

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

FORM 3

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL		1. WELL NAME and NUMBER Ute Energy 6-27-3-1E
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 UNDESIGNATED
4. TYPE OF WELL Oil Well Coalbed Methane Well: NO		5. UNIT or COMMUNITIZATION AGREEMENT NAME
6. NAME OF OPERATOR UTE ENERGY UPSTREAM HOLDINGS LLC		7. OPERATOR PHONE 720 420-3235
8. ADDRESS OF OPERATOR 1875 Lawrence St Ste 200, Denver, CO, 80202		9. OPERATOR E-MAIL rgarrison@uteenergy.com
10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE) Fee	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') Ute Energy Upstream Holdings LLC		14. SURFACE OWNER PHONE (if box 12 = 'fee') 720-420-3200
15. ADDRESS OF SURFACE OWNER (if box 12 = 'fee') 1875 Lawrence Street, Suite 200, Denver, CO 80202		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	2086 FNL 2162 FWL	SEnw	27	3.0 S	1.0 E	U
Top of Uppermost Producing Zone	2086 FNL 2162 FWL	SEnw	27	3.0 S	1.0 E	U
At Total Depth	2086 FNL 2162 FWL	SEnw	27	3.0 S	1.0 E	U

21. COUNTY UINTAH	22. DISTANCE TO NEAREST LEASE LINE (Feet) 2086	23. NUMBER OF ACRES IN DRILLING UNIT 40
27. ELEVATION - GROUND LEVEL 4953	25. DISTANCE TO NEAREST WELL IN SAME POOL (Applied For Drilling or Completed) 920	26. PROPOSED DEPTH MD: 10310 TVD: 10310
	28. BOND NUMBER LPM9032132	29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE 438496

Hole, Casing, and Cement Information

String	Hole Size	Casing Size	Length	Weight	Grade & Thread	Max Mud Wt.	Cement	Sacks	Yield	Weight
SURF	12.25	8.625	0 - 1031	24.0	J-55 ST&C	8.4	Light (Hibond)	362	1.35	14.8
PROD	7.875	5.5	0 - 10310	17.0	N-80 LT&C	9.2	Halliburton Light , Type Unknown	301	3.2	11.0
							50/50 Poz	607	1.46	13.5

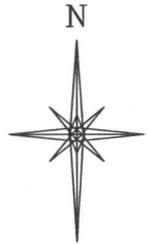
ATTACHMENTS

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

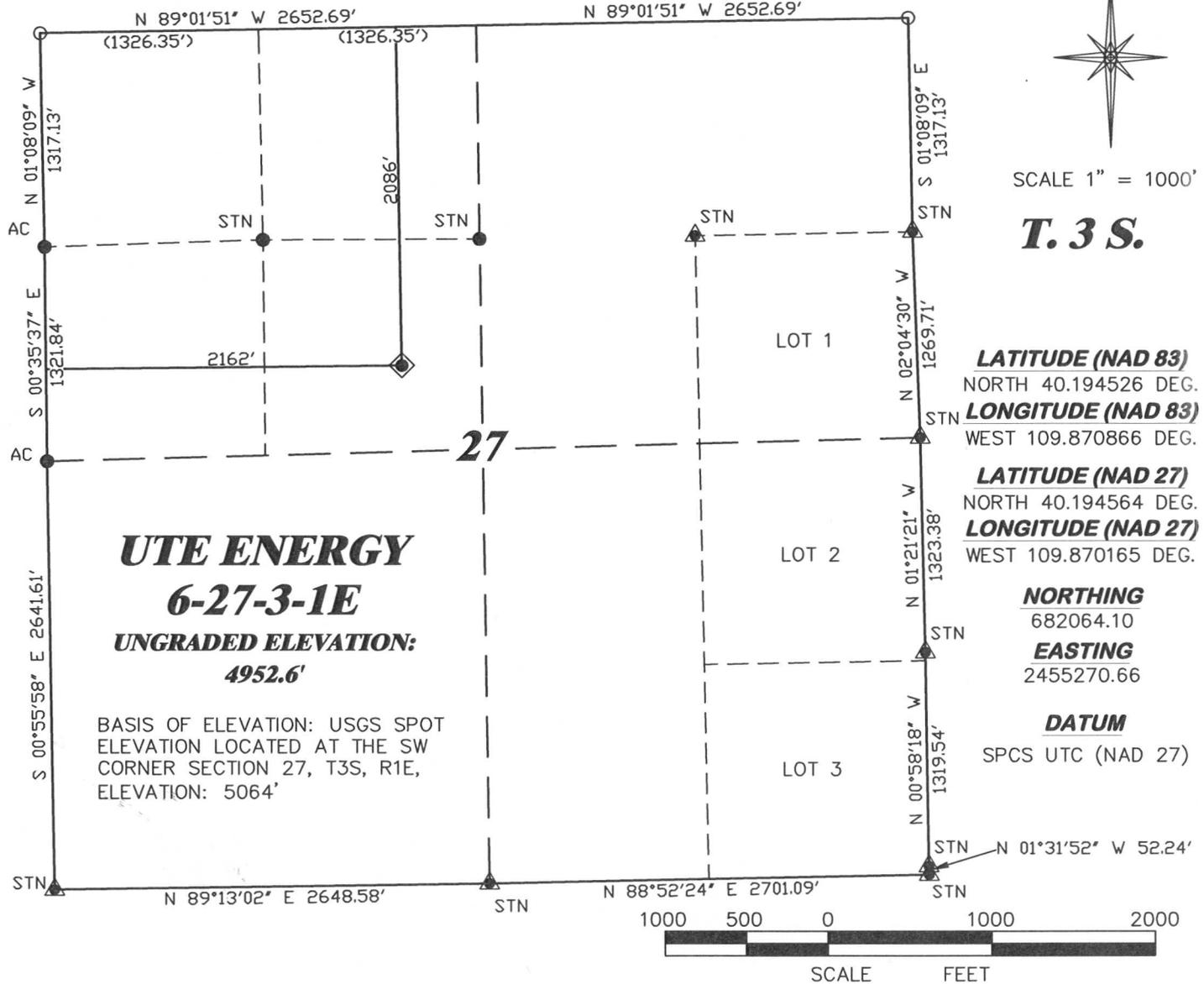
NAME Lori Browne	TITLE Regulatory Specialist	PHONE 720 420-3246
SIGNATURE	DATE 10/20/2011	EMAIL lbrowne@uteenergy.com
API NUMBER ASSIGNED 43047521210000	APPROVAL  Permit Manager	

R. 1 E.



SCALE 1" = 1000'

T. 3 S.

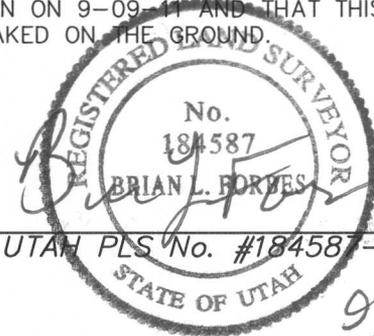


SURVEYOR'S STATEMENT

I, BRIAN L. FORBES, OF ROCK SPRINGS, WYOMING, HEREBY STATE: THIS MAP WAS MADE FROM NOTES TAKEN DURING AN ACTUAL FIELD SURVEY DONE UNDER MY DIRECT SUPERVISION ON 9-09-11 AND THAT THIS PLAT CORRECTLY SHOWS THE LOCATION OF UTE ENERGY 6-27-3-1E AS STAKED ON THE GROUND.

LEGEND

- ◆ WELL LOCATION
- BOTTOM HOLE LOC. (APPROX)
- FOUND MONUMENT
- ▲ PREVIOUSLY FOUND MONUMENT
- CALCULATED CORNER



DRG RIFFIN & ASSOCIATES, INC.
 (307) 362-5028 1414 ELK ST., ROCK SPRINGS, WY 82901

**PLAT OF DRILLING LOCATION
FOR
UTE ENERGY**

DRAWN: 9/30/11 - NDP

SCALE: 1" = 1000'

REVISED: NA

DRG JOB No. 18516

EXHIBIT 1

**2086' F/NL & 2162' F/WL, SENW, SECTION 27,
T. 3 S., R. 1 E., U.S.M.
UINTAH COUNTY, UTAH**