PROPOSED DEPTH

13,510

23. Estimated duration

35 days

22. DATE WORK WILL START

ASAP

TYPE OF WORK

DRILL

DEEPEN

TYPE OF WELL

SINGLE ZONE

MULTIPLE ZONE

OIL WELL

GAS WELL

OTHER

2. NAME OF OPERATOR

QUESTAR EXPLORATION & PRODUCTION CO.

Contact: Jan Nelson

E-Mail: jan.nelson@questar.com

3. ADDRESS

1571 E. 1700 S. Vernal, Ut 84078

Telephone number

Phone 435-781-4032 Fax 435-781-4045

4. LOCATION OF WELL (Report location clearly and in accordance with and State requirements\*)

At Surface 648480X 660' FNL 1902' FWL, NENW, SECTION 31, T8S, R24E

At proposed production zone 4438388Y 40.084578 -109.258478

14. DISTANCE IN MILES FROM NEAREST TOWN OR POSTOFFICE\*

37 +/- SOUTH OF VERNAL, UTAH

15. DISTANCE FROM PROPOSED LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (also to nearest drig, unit line if any)

660' +/-

18. DISTANCE FROM PROPOSED location to nearest well, drilling, completed, applied for, on this lease, ft

4,210' +/-

21. ELEVATIONS (Show whether DF, RT, GR, ect.)

5058.9' GR

24. Attachments

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

- Well plat certified by a registered surveyor.
- A Drilling Plan
- A surface Use Plan (if location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see item 20 above).
- Operator certification.
- Such other site specific information and/or plans as may be required by the authorized officer.

SIGNED

Name (printed/typed) Jan Nelson

DATE 9/27/2007

TITLE

Regulatory Affairs

(This space for Federal or State office use)

PERMIT NO.

43-047-39675

APPROVAL DATE

Application approval does not warrant or certify the applicant holds any 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:

APPROVED BY

TITLE

BRADLEY G. HILL  
ENVIRONMENTAL MANAGER

DATE

10-04-07

\*See Instructions On Reverse Side

Title 18 U.S.C Section 1001, makes 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 mater within its jurisdiction

Federal Approval of this  
Action is Necessary

RECEIVED

OCT 01 2007

CONFIDENTIAL

DIV. OF OIL, GAS & MINING

**QUESTAR EXPLR. & PROD.**

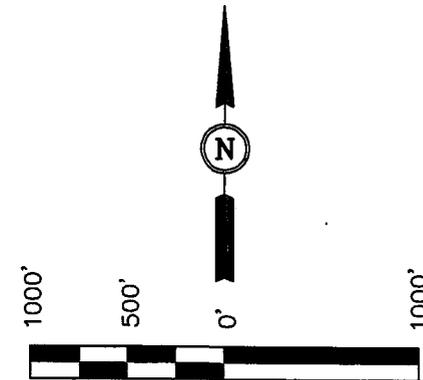
Well location, NBZ #3D-31-8-24, located as shown in the NE 1/4 NW 1/4 of Section 31, T8S, R24E, S.L.B.&M., Uintah County, Utah.

**BASIS OF ELEVATION**

BENCH MARK 45EAM LOCATED IN THE NW 1/4 SW 1/4 OF SECTION 6, T9S, R24E, S.L.B.&M. TAKEN FROM THE BONANZA, QUADRANGLE, UTAH, UTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5350 FEET.

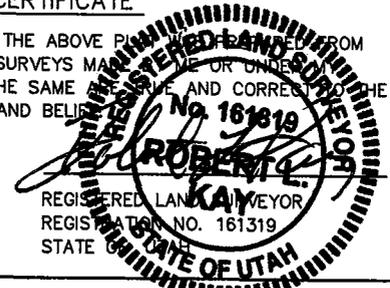
**BASIS OF BEARINGS**

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.

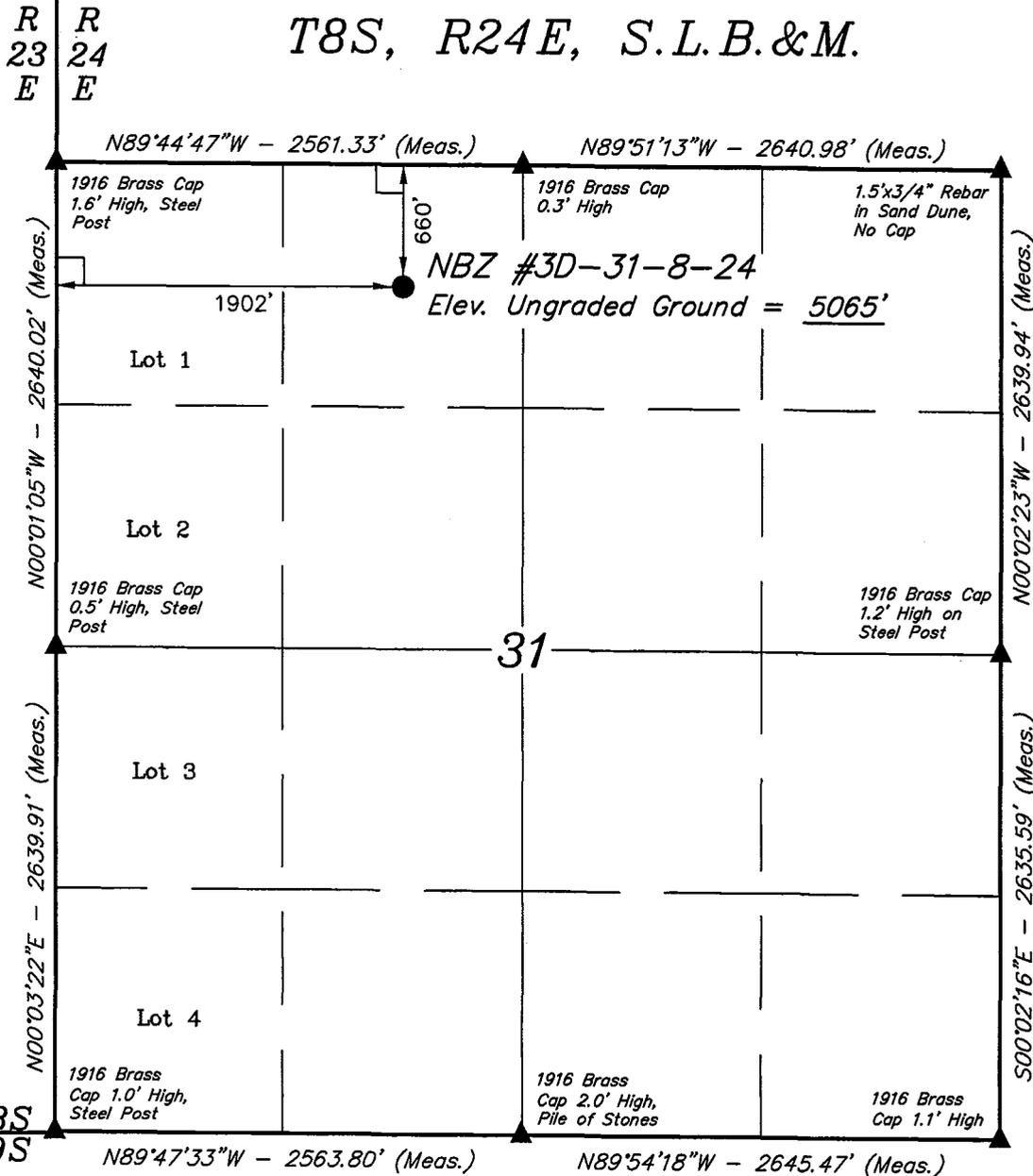


SCALE CERTIFICATE

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.



**UINTAH ENGINEERING & LAND SURVEYING**  
 85 SOUTH 200 EAST - VERNAL, UTAH 84078  
 (435) 789-1017



**LEGEND:**

- └─┘ = 90° SYMBOL
- = PROPOSED WELL HEAD.
- ▲ = SECTION CORNERS LOCATED.

(AUTONOMOUS NAD 83)  
 LATITUDE = 40°05'04.51" (40.084586)  
 LONGITUDE = 109°15'33.14" (109.259206)  
 (AUTONOMOUS NAD 27)  
 LATITUDE = 40°05'04.63" (40.084619)  
 LONGITUDE = 109°15'30.70" (109.258528)

SCALE 1" = 1000'	DATE SURVEYED: 06-14-07	DATE DRAWN: 06-15-07
PARTY D.A. T.A. L.K.	REFERENCES G.L.O. PLAT	
WEATHER WARM	FILE QUESTAR EXPLR. & PROD.	

### **Additional Operator Remarks**

Questar Exploration & Production Company proposes to drill a well to 13,510' to test the Dakota. If productive, casing will be run and the well completed. If dry, the well will be plugged and abandoned as per BLM and State of Utah requirements"

Please see Questar Exploration & Production Company Standard Operating Practices dated October 18, 2005, for Mesa Verde Formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields on Townships 07, 08 and 09 South, Ranges 21 to 25 East.

Please see Onshore Order No. 1.

Please be advised that Questar Exploration & Production Company agrees to be responsible under the terms and conditions of the lease for the operations conducted upon the lease lands.

Bond coverage for this well is provided by Bond No.ESB000024. The principal is Questar Exploration & Production company via surety as consent as provided for the 43 CFR 3104.2.

DRILLING PROGRAM

ONSHORE OIL & GAS ORDER NO. 1  
Approval of Operations on Onshore  
Federal Oil and Gas Leases

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas No. 1, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

1. **Formation Tops**

The estimated tops of important geologic markers are as follows:

<u>Formation</u>	<u>Depth</u>
Uinta	Surface
Green River	1,569'
Wasatch	4,429'
Mesaverde	6,009'
Sego	8,139'
Castlegate	8,289'
Mancos	8,929'
Dakota	12,959'
TD	13,510'

2. **Anticipated Depths of Oil Gas Water and Other Mineral Bearing Zones**

The estimated depths at which the top and bottom of the anticipated water, oil, gas. Or other mineral bearing formations are expected to be encountered are as follows:

<u>Substance</u>	<u>Formation</u>	<u>Depth</u>
Gas	Wasatch	4,429'
Gas	Mesaverde	6,009'
Gas	Mancos	8,929'
Gas	Dakota	12,959'

All fresh water and prospectively valuable minerals encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

All water shows and water-bearing sands will be reported to the BLM in Vernal, Utah. Copies of State of Utah form OGC-8-X are acceptable. If flows are detected, samples will be submitted to the BLM along with any water analyses conducted. Fresh water will be obtained from Wonsits Valley water right # A36125 (which was filed on May 7, 1964,) or Red Wash water right # 49-2153 (which was filed on March 25, 1960). It was determined by the Fish and Wildlife Service that any water right number filed before 1989 is not depleting to the Upper Colorado River System, to supply fresh water for drilling purposes. All water resulting from drilling operations will be disposed of at Red Wash

DRILLING PROGRAM

Central Battery Disposal Site; SWSE, Section 27, T7S, R23E or Wonsits Valley Disposal Site; SWNW, Section 12, T8S, R21E.

**3. Operator's Specification for Pressure Control Equipment:**

- A. 3,000 or 5,000 psi double gate, and 3,000 or 5,000 psi annular BOP, depending on what the rig is equipped with, (schematic attached for both) to 9,100' or intermediate casing point. 10,000 psi double gate, 10,000 psi single gate, and 10,000 psi annular BOP (schematic attached) below intermediate casing point.
- B. Functional test daily
- C. All casing strings shall be pressure tested (0.22 psi/foot or 1500 psi, whichever is greater) prior to drilling the plug after cementing; test pressure shall not exceed the internal yield pressure of the casing.
- D. Ram type preventers and associated equipment shall be tested to approved stack working pressure if isolated by test plug or to 50 percent of internal yield pressure of casing whichever is less. BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc..., for a 3M, 5M and 10M system and individual components shall be operable as designed.

**4. Casing Design:**

Hole Size	Csg. Size	Top (MD)	Bottom (MD)	Wt.	Grade	Thread	Cond.
17-1/2"	14"	sfc	40'	Steel	Cond.	None	Used
12-1/4"	9-5/8"	sfc	2,200'	36.0	J-55	STC	New
8-3/4"	7"	sfc	9,100'	26.0	HCP-110	LTC	New
6-1/8"	4-1/2"	sfc	13,100'	13.5	P-110	LTC	New
6-1/8"	4-1/2"	sfc	13,510'	15.1	P-110	LTC	New

Casing Strengths:				Collapse	Burst	Tensile (minimum)
9-5/8"	36.0 lb.	J-55	STC	2,020 psi	3,520 psi	394,000 lb.
7"	26.0 lb.	HCP-110	LTC	7,800 psi	9,950 psi	693,000 lb.
4-1/2"	13.5 lb.	P-110	LTC	10,680 psi	12,410 psi	338,000 lb.
4-1/2"	15.1 lb.	P-110	LTC	14,350 psi	14,420 psi	406,000 lb.

DRILLING PROGRAM

**MINIMUM DESIGN FACTORS:**

COLLAPSE: 1.125  
BURST: 1.10  
TENSION: 1.80

Area Fracture Gradient: 0.9 psi/foot  
Maximum anticipated mud weight: 13.7 ppg  
Maximum surface treating pressure: 8,800 psi

**5. Auxiliary Equipment**

- A. Kelly Cock – yes
- B. Float at the bit – no
- C. Monitoring equipment on the mud system – visually and/or PVT/Flow Show
- D. Full opening safety valve on the rig floor – yes
- E. Rotating Head – yes  
If drilling with air the following will be used:
- F. The blooie line shall be at least 6” in diameter and extend at least 100’ from the well bore into the reserve/blooie pit.
- G. Blooie line ignition shall be provided by a continuous pilot (ignited when drilling below 500’).
- H. Compressor shall be tied directly to the blooie line through a manifold.
- I. A mister with a continuous stream of water shall be installed near the end of the blooie lines for dust suppression.

Surface hole will be drilled with air, air/mist, foam, or mud depending on hole conditions. Drilling below surface casing will be with water based drilling fluids consisting primarily of fresh water, bentonite, lignite, caustic, lime, soda ash and polymers. No chromates will be used. It is not intended to use oil in the mud, however, in the event it is used, oil concentration will be less than 4% by volume. Maximum anticipated mud weight is 13.7 ppg.

No minimum quantity of weight material will be required to be kept on location.

PVT/Flow Show will be used from base of surface casing to TD.

Gas detector will be used from surface casing depth to TD.

DRILLING PROGRAM

6. **Testing, logging and coring program**

- A. Cores – none anticipated
- B. DST – none anticipated
- C. Logging – Mud logging – 3000' to TD  
GR-SP-Induction, Neutron Density
- D. Formation and Completion Interval: Dakota, Mancos, Mesaverde, Wasatch intervals, final determination of completion will be made by analysis of logs.  
Stimulation – Stimulation will be designed for the particular area of interest as encountered.

7. **Cementing Program**

**20" Conductor:**

Cement to surface with construction cement.

**9-5/8" Surface Casing: sfc – 2,200' (MD)**

**Lead/Tail Slurry:** 0' – 2,200'. 760 sks (1375 cu ft) Rockies LT cement + 0.25 lb/sk Kwik Seal + 0.125 lb/sk Poly-E-Flake. Slurry wt: 13.5 ppg, Slurry yield: 1.81 ft<sup>3</sup>/sk, Slurry volume: 12-1/4" hole + 100% excess.

**7" Intermediate Casing: sfc - 9,100' (MD)**

**Lead Slurry:** 0' – 4,200'. 195 sks (750 cu ft) Halliburton Hi-Fill cement + 0.125 lb/sk Poly-E-Flake. Slurry wt: 11.0 ppg, Slurry yield: 3.84 ft<sup>3</sup>/sk, Slurry volume: 8-3/4" hole + 25% excess in open hole section.

**Tail Slurry:** 4,200' – 9,100'. 745 sks (925 cu ft) 50/50 Poz Premium + 0.6% Halad (R)-322 fluid loss + 2.0% Microbond M expander + 5% salt + 0.125 lb/sk Poly-E-Flake. Slurry wt: 14.35 ppg, Slurry yield: 1.24 ft<sup>3</sup>/sk, Slurry volume: 8-3/4" hole + 25% excess.

**4-1/2" Production Casing: sfc - 13,510' (MD)**

**Lead/Tail Slurry:** 4,200' - 13,510'. 845 sks (1310 cu ft) 50/50 Poz Premium cement + 20% SSA-1 + 3 lb/sk Silicalite Compacted + 0.5% Halad(R)-344 + 0.2% Halad(R)-413 + 0.2% HR-12 + 0.2% Super CBL + 0.2% Suspend HT. Slurry wt: 14.0 ppg, Slurry yield: 1.55 ft<sup>3</sup>/sk, Slurry volume: 6-1/8" hole + 20% excess in open hole section.

\*Final cement volumes to be calculated from caliper log with an attempt to be made to circulate cement to the surface on the intermediate string and 4,200' on the production string. A bond log will be run across the zone of interest and across zones as required by the authorized officer to insure protection of natural resources.

DRILLING PROGRAM

8. **Anticipated Abnormal Pressures and Temperatures, Other Potential Hazards**

No abnormal temperatures or pressures are anticipated. No H<sub>2</sub>S has been encountered in or known to exist from previous wells drilled to similar depths in the general area. Maximum anticipated bottom hole pressure equals approximately 9,625 psi. Maximum anticipated bottom hole temperature is 255° F.

# DRILLING PROGRAM

## SCHEMATIC DIAGRAM OF 3,000 PSI BOP STACK

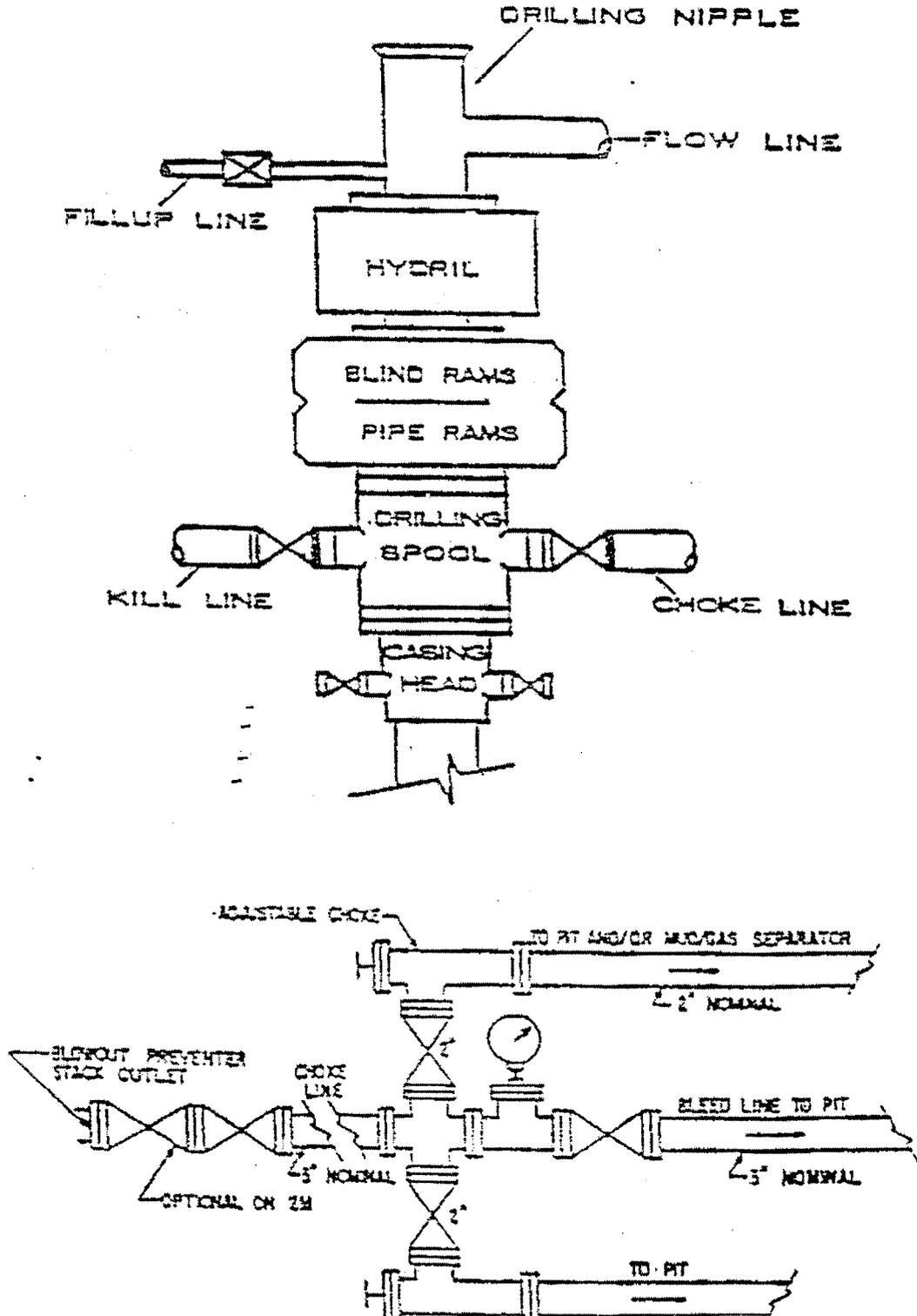
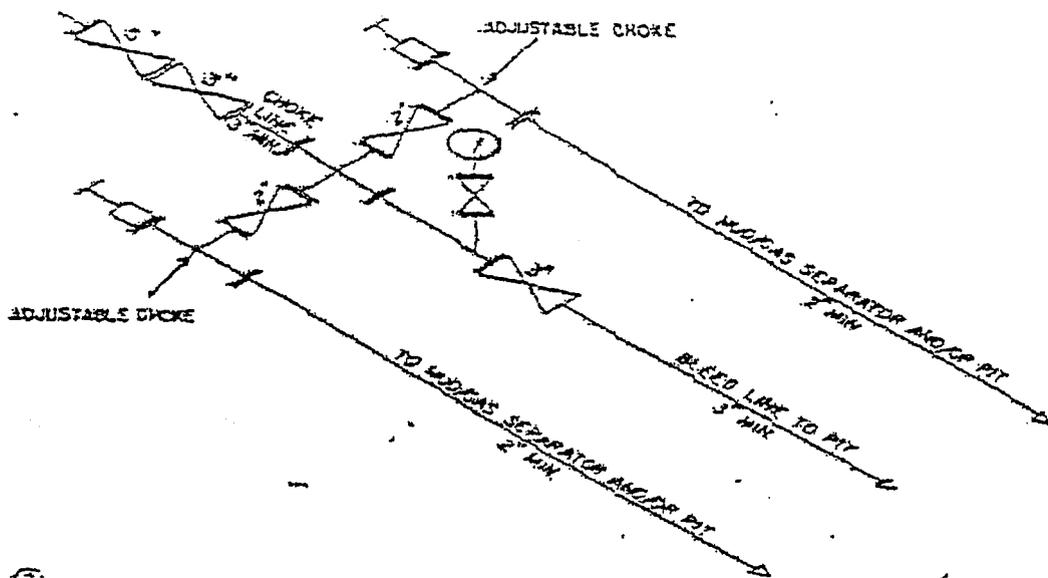


EXHIBIT A CONTINUED

46412 Federal Register / Vol. 53, No. 223 / Friday, November 15, 1988 / Rules and Regulations



② 3M CHOKE MANIFOLD EQUIPMENT — CONFIGURATION OF CHOKES MAY VARY

BOP STACK

11" Rotating Head

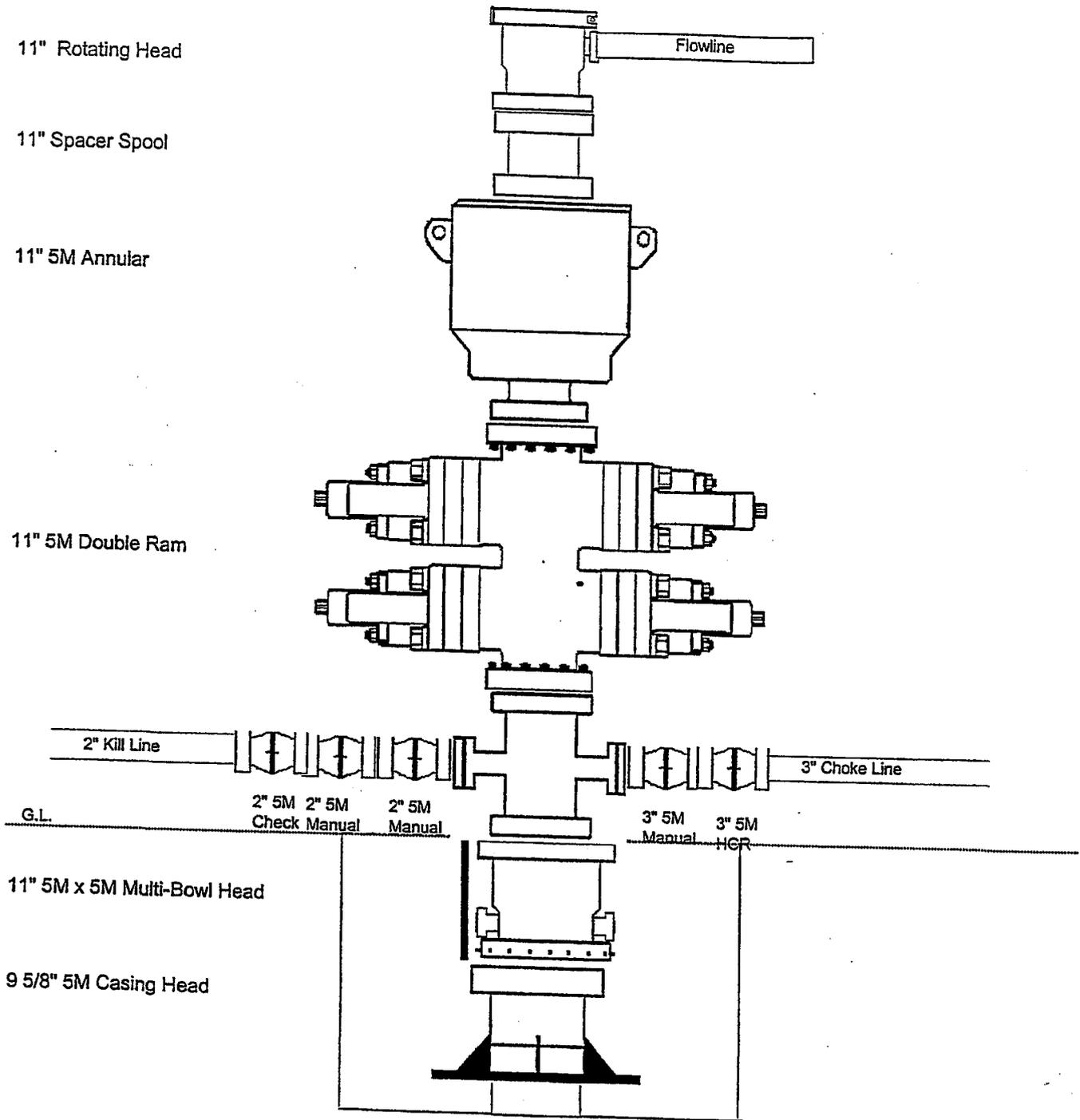
11" Spacer Spool

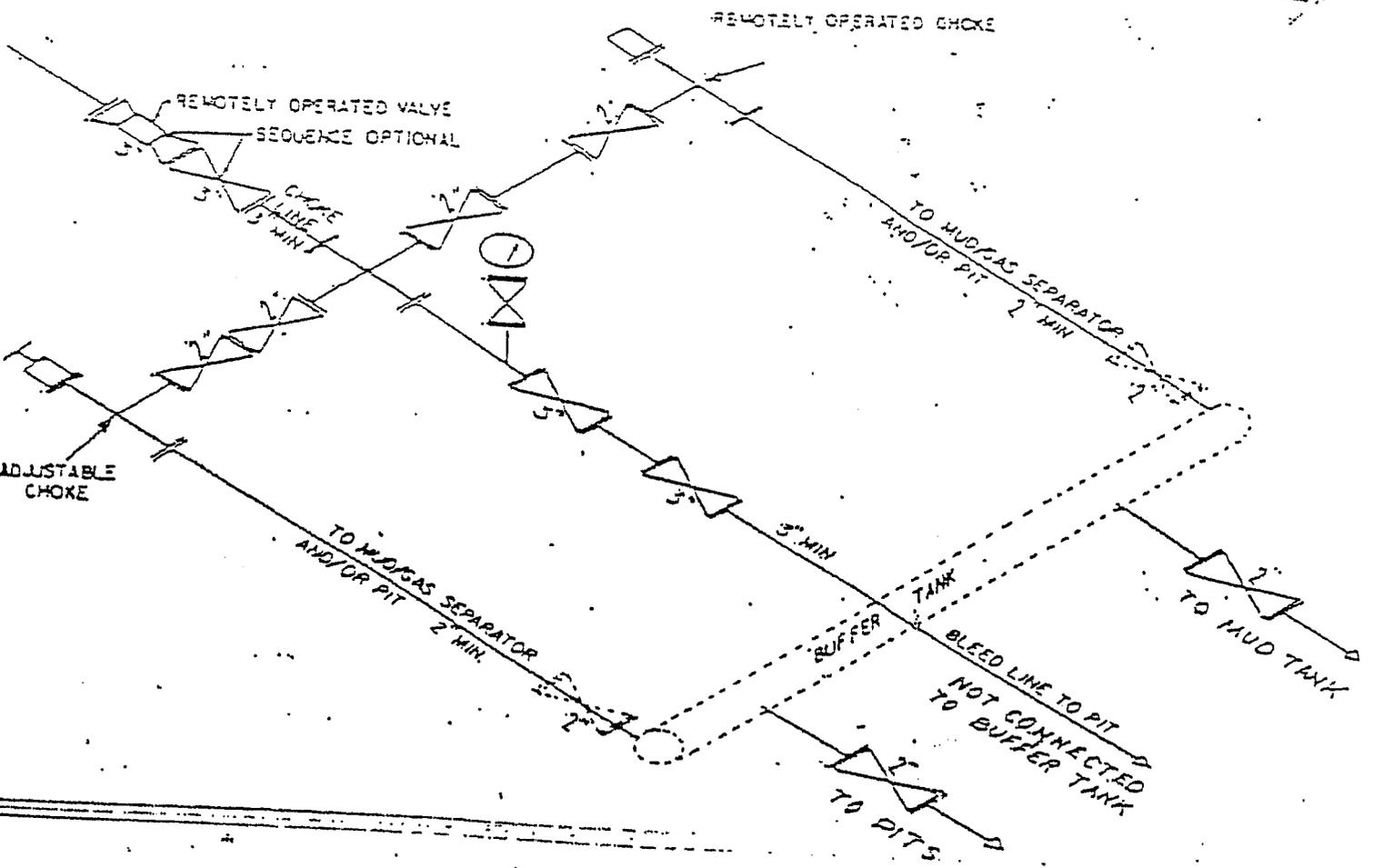
11" 5M Annular

11" 5M Double Ram

11" 5M x 5M Multi-Bowl Head

9 5/8" 5M Casing Head

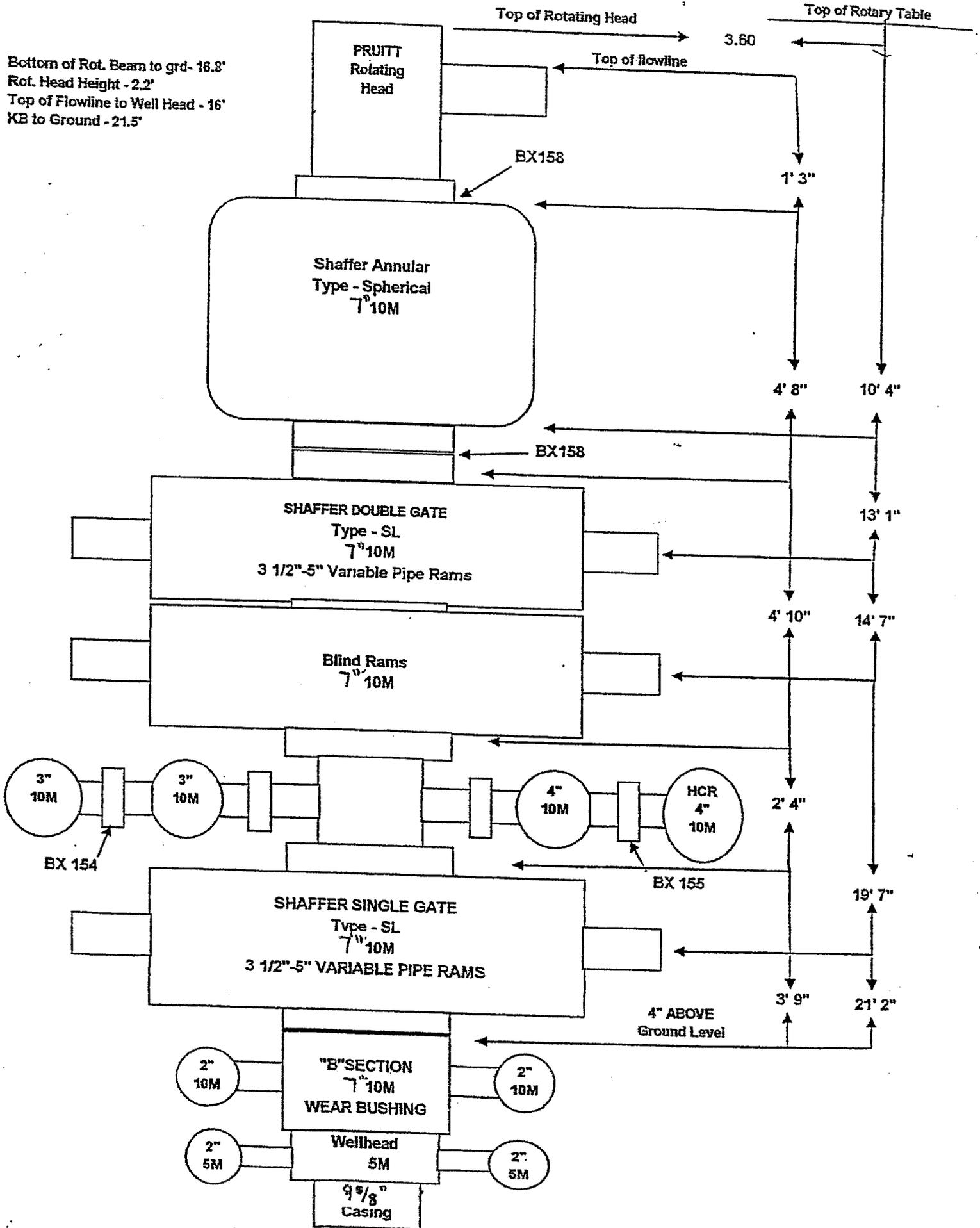




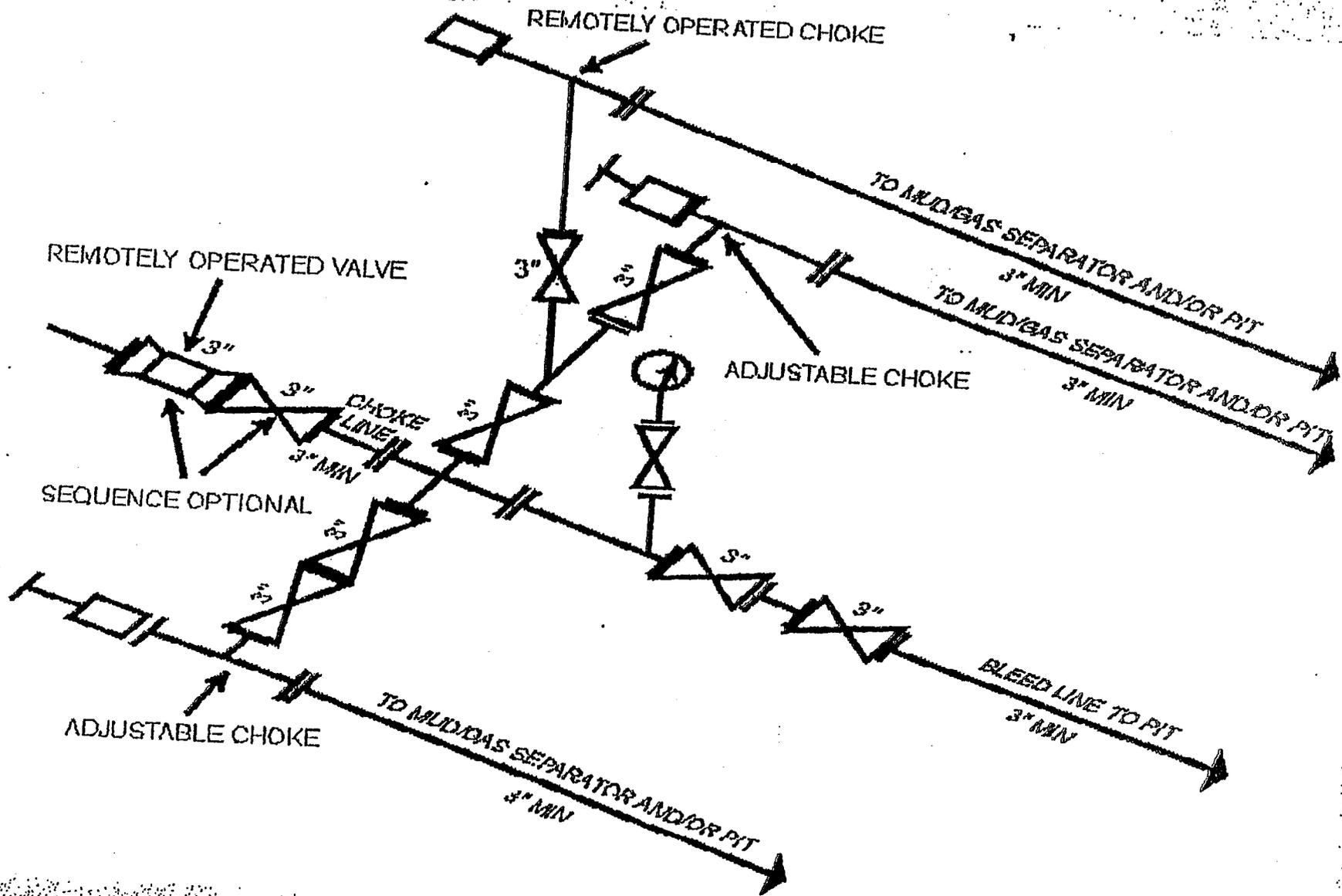
② 5M CHOKE MANIFOLD EQUIPMENT — CONFIGURATION OF CHOKES MAY VARY

[FR Doc. 88-25738 Filed 11-17-88; 2:45 am]  
M.L.M. CODE 4174-44-2

Bottom of Rot. Beam to grd- 16.8'  
 Rot. Head Height - 2.2'  
 Top of Flowline to Well Head - 16'  
 KB to Ground - 21.5'



Attachment I. Diagrams of Choke Manifold Equipment



1-4, 10M, and 15M Choke Manifold Equipment -- Configuration of chokes may vary

[54] FR 39128, Sept. 27, 1989

Last Updated March 25, 1997 by John Broderick

**QUESTAR EXPLORATION & PRODUCTION CO.**

**NBZ 3D-31-8-24**

**660' FNL 1902' FWL**

**NENW, SECTION 31, T8S, R24E**

**UINTAH COUNTY, UTAH**

**LEASE # UTU-76835**

**ONSHORE ORDER NO. 1**

**MULTI – POINT SURFACE USE & OPERATIONS PLAN**

An onsite inspection was conducted for the NBZ 3D-31-8-24 on July 3, 2007. Weather conditions were hot and sunny at the time of the onsite. In attendance at the inspection were the following individuals:

Paul Buhler	Bureau of Land Management
Brandon McDonald	Bureau of Land Management
Don Allred	Uintah Engineering & Land Surveying
Jan Nelson	Questar Exploration & Production, Co.

**1. Existing Roads:**

The proposed well site is approximately 37 miles south of Vernal, Utah.

Refer to Topo Maps A and B for location of access roads within a 2 – mile radius.

There will be no improvements made to existing roads.

**2. Planned Access Roads:**

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

Refer to Topo Map B for the location of the proposed access road.

**3. Location of Existing Wells Within a 1 – Mile Radius:**

Please refer to Topo Map C.

**4. Location of Existing & Proposed Facilities:**

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

Refer to Topo Map D for the location of the proposed pipeline.

*Pipeline will be 6" or smaller.*

**5. Location and Type of Water Supply:**

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

**6. Source of Construction Materials:**

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

**7. Methods of Handling Waste Materials:**

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

An enhanced evaporation system will be used for evaporating fluids from reserve pit after drilling and completion are completed for this well. The system will be monitored regularly to ensure that operation is being done in a safe and environmentally protective manner. The system will be controlled during daylight hours by our lease operators and the pump will only be operated when wind direction and velocity are favorable to eliminate over - spray on vegetation. The evaporation system is structured on a fifth wheel portable trailer that runs on diesel fuel only.

**8. Ancillary Facilities:**

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

**9. Well Site Layout: (See Location Layout Diagram)**

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

A pit liner is required. A felt pit liner will be required if bedrock is encountered.

**10. Plans for Reclamation of the Surface:**

Please see Questar Exploration & Production company Standard Operating Practices dated October 18, 2005, for Mesa Verde formation Wells located in Red Wash, Wonsits Valley, Gypsum Hills, White River, Glen Bench, and Undesignated fields in Townships 07, 08 & 09 South, Ranges 21 to 25 East.

**Interim Reclamation**

Please see attached Interim Reclamation plan.

Once the well is put onto production, Questar Exploration & Production Company will reclaim as much of the well pad as possible that will allow for operations to continue in a safe and reasonable manner. Reseeding will be done in the spring and fall of each year to allow winter precipitation to aid in the success of reclamation.

**Seed Mix:**

*Interim Reclamation:*

6 lbs. Hycrest Crested Wheat

6 lbs. Needle & Threadgrass

*Final Reclamation:*

# 2 3 lbs. Western Wheatgrass, 3 lbs. Needle & Threadgrass, 2 lbs. Fourwing Saltbush

1 lb. Globe Mellow, 4 lbs. Hycrest Crested Wheat

**11. Surface Ownership:**

The well pad and access road are located on lands owned by:

Bureau of Land Management

170 South 500 East

Vernal, Utah 84078

**12. Other Information**

A Class III archaeological survey was conducted by Montgomery Archaeology Consultants. A copy of this report was submitted directly to the appropriate agencies by Montgomery Archaeology Consultants. Cultural resource clearance was recommended for this location.

A Class III paleontological survey was conducted by Intermountain Paleo Consulting. A copy of this report was submitted directly to the appropriate agencies by Stephen D. Sandau. The inspection resulted in the location of no fossil resources. However, if vertebrate fossil(s) are found during construction a paleontologist should be immediately notified. Questar Exploration & Production Company will provide paleo monitor if needed.

No Drilling or construction will take place during the Pronghorn season May 10 thru June 20.

**QUESTAR EXPLORATION & PRODUCTION, CO.**  
**Request for Exception to Buried Pipeline**  
**For**  
**NBZ 3D-31-8-24**

QEP respectfully requests an exception to burying this pipeline. We understand the standard Condition of Approval (COA) that may be included in the approved Application for Permit to Drill (APD) is: *“As a Best Management Practice (BMP), the pipeline would be buried within the identified construction width of an access corridor that contains the access road and pipelines. The construction width for the access corridor would increase from 30 feet, by an additional 20 feet, to a total of 50 feet. Exceptions to this BMP may be granted where laterally extensive, hard indurated bedrock, such as sandstone, is at or within 2 feet of the surface; and, soil types with a poor history of successful rehabilitation.”* QEP will install the pipeline within the access corridor and will avoid cross-country installation when possible. Our reason for requesting a surface line is based on the following justification:

**Class IV VRM**

- ◆ This area’s designated Visual Resource Management is classified as Class IV. The Class IV objective is to provide for management activities that require major modification to the existing character of the landscape. The level of change to the landscape can be high. The management activities may dominate the view and may be the major focus of the viewer attention. However, every attempt should be made to minimize the impact of these activities through careful location, minimal disturbance, and repetition of the basic visual elements of form, line, color, and texture.
- ◆ QEP feels that surface pipe will comply with this classification more so than buried pipe due to the amount of surface disturbance that will be required to bury it. We believe surface installation within the access corridor will minimize the disturbance so that the pipeline does not dominate the view.

**Environmental and Safety Concerns**

- ◆ Buried pipe will greatly increase surface disturbance and habitat fragmentation. The soil in this area has a poor history of successful rehabilitation. Buried pipe will have an increased corrosion rate and would need to be dug up for repairs or replacement; the constant surface disturbance will not allow time for successful reclamation.
- ◆ Increasing surface disturbance will greatly increase noxious and invasive weed infestation.

- ◆ With the increased corrosion rate, buried pipe may have undetectable leaks that could go unnoticed for months. Small leaks may turn into large plumes of underground hazards because they are not easily monitored and not seen right away. An undetected leak also increases the potential for explosive incidents. Once detected, the surface will need to be disturbed, once again, to dig up the line and replace or repair it.
- ◆ Accidents associated with pipe breaks during construction activities could increase substantially as the number of buried lines increases.
- ◆ The additional surface disturbance will increase the risk of disturbing paleontological sites.

### **Operational and Mechanical Concerns for Gas Lines**

- ◆ Cathodic protection will be required for buried pipe. Cathodic protection requires anode beds that must be maintained. This will add substantial costs in labor and material. Additional power lines will need to be installed to the anode beds. The additional costs for equipment and labor will be approximately \$50,000.00 per section.
- ◆ Pipeline markers need to be used with buried pipe. This will add costs in labor and material.
- ◆ Every tie in requires a valve. The average distance between valves is approximately ¼ mile. Valves will have to be placed in “freeze boxes” or “valve boxes”. Valve boxes will be considered confined space which increases the manpower needed to repair or replace valves. Every valve box will also require bright yellow guard rails.
- ◆ Additional equipment required for buried pipe can include blades/dozers, trenchers (cutting or blasting in hard rock), side booms, etc. which increases installation costs.
- ◆ Buried pipe must have fusion bonded epoxy (FBE) coating. FBE pipe will cost an additional \$2.00 per foot compared to bare pipe.
- ◆ This pipeline has the potential for being upgraded/upsized to a larger pipe diameter depending on production volumes. If upsizing is required, the pipe will need to be dug up which will cause additional surface disturbance and will not allow adequate time for successful reclamation.
- ◆ Surface lines are sometimes relocated to accommodate new locations; this is done in an effort to minimize the amount of pipe needed and the amount of surface disturbed. If this pipe is buried, this will no longer be an option.

**Lessee's or Operator's Representative:**

Jan Nelson  
Red Wash Rep.  
Questar Expl. & Prod. Co.  
1571 E. 1700 S.  
Vernal, Utah 84078  
(435) 781-4032

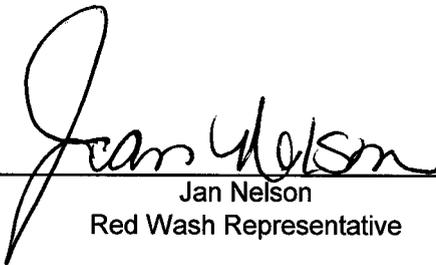
**Certification:**

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

Questar Exploration & Production Company will be fully responsible for the actions of their subcontractors.

A complete copy of the approved Application for Permit to Drill will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Questar Exploration & Production Company, it's 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 18 U.S.C. 1001 for the filing of a false statement.

  
\_\_\_\_\_  
Jan Nelson  
Red Wash Representative

9/27/2007

\_\_\_\_\_  
Date

# QUESTAR EXPLR. & PROD.

**NBZ #3D-31-8-24**

LOCATED IN UINTAH COUNTY, UTAH  
SECTION 31, T8S, R24E, S.L.B.&M.

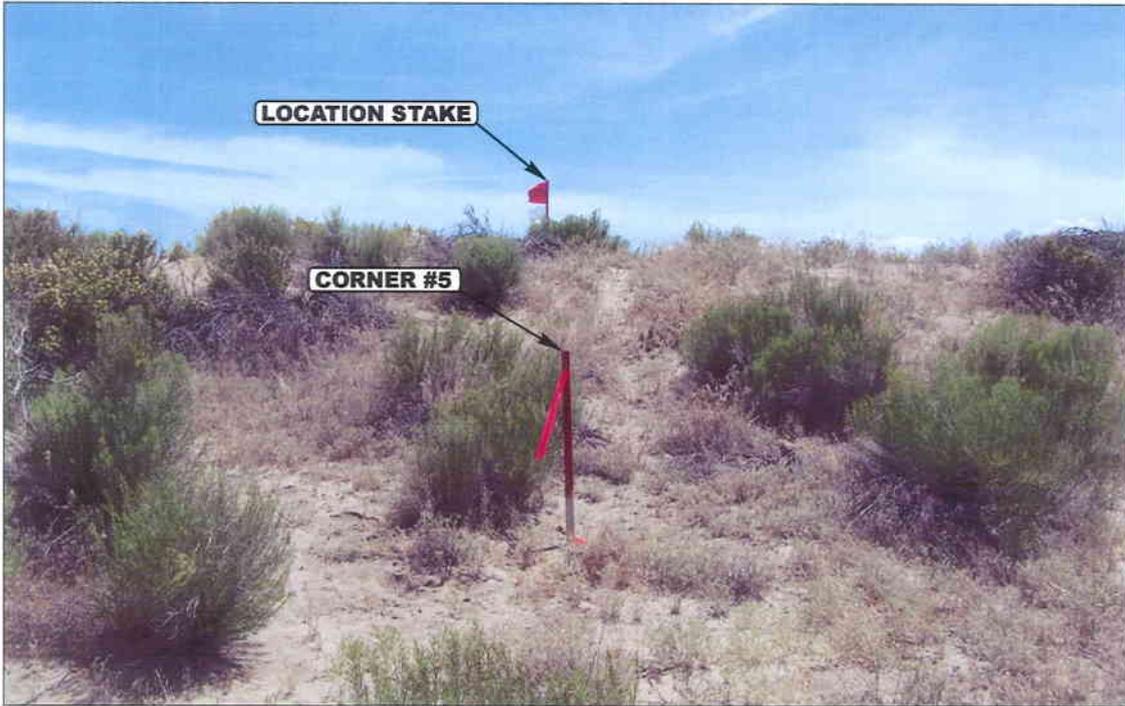


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHWESTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: WESTERLY



**UELS** Uintah Engineering & Land Surveying  
85 South 200 East Vernal, Utah 84078  
435-789-1017 uels@uelsinc.com

<b>LOCATION PHOTOS</b>	<b>06</b>	<b>15</b>	<b>07</b>	<b>PHOTO</b>
	MONTH	DAY	YEAR	
TAKEN BY: D.A.	DRAWN BY: A.A.		REVISED: 00-00-00	



**QUESTAR EXPLR. & PROD.**

**TYPICAL CROSS SECTIONS FOR**

NBZ #3D-31-8-24

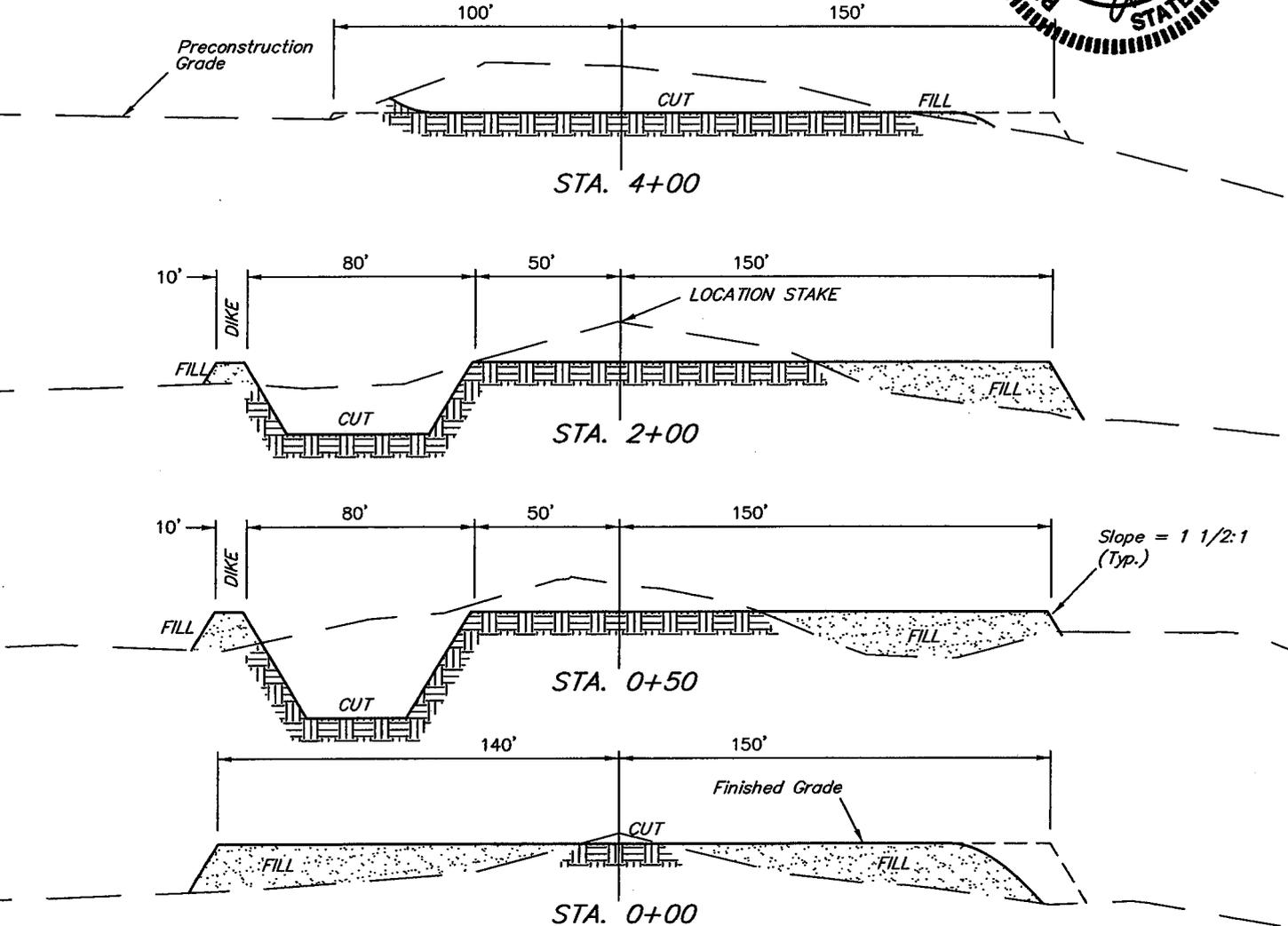
SECTION 31, T8S, R24E, S.L.B.&M.

660' FNL 1902' FWL

FIGURE #2



1" = 40'  
X-Section Scale  
1" = 100'  
DATE: 06-15-07  
DRAWN BY: L.K.



APPROXIMATE ACREAGES

WELL SITE DISTURBANCE = ± 3.177 ACRES  
ACCESS ROAD DISTURBANCE = ± 0.254 ACRES  
PIPELINE DISTURBANCE = ± 0.273 ACRES  
TOTAL = ± 3.704 ACRES

\* NOTE:  
FILL QUANTITY INCLUDES  
5% FOR COMPACTION

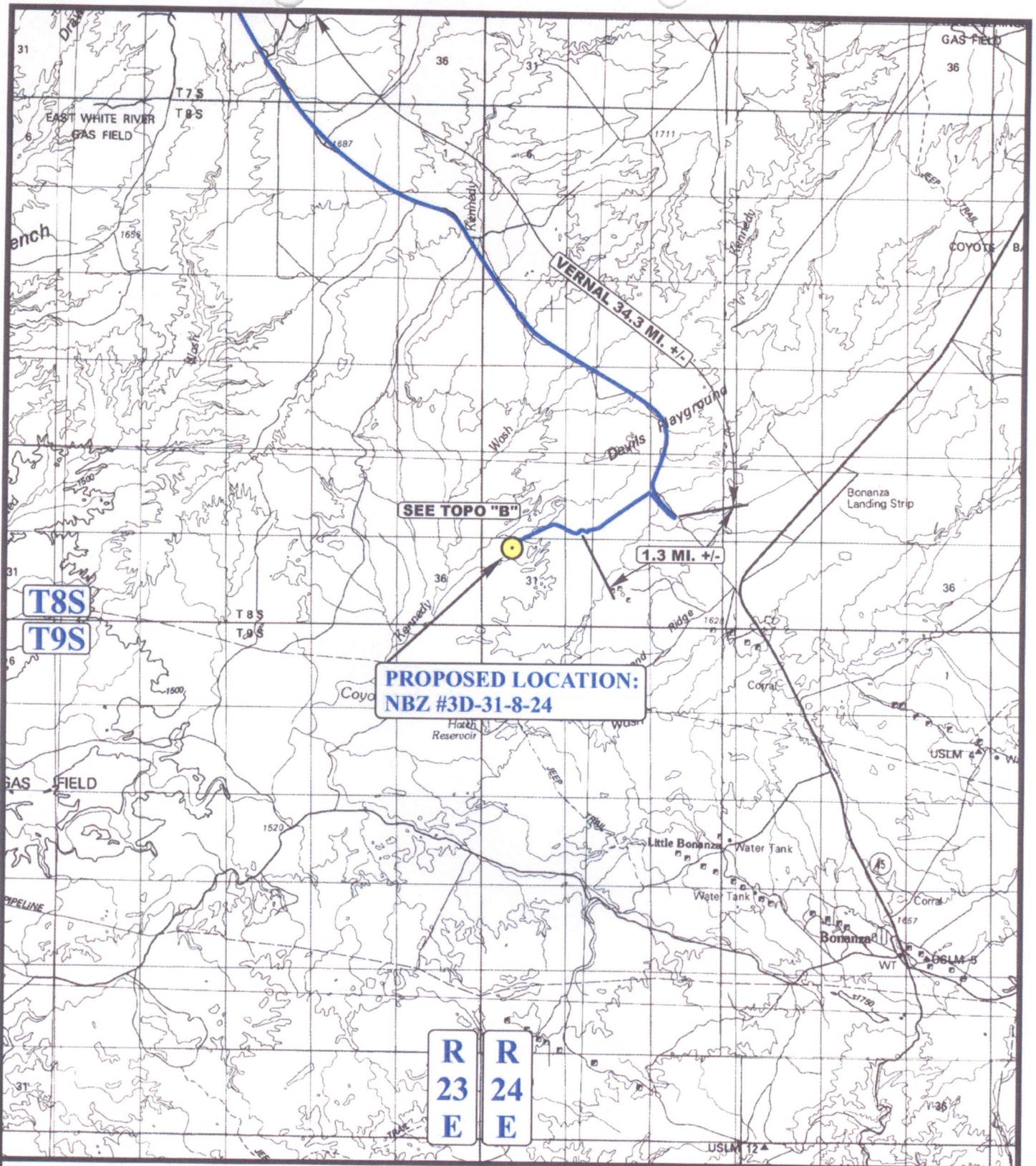
NOTE:  
Topsoil should not be  
Stripped Below Finished  
Grade on Substructure Area.

APPROXIMATE YARDAGES

CUT  
(6") Topsoil Stripping = 2,280 Cu. Yds.  
Remaining Location = 9,860 Cu. Yds.  
TOTAL CUT = 12,120 CU.YDS.  
FILL = 6,870 CU.YDS.

EXCESS MATERIAL = 5,250 Cu. Yds.  
Topsoil & Pit Backfill = 5,250 Cu. Yds.  
(1/2 Pit Vol.)  
EXCESS UNBALANCE = 0 Cu. Yds.  
(After Interim Rehabilitation)

UINTAH ENGINEERING & LAND SURVEYING  
85 So. 200 East \* Vernal, Utah 84078 \* (435) 789-1017



SEE TOPO "B"

**PROPOSED LOCATION:  
NBZ #3D-31-8-24**

**R 23 E**

**R 24 E**

**LEGEND:**

**PROPOSED LOCATION**



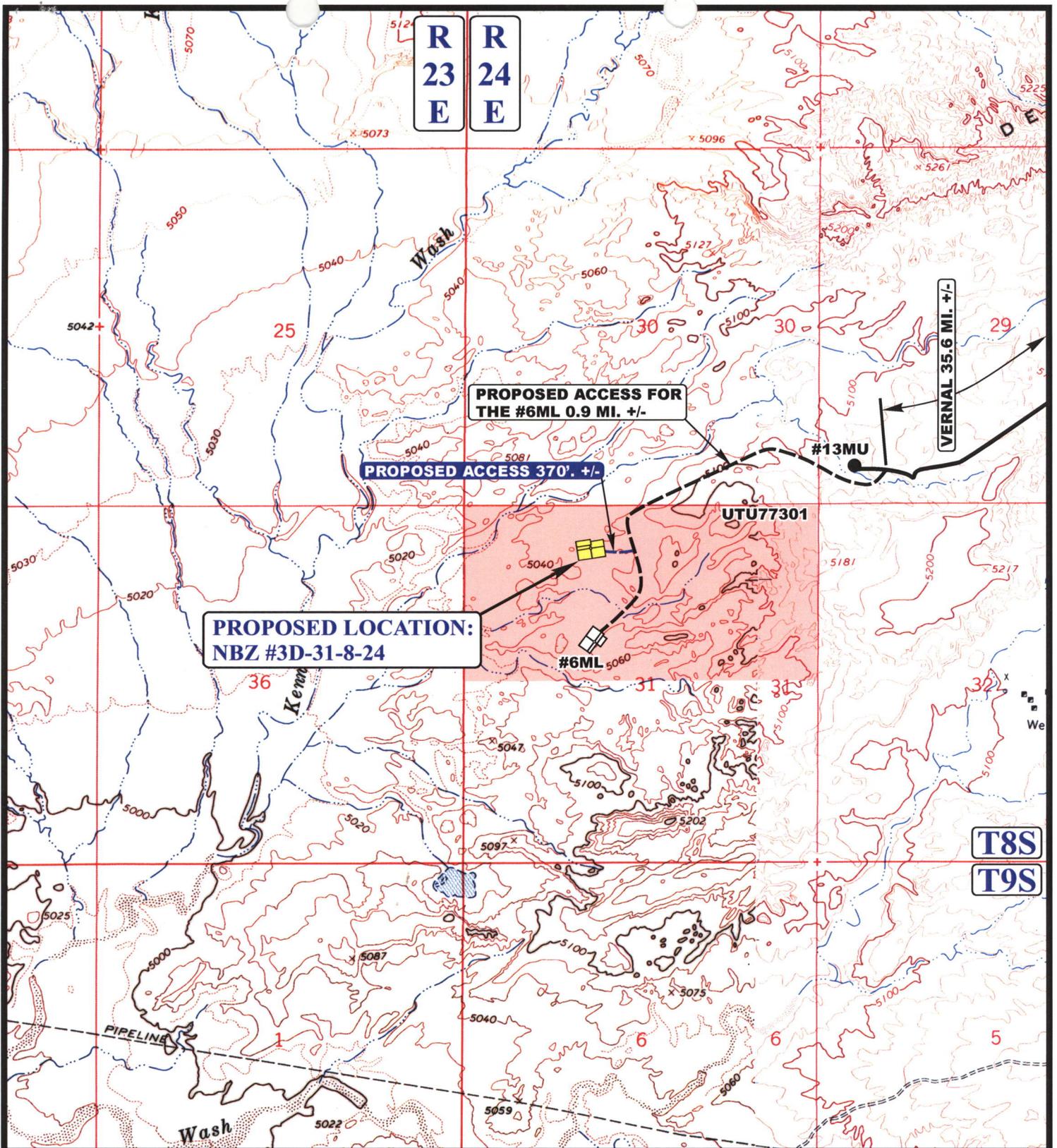
**QUESTAR EXPLR. & PROD.**

**NBZ #3D-31-8-24**  
**SECTION 31, T8S, R24E, S.L.B.&M.**  
**660' FNL 1902' FWL**

**UEIS** Uintah Engineering & Land Surveying  
 85 South 200 East Vernal, Utah 84078  
 (435) 789-1017 \* FAX (435) 789-1813

**TOPOGRAPHIC MAP** **06 15 07**  
 MONTH DAY YEAR  
 SCALE: 1:100,000 DRAWN BY: A.A. REVISED: 00-00-00

**A**  
**TOPO**



**LEGEND:**

- EXISTING ROAD
- PROPOSED ACCESS ROAD

**QUESTAR EXPLR. & PROD.**

NBZ #3D-31-8-24  
 SECTION 31, T8S, R24E, S.L.B.&M.  
 660' FNL 1902' FWL



**Uintah Engineering & Land Surveying**  
 85 South 200 East Vernal, Utah 84078  
 (435) 789-1017 \* FAX (435) 789-1813

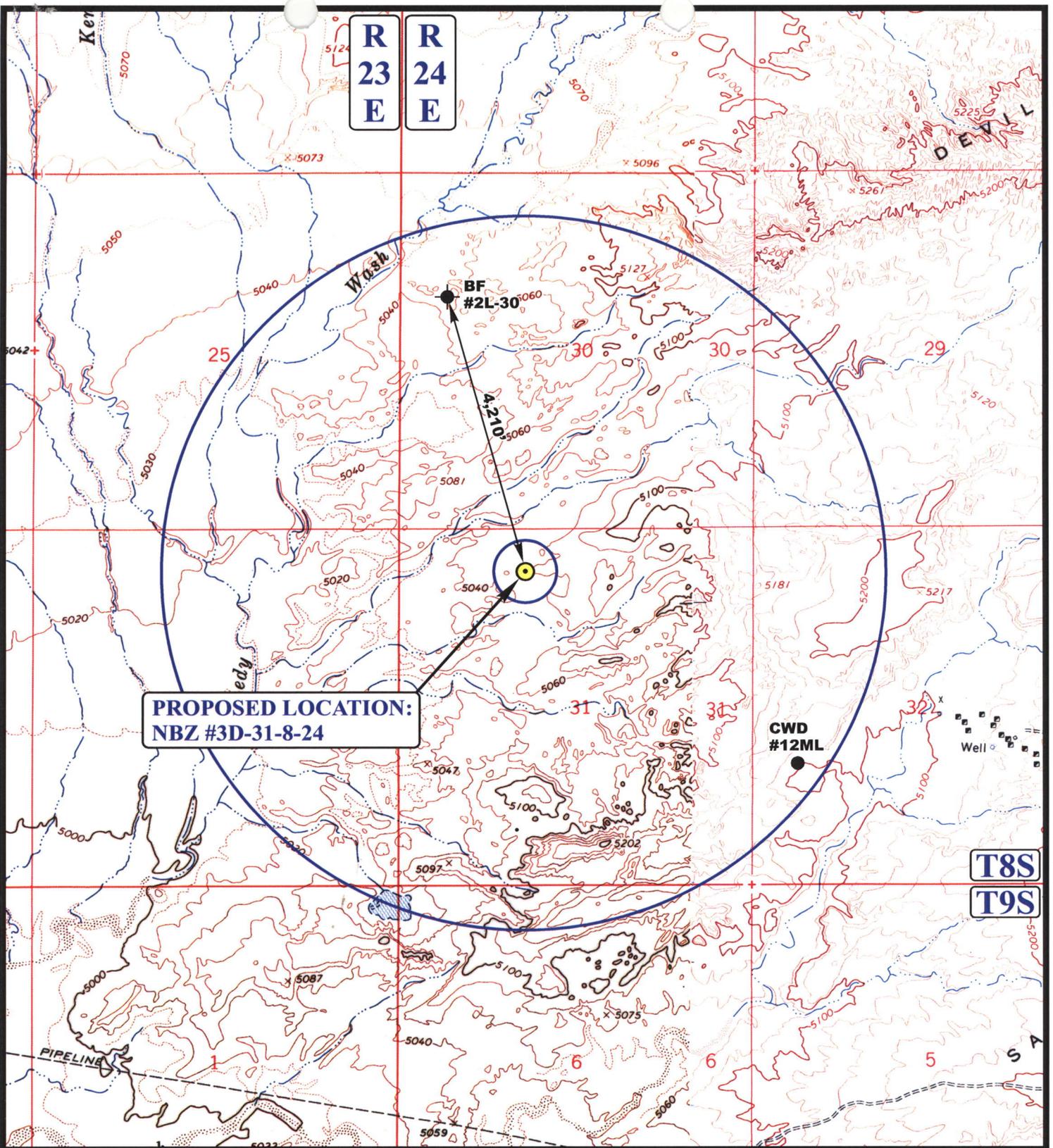


**TOPOGRAPHIC**  
**MAP**

**06 15 07**  
 MONTH DAY YEAR

SCALE: 1" = 2000' DRAWN BY: A.A. REVISED: 00-00-00





**PROPOSED LOCATION:  
NBZ #3D-31-8-24**

**LEGEND:**

- ⊗ DISPOSAL WELLS
- PRODUCING WELLS
- ⊖ SHUT IN WELLS
- ⊗ WATER WELLS
- ABANDONED WELLS
- ⊖ TEMPORARILY ABANDONED

**QUESTAR EXPLR. & PROD.**

**NBZ #3D-31-8-24  
SECTION 31, T8S, R24E, S.L.B.&M.  
660' FNL 1902' FWL**



**Uintah Engineering & Land Surveying**  
85 South 200 East Vernal, Utah 84078  
(435) 789-1017 \* FAX (435) 789-1813



**TOPOGRAPHIC MAP** 06 15 07  
MONTH DAY YEAR  
SCALE: 1" = 2000' DRAWN BY: A.A. REVISED: 00-00-00





**WORKSHEET  
APPLICATION FOR PERMIT TO DRILL**

APD RECEIVED: 10/01/2007

API NO. ASSIGNED: 43-047-39675

WELL NAME: NBZ 3D-31-8-24

OPERATOR: QUESTAR EXPLORATION & ( N5085 )

PHONE NUMBER: 435-781-4032

CONTACT: JAN NELSON

PROPOSED LOCATION:

NENW 31 080S 240E  
 SURFACE: 0660 FNL 1902 FWL  
 BOTTOM: 0660 FNL 1902 FWL  
 COUNTY: UINTAH  
 LATITUDE: 40.08458 LONGITUDE: -109.2585  
 UTM SURF EASTINGS: 648480 NORTHINGS: 4438388  
 FIELD NAME: BIG VALLEY ( 791 )

INSPECT LOCATN BY: / /		
Tech Review	Initials	Date
Engineering		
Geology		
Surface		

LEASE TYPE: 1 - Federal  
 LEASE NUMBER: UTU-76835  
 SURFACE OWNER: 1 - Federal

PROPOSED FORMATION: DKTA  
 COALBED METHANE WELL? NO

RECEIVED AND/OR REVIEWED:

- Plat
- Bond: Fed[1] Ind[] Sta[] Fee[]  
(No. ESB000024 )
- Potash (Y/N)
- Oil Shale 190-5 (B) or 190-3 or 190-13
- Water Permit  
(No. 49-2153 )
- RDCC Review (Y/N)  
(Date: )
- Fee Surf Agreement (Y/N)
- Intent to Commingle (Y/N)

LOCATION AND SITING:

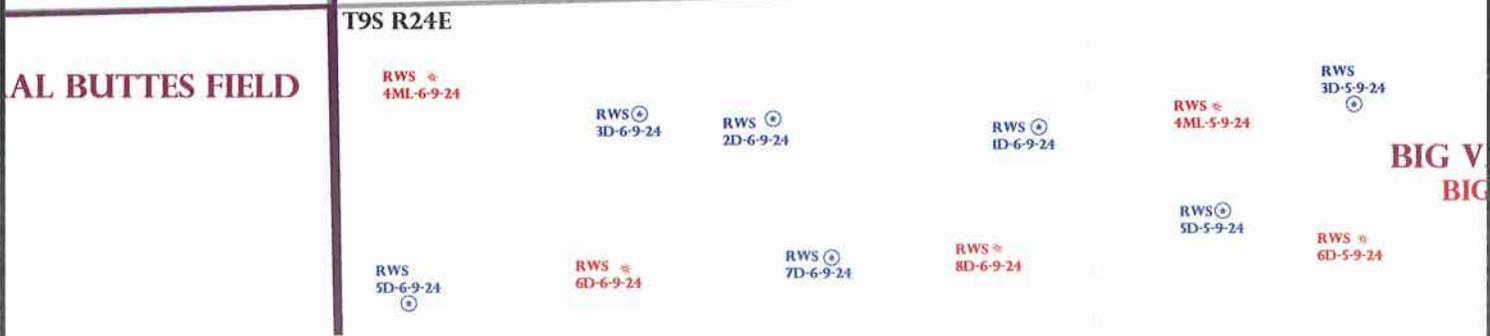
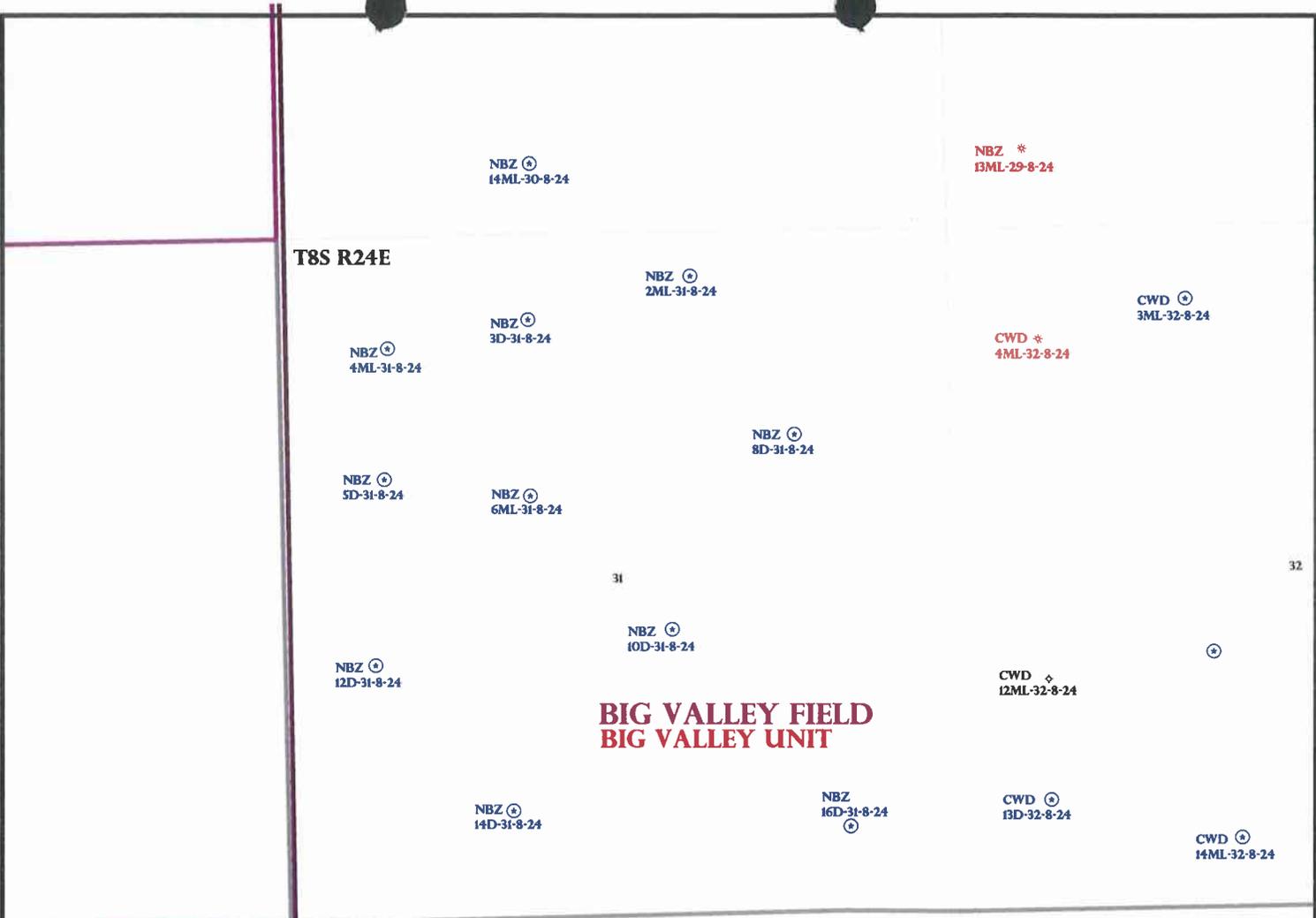
- \_\_\_ R649-2-3.
- Unit: BIG VALLEY
- R649-3-2. General  
Siting: 460 From Qtr/Qtr & 920' Between Wells
- \_\_\_ R649-3-3. Exception
- \_\_\_ Drilling Unit  
Board Cause No: \_\_\_\_\_  
Eff Date: \_\_\_\_\_  
Siting: \_\_\_\_\_
- \_\_\_ R649-3-11. Directional Drill

COMMENTS:

*SDP, Separate file*

STIPULATIONS:

- 1. Federal Approval*
- 2. Spacing Slip*



**BIG VALLEY FIELD  
BIG VALLEY UNIT**

**AL BUTTES FIELD**

**BIG V  
BIG**

OPERATOR: QUESTAR EXPL & PROD (N5085)

SEC: 31 T.8S R. 24E

FIELD: BIG VALLEY (791)

COUNTY: UINTAH

SPACING: R649-3-2 / GENERAL SITING

**Field Status**

ABANDONED
ACTIVE
COMBINED
INACTIVE
PROPOSED
STORAGE
TERMINATED

**Unit Status**

EXPLORATORY
GAS STORAGE
NF PP OIL
NF SECONDARY
PENDING
PI OIL
PP GAS
PP GEOTHERML
PP OIL
SECONDARY
TERMINATED

**Wells Status**

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
DRILLING



PREPARED BY: DIANA MASON  
DATE: 03-OCTOBER-2007

# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

Utah State Office  
P.O. Box 45155  
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO:  
3160  
(UT-922)

October 4, 2007

Memorandum

To: Assistant District Manager Minerals, Vernal District  
From: Michael Coulthard, Petroleum Engineer  
Subject: 2007 Plan of Development Big Valley Unit,  
Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2007 within the Big Valley, Uintah County, Utah.

API#	WELL NAME	LOCATION
(Proposed PZ Dakota)		
43-047-39675	NBZ 3D-31-8-24	Sec 31 T08S R24E 0660 FNL 1902 FWL
43-047-39673	RWS 5D-5-9-24	Sec 05 T09S R24E 1506 FNL 0874 FWL
43-047-39674	RWS 1D-6-9-24	Sec 06 T09S R24E 0913 FNL 0374 FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Big Valley Unit  
Division of Oil Gas and Mining  
Central Files  
Agr. Sec. Chron  
Fluid Chron

MCoulthard:mc:10-4-07



JON M. HUNTSMAN, JR.  
Governor

GARY R. HERBERT  
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

October 4, 2007

Questar Exploration & Production Company  
1571 E 1700 S  
Vernal, UT 84078

Re: NBZ 3D-31-8-24 Well, 660' FNL, 1902' FWL, NE NW, Sec. 31, T. 8 South, R. 24 East,  
Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

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. The API identification number assigned to this well is 43-047-39675.

Sincerely,

Gil Hunt  
Associate Director

pab  
Enclosures

cc: Uintah County Assessor  
Bureau of Land Management, Vernal Office

Operator: Questar Exploration & Production Company  
Well Name & Number NBZ 3D-31-8-24  
API Number: 43-047-39675  
Lease: UTU-76835

Location: NE NW                      Sec. 31              T. 8 South                      R. 24 East

### Conditions of Approval

1. 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.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

- Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

- Contact Dustin Doucet at (801) 538-5281 office      (801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

5. 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.

**UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT**

RECEIVED  
VERNAL FIELD OFFICE  
SUBMIT IN TRIPLICATE  
2007 SEP 28 AM 5:40

FORM APPROVED  
OMB NO. 1040-0136  
Expires: February 28, 1996

**APPLICATION FOR PERMIT TO DRILL OR DEEPEN**

TYPE OF WORK  
 DRILL  DEEPEN

TYPE OF WELL  
   SINGLE ZONE  MULTIPLE ZONE

OIL WELL GAS WELL OTHER ZONE ZONE

5. LEASE DESIGNATION AND SERIAL NO.  
 UTU-76836

6. IF INDIAN, ALLOTTEE OR TRIBE NAME  
 N/A

7. UNIT AGREEMENT NAME  
 BIG VALLEY UNIT

8. FARM OR LEASE NAME, WELL NO.  
 NBZ 3D-31-8-24

2. NAME OF OPERATOR  
 QUESTAR EXPLORATION & PRODUCTION CO.

Contact: Jan Nelson  
 E-Mail: jan.nelson@questar.com

9. API NUMBER:  
 43-047-39675

3. ADDRESS  
 1571 E. 1700 S. Vernal, Ut 84078

Telephone number  
 Phone 435-781-4032 Fax 435-781-4045

10. FIELD AND POOL, OR WILDCAT  
 UNDESIGNATED

4. LOCATION OF WELL (Report location clearly and in accordance with and State requirements\*)  
 At Surface 660' FNL 1902' FWL, NENW, SECTION31, T8S, R24E  
 At proposed production zone

11. SEC., T, R, M, OR BLK & SURVEY OR AREA  
 SEC. 31, T8S, R24E SLB&M

14. DISTANCE IN MILES FROM NEAREST TOWN OR POSTOFFICE\*  
 37 +/- SOUTH OF VERNAL, UTAH

12. COUNTY OR PARISH Utah  
 13. STATE UT

15. DISTANCE FROM PROPOSED LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (also to nearest drig,unit line if any)  
 660' +/-

16. NO. OF ACRES IN LEASE  
 120.00

17. NO. OF ACRES ASSIGNED TO THIS WELL  
 40

18. DISTANCE FROM PROPOSED location to nearest well, drilling, completed, applied for, on this lease, ft  
 4,210' +/-

19. PROPOSED DEPTH  
 13,510

20. BLM/BIA Bond No. on file  
 ESB000024

21. ELEVATIONS (Show whether DF, RT, GR, ect.)  
 5058.9' GR

22. DATE WORK WILL START  
 ASAP

23. Estimated duration  
 35 days

24. Attachments

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

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

SIGNED Jan Nelson Name (printed/typed) Jan Nelson DATE 9/27/2007  
 TITLE Regulatory Affairs

(This space for Federal or State office use)

PERMIT NO. \_\_\_\_\_ APPROVAL DATE \_\_\_\_\_

Application approval does not warrant or certify the applicant holds any 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:

APPROVED BY [Signature] TITLE Assistant Field Manager Lands & Mineral Resources

\*See Instructions On Reverse Side

RECEIVED  
 DEC 05 2007  
 DIV. OF OIL, GAS & MINING  
 DATE 11-20-2007

Title 18 U.S.C Section 1001, makes 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

**NOTICE OF APPROVAL**      **CONDITIONS OF APPROVAL ATTACHED**      **CONFIDENTIAL**

NOS 6/26/07  
 07PP2312A



**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**

<b>Company:</b> Questar Exploration & Production Co.	<b>Location:</b> NENW, Sec 31, T8S, R24E
<b>Well No:</b> NBZ 3D-31-8-24	<b>Lease No:</b> UTU-76835
<b>API No:</b> 43-047-39675	<b>Agreement:</b> Big Valley Unit

<b>Title</b>	<b>Name</b>	<b>Office Phone Number</b>	<b>Cell Phone Number</b>
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
NRS/Enviro Scientist:	Paul Buhler	(435) 781-4475	(435) 828-4029
NRS/Enviro Scientist:	Karl Wright	(435) 781-4484	(435) 828-7381
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	
NRS/Enviro Scientist:		(435) 781-4476	
NRS/Enviro Scientist:	Chuck MacDonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Jannice Cutler	(435) 781-3400	(435) 828-3544
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	(435) 828-3546
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545

Fax: (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**

Location Construction (Notify NRS/Enviro Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify NRS/Enviro Scientist)	-	Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supervisory Petroleum Technician)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings
BOP & Related Equipment Tests (Notify Supervisory Petroleum Technician)	-	Twenty-Four (24) hours prior to initiating pressure tests
First Production Notice (Notify 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

**SURFACE USE PROGRAM  
CONDITIONS OF APPROVAL (COAs)**

**Surface COAs:**

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

**Additional Stipulations:**

Conditions for Approval are in the APD or SOP - Except for the following:

- Paleo monitor will be required for the well pad and access road. No monitor for the pipeline will be required since the pipeline will be a surface pipeline.

## **DOWNHOLE CONDITIONS OF APPROVAL**

### **SITE SPECIFIC DOWNHOLE CONDITIONS OF APPROVAL**

- A surface and intermediate casing shoe integrity test shall be performed.
- The intermediate casing cement top shall be at the surface.
- The production casing cement top shall be at a minimum of 200' above the intermediate casing shoe.

**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.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- 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.
- 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](mailto: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.

#### **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

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.

**CONFIDENTIAL**

**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.

1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____		5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-76835
2. NAME OF OPERATOR: QUESTAR EXPLORATION & PRODUCTION COMPANY		6. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A
3. ADDRESS OF OPERATOR: 11002 E. 17500 S. CITY VERNAL STATE UT ZIP 84078		7. UNIT or CA AGREEMENT NAME: BIG VALLEY UNIT #UTU-81308X
4. LOCATION OF WELL FOOTAGES AT SURFACE: 660' FNL 1902' FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW 31 8S 24E		8. WELL NAME and NUMBER: NBZ 3D-31-8-24
PHONE NUMBER: (435) 781-4331		9. API NUMBER: 4304739675
		10. FIELD AND POOL, OR WILDCAT: BIG VALLEY
		COUNTY: UINTAH
		STATE: UTAH

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> REPERFORATE CURRENT FORMATION
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> SIDETRACK TO REPAIR WELL
	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION	<input type="checkbox"/> TEMPORARILY ABANDON
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> TUBING REPAIR
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> VENT OR FLARE
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)	<input type="checkbox"/> WATER SHUT-OFF
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input checked="" type="checkbox"/> OTHER: <u>APD EXTENSION</u>
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION	

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

Questar Exploration & Production Company hereby requests a 1 year extension on the NBZ 3D-31-8-24.

Approved by the  
Utah Division of  
Oil, Gas and Mining

Date: 09-30-08  
By: [Signature]

NAME (PLEASE PRINT) <u>Jan Nelson</u>	TITLE <u>Regulatory Affairs</u>
SIGNATURE <u>[Signature]</u>	DATE <u>9/25/2008</u>

(This space for State use only)

COPY SENT TO OPERATOR

Date: 10-2-2008

Initials: KS

**RECEIVED**

SEP 29 2008

DIV. OF OIL, GAS & MINING

**Application for Permit to Drill  
Request for Permit Extension  
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

**API:** 4304739675  
**Well Name:** NBZ 3D-31-8-24  
**Location:** 660' FNL 1902' FWL NENW, SEC. 31, T8S, R24E  
**Company Permit Issued to:** Questar Exploration & Production Co.  
**Date Original Permit Issued:** 10/4/2007

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

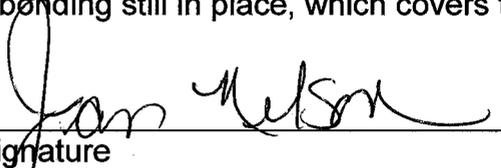
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes  No

Have there been any changes to the access route including ownership, or right-of-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

9/25/2008  
Date

Title: Regulatory Affairs

Representing: Questar Exploration & Production Company

**RECEIVED**  
SEP 29 2008  
DIV. OF OIL, GAS & MINING

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	<b>FORM 9</b>  <b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-76835
---	--

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>  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.	<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>  <b>7. UNIT or CA AGREEMENT NAME:</b> BIG VALLEY
--	--

<b>1. TYPE OF WELL</b> Gas Well	<b>8. WELL NAME and NUMBER:</b> NBZ 3D-31-8-24
------------------------------------	---

<b>2. NAME OF OPERATOR:</b> QUESTAR EXPLORATION & PRODUCTION CO	<b>9. API NUMBER:</b> 43047396750000
--	---

<b>3. ADDRESS OF OPERATOR:</b> 11002 East 17500 South , Vernal, UT, 84078	<b>PHONE NUMBER:</b> 435 781-4362 Ext	<b>9. FIELD and POOL or WILDCAT:</b> BIG VALLEY
--	--	--

<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 0660 FNL 1902 FWL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENW Section: 31 Township: 08.0S Range: 24.0E Meridian: S	<b>COUNTY:</b> UINTAH  <b>STATE:</b> UTAH
---	---

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start: 9/30/2010  <input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:  <input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:  <input type="checkbox"/> <b>DRILLING REPORT</b> Report Date:	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input checked="" type="checkbox"/> APD EXTENSION OTHER:

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

Questar Exploration and Production Company hereby requests one year extension for the APD on the above captioned well.

**Approved by the Utah Division of Oil, Gas and Mining**

**Date:** September 30, 2009

**By:**

<b>NAME (PLEASE PRINT)</b> Jan Nelson	<b>PHONE NUMBER</b> 435 781-4331	<b>TITLE</b> Permit Agent
<b>SIGNATURE</b> N/A	<b>DATE</b> 9/24/2009	



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 43047396750000

API: 43047396750000

Well Name: NBZ 3D-31-8-24

Location: 0660 FNL 1902 FWL QTR NENW SEC 31 TWP 080S RNG 240E MER S

Company Permit Issued to: QUESTAR EXPLORATION & PRODUCTION CO

Date Original Permit Issued: 10/4/2007

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: Jan Nelson

Date: 9/24/2009

Title: Permit Agent Representing: QUESTAR EXPLORATION & PRODUCTION CO

Date: September 30, 2009

By: [Signature]

Division of Oil, Gas and Mining  
**OPERATOR CHANGE WORKSHEET** (for state use only)

ROUTING

CDW

Change of Operator (Well Sold)

**X - Operator Name Change**

The operator of the well(s) listed below has changed, effective:

**6/14/2010**

<b>FROM: (Old Operator):</b> N5085-Questar Exploration and Production Company 1050 17th St, Suite 500 Denver, CO 80265  Phone: 1 (303) 308-3048	<b>TO: ( New Operator):</b> N3700-QEP Energy Company 1050 17th St, Suite 500 Denver, CO 80265  Phone: 1 (303) 308-3048
--	---

**CA No.**

**Unit:**

**BIG VALLEY**

WELL NAME	SEC	TWN	RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS
SEE ATTACHED								

**OPERATOR CHANGES DOCUMENTATION**

Enter date after each listed item is completed

- (R649-8-10) Sundry or legal documentation was received from the **FORMER** operator on: 6/28/2010
- (R649-8-10) Sundry or legal documentation was received from the **NEW** operator on: 6/28/2010
- The new company was checked on the **Department of Commerce, Division of Corporations Database** on: 6/24/2010
- Is the new operator registered in the State of Utah: Business Number: 764611-0143
- (R649-9-2) Waste Management Plan has been received on: Requested
- Inspections of LA PA state/fee well sites complete on: n/a
- Reports current for Production/Disposition & Sundries on: ok
- Federal and Indian Lease Wells:** The BLM and or the BIA has approved the merger, name change, or operator change for all wells listed on Federal or Indian leases on: BLM 8/16/2010 BIA not yet
- Federal and Indian Units:**  
The BLM or BIA has approved the successor of unit operator for wells listed on: 8/16/2010
- Federal and Indian Communization Agreements ("CA"):**  
The BLM or BIA has approved the operator for all wells listed within a CA on: N/A
- Underground Injection Control ("UIC")** Division has approved UIC Form 5 Transfer of Authority to **Inject**, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on: 6/29/2010

**DATA ENTRY:**

- Changes entered in the **Oil and Gas Database** on: 6/30/2010
- Changes have been entered on the **Monthly Operator Change Spread Sheet** on: 6/30/2010
- Bond information entered in RBDMS on: 6/30/2010
- Fee/State wells attached to bond in RBDMS on: 6/30/2010
- Injection Projects to new operator in RBDMS on: 6/30/2010
- Receipt of Acceptance of Drilling Procedures for APD/New on: n/a

**BOND VERIFICATION:**

- Federal well(s) covered by Bond Number: ESB000024
- Indian well(s) covered by Bond Number: 965010693
- (R649-3-1) The **NEW** operator of any state/fee well(s) listed covered by Bond Number 965010695
- The **FORMER** operator has requested a release of liability from their bond on: n/a

**LEASE INTEREST OWNER NOTIFICATION:**

- (R649-2-10) The **NEW** operator of the fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on: n/a

**COMMENTS:**

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

FORM 9

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>		5. LEASE DESIGNATION AND SERIAL NUMBER: See attached
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: See attached
		7. UNIT or CA AGREEMENT NAME: See attached
1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER _____		8. WELL NAME and NUMBER: See attached
2. NAME OF OPERATOR: Questar Exploration and Production Company <i>N5085</i>		9. API NUMBER: Attached
3. ADDRESS OF OPERATOR: 1050 17th Street, Suite 500 <small>CITY</small> Denver <small>STATE</small> CO <small>ZIP</small> 80265		10. FIELD AND POOL, OR WILDCAT: See attached
4. LOCATION OF WELL FOOTAGES AT SURFACE: See attached		
QTR/QTR. SECTION, TOWNSHIP, RANGE, MERIDIAN:		COUNTY: Attached
		STATE: UTAH

11 CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION	
<input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate)  Approximate date work will start: <u>6/14/2010</u>	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> DEEPEN
	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> FRACTURE TREAT
<input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only)  Date of work completion: _____	<input type="checkbox"/> CASING REPAIR	<input type="checkbox"/> NEW CONSTRUCTION
	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> OPERATOR CHANGE
	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> PLUG AND ABANDON
	<input type="checkbox"/> CHANGE WELL NAME	<input type="checkbox"/> PLUG BACK
	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> PRODUCTION (START/RESUME)
	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> RECLAMATION OF WELL SITE
	<input type="checkbox"/> CONVERT WELL TYPE	<input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION
		<input type="checkbox"/> REPERFORATE CURRENT FORMATION
		<input type="checkbox"/> SIDETRACK TO REPAIR WELL
		<input type="checkbox"/> TEMPORARILY ABANDON
		<input type="checkbox"/> TUBING REPAIR
		<input type="checkbox"/> VENT OR FLARE
		<input type="checkbox"/> WATER DISPOSAL
		<input type="checkbox"/> WATER SHUT-OFF
		<input checked="" type="checkbox"/> OTHER: <u>Operator Name Change</u>

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

Effective June 14, 2010 Questar Exploration and Production Company changed its name to QEP Energy Company. This name change involves only an internal corporate name change and no third party change of operator is involved. The same employees will continue to be responsible for operations of the properties described on the attached list. All operations will continue to be covered by bond numbers:

Federal Bond Number: 965002976 (BLM Reference No. ESB000024) *N3700*

Utah State Bond Number: ~~965003033~~ } *965010695*

Fee Land Bond Number: ~~965003033~~ }

BIA Bond Number: ~~799446~~ *965010693*

The attached document is an all inclusive list of the wells operated by Questar Exploration and Production Company. As of June 14, 2010 QEP Energy Company assumes all rights, duties and obligations as operator of the properties as described on the list

NAME (PLEASE PRINT) <u>Morgan Anderson</u>	TITLE <u>Regulatory Affairs Analyst</u>
SIGNATURE <i>Morgan Anderson</i>	DATE <u>6/23/2010</u>

(This space for State use only)

**RECEIVED**  
**JUN 28 2010**

DIV. OF OIL, GAS & MINING

**APPROVED** 6/30/2009  
*Earlene Russell*  
Division of Oil, Gas and Mining  
Earlene Russell, Engineering Technician

Questar Exploration Production Company (N5085) to QEP Energy Company (N3700)  
**BIG VALLEY**  
 effective June 14, 2010

well_name	sec	twp	rng	api	entity	mineral lease	type	stat	C
RWS 3ML-9-9-24	09	090S	240E	4304735483	15190	Federal	GW	S	
RWS 10ML-6-9-24	06	090S	240E	4304735653	17644	Federal	GW	P	
CWD 4ML-32-8-24	32	080S	240E	4304735684	17644	Federal	GW	S	
NBZ 4D-30-8-24	30	080S	240E	4304737229	16630	Federal	GW	OPS	C
NBZ 6ML-30-8-24	30	080S	240E	4304737230	16810	Federal	GW	OPS	C
NBZ 8ML-30-8-24	30	080S	240E	4304737231	17644	Federal	GW	P	
NBZ 10ML-30-8-24	30	080S	240E	4304737232	16695	Federal	GW	OPS	C
NBZ 12D-30-8-24	30	080S	240E	4304737233	16631	Federal	GW	OPS	C
NBZ 14ML-30-8-24	30	080S	240E	4304737234	16696	Federal	GW	OPS	C
NBZ 6D-31-8-24	31	080S	240E	4304737235	16611	Federal	GW	OPS	C
NBZ 4D-31-8-24	31	080S	240E	4304737236	16576	Federal	GW	OPS	C
NBZ 13ML-29-8-24	29	080S	240E	4304737237	17644	Federal	GW	P	
NBZ 8D-31-8-24	31	080S	240E	4304737238	17644	Federal	GW	P	
NBZ 2ML-31-8-24	31	080S	240E	4304737239	17098	Federal	GW	OPS	C
NBZ 11D-29-8-24	29	080S	240E	4304737240	16612	Federal	GW	OPS	C
NBZ 5D-29-8-24	29	080S	240E	4304737241	16632	Federal	GW	OPS	C
NBZ 9D-29-8-24	29	080S	240E	4304737244	15677	Federal	GW	OPS	C
NBZ 15ML-29-8-24	29	080S	240E	4304737246	16697	Federal	GW	OPS	C
CWD 3D-32-8-24	32	080S	240E	4304737274	16923	Federal	GW	OPS	C
CWD 14ML-32-8-24	32	080S	240E	4304737277	17644	Federal	GW	P	
CWD 16D-32-8-24	32	080S	240E	4304737278	17644	Federal	GW	P	
RWS 2ML-5-9-24	05	090S	240E	4304737306	17644	Federal	GW	P	
RWS 8D-5-9-24	05	090S	240E	4304737307	16614	Federal	GW	OPS	C
RWS 10ML-5-9-24	05	090S	240E	4304737308	17644	Federal	GW	S	
RWS 12ML-5-9-24	05	090S	240E	4304737309	17644	Federal	GW	P	
RWS 14D-5-9-24	05	090S	240E	4304737310	17644	Federal	GW	P	
RWS 16ML-5-9-24	05	090S	240E	4304737311	16698	Federal	GW	OPS	C
RWS 12ML-6-9-24	06	090S	240E	4304737312	17644	Federal	GW	P	
RWS 16ML-6-9-24	06	090S	240E	4304737335	17644	Federal	GW	P	
CWD 10D-32-8-24	32	080S	240E	4304737347	17644	Federal	GW	P	
RWS 6D-5-9-24	05	090S	240E	4304737350	17644	Federal	GW	P	
RWS 4ML-5-9-24	05	090S	240E	4304737351	17644	Federal	GW	P	
RWS 8D-6-9-24	06	090S	240E	4304737352	17644	Federal	GW	P	
RWS 2D-6-9-24	06	090S	240E	4304737411	17272	Federal	GW	OPS	C
RWS 4ML-6-9-24	06	090S	240E	4304737412	17644	Federal	GW	S	
RWS 6D-6-9-24	06	090S	240E	4304737413	17644	Federal	GW	P	
RWS 14D-6-9-24	06	090S	240E	4304737414	17644	Federal	GW	P	
RWS 5ML-9-9-24	09	090S	240E	4304738645	17273	Federal	GW	OPS	C
RWS 12ML-9-9-24	09	090S	240E	4304738646	17274	Federal	GW	OPS	C
NBZ 16D-31-8-24	31	080S	240E	4304739435		Federal	GW	APD	C
NBZ 10D-31-8-24	31	080S	240E	4304739456		Federal	GW	APD	C
NBZ 12D-31-8-24	31	080S	240E	4304739457		Federal	GW	APD	C
NBZ 14D-31-8-24	31	080S	240E	4304739458		Federal	GW	APD	C
CWD 13D-32-8-24	32	080S	240E	4304739464		Federal	GW	APD	C
RWS 7D-6-9-24	06	090S	240E	4304739494		Federal	GW	APD	C
RWS 13D-6-9-24	06	090S	240E	4304739495		Federal	GW	APD	C
RWS 11D-6-9-24	06	090S	240E	4304739496		Federal	GW	APD	C
RWS 9D-6-9-24	06	090S	240E	4304739497		Federal	GW	APD	C
RWS 3D-6-9-24	06	090S	240E	4304739498		Federal	GW	APD	C
RWS 15D-6-9-24	06	090S	240E	4304739500		Federal	GW	APD	C

Bonds: BLM = ESB000024  
 BIA = 956010693  
 State = 965010695

Questar Exploration Production Company (N5085) to QEP Energy Company (N3700)  
**BIG VALLEY**  
effective June 14, 2010

well_name	sec	twp	rng	api	entity	mineral lease	type	stat	C
RWS 5D-6-9-24	06	090S	240E	4304739501		Federal	GW	APD	C
RWS 7D-5-9-24	05	090S	240E	4304739502		Federal	GW	APD	C
RWS 11D-5-9-24	05	090S	240E	4304739503		Federal	GW	APD	C
RWS 9D-5-9-24	05	090S	240E	4304739504		Federal	GW	APD	C
RWS 13D-5-9-24	05	090S	240E	4304739505		Federal	GW	APD	C
RWS 15D-5-9-24	05	090S	240E	4304739506		Federal	GW	APD	C
RWS 3D-5-9-24	05	090S	240E	4304739507		Federal	GW	APD	C
RWS 1D-5-9-24	05	090S	240E	4304739508		Federal	GW	APD	C
NBZ 5D-31-8-24	31	080S	240E	4304739511		Federal	GW	APD	C
CWD 11D-32-8-24	32	080S	240E	4304739535		Federal	GW	APD	C
CWD 15D-32-8-24	32	080S	240E	4304739536		Federal	GW	APD	C
RWS 5D-5-9-24	05	090S	240E	4304739673		Federal	GW	APD	C
RWS 1D-6-9-24	06	090S	240E	4304739674		Federal	GW	APD	C
NBZ 3D-31-8-24	31	080S	240E	4304739675		Federal	GW	APD	C
NBZ 16D-30-8-24	30	080S	240E	4304740355		Federal	GW	APD	C
NBZ 15D-30-8-24	30	080S	240E	4304740356		Federal	GW	APD	C
CWD 6D-32-8-24	32	080S	240E	4304740357		Federal	GW	APD	C
CWD 2D-32-8-24	32	080S	240E	4304740358		Federal	GW	APD	C
CWD 5D-32-8-24	32	080S	240E	4304740359		Federal	GW	APD	C
NBZ 10D-29-8-24	29	080S	240E	4304740360		Federal	GW	APD	C
NBZ 8D-29-8-24	29	080S	240E	4304740361		Federal	GW	APD	C
NBZ 14D-29-8-24	29	080S	240E	4304740362		Federal	GW	APD	C
NBZ 16D-29-8-24	29	080S	240E	4304740363		Federal	GW	APD	C
NBZ 12D-29-8-24	29	080S	240E	4304740364		Federal	GW	APD	C
NBZ 13D-30-8-24	30	080S	240E	4304740365		Federal	GW	APD	C
RWS 4D-9-9-24	09	090S	240E	4304740470		Federal	GW	APD	C
NBZ 9D-30-8-24	30	080S	240E	4304740471		Federal	GW	APD	C
NBZ 11D-30-8-24	30	080S	240E	4304740472		Federal	GW	APD	C
NBZ 7D-30-8-24	30	080S	240E	4304740473		Federal	GW	APD	C
NBZ 2D-29-8-24	29	080S	240E	4304740476		Federal	GW	APD	C
CWD 7D-32-8-24	32	080S	240E	4304740477		Federal	GW	APD	C
CWD 9D-32-8-24	32	080S	240E	4304740478		Federal	GW	APD	C
RWS 6D-9-9-24	09	090S	240E	4304740479		Federal	GW	APD	C
RWS 13D-9-9-24	09	090S	240E	4304740480		Federal	GW	APD	C
NBZ 6D-29-8-24	29	080S	240E	4304740483		Federal	GW	APD	C
NBZ 1D-30-8-24	30	080S	240E	4304740484		Federal	GW	APD	C
NBZ 2D-30-8-24	30	080S	240E	4304740485		Federal	GW	APD	C
NBZ 3D-30-8-24	30	080S	240E	4304740486		Federal	GW	APD	C



## United States Department of the Interior

### BUREAU OF LAND MANAGEMENT

Utah State Office

P.O. Box 45155

Salt Lake City, UT 84145-0155

<http://www.blm.gov/ut/st/en.html>



IN REPLY REFER TO:  
3100  
(UT-922)

JUL 28 2010

#### Memorandum

To: Vernal Field Office, Price Field Office, Moab Field Office

From: Chief, Branch of Minerals

*Roy L Bankert*

Subject: Name Change Recognized

Attached is a copy of the Certificate of Name Change issued by the Texas Secretary of State and a decision letter recognizing the name change from the Eastern States Office. We have updated our records to reflect the name change in the attached list of leases.

The name change from **Questar Exploration and Production Company** into **QEP Energy Company** is effective June 8, 2010.

cc: MMS  
UDOGM

RECEIVED

AUG 16 2010

DIV. OF OIL, GAS & MINERALS

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	<b>FORM 9</b>  <b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-76835
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<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>  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.	<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>  <b>7. UNIT or CA AGREEMENT NAME:</b> BIG VALLEY
--	--

<b>1. TYPE OF WELL</b> Gas Well	<b>8. WELL NAME and NUMBER:</b> NBZ 3D-31-8-24
------------------------------------	---

<b>2. NAME OF OPERATOR:</b> QEP ENERGY COMPANY	<b>9. API NUMBER:</b> 43047396750000
---	---

<b>3. ADDRESS OF OPERATOR:</b> 11002 East 17500 South , Vernal, Ut, 84078	<b>PHONE NUMBER:</b> 303 308-3068 Ext	<b>9. FIELD and POOL or WILDCAT:</b> BIG VALLEY
--	--	--

<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 0660 FNL 1902 FWL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENW Section: 31 Township: 08.0S Range: 24.0E Meridian: S	<b>COUNTY:</b> UINTAH  <b>STATE:</b> UTAH
---	---

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start: 10/4/2011  <input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:  <input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:  <input type="checkbox"/> <b>DRILLING REPORT</b> Report Date:	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input checked="" type="checkbox"/> APD EXTENSION OTHER: <input style="width: 100px;" type="text"/>

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  
 QEP ENERGY COMPANY HEREBY REQUESTS A ONE YEAR EXTENSION FOR THE APD ON THE ABOVE CAPTIONED WELL.

Approved by the  
 Utah Division of  
 Oil, Gas and Mining

Date: October 06, 2010  
 By: 

<b>NAME (PLEASE PRINT)</b> Jan Nelson	<b>PHONE NUMBER</b> 435 781-4331	<b>TITLE</b> Permit Agent
<b>SIGNATURE</b> N/A		<b>DATE</b> 9/30/2010



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 43047396750000

API: 43047396750000

Well Name: NBZ 3D-31-8-24

Location: 0660 FNL 1902 FWL QTR NENW SEC 31 TWP 080S RNG 240E MER S

Company Permit Issued to: QEP ENERGY COMPANY

Date Original Permit Issued: 10/4/2007

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: Jan Nelson Date: 9/30/2010 Title: Permit Agent Representing: QEP ENERGY COMPANY

Date: October 06, 2010

By: [Signature]

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		FORM 9
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>		<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-76835
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.		<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>
		<b>7. UNIT or CA AGREEMENT NAME:</b> BIG VALLEY
<b>1. TYPE OF WELL</b> Gas Well	<b>8. WELL NAME and NUMBER:</b> NBZ 3D-31-8-24	
<b>2. NAME OF OPERATOR:</b> QEP ENERGY COMPANY	<b>9. API NUMBER:</b> 43047396750000	
<b>3. ADDRESS OF OPERATOR:</b> 11002 East 17500 South , Vernal, Ut, 84078	<b>PHONE NUMBER:</b> 303 308-3068 Ext	<b>9. FIELD and POOL or WILDCAT:</b> BIG VALLEY
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 0660 FNL 1902 FWL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENW Section: 31 Township: 08.0S Range: 24.0E Meridian: S	<b>COUNTY:</b> UINTAH	
		<b>STATE:</b> UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
<b>TYPE OF SUBMISSION</b>	<b>TYPE OF ACTION</b>	
<input checked="" type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start: 10/4/2012  <input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:  <input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:  <input type="checkbox"/> <b>DRILLING REPORT</b> Report Date:	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> ALTER CASING <input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> DEEPEN <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> PLUG BACK <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> SI TA STATUS EXTENSION <input checked="" type="checkbox"/> APD EXTENSION <input type="checkbox"/> WILDCAT WELL DETERMINATION <input type="checkbox"/> OTHER                                  OTHER: <input style="width: 50px;" type="text"/>	
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.		
QEP ENERGY COMPANY HEREBY REQUESTS A ONE YEAR EXTENSION FOR THE APD ON THE ABOVE CAPTIONED WELL.		
<p style="color: red; font-weight: bold; margin: 0;">Approved by the Utah Division of Oil, Gas and Mining</p> <p style="color: red; font-weight: bold; margin: 0;">Date: <u>10/13/2011</u></p> <p style="color: red; font-weight: bold; margin: 0;">By: <u></u></p>		
<b>NAME (PLEASE PRINT)</b> Valyn Davis	<b>PHONE NUMBER</b> 435 781-4369	<b>TITLE</b> Regulatory Affairs Analyst
<b>SIGNATURE</b> N/A	<b>DATE</b> 10/3/2011	



**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 43047396750000**

**API:** 43047396750000

**Well Name:** NBZ 3D-31-8-24

**Location:** 0660 FNL 1902 FWL QTR NENW SEC 31 TWP 080S RNG 240E MER S

**Company Permit Issued to:** QEP ENERGY COMPANY

**Date Original Permit Issued:** 10/4/2007

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:** Valyn Davis

**Date:** 10/3/2011

**Title:** Regulatory Affairs Analyst **Representing:** QEP ENERGY COMPANY

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	<b>FORM 9</b>
<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-76835	
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>	
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.	
<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>	
<b>7. UNIT or CA AGREEMENT NAME:</b> BIG VALLEY	
<b>8. WELL NAME and NUMBER:</b> NBZ 3D-31-8-24	
<b>9. API NUMBER:</b> 43047396750000	
<b>9. FIELD and POOL or WILDCAT:</b> BIG VALLEY	
<b>9. COUNTY:</b> Uintah	
<b>9. STATE:</b> UTAH	
<b>1. TYPE OF WELL</b> Gas Well	
<b>2. NAME OF OPERATOR:</b> QEP ENERGY COMPANY	
<b>3. ADDRESS OF OPERATOR:</b> 11002 East 17500 South , Vernal, Ut, 84078	
<b>PHONE NUMBER:</b> 303 308-3068 Ext	
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 0660 FNL 1902 FWL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENW Section: 31 Township: 08.0S Range: 24.0E Meridian: S	

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start: 10/4/2013	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> CASING REPAIR
<input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> CHANGE WELL NAME
<input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> CONVERT WELL TYPE
<input type="checkbox"/> <b>DRILLING REPORT</b> Report Date:	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> NEW CONSTRUCTION
	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> PLUG BACK
	<input type="checkbox"/> PRODUCTION START OR RESUME	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION
	<input type="checkbox"/> REPERFORATE CURRENT FORMATION	<input type="checkbox"/> SIDETRACK TO REPAIR WELL	<input type="checkbox"/> TEMPORARY ABANDON
	<input type="checkbox"/> TUBING REPAIR	<input type="checkbox"/> VENT OR FLARE	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> WATER SHUTOFF	<input type="checkbox"/> SI TA STATUS EXTENSION	<input checked="" type="checkbox"/> APD EXTENSION
	<input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> OTHER	OTHER: <input style="width: 100px;" type="text"/>

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

QEP ENERGY COMPANY HEREBY REQUESTS A ONE YEAR EXTENSION FOR THE APD ON THE ABOVE CAPTIONED WELL.

**Approved by the  
Utah Division of  
Oil, Gas and Mining**

**Date:** October 11, 2012

**By:** 

<b>NAME (PLEASE PRINT)</b> Valyn Davis	<b>PHONE NUMBER</b> 435 781-4369	<b>TITLE</b> Regulatory Affairs Analyst
<b>SIGNATURE</b> N/A	<b>DATE</b> 10/4/2012	



**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 43047396750000**

API: 43047396750000

Well Name: NBZ 3D-31-8-24

Location: 0660 FNL 1902 FWL QTR NENW SEC 31 TWNP 080S RNG 240E MER S

Company Permit Issued to: QEP ENERGY COMPANY

Date Original Permit Issued: 10/4/2007

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.

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- 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: Valyn Davis

Date: 10/4/2012

Title: Regulatory Affairs Analyst Representing: QEP ENERGY COMPANY

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	<b>FORM 9</b>
<b>5.LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-76835	
<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>	
<b>7.UNIT or CA AGREEMENT NAME:</b> BIG VALLEY	
<b>8. WELL NAME and NUMBER:</b> NBZ 3D-31-8-24	
<b>9. API NUMBER:</b> 43047396750000	
<b>9. FIELD and POOL or WILDCAT:</b> BIG VALLEY	
<b>COUNTY:</b> UINTAH	
<b>STATE:</b> UTAH	

**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.

<b>1. TYPE OF WELL</b> Gas Well	
<b>2. NAME OF OPERATOR:</b> QEP ENERGY COMPANY	
<b>3. ADDRESS OF OPERATOR:</b> 11002 East 17500 South , Vernal, Ut, 84078	<b>PHONE NUMBER:</b> 303 308-3068 Ext
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 0660 FNL 1902 FWL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: NENW Section: 31 Township: 08.0S Range: 24.0E Meridian: S	

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start: 10/4/2014	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> CASING REPAIR
<input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> CHANGE WELL NAME
<input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> CONVERT WELL TYPE
<input type="checkbox"/> <b>DRILLING REPORT</b> Report Date:	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> NEW CONSTRUCTION
	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> PLUG BACK
	<input type="checkbox"/> PRODUCTION START OR RESUME	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION
	<input type="checkbox"/> REPERFORATE CURRENT FORMATION	<input type="checkbox"/> SIDETRACK TO REPAIR WELL	<input type="checkbox"/> TEMPORARY ABANDON
	<input type="checkbox"/> TUBING REPAIR	<input type="checkbox"/> VENT OR FLARE	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> WATER SHUTOFF	<input type="checkbox"/> SI TA STATUS EXTENSION	<input checked="" type="checkbox"/> APD EXTENSION
	<input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> OTHER	OTHER: <input style="width: 100px;" type="text"/>

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

QEP ENERGY COMPANY HEREBY REQUESTS A ONE YEAR EXTENSION FOR THE APD ON THE ABOVE CAPTIONED WELL.

**Approved by the Utah Division of Oil, Gas and Mining**

**Date:** October 07, 2013

**By:**

<b>NAME (PLEASE PRINT)</b> Valyn Davis	<b>PHONE NUMBER</b> 435 781-4369	<b>TITLE</b> Regulatory Affairs Analyst
<b>SIGNATURE</b> N/A	<b>DATE</b> 10/3/2013	



**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 43047396750000**

API: 43047396750000

Well Name: NBZ 3D-31-8-24

Location: 0660 FNL 1902 FWL QTR NENW SEC 31 TWNP 080S RNG 240E MER S

Company Permit Issued to: QEP ENERGY COMPANY

Date Original Permit Issued: 10/4/2007

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: Valyn Davis

Date: 10/3/2013

Title: Regulatory Affairs Analyst Representing: QEP ENERGY COMPANY



GARY R. HERBERT  
Governor

SPENCER J. COX  
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

November 14, 2014

43 047 39675  
NBZ 3D-31-8-24  
31 85 24E

Valyn Davis  
QEP Energy Company  
11002 East 17500 South  
Vernal, UT 84078

Re: APDs Rescinded for QEP Energy Company, Uintah County

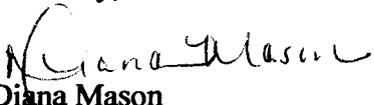
Dear Ms. Davis:

Enclosed find the list of APDs that you asked to be rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective October 6, 2014.

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

43-047-39673- RWS 5D-5-9-24

43-047-39674- RWS 1D-6-9-24

→ 43-047-39675- NBZ 3D-31-8-24

43-047-40399- Melange U 1

43-047-40614- JB 12G-27-7-21

43-047-40616- JB 15G-34-7-21

43-047-15295- RW 43-24B

43-047-30341- RW 14-25B