

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	FORM 9 5. LEASE DESIGNATION AND SERIAL NUMBER: ML 47049
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: 7. UNIT or CA AGREEMENT NAME: KRAKEN (GR)
1. TYPE OF WELL Oil Well	8. WELL NAME and NUMBER: GILSONITE 11-02GR
2. NAME OF OPERATOR: QEP ENERGY COMPANY	9. API NUMBER: 43013334830000
3. ADDRESS OF OPERATOR: 11002 East 17500 South , Vernal, Ut, 84078	PHONE NUMBER: 303 308-3068 Ext
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0762 FNL 1917 FEL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NWNE Section: 02 Township: 10.0S Range: 15.0E Meridian: S	9. FIELD and POOL or WILDCAT: MATHEWS FIELD COUNTY: DUCHESNE 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: 8/1/2011	<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 checked="" 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 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 requests to deepen the above mentioned well and drill a dual lateral horizontal oil well within the Uteland Butte member of the Green River Formation. Bottom hole footages are: Lateral #1: 2100' FNL, 700' FEL, SENE, Sec.35, T9S, R15E, Federal Lease UTU-78021, TD:9,421 MD Lateral #2: 660' FSL, 1900' FEL, SWSE, Sec.2, T10S, R15E, State Lease ML-47049, TD:9,096 MD A reserve pit will be constructed staying within the boundaries of the existing disturbance. No additional surface disturbance will be required for this action. QEP Energy Company requests this be held confidential. Please change surface location from NWNE to Lot 2.

Approved by the
 Utah Division of
 Oil, Gas and Mining

Date: 04-04-11
 By: [Signature]

NAME (PLEASE PRINT) Jan Nelson	PHONE NUMBER 435 781-4331	TITLE Permit Agent
SIGNATURE N/A		DATE 2/22/2011

T10S, R15E, S.L.B.&M.

QEP ENERGY COMPANY

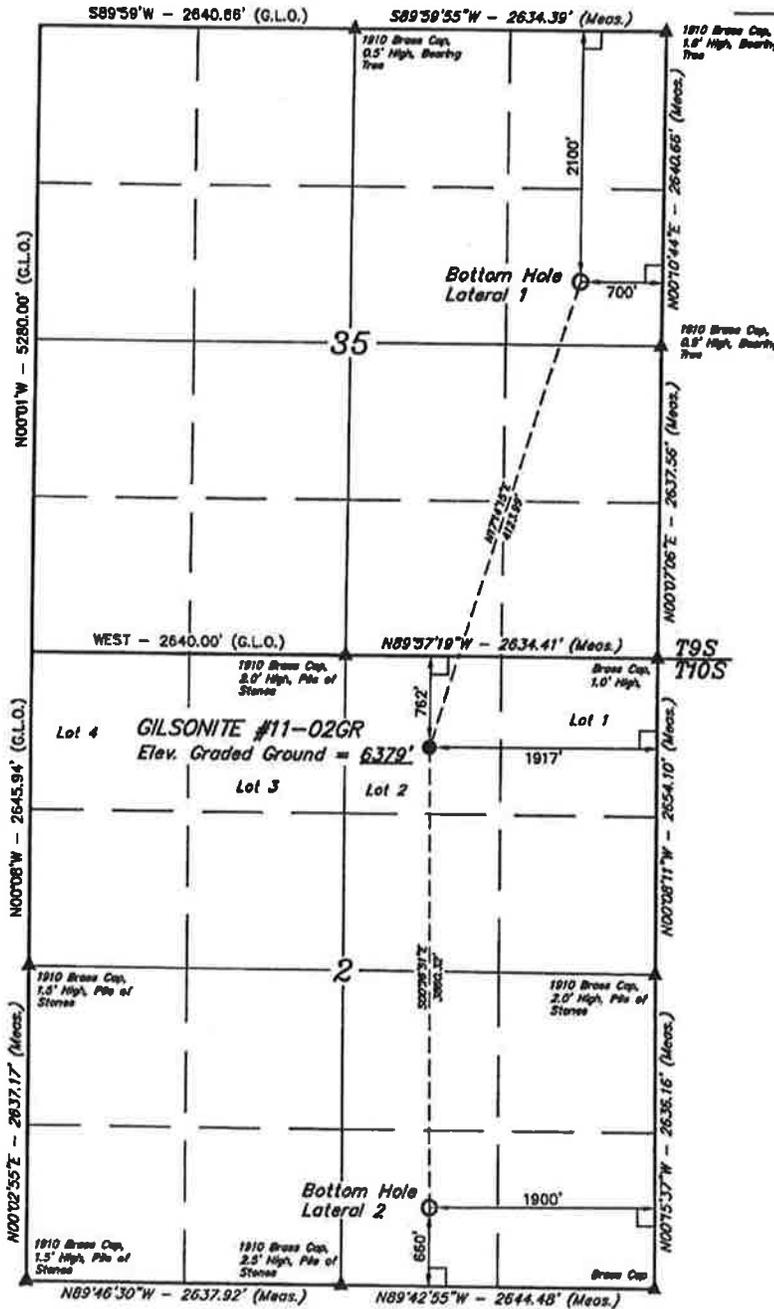
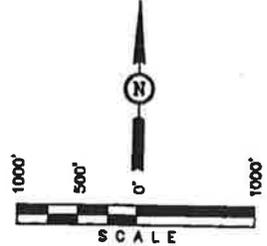
Well location, GILSONITE #11-02GR, located as shown in Lot 2 of Section 2, T10S, R15E, S.L.B.&M., Duchesne County, Utah.

BASIS OF ELEVATION

SPOT ELEVATION LOCATED AT A HILL TOP IN THE NW 1/4 OF SECTION 2, T11S, R16E, S.L.B.&M. TAKEN FROM THE WILKIN RIDGE QUADRANGLE, UTAH, DUCHESNE COUNTY, 7.5 MINUTE QUAD (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 6879 FEET.

BASIS OF BEARINGS

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



LEGEND:

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

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.

John D. ...
 REGISTERED LAND SURVEYOR
 REGISTRATION NO. 181369
 STATE OF UTAH

UTAH ENGINEERING & LAND SURVEYING		
66 SOUTH 200 EAST - VERMILION, UTAH 84078		
(435) 789-1017		
SCALE 1" = 1000'	DATE SURVEYED: 10-29-10	DATE DRAWN: 12-03-10
PARTY D.K. T.H. C.C.		REFERENCES G.L.O. PLAT
WEATHER FAIR		FILE

NAD 83 (TARGET BOTTOM HOLE LATERAL 2) LATITUDE = 39°50'02.82" (39.867478) LONGITUDE = 110°11'48.37" (110.196789)	NAD 83 (TARGET BOTTOM HOLE LATERAL 1) LATITUDE = 39°50'19.66" (39.866883) LONGITUDE = 110°11'53.18" (110.192452)	NAD 83 (SURFACE LOCATION) LATITUDE = 39°58'41.06" (39.976072) LONGITUDE = 110°11'48.82" (110.196884)
NAD 27 (TARGET BOTTOM HOLE LATERAL 2) LATITUDE = 39°58'03.05" (39.967514)	NAD 27 (TARGET BOTTOM HOLE LATERAL 1) LATITUDE = 39°58'20.11" (39.968918)	NAD 27 (SURFACE LOCATION) LATITUDE = 39°58'41.10" (39.978106)