

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

FORM 3

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL		1. WELL NAME and NUMBER Doug Chasel 4-7B2
2. TYPE OF WORK DRILL NEW WELL <input checked="" type="checkbox"/> REENTER P&A WELL <input type="checkbox"/> DEEPEN WELL <input type="checkbox"/>		3. FIELD OR WILDCAT BLUEBELL
4. TYPE OF WELL Oil Well Coalbed Methane Well: NO		5. UNIT or COMMUNITIZATION AGREEMENT NAME
6. NAME OF OPERATOR QUINEX ENERGY CORP		7. OPERATOR PHONE 801 292-3800
8. ADDRESS OF OPERATOR 465 South 200 West, Bountiful, UT, 84010		9. OPERATOR E-MAIL mike@quinexenergy.com
10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE) Patented	11. MINERAL OWNERSHIP FEDERAL <input type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>	12. SURFACE OWNERSHIP FEDERAL <input type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
13. NAME OF SURFACE OWNER (if box 12 = 'fee') John Chasel		14. SURFACE OWNER PHONE (if box 12 = 'fee') 435-229-3763
15. ADDRESS OF SURFACE OWNER (if box 12 = 'fee') 2285 Lucky John Dr., Park City, UT 84060		16. SURFACE OWNER E-MAIL (if box 12 = 'fee')
17. INDIAN ALLOTTEE OR TRIBE NAME (if box 12 = 'INDIAN')	18. INTEND TO COMMINGLE PRODUCTION FROM MULTIPLE FORMATIONS YES <input type="checkbox"/> (Submit Commingling Application) NO <input checked="" type="checkbox"/>	19. SLANT VERTICAL <input checked="" type="checkbox"/> DIRECTIONAL <input type="checkbox"/> HORIZONTAL <input type="checkbox"/>

20. LOCATION OF WELL	FOOTAGES	QTR-QTR	SECTION	TOWNSHIP	RANGE	MERIDIAN
LOCATION AT SURFACE	1287 FSL 987 FWL	SWSW	7	2.0 S	2.0 W	U
Top of Uppermost Producing Zone	1287 FSL 987 FWL	SWSW	7	2.0 S	2.0 W	U
At Total Depth	1287 FSL 987 FWL	SWSW	7	2.0 S	2.0 W	U

21. COUNTY DUCHESNE	22. DISTANCE TO NEAREST LEASE LINE (Feet) 987	23. NUMBER OF ACRES IN DRILLING UNIT 640
25. DISTANCE TO NEAREST WELL IN SAME POOL (Applied For Drilling or Completed) 1500	26. PROPOSED DEPTH MD: 13800 TVD: 13800	
27. ELEVATION - GROUND LEVEL 5880	28. BOND NUMBER NZA499876	29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE #43-12366 & 43-12367

Hole, Casing, and Cement Information										
String	Hole Size	Casing Size	Length	Weight	Grade & Thread	Max Mud Wt.	Cement	Sacks	Yield	Weight
COND	15	13.375	0 - 450	48.0	H-40 ST&C	8.4	Class G	260	1.15	15.8
SURF	12.25	9.625	0 - 4500	40.0	K-55 LT&C	8.9	Hi Lift "G"	500	3.82	11.0
							Class G	225	1.15	15.8
I1	8.75	7	0 - 10800	26.0	P-110 LT&C	11.0	Premium Lite High Strength	360	1.7	13.1
							Premium Lite High Strength	50	1.7	13.1
							Hi Lift "G"	160	3.82	11.0
PROD	6.25	5	10500 - 13800	18.0	P-110 LT&C	14.0	Hi Lift "G"	50	1.7	13.1
							Class G	210	1.5	15.6

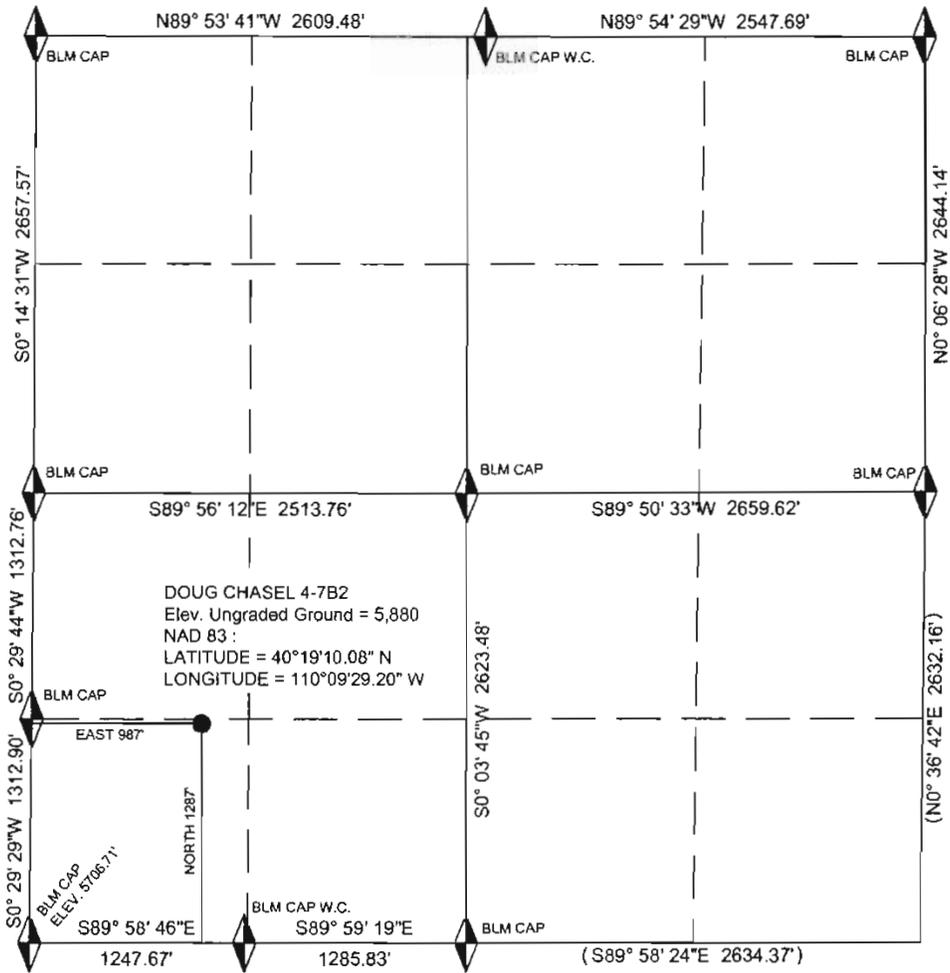
ATTACHMENTS

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

<input checked="" type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER	<input checked="" type="checkbox"/> COMPLETE DRILLING PLAN
<input checked="" 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

NAME K. Michael Hebertson	TITLE Geologist	PHONE 801 292-3800
SIGNATURE	DATE 04/12/2012	EMAIL mike@quinexenergy.com
API NUMBER ASSIGNED 43013513660000	APPROVAL  Permit Manager	

SECTION 7, T2S, R2W, USB&M



CERTIFICATE

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



REGISTERED LAND SURVEYOR
 REGISTRATION NO. 7173588
 STATE OF UTAH

LEGEND AND NOTES

-  FOUND SECTION CORNER
-  PROPOSED WELL HEAD
-  CALCULATED DATA

THE GENERAL LAND OFFICE G.L.O. PLAT WAS USED FOR REFERENCE

THIS SURVEY WAS PERFORMED USING GLOBAL POSITIONING SYSTEM PROCEDURES AND EQUIPMENT.

BASIS OF ELEVATION

SPOT ELEVATION AT THE SOUTHWEST CORNER OF SECTION 7, T2S, R2W, U.S.M. NAVD 88 DATUM USING THE UTAH REFERENCE NETWORK SYSTEM. SAID ELEVATION IS MARKED AS BEING 5706.71 FEET.



QUINEX ENERGY CORP.
 DOUG CHASEL 4-7B2
 SECTION 7, T2S, R2W, U.S.M.
 987' FWL 1287' FSL



WELL
 PLAT

DATE SURVEYED: FEBRUARY 10, 2012
 SURVEYED BY: DEK, CCW
 DRAWN: FEBRUARY 18, 2012
 SCALE: 1" = 1000'
 DRAWN: DEK

SHEET NO.
 1