

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

FORM 3

AMENDED REPORT

<b>APPLICATION FOR PERMIT TO DRILL</b>						<b>1. WELL NAME and NUMBER</b> RW 22-17B					
<b>2. TYPE OF WORK</b> DRILL NEW WELL <input checked="" type="checkbox"/> REENTER P&A WELL <input type="checkbox"/> DEEPEN WELL <input type="checkbox"/>						<b>3. FIELD OR WILDCAT</b> RED WASH					
<b>4. TYPE OF WELL</b> Gas Well      Coalbed Methane Well: NO						<b>5. UNIT or COMMUNITIZATION AGREEMENT NAME</b> RED WASH					
<b>6. NAME OF OPERATOR</b> QEP ENERGY COMPANY						<b>7. OPERATOR PHONE</b> 303 308-3068					
<b>8. ADDRESS OF OPERATOR</b> 11002 East 17500 South, Vernal, Ut, 84078						<b>9. OPERATOR E-MAIL</b> debbie.stanberry@questar.com					
<b>10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE)</b> UTU0116			<b>11. MINERAL OWNERSHIP</b> FEDERAL <input checked="" type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/>			<b>12. SURFACE OWNERSHIP</b> FEDERAL <input checked="" type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/>					
<b>13. NAME OF SURFACE OWNER (if box 12 = 'fee')</b>						<b>14. SURFACE OWNER PHONE (if box 12 = 'fee')</b>					
<b>15. ADDRESS OF SURFACE OWNER (if box 12 = 'fee')</b>						<b>16. SURFACE OWNER E-MAIL (if box 12 = 'fee')</b>					
<b>17. INDIAN ALLOTTEE OR TRIBE NAME (if box 12 = 'INDIAN')</b>			<b>18. INTEND TO COMMINGLE PRODUCTION FROM MULTIPLE FORMATIONS</b> YES <input type="checkbox"/> (Submit Commingling Application) NO <input checked="" type="checkbox"/>			<b>19. SLANT</b> VERTICAL <input checked="" type="checkbox"/> DIRECTIONAL <input type="checkbox"/> HORIZONTAL <input type="checkbox"/>					
<b>20. LOCATION OF WELL</b>		<b>FOOTAGES</b>		<b>QTR-QTR</b>	<b>SECTION</b>	<b>TOWNSHIP</b>	<b>RANGE</b>	<b>MERIDIAN</b>			
LOCATION AT SURFACE		2368 FNL 1766 FWL		SEnw	17	7.0 S	23.0 E	S			
Top of Uppermost Producing Zone		2368 FNL 1766 FWL		SEnw	17	7.0 S	23.0 E	S			
At Total Depth		2368 FNL 1766 FWL		SEnw	17	7.0 S	23.0 E	S			
<b>21. COUNTY</b> UINTAH			<b>22. DISTANCE TO NEAREST LEASE LINE (Feet)</b> 1766			<b>23. NUMBER OF ACRES IN DRILLING UNIT</b> 40					
<b>27. ELEVATION - GROUND LEVEL</b> 5508			<b>25. DISTANCE TO NEAREST WELL IN SAME POOL (Applied For Drilling or Completed)</b> 1150			<b>26. PROPOSED DEPTH</b> MD: 11434 TVD: 11434					
<b>28. BOND NUMBER</b> ESB000024			<b>29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE</b> A-36125/ 49-2153								
<b>Hole, Casing, and Cement Information</b>											
String	Hole Size	Casing Size	Length	Weight	Grade & Thread	Max Mud Wt.	Cement		Sacks	Yield	Weight
Surf	12.25	9.625	0 - 3949	36.0	N-80 LT&C	0.0	Halliburton Light , Type Unknown		460	3.12	11.0
							Halliburton Premium , Type Unknown		320	1.47	13.5
Prod	7.875	4.5	0 - 11434	11.6	HCP-110 LT&C	10.5	Halliburton Light , Type Unknown		630	3.18	11.0
							Halliburton Premium , Type Unknown		530	1.65	13.5
<b>ATTACHMENTS</b>											
<b>VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES</b>											
<input checked="" type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER					<input checked="" type="checkbox"/> COMPLETE DRILLING PLAN						
<input type="checkbox"/> AFFIDAVIT OF STATUS OF SURFACE OWNER AGREEMENT (IF FEE SURFACE)					<input type="checkbox"/> FORM 5. IF OPERATOR IS OTHER THAN THE LEASE OWNER						
<input type="checkbox"/> DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY DRILLED)					<input checked="" type="checkbox"/> TOPOGRAPHICAL MAP						
<b>NAME</b> Valyn Davis			<b>TITLE</b> Regulatory Affairs Analyst			<b>PHONE</b> 435 781-4369					
<b>SIGNATURE</b>			<b>DATE</b> 07/28/2011			<b>EMAIL</b> Valyn.Davis@qepres.com					
<b>API NUMBER ASSIGNED</b> 43047517570000			<b>APPROVAL</b>   Permit Manager								

**QEP Energy Company**  
**RW 22-17B**  
**Summarized Drilling Procedure**

1. Construct location per plat.
2. MIRU air drilling rig.
3. Pre-set conductor.
4. Nipple up diverter system.
5. Drill 12-1/4" hole to 3,949' with air/mist.
6. RIH with 9-5/8" 36# N-80 casing and cement same per program.
7. RDMO air drilling rig.
8. MIRU conventional drilling rig.
9. NU and test 5M BOPE.
10. Drill out of 9-5/8" shoe and down to 11,434' using conventional mud systems.
11. Log well. Triple or Quad-Combo (GR, NEU/DEN, IND, RES, SON)
12. RIH with 4-1/2" 11.6# HCP-110 casing and cement same per program.
13. Pressure test casing.
14. ND BOP's and NU remainder of wellhead. Set BPV.
15. RDMO.

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ONSHORE OIL & GAS ORDER NO. 1  
QEP ENERGY COMPANY  
RW 22-17B

## 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 & Gas No. 1, and the approved plan of operations. The operator is fully responsible for the actions of its subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

#### 1. Formation Tops

The estimated top of important geologic markers are as follows:

<u>Formation</u>	<u>Depth, TVD &amp; MD</u>
Green River	3,179'
Mahogany	3,899'
Wasatch	6,434'
Mesaverde	8,894'
Sego	11,334'
TD	11,434'

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

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

<u>Substance</u>	<u>Formation</u>	<u>Depth, TVD &amp; MD</u>
Oil	Green River	3,179'
Gas	Wasatch	6,434'
Gas	Mesaverde	8,894'
Gas	Sego	11,334'

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

ONSHORE OIL & GAS ORDER NO. 1  
QEP ENERGY COMPANY  
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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 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. An 11" 5000 psi double ram with blind rams and pipe rams, annular preventer and drilling spool or BOP with 2 side outlets.
- B. All BOP connections subject to pressure shall be flanged, welded or clamped.
- C. Kill line (2" min), 2 choke line valves (3" min), choke line (3" min), 2 kill line valves (2" min) and a check valve, 2 chokes with one remotely controlled from rig floor and a pressure gauge on choke manifold.
- D. Upper and Lower Kelly cock valves with handles and safety valve and subs to fit all drill string connections.
- E. IBOP or float sub available.
- F. Fill up line must be installed above the uppermost preventer.
- G. 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 5M system and individual components shall be operable as designed.

**4. Casing Design:**

Hole Size	Csg. Size	Top (MD)	Bottom (MD)	Wt.	Grade	Thread	Cond.	Expected MW(ppg)
17 1/2"	14"	Sfc	60'	Steel	Conductor	None	Used	N/A
12-1/4"	9-5/8"	Sfc	3,949'	36#	N-80	LTC	New	Air
7 7/8"	4-1/2"	Sfc	11,434'	11.6#	HCP-110	LTC	New	10.5

Casing Strengths:				Collapse	Burst	Tensile (min)
9-5/8"	36#	N-80	LTC	2,370 psi	5,120 psi	820,000 lb.
4 1/2"	11.6#	HCP-110	LTC	8,830 psi	10,710 psi	279,000 lb.

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**Casing Design Factors**

\*The casing prescribed above meets or exceeds the below listed design factors.

Burst: 1.2  
 Collapse: 1.2  
 Tension: 1.6

Maximum anticipated mud weight: 10.5 ppg  
 Maximum anticipated surface treating pressure: 7,200 psi

**5. Cementing Program**

**9-5/8" Surface Casing:**

**Lead Slurry: Surface (TOC) – 3,000'.** 460 sks (1409 ft<sup>3</sup>) Halliburton Extendacem, 1 pps Granulite TR 1/4, 0.125 pps Poly-E-Flake, Slurry Weight 11.0 ppg, 3.12 ft<sup>3</sup>/sk, 50% XS in open hole only.

**Tail Slurry: 3,000' – 3,949'.** 320 sx (460 ft<sup>3</sup>) Halliburton Econocem, 0.2% HR-5 Retarder, 1.0 pps Granulite TR 1/4, 0.125 pps Poly-E-Flake, Slurry Weight 13.5 ppg, 1.47 ft<sup>3</sup>/sk, 50% XS in open hole.

**4-1/2" Production Casing\*:**

**Lead Slurry: 3,000' (TOC) – 8,894'.** 630 sks (1997 ft<sup>3</sup>) Halliburton Extendacem, 1 pps Granulite 1/4, 0.125 pps Poly-E-Flake. Slurry Weight 11.0 lb/gal, 3.18 ft<sup>3</sup>/sk, 50% excess over gauge in open hole only.

**Tail Slurry: 8,894' – 11,434'.** 530 sks (871 ft<sup>3</sup>), Halliburton Expandacem, 0.3% Super CBL (Expander), 0.6% HR-800 (Retarder), 1 pps Granulite TR 1/4, 0.125 pps Poly-E-Flake (LCM). Slurry Weight 13.5 lb/gal, 1.65 ft<sup>3</sup>/sk, 50% excess over gauge hole.

\*Final cement volumes to be calculated from caliper log, if run.

**6. Auxiliary Equipment**

- A. Kelly Cock – yes
- B. Float at the bit – Yes
- C. Monitoring equipment on the mud system – PVT/Flow Show
- D. Full opening safety valve on the rig floor – Yes
- E. Rotating Head – Yes

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F. Request for Variance:

Drilling surface hole with air:

A variance from 43 CFR 3160 Onshore Oil and Gas Order #2, Section III Requirements, subsection E. Special Drilling Operations is requested for the specific operation of drilling and setting surface casing on the subject well with a truck mounted air rig. The variance from the following requirements of Order #2 is requested because surface casing depth for this well is 3,949' feet and high pressures are not expected.

1. **Properly lubricated and maintained rotating head** – A diverter system in place of a rotating head. The diverter system forces the air and cutting returns to the reserve pit and is used to drill the surface casing.
2. **Blooiie line discharge 100 feet from wellbore and securely anchored** – the blooiie line discharge for this operation will be located 50 to 70 feet from the wellhead. This reduced length is necessary due to the smaller location size to minimize surface disturbance.
3. **Automatic igniter or continuous pilot light on blooiie line** – a diffuser will be used rather than an automatic pilot/igniter. Water is injected into the compressed air and eliminates the need for a pilot light and the need for dust suppression equipment.
4. **Compressors located in the opposite direction from the blooiie line a minimum of 100 feet from the wellbore** – compressors located within 50 feet on the opposite side of the wellbore from the blooiie line and is equipped with a 1) emergency kill switch on the driller's console, 2) pressure relief valves on the compressors, 3) spark arrestors on the motors.
5. **Kill Fluid to control well** – In lieu of having mud products on location to kill the well for an unanticipated kick, QEP will kill the well with water contained in a 400 bbl tank on site. The 400 bbl water tank will also be storage for surface casing cement water.
6. **Deflector on the end of the blooiie line** – QEP will mount a deflector unit at the end of the blooiie line for the purpose of changing the direction and velocity of the air and cuttings flow into the reserve pit. Changing the velocity and direction of the cuttings and air will preserve the pit liner. In the event the deflector washes out due to erosion caused by the sand blasting effect of the cuttings, there will be no problem because the deflector is mounted on the very end of the blooiie. A washed out deflector will be easily replaced.
7. **Flare Pit** – there will be no need of a flare pit during the surface hole air drilling operation because the blooiie line is routed directly to the reserve pit. When the big rig arrives for the main drilling after setting surface casing, a flare box will be installed and all flare lines will be routed to the flare box.

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QEP ENERGY COMPANY  
RW 22-17B

- G. Drilling below the 9-5/8" casing will be done with water based mud. Maximum anticipated mud weight is 10.5 ppg.
- H. No minimum quantity of weight material will be required to be kept on location.
- I. Gas detector will be used from intermediate casing depth to TD.

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

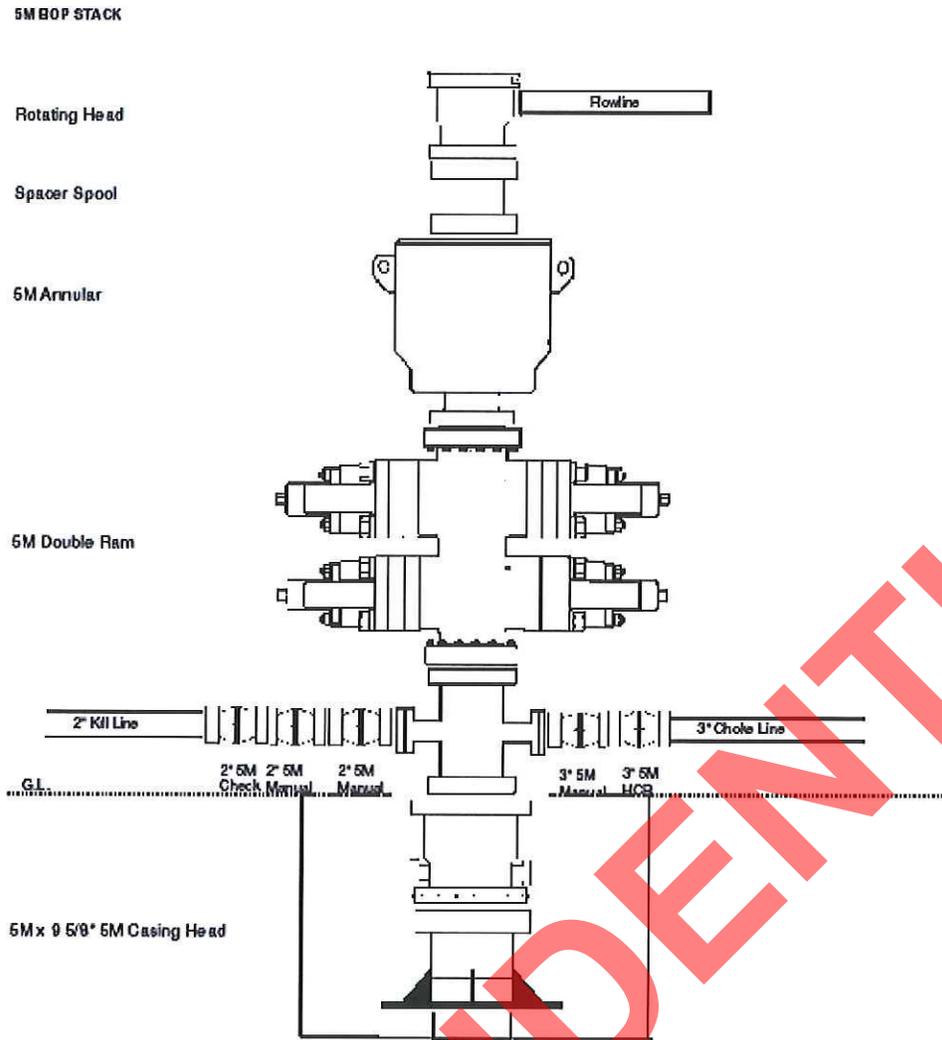
- A. Cores – none.
- B. DST – none anticipated
- C. Logging – Mud logging – Intermediate Casing to TD  
OH Logs: GR-SP-Induction, Neutron Density.
- D. Formation and Completion Interval:  
– Stimulation will be designed for the particular area of interest as encountered.

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

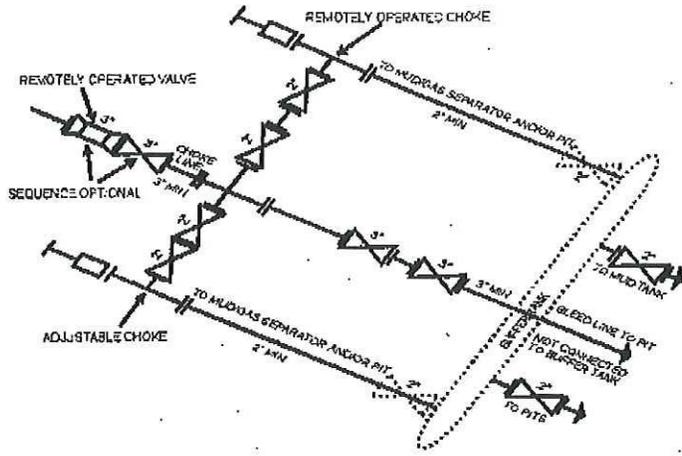
No abnormal temperatures or pressures are anticipated. Maximum anticipated bottom hole pressure equals approximately 6,243 psi. Maximum anticipated bottom hole temperature is 215° F.

H2S has not been encountered in other wells drilled to similar depths in the general area.

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**5M CHOKE MANIFOLD EQUIPMENT - CONFIGURATION OF CHOKES MAY VARY**

Although not required for any of the choke manifold systems, buffer tanks are sometimes installed downstream of the choke assemblies for the purpose of manifolding the bleed lines together. When buffer tanks are employed, valves shall be installed upstream to isolate a failure or malfunction without interrupting flow control. Though not shown on 2M, 3M, 10M, OR 15M drawings, it would also be applicable to those situations.

[54 FR 39523, Sept. 27, 1989]

**CONFIDENTIAL**

**RW 22-17B**  
SENW Sec 17 T7S R23E  
2368' FNL & 1766' FWL Sec 17 T7S R23E S.L.B.&M.  
Uintah County, Utah  
KB 5,559'  
GL 5,509'



**CONFIDENTIAL**

**T7S, R23E, S.L.B.&M.**

**QEP ENERGY COMPANY**

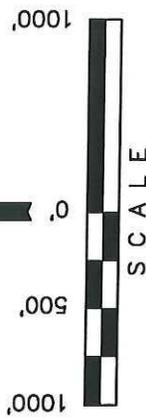
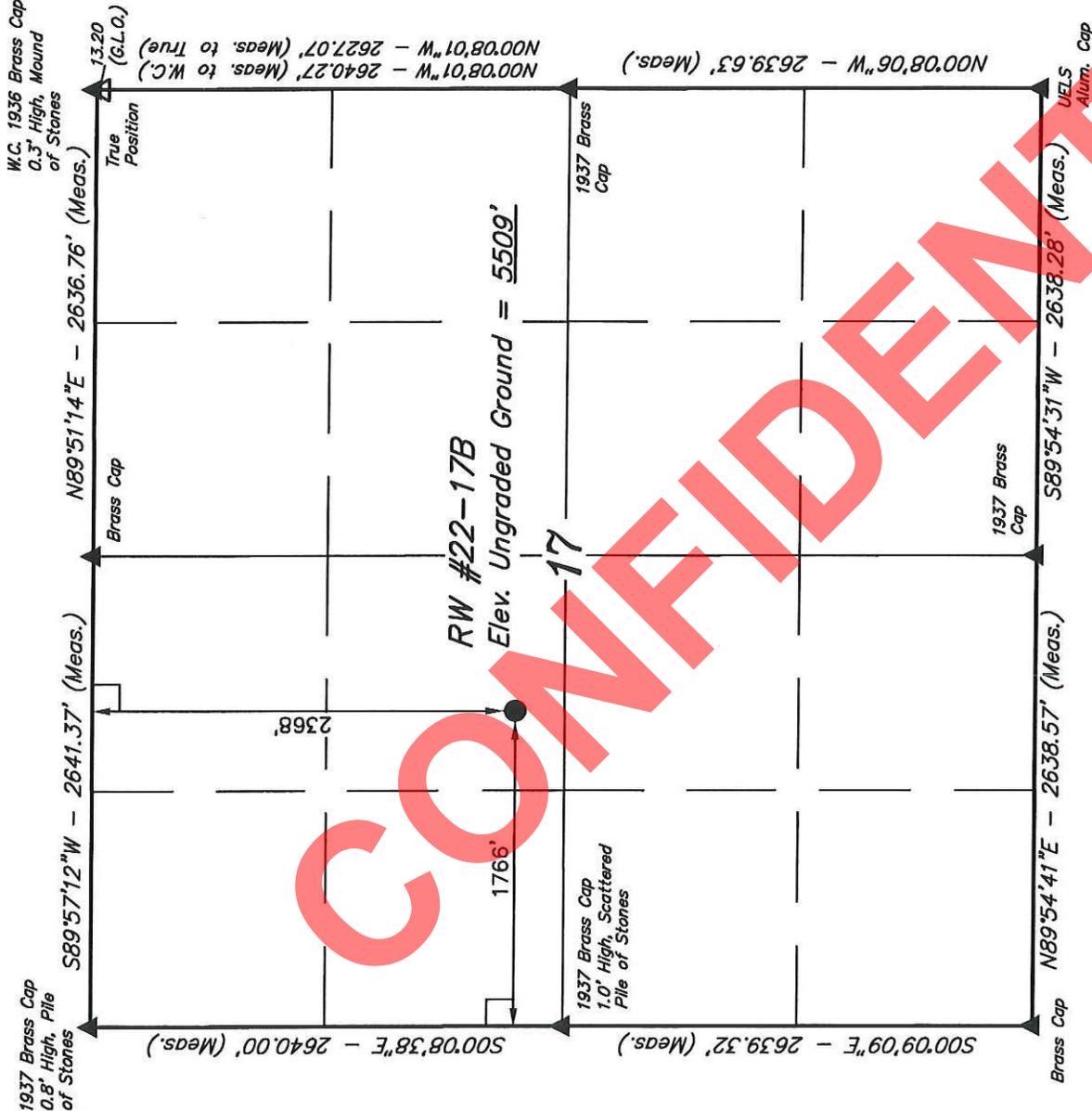
Well location, RW #22-17B, located as shown in the SE 1/4 NW 1/4 of Section 17, T7S, R23E, S.L.B.&M., Uintah County, Utah.

**BASIS OF ELEVATION**

BENCH MARK 20EAM LOCATED IN THE SE 1/4 OF SECTION 35, T8S, R21E, S.L.B.&M. TAKEN FROM THE OURAY SE, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4697 FEET.

**BASIS OF BEARINGS**

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



**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.

*[Signature]*  
 REGISTERED LAND SURVEYOR  
 REGISTRATION NO. 161319  
 STATE OF UTAH 05-24-11

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

SCALE	1" = 1000'	DATE SURVEYED:	05-02-11	DATE DRAWN:	05-10-11
PARTY	A.F. J.C. K.O.	REFERENCES	G.L.O. PLAT		
WEATHER	COLD	FILE	QEP ENERGY COMPANY		

**LEGEND:**  
 L = 90° SYMBOL  
 ● = PROPOSED WELL HEAD.  
 ▲ = SECTION CORNERS LOCATED.

(NAD 83)  
 LATITUDE = 40°12'36.93" (40.210258)  
 LONGITUDE = 109°21'14.96" (109.354156)  
 (NAD 27)  
 LATITUDE = 40°12'37.06" (40.210294)  
 LONGITUDE = 109°21'12.50" (109.353472)

# QEP ENERGY COMPANY

## RW #22-17B

LOCATED IN UINTAH COUNTY, UTAH  
SECTION 17, T7S, R23E, S.L.B.&M.

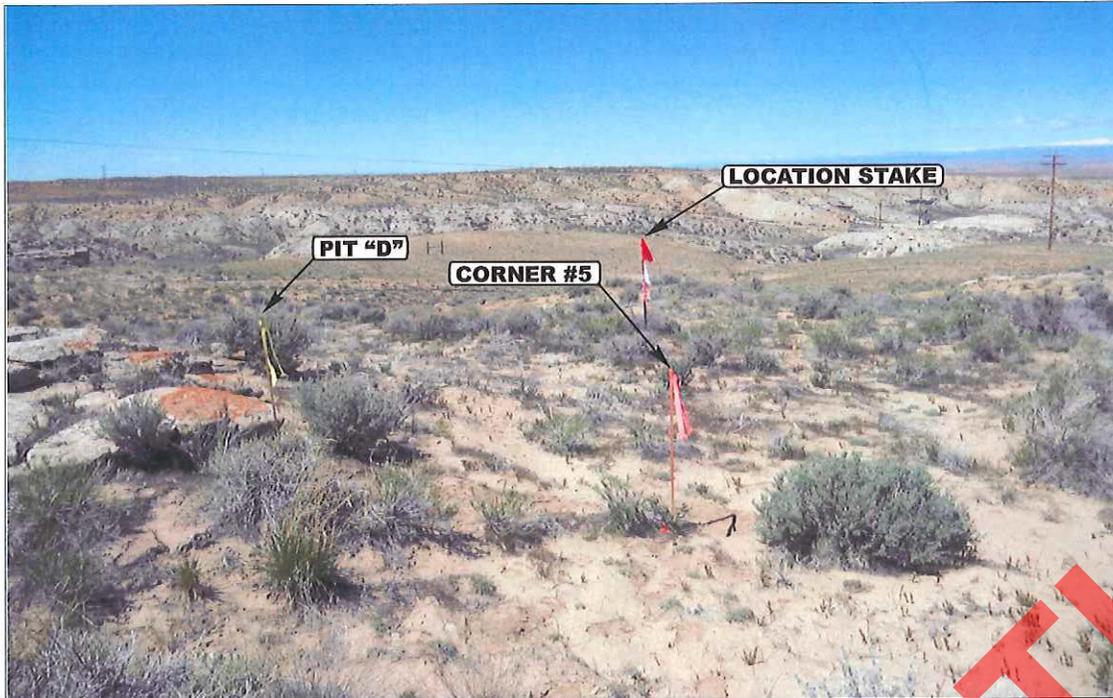


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: WESTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHERLY



- Since 1964 -

**UELS**

Uintah Engineering & Land Surveying

85 South 200 East Vernal, Utah 84078  
(435) 789-1017 \* FAX (435) 789-1813

LOCATION PHOTOS

05 06 11  
MONTH DAY YEAR

PHOTO

TAKEN BY: A.F.

DRAWN BY: J.L.G.

REVISED: 00-00-00

**T7S, R23E, S.L.B.&M.**

**QEP ENERGY COMPANY**

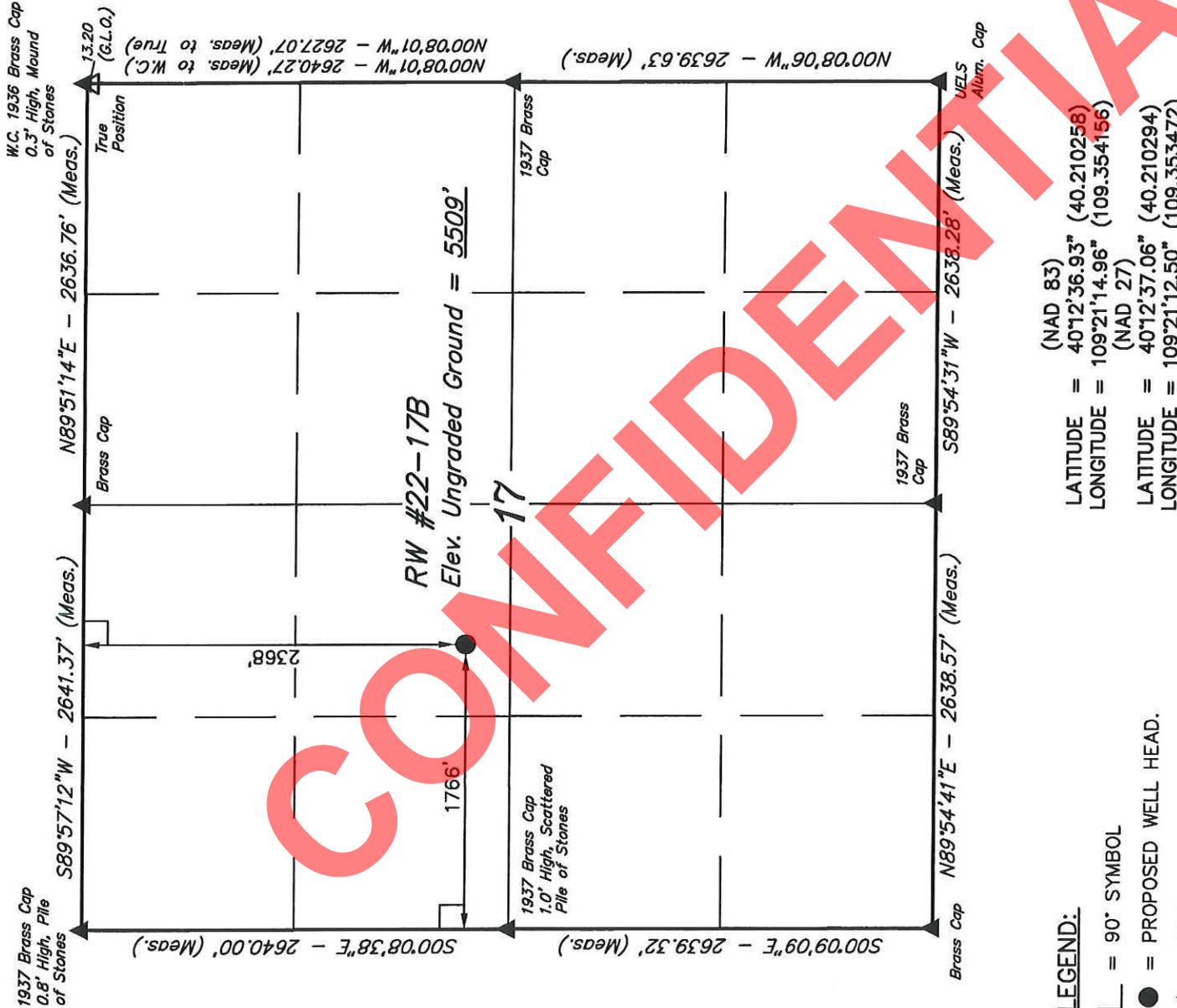
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*[Signature]*  
 REGISTERED LAND SURVEYOR  
 REGISTRATION NO. 161319  
 STATE OF UTAH 05-24-11

**UINTAH ENGINEERING & LAND SURVEYING**

85 SOUTH 200 EAST - VERNAL, UTAH 84078  
 (435) 789-1017

SCALE 1" = 1000'	DATE SURVEYED: 05-02-11	DATE DRAWN: 05-10-11
PARTY A.F. J.C. K.O.	REFERENCES G.L.O. PLAT	
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 (NAD 27)  
 LATITUDE = 40°12'37.06" (40.210294)  
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# QEP ENERGY COMPANY

## LOCATION LAYOUT FOR

RW #22-17B

SECTION 17, T7S, R23E, S.L.B.&M.

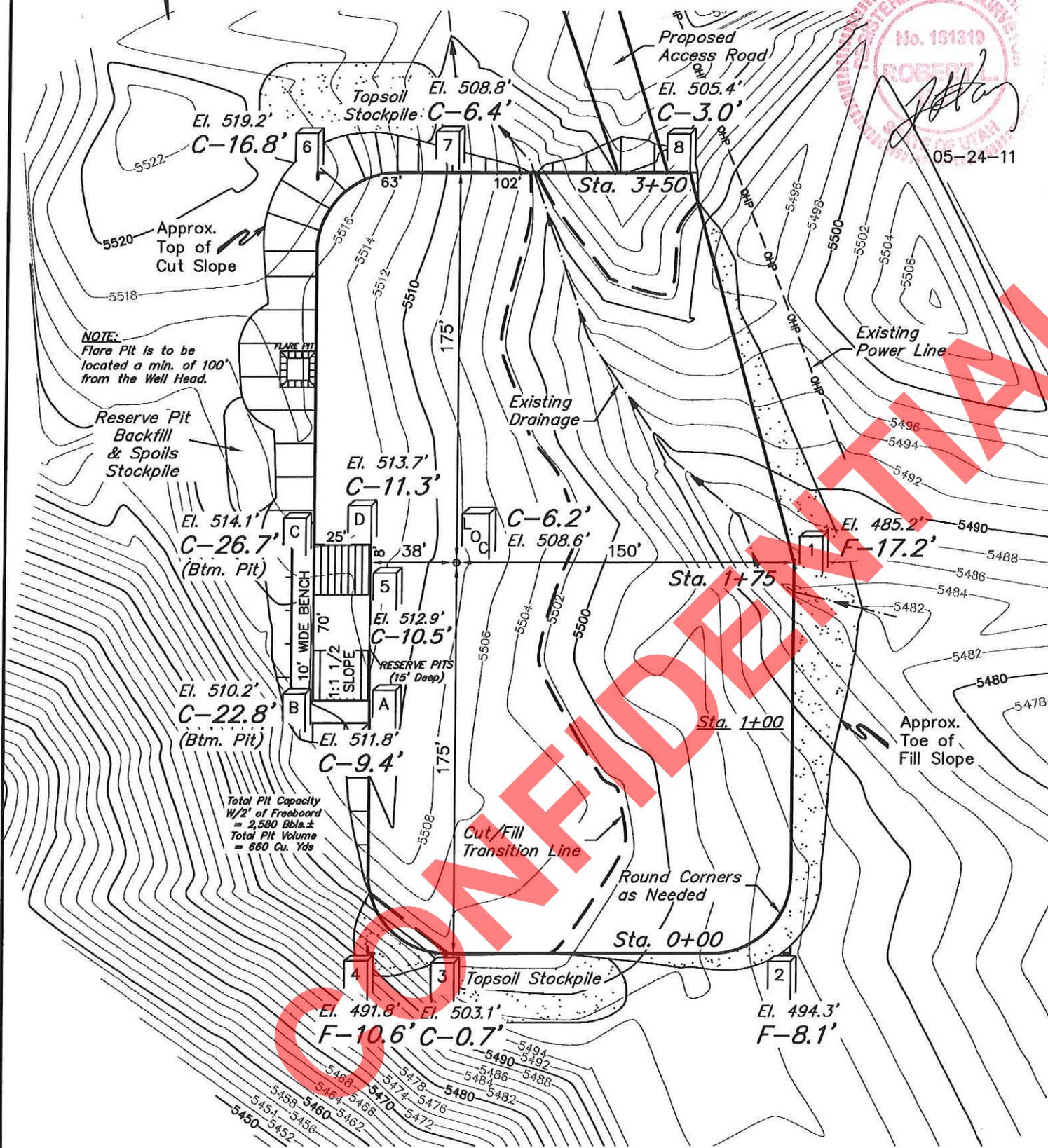
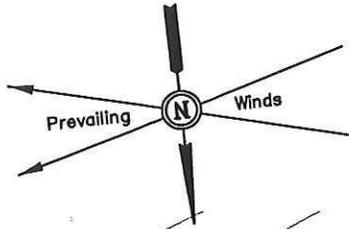
2368' FNL 1766' FWL

**FIGURE #1**

SCALE: 1" = 60'

DATE: 05-10-11

DRAWN BY: K.O.



**NOTE:**  
Flare Pit is to be located a min. of 100' from the Well Head.

Total Pit Capacity  
W/2' of Freeboard  
= 2,580 Bbls.±  
Total Pit Volume  
= 660 Cu. Yds

Elev. Ungraded Ground At Loc. Stake = 5508.6'  
FINISHED GRADE ELEV. AT LOC. STAKE = 5502.4'

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

**QEP ENERGY COMPANY**

**TYPICAL CROSS SECTIONS FOR**

**RW #22-17B**

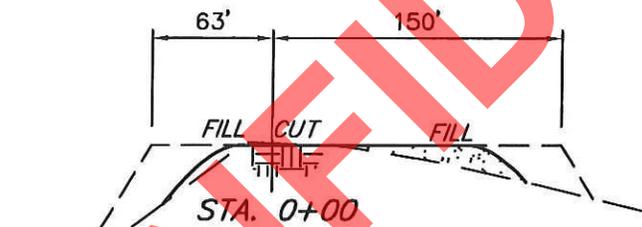
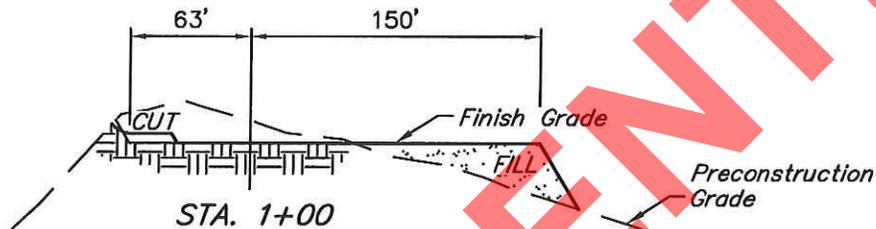
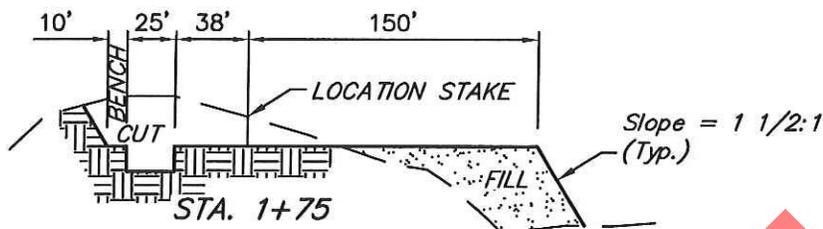
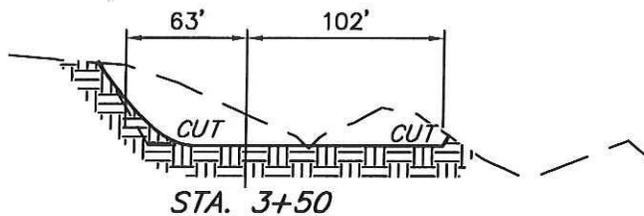
**SECTION 17, T7S, R23E, S.L.B.&M.**

**2368' FNL 1766' FWL**

**FIGURE #2**

1" = 40'  
X-Section Scale  
1" = 100'

DATE: 05-10-11  
DRAWN BY: K.O.



**NOTE:**

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

**APPROXIMATE ACREAGES**  
 WELL SITE DISTURBANCE = ± 2.019 ACRES  
 ACCESS ROAD DISTURBANCE = ± 0.585 ACRES  
 PIPELINE DISTURBANCE = ± 7.532 ACRES  
 TOTAL = ± 10.136 ACRES

\* NOTE:  
 FILL QUANTITY INCLUDES 5% FOR COMPACTION

**APPROXIMATE YARDAGES**

(6") Topsoil Stripping	=	1,610 Cu. Yds.
Remaining Location	=	9,350 Cu. Yds.
<b>TOTAL CUT</b>	=	<b>10,960 CU.YDS.</b>
<b>FILL</b>	=	<b>9,020 CU.YDS.</b>

EXCESS MATERIAL	=	1,940 Cu. Yds.
Topsoil & Pit Backfill (1/2 Pit Vol.)	=	1,940 Cu. Yds.
EXCESS UNBALANCE (After Interim Rehabilitation)	=	0 Cu. Yds.

# QEP ENERGY COMPANY

## TYPICAL RIG LAYOUT FOR

RW #22-17B

SECTION 17, T7S, R23E, S.L.B.&M.

2368' FNL 1766' FWL

**FIGURE #3**

SCALE: 1" = 60'

DATE: 05-10-11

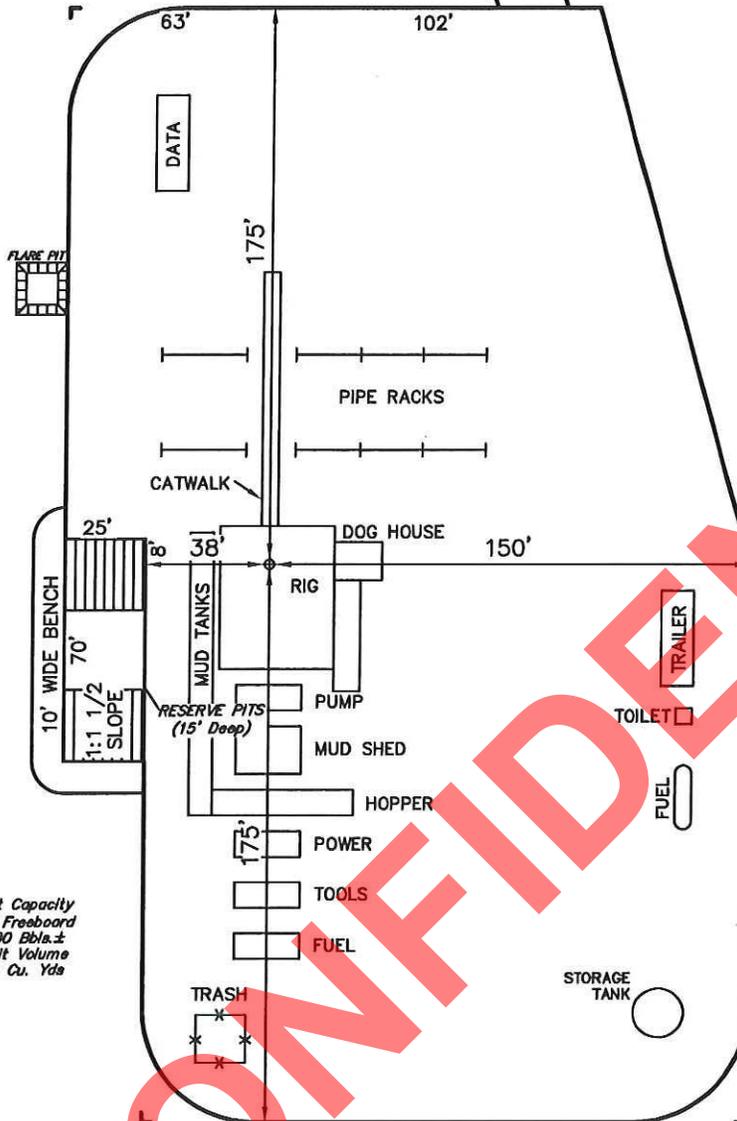
DRAWN BY: K.O.



Proposed Access Road



**NOTE:**  
Flare Pit is to be located a min. of 100' from the Well Head.

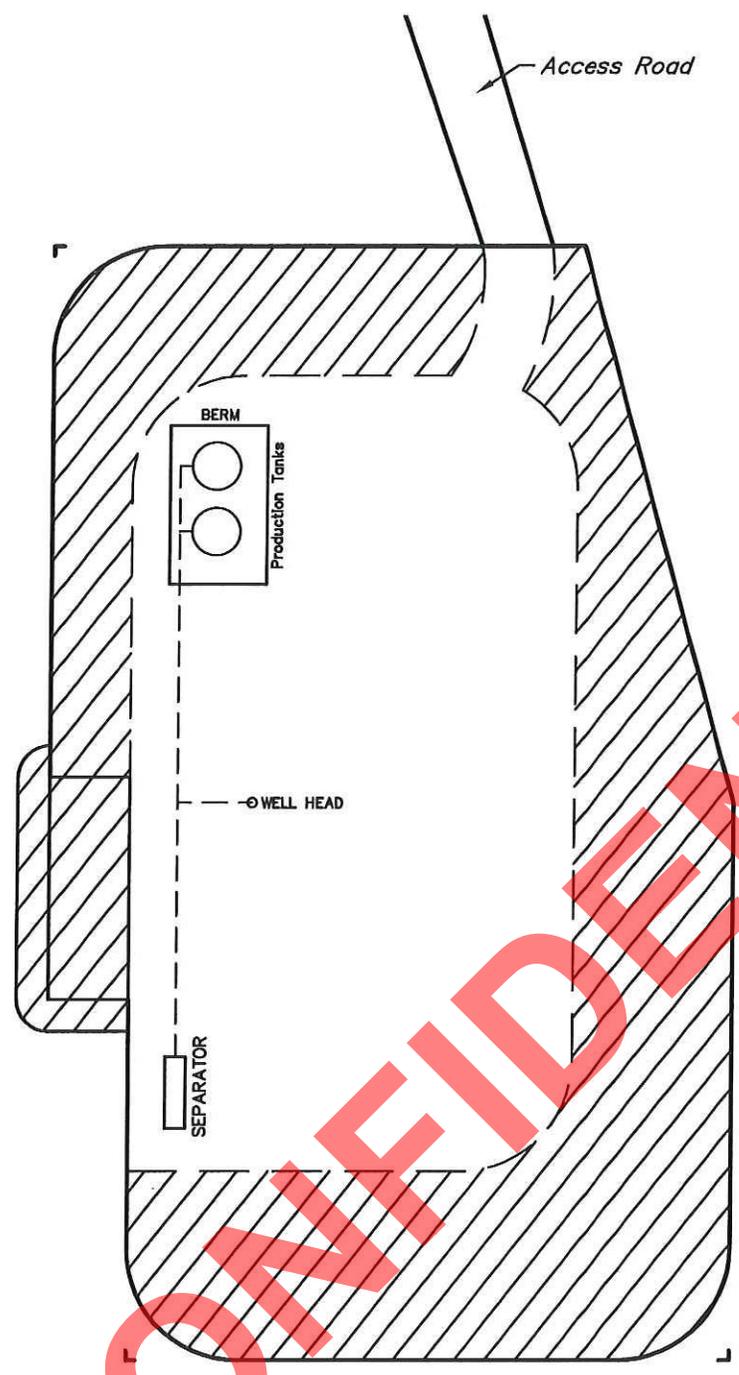


Total Pit Capacity  
W/2' of Freeboard  
= 2,580 Bbls.±  
Total Pit Volume  
= 660 Cu. Yds

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**QEP ENERGY COMPANY**  
**PRODUCTION FACILITY LAYOUT FOR**  
**RW #22-17B**  
**SECTION 17, T7S, R23E, S.L.B.&M.**  
**2368' FNL 1766' FWL**

**FIGURE #4**  
SCALE: 1" = 60'  
DATE: 05-10-11  
DRAWN BY: K.O.



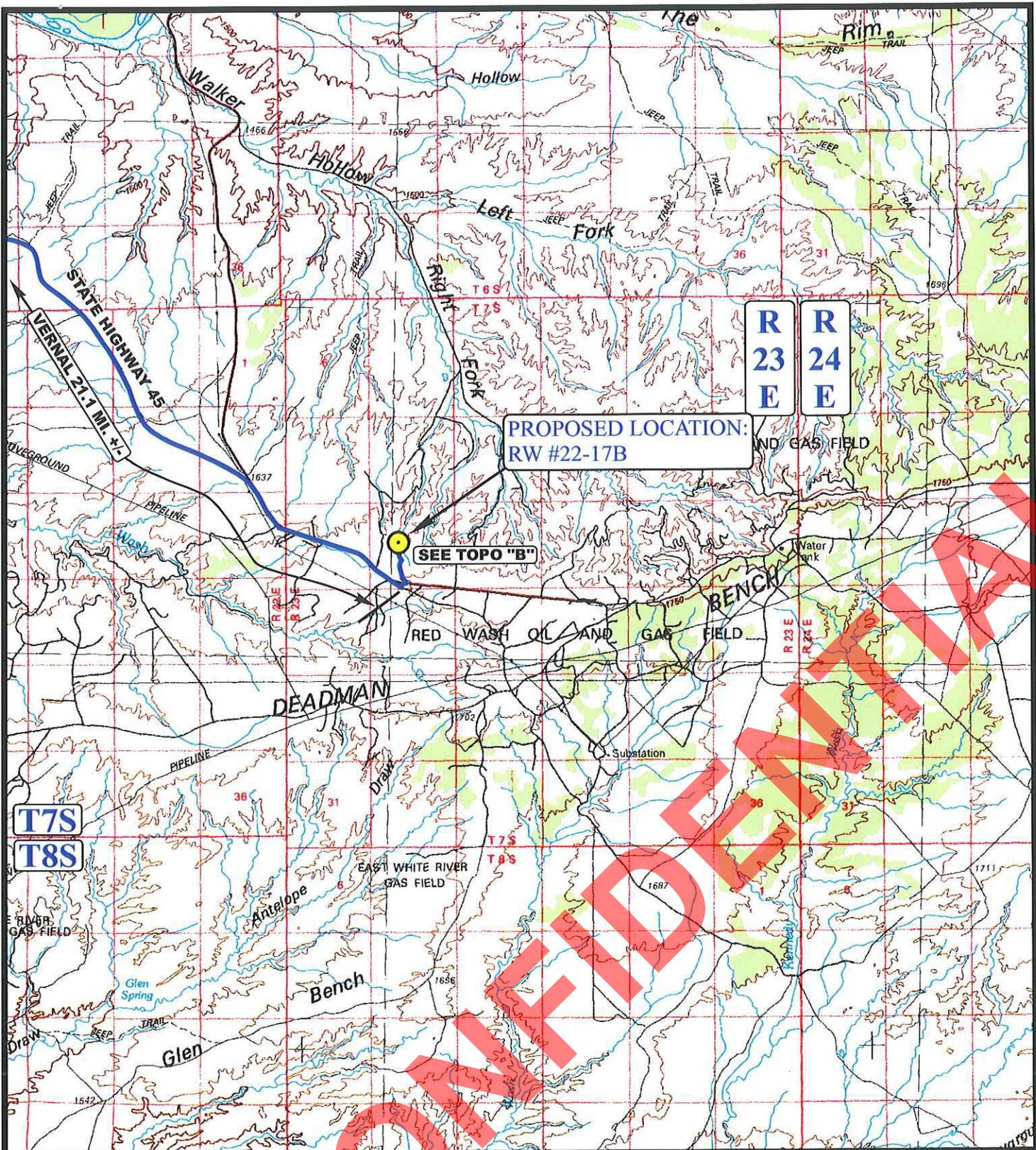
 RECLAIMED AREA

QEP ENERGY COMPANY  
RW #22-17B  
SECTION 17, T7S, R23E, S.L.B.&M.

PROCEED IN AN EASTERLY, THEN SOUTHERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 3.9 MILES TO THE JUNCTION OF STATE HIGHWAY 45; EXIT RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN LEFT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 0.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST; TURN LEFT AND PROCEED IN A NORTHWESTERLY, THEN NORTHERLY DIRECTION APPROXIMATELY 0.3 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE NORTH; FOLLOW ROAD FLAGS IN A NORTHERLY DIRECTION APPROXIMATELY 849' TO THE PROPOSED LOCATION

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 21.7 MILES.

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**LEGEND:**

 PROPOSED LOCATION

**QEP ENERGY COMPANY**

RW #22-17B  
SECTION 17, T7S, R23E, S.L.B.&M.  
2386' FNL 1766' FWL



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



**TOPOGRAPHIC**  
**MAP**

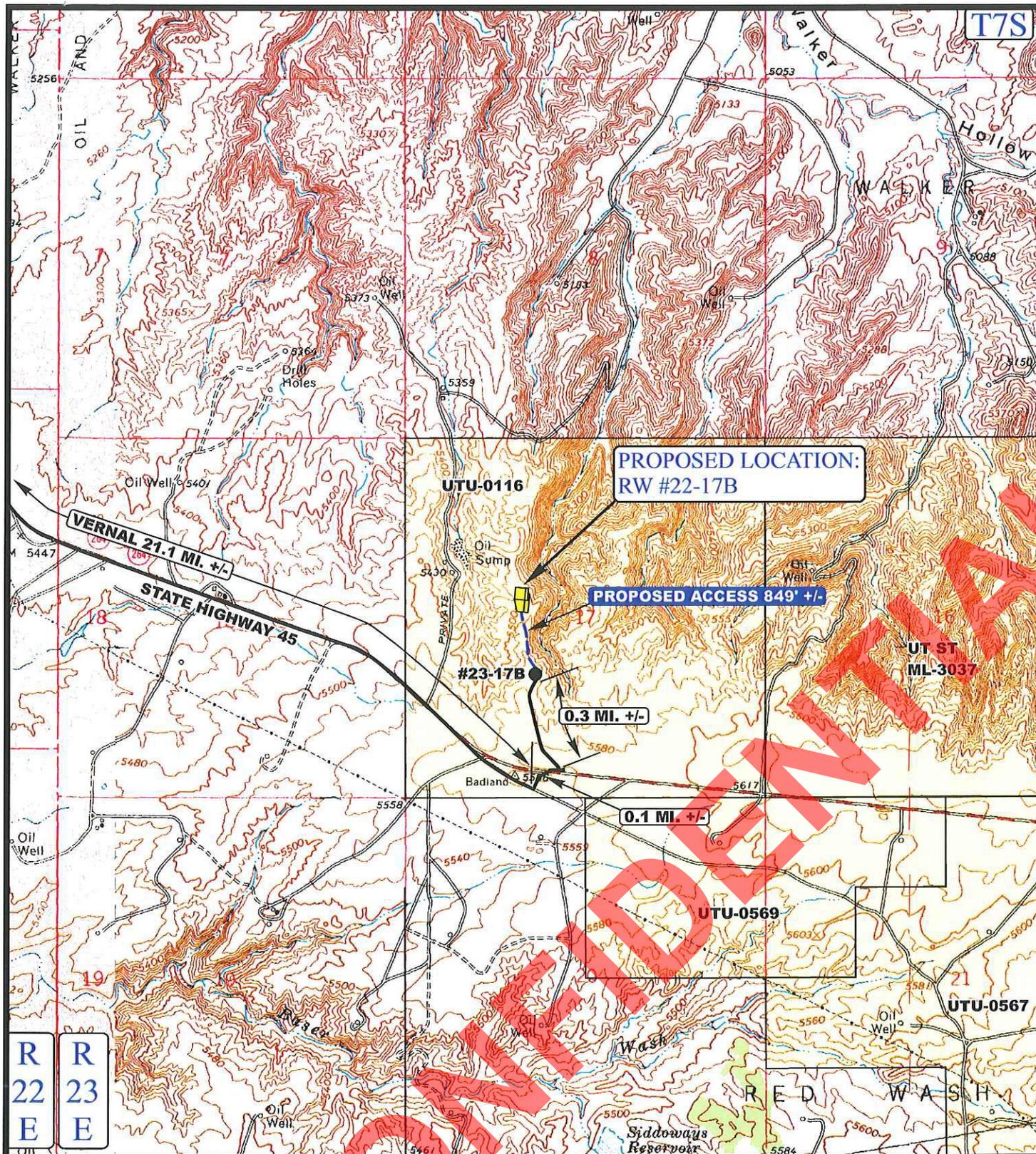
**05 06 11**  
MONTH DAY YEAR

SCALE: 1:100,000

DRAWN BY: J.L.G.

REVISED: 00-00-00





**LEGEND:**

- PROPOSED ACCESS ROAD
- EXISTING ROAD



**QEP ENERGY COMPANY**

RW #22-17B  
 SECTION 17, T7S, R23E, S.L.B.&M.  
 2368' FNL 1766' FWL



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

**TOPOGRAPHIC MAP**  
 SCALE: 1" = 2000' DRAWN BY: J.L.G.

**05 06 11**  
 MONTH DAY YEAR  
 REVISED: 00-00-00





**PROPOSED LOCATION:  
RW #22-17B**

R  
22  
E

R  
23  
E

**LEGEND:**

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



**QEP ENERGY COMPANY**

**RW #22-17B**  
SECTION 17, T7S, R23E, S.L.B.&M.  
2368' FNL 1766' FWL



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

**TOPOGRAPHIC  
MAP**

**05 06 11**  
MONTH DAY YEAR

SCALE: 1" = 2000' DRAWN BY: J.L.G. REVISED: 00-00-00





**QEP ENERGY COMPANY**  
**REFERENCE MAP: AREA OF VEGETATION**  
**RW #22-17B**  
**LOCATED IN UINTAH COUNTY, UTAH**  
**SECTION 17, T7S, R23E, S.L.B.&M.**

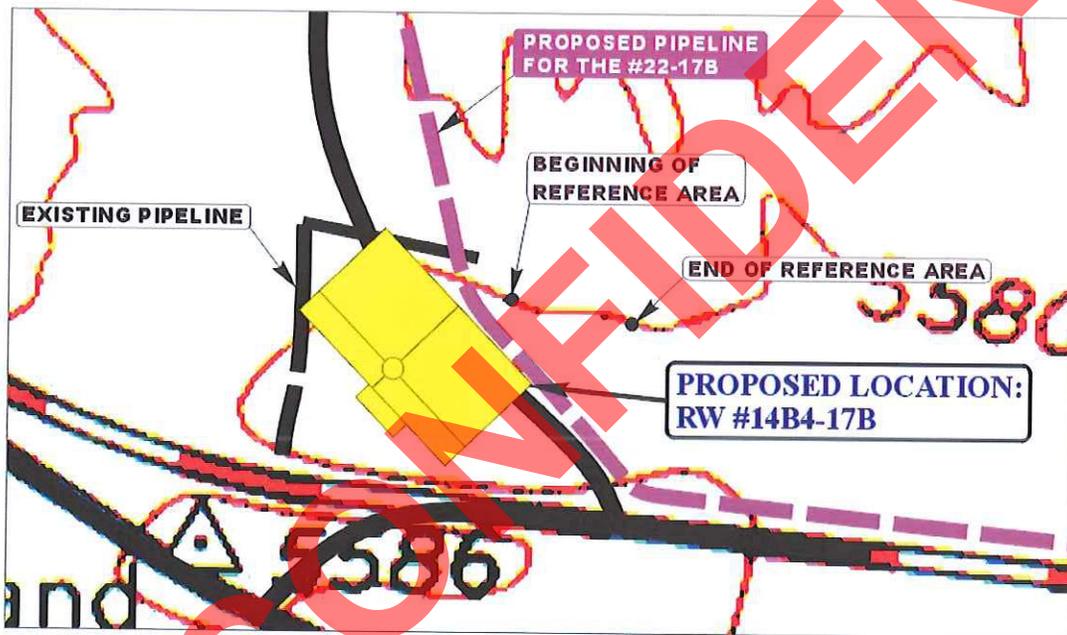


**NOTE:**

**BEGINNING OF REFERENCE AREA**  
NAD 83 Z12 UTM NORTHING: 14605386.160  
NAD 83 Z12 UTM EASTING: 2100309.428  
(NAD 83) LATITUDE: 40.204272  
(NAD 83) LONGITUDE: -109.352944

**END OF REFERENCE AREA**  
NAD 83 Z12 UTM NORTHING: 14605350.365  
NAD 83 Z12 UTM EASTING: 2100507.176  
(NAD 83) LATITUDE: 40.204164  
(NAD 83) LONGITUDE: -109.352239

PHOTO: VIEW FROM BEGINNING OF REFERENCE AREA



- Since 1964 -

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

SCALE: 1" = 300'

07 18 11  
MONTH DAY YEAR

REF.

TAKEN BY: A.F.

DRAWN BY: Z.L.

REVISED: 00-00-00

**Additional Operator Remarks**

QEP Energy Company proposes drill a vertical gas well to a depth of 11,434' to test the Mesa Verde Formation. 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 Onshore Order No. 1.

Please refer to QEP Energy Company Greater Deadman Bench  
EIS UT-080-2003-0369V Record of Decision dated March 31, 2008.

Please be advised that QEP Energy 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 QEP Energy Company via surety as consent as provided for the 43 CFR 3104.2.

**CONFIDENTIAL**

**QEP ENERGY COMPANY  
RW 22-17B  
2368' FNL 1766' FWL  
SENW SECTION 17, T7S, R23E  
UINTAH COUNTY, UTAH  
LEASE # UTU-0116**

**ONSHORE ORDER NO. 1  
MULTI – POINT SURFACE USE & OPERATIONS PLAN**

An onsite inspection was conducted for the RW 22-17B on June 8, 2011. Weather conditions were sunny at the time of the onsite. In attendance at the inspection were the following individuals:

Kevin Sadlier	Bureau of Land Management
Aaron Roe	Bureau of Land Management
Holly Villa	Bureau of Land Management
Daniel Emmett	Bureau of Land Management
Melissa Wardle	Bureau of Land Management
Stephanie Tomkinson	QEP Energy Company
Valyn Davis	QEP Energy Company
Andy Floyd	Uintah Engineering & Land Surveying

**1. Existing Roads:**

The proposed well site is approximately 22 miles South of Vernal, Utah.

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

All existing roads will be maintained and kept in good repair during all phases of operation.

**2. Planned Access Roads:**

Please refer to QEP Energy Company Greater Deadman Bench EIS UTU-080-200-0369V Record of Decision dated March 31, 2008.

There will be a new access road approximately 849' in length, containing approximately .585 acres. The access road will be crowned and ditched with a running surface of 18 feet and a maximum disturbed width of 30'. Any additional disturbance required due to intersections or sharp curves will be discussed at the on-site and approved by the BLM/VFO AO. Graveling or capping the roadbed will be performed as necessary to provide a well constructed safe road. Should conditions warrant, rock, gravel or culverts will be installed as needed. Surface disturbance and vehicular traffic will be limited to the approved location and access route or, as proposed by the Operator.

Access roads and surface disturbing activities will conform to standards outlined in the BLM and Forest Service publication: Surface Operating Standards for Oil and gas Exploration and Development, Fourth Edition 2006. The road surface and shoulders will be kept in a safe and usable condition and will be maintained in accordance with the original construction standards. All drainage ditches and culverts will be kept clear and free-flowing and will be maintained according to original construction standards. The access road disturbed area will be kept free of trash during operations. All traffic will be confined to the approved road running surface. Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause excess siltation or accumulation of debris in the drainage nor shall the drainage be blocked by the roadbed. If culverts are needed, the location and size of the culverts will be proposed during the on-site. The operator will clean and maintain approved culverts as needed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Should mud holes develop, the holes shall be filled in and detours around the holes avoided. When snow is removed from the road during the winter months, the snow should be pushed outside of the borrow ditches, and the turnouts kept clear so that snowmelt will be channeled away from the road.

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 refer to QEP Energy Company Greater Deadman Bench EIS UTU-080-200-0369V Record of Decision dated March 31, 2008.

The following guidelines will apply if the well is productive.

A containment dike will be constructed completely around those production facilities which contain fluids (i.e., production tanks, produced water tanks). These dikes will be constructed of compacted impervious subsoil; hold 110% of the capacity of the largest tank; and, be independent of the back cut. If a Spill Prevention, Control, and Countermeasure (SPCC) Plan is required by the Environmental Protection Agency, the containment dike may be expanded to meet SPCC requirements with approval by the BLM/VFO AO. The specific APD will address additional capacity if such is needed due to environmental concerns. The use of topsoil for the construction of dikes will not be allowed.

All loading lines will be placed inside the berm surrounding the tank batteries.

All permanent (on site six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a color approved by the State.

It was determined on the onsite by the BLM VFO AO that the facilities will be painted Covert Green.

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

The proposed surface pipeline will be constructed utilizing existing disturbed areas to minimize surface disturbance. No construction activities will be allowed outside of the proposed pipeline.

Prior to construction, the Permittee will develop a plan of installation to minimize surface disturbance. Pipe will be strung along the pipeline route with either a flatbed trailer and rubber tired backhoe or a tracked typed side boom. Where surface conditions do not allow the pipe to be strung using conventional methods, the Permittee will utilize pull sections to run the fabricated pipe through the area from central staging areas along the pipeline route.

Upon completion of stringing activities the Permittee will fabricate the pipeline on wooden skids adjacent to the centerline of the pipeline route using truck mounted welding machines. All fabricated piping will be lowered off of the wooden skids and placed along the centerline. Upon completion of all activities, the wooden skids will be removed from the pipeline route using a flatbed truck or flatbed truck and trailer.

When the surface terrain prohibits the Permittee from safely installing the pipeline along the pipeline route, grading of the route will be required. Prior to installing the pipeline in these areas a plan will be developed to safely install the pipeline while minimizing grading activities and surface disturbances. Additionally, erosion control Best Management Practices will be installed as needed prior to the start of any grading activities. Surface grading will be limited to what is needed to safely install the pipeline. Track type bulldozers and track type backhoes will be utilized for grading activities.

Upon completion of the pipeline installation, the pipeline route will be restored to the pre-disturbance surface contours.

The proposed pipeline will be a surface 10" or smaller, 10,937' in length, containing 7.53 acres.

### **Road Crossings**

Fusion Bond or concrete coated pipe will be used for all road crossings to alleviate future corrosion.

All pipe and fittings used for road crossings will be prefabricated within the proposed pipeline route to minimize the duration of open pipe trench across the roadway. Pipe used for road crossings will be isolated on each end with a flange set and insulation kit and cathodically protected with a magnesium type anode. Adequately sized equipment will be used for minor and major road crossings. Depth of cover for minor roads will be >4' and the depth of cover for major roads will be >6'.

Prior to lowering the pipe in the trench, the Permittee will "Jeep" the pipe to locate and repair any Holidays in the pipe coating. Upon lowering the pipe in the trench, 6" of bedding and a minimum of 6" of shading will be installed to protect the pipe using either native soils <1" in diameter or imported sand. Pipe trenches that extend across gravel roads will be backfilled with native soils to within 8" of the driving surface and capped with 3/4" road base. Pipe trenches that extend across asphalt paved roads will be backfilled to 4" of the driving surface with 3/4" road base and capped asphalt material.

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

Please refer to QEP Energy Company Greater Deadman Bench EIS UTU-080-200-0369V Record of Decision dated March 31, 2008.

Water for drilling purposes would be obtained from Wonsits Valley Water Right # A 36125 (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.

**6. Source of Construction Materials:**

Please refer to QEP Energy Company Greater Deadman Bench EIS UTU-080-200-0369V Record of Decision dated March 31, 2008.

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

The use of materials under BLM jurisdiction will conform with 43 CFR 3610.2-3.

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

Please refer to QEP Energy Company Greater Deadman Bench EIS UTU-080-200-0369V Record of Decision dated March 31, 2008.

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids including salts and chemicals will be contained in the reserve pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be used at the next drill site or will be removed and disposed of at an approved waste disposal facility within 6 months after drilling is terminated. Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

Unless specified in the site specific APD, the reserve pit will be constructed on the location and will not be located within natural drainages, where a flood hazard exists

or surface runoff will or damage the pit walls. The reserve pit will be constructed so that it will not leak, break, or allow discharge of liquids.

It will be determined at the on-site inspection if a pit liner is necessary, the reserve pit will be lined with a synthetic reinforced liner, a minimum of 20 millimeters thick, with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place.

No trash or scrap will be disposed of in the pit.

Reserve pit leaks are considered an undesirable event and will be orally reported to the AO.

After first production, produced wastewater will be confined to the approved pit or storage tank for a period not to exceed 90 days.

After the 90 day period, the produced water will be contained in tanks on location and then hauled by truck to one of the following pre-approved disposal sites:

Red Wash Disposal well located in the SESE, Section 28, T7S, R23E,  
West End Disposal located in the NESE, Section 28, T7S, R22E.

Produced water, oil, and other byproducts will not be applied to roads or well pads for the control of dust or weeds. The dumping of produced fluids on roads, well sites, or other areas will not be allowed.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site. The spills will be reported to the AO and other authorities as appropriate.

A chemical porta-toilet will be furnished with the drilling rig. The chemical porta-toilet wastes will be hauled to Ashley Valley Sewer and Water System for disposal.

Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. Trash will not be burned on location. All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig. All trash and waste material will be hauled to the Uintah County Landfill.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of wells. Furthermore, extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will not be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completing of wells within these areas. Specific APD's shall address any modifications from this policy.

8. **Ancillary Facilities:**

None anticipated.

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 rig orientation, parking areas, and access roads, as well as the location of the following:

The reserve pit.

The stockpiled topsoil will not be used for facility berms. All brush removed from the well pad during construction will be stockpiled with topsoil.

The flare pit or flare box will be located downwind from the prevailing wind direction.

Any drainage that crosses the well location will be diverted around the location by using ditches, water diversion drains or berms. If deemed necessary at the on-site, erosion drains may be installed to contain sediments that could be produced from access roads and well locations.

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

10. **Fencing Requirements:**

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

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

39 inch net wire will be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.

The net wire shall be no more than two inches above the ground. The barbed wire shall be three inches over the net wire. Total height of the fence shall be at least 42 inches.

Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.

Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

All wire shall be stretched using a stretching device before it is attached to corner posts.

The reserve pit will be fenced on three (3) sides during drilling operations. The fourth side will be put in place when the rig moves off location. The pit will be fenced and maintained until it is backfilled. If drilling operations does not commence within 3 days, the fourth side of the fence will be installed

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

Please refer to QEP Energy Company Uinta Basin Division Reclamation Plan

**Site Specific Procedures:**

**Site Specific Reclamation Summary:**

Reclamation will follow Questar Exploration and Production Company, Uinta Basin Division's Reclamation Plan, September 2009 (Questar's Reclamation Plan) and the BLM Green River District Reclamation Guidelines.

All trash and debris will be removed from the disturbed area.

The disturbed area will be backfilled with subsoil.

Topsoil will be spread to an even, appropriate depth and disked if needed.

Water courses and drainages will be restored.

Erosion control devices will be installed where needed.

Seeding will be done in the fall, prior to ground freeze up.

Seed mix will be submitted to a BLM AO for approval prior to seeding.

Monitoring and reporting will be conducted as stated in Questar's Reclamation Plan. A Weed Data sheet and Reference Site have been established and are included in this application.

It was determined and agreed upon that there is 4" inches of top soil.

**12. Surface Ownership:**

Bureau of Land Management  
170 South 500 East  
Vernal, Utah 84078  
(435) 781-4400

**13. Other Information:**

A Class III archaeological survey was conducted by Montgomery Archaeology Consultants. A copy of this report was submitted on July 11, 2011, **Moac Report No. 11-116** 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 on June 3, 2011 IPC # 11-22 by Stephen D. Sandau. The inspection resulted in the some signs of fossil plant material in the Brennan Basin Member, therefore, it is recommended that a permitted paleontologist be present to monitor the beginning of the construction process of the proposed well pad and thereafter conduct a spot monitor as paleontological conditions merit. QEP will provide paleo monitor for this project.

**Per the onsite on June 8, 2011, the following items were requested/ discussed.**

During construction, corner #3 and corner #4 will be rounded as much as possible to prevent the loss of any soil over the edge of the location.

Existing unused pipeline on the proposed access road will be removed.

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**QEP Energy Company**

11002 East 17500 South  
Vernal, UT 84078  
Telephone 435-781-4331  
Fax 435-781-4395

[Jan.Nelson@qepres.com](mailto:Jan.Nelson@qepres.com)

July 28, 2011

Division of Oil, Gas & Mining  
1594 W. N. Temple STE 1210  
Salt Lake City, UT 84114-5801

To Whom It May Concern:

In reference to the State Oil and Gas Conservation rule R649-3-3 QEP Energy Company RW 22-17B is an exception to this rule due to topography.

There are no additional lease owners within 460' of the proposed location. If you have any question please contact Jan Nelson @ (435) 781-4331.

Thank you,

A handwritten signature in black ink that reads 'Jan Nelson'. The signature is written in a cursive style and is positioned above the typed name and title.

Jan Nelson  
Permit Agent

CONFIDENTIAL

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

Valyn Davis  
Regulatory Affairs Analyst  
QEP Energy Company  
11002 East 17500 South  
Vernal, UT 84078  
(435) 781-4331

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 and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its 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.

QEP Energy Company is considered to be the operator of the subject well. QEP Energy Company agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage pursuant to 43 CFR 3104.2 for lease activities is being provided by Bond No. ESB000024

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that I have full knowledge of the State and Federal laws applicable to this operations; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed 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.

  
Valyn Davis

7/28/2011  
Date

CONFIDENTIAL

# 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)

July 29, 2011

Memorandum

To: Assistant District Manager Minerals, Vernal District  
From: Michael Coulthard, Petroleum Engineer  
Subject: 2011 Plan of Development Red Wash 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 2011 within the Red Wash Unit, Uintah County, Utah.

API#	WELL NAME	LOCATION
(Proposed PZ MESA VERDE)		
43-047-31581	RW 22-22A	Sec 22 T07S R22E 1745 FNL 2082 FWL
43-047-51757	RW 22-17B	Sec 17 T07S R23E 2368 FNL 1766 FWL
43-047-15252	RW 43-19B	Sec 19 T07S R23E 1995 FSL 0694 FEL
43-047-51759	RW 41-35A	Sec 35 T07S R22E 0643 FNL 0693 FEL

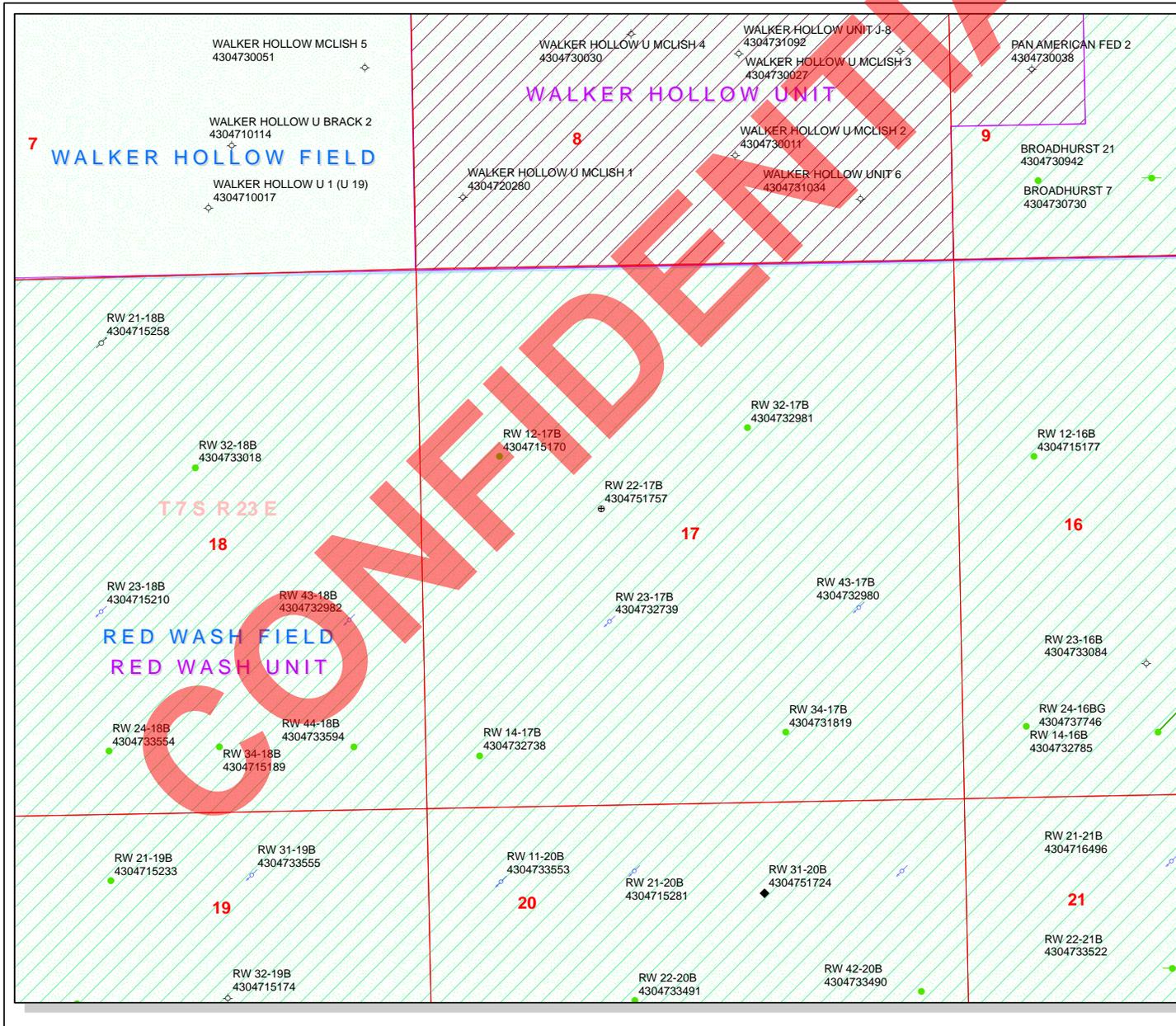
The RW 22-22A and 43-19B are abandoned Green River wells which will be re-entered and deepened. This office has no objection to permitting the wells at this time.

Michael L. Coulthard

Digitally signed by Michael L. Coulthard  
DN: cn=Michael L. Coulthard, o=Bureau of Land Management, ou=Branch of Minerals, email=Michael\_Coulthard@blm.gov, c=US  
Date: 2011.07.29 10:09:10 -0600

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

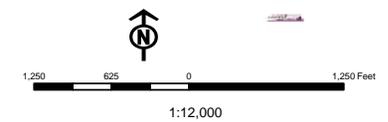
MCoulthard:mc:7-29-11



**API Number: 4304751757**  
**Well Name: RW 22-17B**  
**Township T0.7 . Range R2.3 . Section 17**  
**Meridian: SLBM**  
**Operator: QEP ENERGY COMPANY**

Map Prepared:  
 Map Produced by Diana Mason

Units STATUS	Wells Query Status
ACTIVE	APD - Approved Permit
EXPLORATORY	DRL - Spudded (Drilling Commenced)
GAS STORAGE	GIW - Gas Injection
NF PP OIL	GS - Gas Storage
NF SECONDARY	LA - Location Abandoned
PI OIL	LOC - New Location
PP GAS	OPS - Operation Suspended
PP GEOTHERML	PA - Plugged Abandoned
PP OIL	PGW - Producing Gas Well
SECONDARY	POW - Producing Oil Well
TERMINATED	RET - Returned APD
Unknown	SGW - Shut-in Gas Well
ABANDONED	SOW - Shut-in Oil Well
ACTIVE	TA - Temp. Abandoned
COMBINED	TW - Test Well
INACTIVE	WDW - Water Disposal
STORAGE	WIW - Water Injection Well
TERMINATED	WSW - Water Supply Well
Sections	
Township	



## WORKSHEET APPLICATION FOR PERMIT TO DRILL

**APD RECEIVED:** 7/28/2011

**API NO. ASSIGNED:** 43047517570000

**WELL NAME:** RW 22-17B

**OPERATOR:** QEP ENERGY COMPANY (N3700)

**PHONE NUMBER:** 435 781-4369

**CONTACT:** Valyn Davis

**PROPOSED LOCATION:** SENW 17 070S 230E

**Permit Tech Review:**

**SURFACE:** 2368 FNL 1766 FWL

**Engineering Review:**

**BOTTOM:** 2368 FNL 1766 FWL

**Geology Review:**

**COUNTY:** UINTAH

**LONGITUDE:** -109.35342

**LATITUDE:** 40.21030

**NORTHINGS:** 4452188.00

**UTM SURF EASTINGS:** 640127.00

**FIELD NAME:** RED WASH

**LEASE TYPE:** 1 - Federal

**LEASE NUMBER:** UTU0116

**PROPOSED PRODUCING FORMATION(S):** MESA VERDE

**SURFACE OWNER:** 1 - Federal

**COALBED METHANE:** NO

**RECEIVED AND/OR REVIEWED:**

- PLAT
  - Bond: FEDERAL - ESB000024
  - Potash
  - Oil Shale 190-5
  - Oil Shale 190-3
  - Oil Shale 190-13
  - Water Permit: A-36125/ 49-2153
  - RDCC Review:
  - Fee Surface Agreement
  - Intent to Commingle
- Commingling Approved**

**LOCATION AND SITING:**

- R649-2-3.
- Unit: RED WASH
- R649-3-2. General
- R649-3-3. Exception
- Drilling Unit
- Board Cause No: Cause 187-07
- Effective Date: 9/18/2001
- Siting: Suspends General Siting
- R649-3-11. Directional Drill

**Comments:** Presite Completed

**Stipulations:** 4 - Federal Approval - dmason



GARY R. HERBERT  
*Governor*

GREGORY S. BELL  
*Lieutenant Governor*

## State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
*Executive Director*

Division of Oil, Gas and Mining

JOHN R. BAZA  
*Division Director*

### Permit To Drill

\*\*\*\*\*

**Well Name:** RW 22-17B  
**API Well Number:** 43047517570000  
**Lease Number:** UTU0116  
**Surface Owner:** FEDERAL  
**Approval Date:** 8/2/2011

**Issued to:**

QEP ENERGY COMPANY, 11002 East 17500 South, Vernal, Ut 84078

**Authority:**

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of Cause 187-07. The expected producing formation or pool is the MESA VERDE Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

**Duration:**

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

**General:**

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

**Conditions of Approval:**

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

**Notification Requirements:**

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- Within 24 hours following the spudding of the well – contact Carol Daniels at 801-538-5284 (please leave a voicemail message if not available)

OR

submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at <http://oilgas.ogm.utah.gov>

**Reporting Requirements:**

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

- Entity Action Form (Form 6) – due within 5 days of spudding the well
- Monthly Status Report (Form 9) – due by 5th day of the following calendar month

- Requests to Change Plans (Form 9) – due prior to implementation
- Written Notice of Emergency Changes (Form 9) – due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) – due prior to implementation
- Report of Water Encountered (Form 7) – due within 30 days after completion
- Well Completion Report (Form 8) – due within 30 days after completion or plugging

**Approved By:**

A handwritten signature in black ink, appearing to read "John Rogers", written over a horizontal line.

For John Rogers  
Associate Director, Oil & Gas

**UDOGM**

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

**RECEIVED**

FORM APPROVED  
OMB No. 1004-0136  
Expires July 31, 2010

JUL 29 2011

APPLICATION FOR PERMIT TO DRILL OR REENTER  
**BLM**

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		<b>CONFIDENTIAL</b>		5. Lease Serial No. UTU0116
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone				6. If Indian, Allottee or Tribe Name
2. Name of Operator QEP ENERGY COMPANY		Contact: VALYN DAVIS E-Mail: Valyn.Davis@qepres.com		7. If Unit or CA Agreement, Name and No. 892000761X
3a. Address 11002 EAST 17500 SOUTH VERNAL, UT 84078		3b. Phone No. (include area code) Ph: 435-781-4369 Fx: 435-781-4395		8. Lease Name and Well No. RW 22-17B
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface SENW 2368FNL 1766FWL 40.210258 N Lat, 109.354156 W Lon At proposed prod. zone SENW 2368FNL 1766FWL 40.210258 N Lat, 109.354156 W Lon				9. API Well No. <b>43 047 51757</b>
14. Distance in miles and direction from nearest town or post office* 22				10. Field and Pool, or Exploratory RED WASH
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1766		16. No. of Acres in Lease 1263.20		11. Sec., T., R., M., or Blk. and Survey or Area Sec 17 T7S R23E Mer SLB
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 1150		19. Proposed Depth 11434 MD 11434 TVD		12. County or Parish UINTAH
21. Elevations (Show whether DF, KB, RT, GL, etc.) 5508 GL		22. Approximate date work will start 01/01/2012		13. State UT
				17. Spacing Unit dedicated to this well 40.00
				20. BLM/BIA Bond No. on file ESB000024
				23. Estimated duration 30 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 the 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.

25. Signature (Electronic Submission)	Name (Printed/Typed) VALYN DAVIS Ph: 435-781-4369	Date 07/28/2011
Title REGULATORY AFFAIRS ANALYST		
Approved by (Signature) 	Name (Printed/Typed) Jerry Kenczka	Date FEB 27 2012
Title Assistant Field Manager Lands & Mineral Resources		
Office VERNAL FIELD OFFICE		

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached **CONDITIONS OF APPROVAL ATTACHED**

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

Electronic Submission #114074 verified by the BLM Well Information System  
For QEP ENERGY COMPANY, sent to the Vernal  
Committed to AFMSS for processing by LESLIE ROBINSON on 08/02/2011

**NOTICE OF APPROVAL  
RECEIVED**

MAR 01 2012

DIV. OF OIL, GAS & MINING

\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\*



**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>	QEP Energy Company	<b>Location:</b>	SENW, Sec. 17, T7S, R23E
<b>Well No:</b>	RW 22-17B	<b>Lease No:</b>	UTU-0116
<b>API No:</b>	43-047-51757	<b>Agreement:</b>	Red Wash Unit

**OFFICE NUMBER: (435) 781-4400**

**OFFICE FAX NUMBER: (435) 781-3420**

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

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

**NOTIFICATION REQUIREMENTS**

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental 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 Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings to: <a href="mailto:ut_vn_opreport@blm.gov">ut_vn_opreport@blm.gov</a> .
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	-	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)***

- All new and replacement internal combustion gas field engines of less than or equal to 300 design-rated horsepower must not emit more than 2 gms of NO<sub>x</sub> per horsepower-hour. This requirement does not apply to gas field engines of less than or equal to 40 design-rated horsepower.
- All and replacement internal combustion gas field engines of greater than 300 design rated horsepower must not emit more than 1.0 gms of NO<sub>x</sub> per horsepower-hour.
- 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.

**CONDITIONS OF APPROVAL:**

- All vehicles and equipment shall be cleaned either through power-washing, or other approved method, if the vehicles or equipment were brought in from areas outside the Uinta Basin, to prevent weed seed introduction.
- All disturbance areas shall be monitored for noxious weeds annually, for a minimum of three growing seasons following completion of project or until desirable vegetation is established.
- Reclamation will be completed in accordance with the Questar Exploration and Production Company, Uintah Basin Division's Reclamation Plan on file with the Vernal Field Office of the BLM.
- In the event historic or archaeological resources are uncovered during construction, work will stop immediately and the appropriate BLM AO will be notified.
- If paleontologic resources are uncovered during construction activities, the operator shall immediately suspend all operations that will further disturb such resources, and immediately notify the Authorized Officer (AO). The AO will arrange for a determination of significance and, if necessary, recommend a recovery or avoidance plan.
- Scientifically important fossils were found at well sites, RW 22-17B (IPC #11-22, June 3, 2011) and RW 34-14A(IPC #11-60, July 7, 2011). Due to the number of fossils found during the survey for RW-22-17B, a permitted paleontologist will be present to monitor the beginning of the construction process for the well pad, and thereafter conduct a spot monitor as determined by the permitted paleontologist. For well location RW-34-14A, a permitted paleontologist will be required to monitor all construction.

- QEP has agreed not to construct or drill during the following dates, unless otherwise approved by the BLM Authorized Officer.

<b>Well Name</b>	<b>Burrowing Owl March 1 to August 31</b>	<b>Red Tailed Hawk March 1 to August 15</b>	<b>Ferruginous Hawk March 1 to August 1</b>	<b>Golden Eagle January 1 to August 31</b>
RW 12-29B	Yes	Yes	No	No
RW 22-17B	No	No	No	No
RW 22-22A	No	No	No	No
RW 32-25A	No	No	No	No
RW 32-29A	No	No	Yes	No
RW 33-20A	Yes	Yes	No	Yes
RW 34-14A	No	Yes	No	No
RW 41-35A	Yes	No	No	No
RW 43-13A	No	No	No	No
RW 43-19B	No	No	No	No

- All internal combustion equipment will be kept in good working order.
- Water or other approved dust suppressants will be used at construction sites and along roads, as determined appropriate by the Authorized Officer.
- Open burning of garbage or refuse will not occur at well sites or other facilities.
- Drill rigs will be equipped with Tier II or better diesel engines.
- Low bleed pneumatics will be installed on separator dump valves and other controllers. The use of low bleed pneumatics would result in a lower emission of VOCs.
- During completion, flaring will be limited as much as possible. Production equipment and gathering lines will be installed as soon as possible.
- Well site telemetry will be utilized as feasible for production operations.
- Following well plugging and abandonment, the location, access roads, pipelines, and other facilities shall be reclaimed. All disturbed surfaces shall be reshaped to approximate the original contour; the top soil re-spread over the surface; and, the surface re-vegetated. The surface of approved staging areas where construction activities did not occur may require disking or ripping and reseeded.
- The best method to avoid entrainment is to pump from an off-channel location – one that does not connect to the river during high spring flows. An infiltration gallery constructed in a BLM and Service approved location is best.

- If the pump head is located in the river channel where larval fish are known to occur, the following measures apply:
  - do not situate the pump in a low-flow or no-flow area as these habitats tend to concentrate larval fishes;
  - limit the amount of pumping, to the greatest extent possible, during that period of the year when larval fish may be present (April 1 to August 31); and
  - limit the amount of pumping, to the greatest extent possible, during the pre-dawn hours as larval drift studies indicate that this is a period of greatest daily activity.
- Screen all pump intakes with 3/32" mesh material.
- Approach velocities for intake structures will follow the National Marine Fisheries Service's document "Fish Screening Criteria for Anadromous Salmonids". For projects with an in-stream intake that operate in stream reaches where larval fish may be present, the approach velocity will not exceed 0.33 feet per second (ft/s).
- Report any fish impinged on the intake screen to the Service (801.975.3330) and the Utah Division of Wildlife Resources:
  - Northeastern Region
  - 152 East 100 North, Vernal, UT 84078
  - Phone: (435) 781-9453

***DOWNHOLE PROGRAM  
CONDITIONS OF APPROVAL (COAs)***

**SITE SPECIFIC DOWNHOLE COAs:**

- Drilling operations shall meet the requirements of Onshore Order #2.

**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.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- **Cement baskets shall not be run on surface casing.**
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.

- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- **Please submit an electronic copy of all other logs run on this well in LAS format to UT\_VN\_Wellogs@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.
- For information regarding production reporting, contact the Office of Natural Resources Revenue (ONRR) at [www.ONRR.gov](http://www.ONRR.gov).
- 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.

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	FORM 9  5. LEASE DESIGNATION AND SERIAL NUMBER: UTU0116
<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.	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:  7. UNIT or CA AGREEMENT NAME: RED WASH
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: RW 22-17B
2. NAME OF OPERATOR: QEP ENERGY COMPANY	9. API NUMBER: 43047517570000
3. ADDRESS OF OPERATOR: 11002 East 17500 South , Vernal, Ut, 84078	PHONE NUMBER: 303 308-3068 Ext
9. FIELD and POOL or WILDCAT: RED WASH	4. LOCATION OF WELL FOOTAGES AT SURFACE: 2368 FNL 1766 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SENW Section: 17 Township: 07.0S Range: 23.0E Meridian: S
COUNTY: UINTAH	STATE: UTAH

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

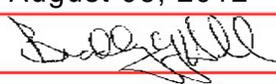
TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT Approximate date work will start: <b>8/2/2013</b>	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> CASING REPAIR
<input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion:	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> CHANGE WELL NAME
<input type="checkbox"/> SPUD REPORT Date of Spud:	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> CONVERT WELL TYPE
<input type="checkbox"/> DRILLING REPORT 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:** August 06, 2012

**By:** 

NAME (PLEASE PRINT) Valyn Davis	PHONE NUMBER 435 781-4369	TITLE Regulatory Affairs Analyst
SIGNATURE N/A	DATE 8/2/2012	



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 43047517570000**

API: 43047517570000

Well Name: RW 22-17B

Location: 2368 FNL 1766 FWL QTR SENW SEC 17 TWP 070S RNG 230E MER S

Company Permit Issued to: QEP ENERGY COMPANY

Date Original Permit Issued: 8/2/2011

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: 8/2/2012

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>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.	5. LEASE DESIGNATION AND SERIAL NUMBER: UTU0116
1. TYPE OF WELL Gas Well	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
2. NAME OF OPERATOR: QEP ENERGY COMPANY	7. UNIT or CA AGREEMENT NAME: RED WASH
3. ADDRESS OF OPERATOR: 11002 East 17500 South , Vernal, Ut, 84078	8. WELL NAME and NUMBER: RW 22-17B
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2368 FNL 1766 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SENW Section: 17 Township: 07.0S Range: 23.0E Meridian: S	9. API NUMBER: 43047517570000
9. FIELD and POOL or WILDCAT: RED WASH	COUNTY: UINTAH
9. API NUMBER: 43047517570000	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 Approximate date work will start: <b>8/2/2014</b>	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> CASING REPAIR
<input type="checkbox"/> SUBSEQUENT REPORT 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"/> SPUD REPORT Date of Spud:	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> CONVERT WELL TYPE
<input type="checkbox"/> DRILLING REPORT 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: July 31, 2013

By:

NAME (PLEASE PRINT) Valyn Davis	PHONE NUMBER 435 781-4369	TITLE Regulatory Affairs Analyst
SIGNATURE N/A	DATE 7/30/2013	



**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 43047517570000**

API: 43047517570000

Well Name: RW 22-17B

Location: 2368 FNL 1766 FWL QTR SENW SEC 17 TWP 070S RNG 230E MER S

Company Permit Issued to: QEP ENERGY COMPANY

Date Original Permit Issued: 8/2/2011

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: 7/30/2013

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>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>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU0116	<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>
<b>7. UNIT or CA AGREEMENT NAME:</b> RED WASH	<b>8. WELL NAME and NUMBER:</b> RW 22-17B
<b>1. TYPE OF WELL</b> Gas Well	<b>9. API NUMBER:</b> 43047517570000
<b>2. NAME OF OPERATOR:</b> QEP ENERGY COMPANY	<b>9. FIELD and POOL or WILDCAT:</b> RED WASH
<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> 2368 FNL 1766 FWL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: SENW Section: 17 Township: 07.0S Range: 23.0E 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: 8/2/2015	<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"/>
<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:			

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**  
**August 04, 2014**  
**Oil, Gas and Mining**

**Date:** \_\_\_\_\_  
**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> 7/31/2014	



**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 43047517570000**

API: 43047517570000

Well Name: RW 22-17B

Location: 2368 FNL 1766 FWL QTR SENW SEC 17 TWP 070S RNG 230E MER S

Company Permit Issued to: QEP ENERGY COMPANY

Date Original Permit Issued: 8/2/2011

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: 7/31/2014

Title: Regulatory Affairs Analyst Representing: QEP ENERGY COMPANY

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

**RECEIVED**

FEB 12 2014

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

**SUNDRY NOTICES AND REPORTS ON WELLS**  
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.*

**BLM**

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. UTU0116
2. Name of Operator QEP ENERGY COMPANY		6. If Indian, Allottee or Tribe Name
3a. Address 11002 EAST 17500 SOUTH VERNAL, UT 84078		7. If Unit or CA/Agreement, Name and/or No. 892000761D
3b. Phone No. (include area code) Ph: 435-781-4369 Fx: 435-781-4395		8. Well Name and No. RW 22-17B
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 17 T7S R23E SENW 2368FNL 1766FWL 40.210258 N Lat, 109.354156 W Lon		9. API Well No. 43-047-51757-00-X1
		10. Field and Pool, or Exploratory RED WASH
		11. County or Parish, and State UINTAH COUNTY, UT

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Change to Original APD
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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

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

BLM APPROVAL DATE: 02/27/2012

**RECEIVED**  
AUG 27 2014  
DIV. OF OIL, GAS & MINING

VERNAL FIELD OFFICE  
ENG. MA 8/16/14  
EOL. \_\_\_\_\_  
S. \_\_\_\_\_  
ET. \_\_\_\_\_

14. I hereby certify that the foregoing is true and correct.  
**Electronic Submission #235398 verified by the BLM Well Information System  
For QEP ENERGY COMPANY, sent to the Vernal  
Committed to AFMSS for processing by LESLIE BUHLER on 02/18/2014 (14LBB4486SE)**

Name (Printed/Typed) VALYN DAVIS	Title REGULATORY AFFAIRS ANALYST
Signature (Electronic Submission)	Date 02/12/2014

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved By 	Title Assistant Field Manager Lands & Mineral Resources	Date AUG 05 2014
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office <b>VERNAL FIELD OFFICE</b>	

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

**Revisions to Operator-Submitted EC Data for Sundry Notice #235398**

	<b>Operator Submitted</b>	<b>BLM Revised (AFMSS)</b>
Sundry Type:	OTHER NOI	APDCH NOI
Lease:	UTU0116	UTU0116
Agreement:	892000761D	892000761D (UTU63010D)
Operator:	QEP ENERGY COMPANY 11002 EAST 17500 SOUTH VERNAL, UT 84078 Ph: 435-781-4369	QEP ENERGY COMPANY 11002 EAST 17500 SOUTH VERNAL, UT 84078 Ph: 435-781-4032 Fx: 435-781-4045
Admin Contact:	VALYN DAVIS REGULATORY AFFAIRS ANALYST E-Mail: valyn.davis@qepres.com Cell: 435-828-1058 Ph: 435-781-4369 Fx: 435-781-4395	VALYN DAVIS REGULATORY AFFAIRS ANALYST E-Mail: Valyn.Davis@qepres.com Cell: 435-828-1058 Ph: 435-781-4369 Fx: 435-781-4395
Tech Contact:	VALYN DAVIS REGULATORY AFFAIRS ANALYST E-Mail: valyn.davis@qepres.com Cell: 435-828-1058 Ph: 435-781-4369 Fx: 435-781-4395	VALYN DAVIS REGULATORY AFFAIRS ANALYST E-Mail: Valyn.Davis@qepres.com Cell: 435-828-1058 Ph: 435-781-4369 Fx: 435-781-4395
Location:		
State:	UT	UT
County:	UINTAH	UINTAH
Field/Pool:	RED WASH	RED WASH
Well/Facility:	RW 22-17B Sec 17 T7S R23E Mer SLB SENW 2368FNL 1766FWL 40.210258 N Lat, 109.354156 W Lon	RW 22-17B Sec 17 T7S R23E SENW 2368FNL 1766FWL 40.210258 N Lat, 109.354156 W Lon

# CONDITIONS OF APPROVAL

## QEP Energy Company

Notice of Intent

APD Extension

**Lease:** UTU-0116  
**Well:** RW 22-17B  
**Location:** SENW Sec 17 T7S-R23E

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

---

1. The APD extension shall expire on 2/27/16
2. No other extension shall be granted.

If you have any other questions concerning this matter, please contact Michael Riches of this office at (435) 781-4438

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	<b>FORM 9</b>
<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>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU0116	<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>
<b>1. TYPE OF WELL</b> Gas Well	<b>7. UNIT or CA AGREEMENT NAME:</b> RED WASH
<b>2. NAME OF OPERATOR:</b> QEP ENERGY COMPANY	<b>8. WELL NAME and NUMBER:</b> RW 22-17B
<b>3. ADDRESS OF OPERATOR:</b> 11002 East 17500 South , Vernal, Ut, 84078	<b>9. API NUMBER:</b> 43047517570000
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 2368 FNL 1766 FWL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: SENW Section: 17 Township: 07.0S Range: 23.0E Meridian: S	<b>9. FIELD and POOL or WILDCAT:</b> RED WASH
	<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: 8/2/2016	<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**  
**August 03, 2015**  
**Oil, Gas and Mining**

**Date:** \_\_\_\_\_  
**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> 7/30/2015	



**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 43047517570000**

API: 43047517570000

Well Name: RW 22-17B

Location: 2368 FNL 1766 FWL QTR SENW SEC 17 TWP 070S RNG 230E MER S

Company Permit Issued to: QEP ENERGY COMPANY

Date Original Permit Issued: 8/2/2011

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: 7/30/2015

Title: Regulatory Affairs Analyst Representing: QEP ENERGY COMPANY



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

Green River District  
Vernal Field Office  
170 South 500 East  
Vernal, UT 84078

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



**MAR 25 2016**

IN REPLY REFER TO:  
3160 (UTG011)

Jan Nelson  
QEP Energy Company  
11002 East 17500 South  
Vernal, UT 84078

**RECEIVED**  
**APR 04 2016**  
DIV. OF OIL, GAS & MINING

Dear Jan:

The referenced Applications for Permit to Drill (APD) have expired. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you that the approval of the referenced applications has expired. If you intend to drill at these locations in the future, a new Application for Permit to Drill must be submitted.

*43-047*

Lease	Well	Aliquot	Sec., T., R.	Approved	Expiration	Extension Exp.
UTU-0560	32-29A <i>16487</i>	SWNE	Sec. 29-T7S-R22E	1/17/2012	1/17/2014	1/17/2016
UTU-0116	22-17B <i>51757</i>	SENE	Sec. 17-T7S-R23E	2/27/2012	2/27/2014	2/27/2016
UTU-02025	12-29B <i>15175</i>	SWNW	Sec. 29-T7S-R23E	1/20/2012	1/20/2014	1/20/2016
UTU-0569	34-14A <i>51763</i>	SWSE	Sec. 14-T7S-R22E	2/27/2012	2/27/2014	12/27/2016

This office requires a letter confirming that no surface disturbance has been made for these drill sites. Any surface disturbance associated with the approved location of these wells is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office, with two exceptions as follows:

1. On January 7, 2016 BLM verified that there was no new surface disturbance for the 12-29-B permit.
2. According to our records, the RW 34-14A is located on the RW 34-14AGR well pad. Final reclamation of the location will be performed after the RW 34-14AGR well is plugged.

Your cooperation in this matter is appreciated. If you have any questions regarding this matter, please contact Jeanne E. Newman at (435) 781-4488.

Sincerely,

Jerry Kenczka  
Assistant Field Manager  
Lands & Mineral Resources



Diana Mason <dianawhitney@utah.gov>

---

## Expired APD's

---

Jan Nelson <Jan.Nelson@qepres.com>  
To: Diana Mason <dianawhitney@utah.gov>

Thu, Jul 7, 2016 at 8:31 AM

Hi Diana-

The following APD's have expired or been returned from the BLM.

Well Name	API #
RW 12-29B	43-047-15175
RW 43-13A	43-047-15240
RW 32-29A	43-047-16487
RW 33-20A	43-047-51769
RW 22-17B	43-047-51757
RW 34-14A	43-047-51763

Let me know if you have any questions.

---

Thank you,

**JAN NELSON**  
Sr. Permit Agent, Rockies Division

**P** 435.781.4331 \ **M** 435.828.8719

11002 East 17500 South  
Vernal \ UT \ 84078

[Jan.Nelson@qepres.com](mailto:Jan.Nelson@qepres.com)

[www.qepres.com](http://www.qepres.com)



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*

July 7, 2016

Jan Nelson  
QEP Energy Company  
11002 East 17500 South  
Vernal, UT 84078

Re: APDs Rescinded for QEP Energy Company, Uintah County

Dear Ms. Nelson:

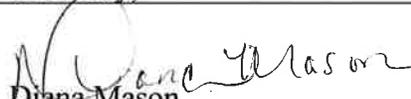
Enclosed find the list of APDs that is being rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded as of July 7, 2016.

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

RW 12-29B 43-047-15175 (RE-ENTRY)  
RW 43-13A 43-047-15240 (RE-ENTRY)  
RW 32-29A 43-047-16487 (RE-ENTRY)  
RW 33-20A 43-047-51769  
RW 22-17B 43-047-51757  
RW 34-14A 43-047-51763