

| For KCC Use: | |
|-----------------|---|
| Effective Date: | |
| District # | |
| 0010 | □ |

Kansas Corporation Commission Oil & Gas Conservation Division

Form C-1 October 2007 Form must be Typed

| ERATOR: License# | Spot Description: | | | |
|---|--|--|--|--|
| ERATOR: License# | Sec Twp S. R E \[V | | | |
| | feet from N / S Line of Section | | | |
| me: | feet from E / W Line of Sectio | | | |
| dress 1: | Is SECTION: Regular Irregular? | | | |
| dress 2: | (Note: Locate well on the Section Plat on reverse side) | | | |
| /: State: Zip: + | County: | | | |
| ntact Person: | Lease Name: Well #: | | | |
| one: | Field Name: | | | |
| NTRACTOR: License# | Is this a Prorated / Spaced Field? | | | |
| me: | Target Formation(s): | | | |
| Well Drilled For: Well Class: Type Equipment: | Nearest Lease or unit boundary line (in footage): | | | |
| | Ground Surface Elevation:feet MS | | | |
| Gas Storage Pool Ext. Mud Rotary Air Rotary | Water well within one-quarter mile: | | | |
| Disposal Wildcat Cable | Public water supply well within one mile: | | | |
| Seismic; # of Holes Other | Depth to bottom of fresh water: | | | |
| Other: | Depth to bottom of usable water: | | | |
| | Surface Pipe by Alternate: I II | | | |
| If OWWO: old well information as follows: | Length of Surface Pipe Planned to be set: | | | |
| Operator: | Length of Conductor Pipe (if any): | | | |
| Well Name: | Projected Total Depth: | | | |
| Original Completion Date: Original Total Depth: | Formation at Total Depth: | | | |
| | Water Source for Drilling Operations: | | | |
| ectional, Deviated or Horizontal wellbore? | Well Farm Pond Other: | | | |
| es, true vertical depth: | DWR Permit #: | | | |
| tom Hole Location: C DKT #: | (Note: Apply for Permit with DWR) | | | |
| <i>Σ</i> Β(() π. | Will Cores be taken? | | | |
| | If Yes, proposed zone: | | | |
| The appropriate district office will be notified before well is either plugged. If an ALTERNATE II COMPLETION, production pipe shall be cemented. Or pursuant to Appendix "B" - Eastern Kansas surface casing order # | n drilling rig; by circulating cement to the top; in all cases surface pipe shall be set e underlying formation. trict office on plug length and placement is necessary prior to plugging ; | | | |
| | | | | |
| For KCC Use ONLY API # 15 Conductor pipe required feet | Remember to: - File Drill Pit Application (form CDP-1) with Intent to Drill; - File Completion Form ACO-1 within 120 days of spud date; - File acreage attribution plat according to field proration orders; - Notify appropriate district office 48 hours prior to workover or re-entry; Submit all projects report (CP 4) offer plugging is completed (within 60 days). | | | |
| For KCC Use ONLY API # 15 | File Drill Pit Application (form CDP-1) with Intent to Drill; File Completion Form ACO-1 within 120 days of spud date; File acreage attribution plat according to field proration orders; Notify appropriate district office 48 hours prior to workover or re-entry; | | | |

Well Not Drilled - Permit Expired Date: Signature of Operator or Agent:

(This authorization void if drilling not started within 12 months of approval date.)

_ Agent: _

Spud date: _



IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

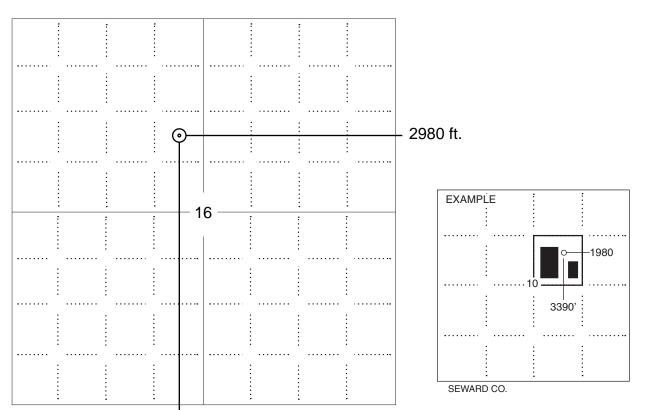
Plat of acreage attributable to a well in a prorated or spaced field

If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please show all the wells and within 1 mile of the boundaries of the proposed acreage attribution unit for gas wells and within 1/2 mile of the boundaries of the proposed acreage attribution unit for oil wells.

| API No. 15 | |
|---------------------------------------|--|
| Operator: | Location of Well: County: |
| Lease: | feet from N / S Line of Section |
| Well Number: | feet from E / W Line of Section |
| Field: | Sec Twp S. R |
| Number of Acres attributable to well: | Is Section: Regular or Irregular |
| | If Section is Irregular, locate well from nearest corner boundary. Section corner used: NE NW SE SW |

PLAT

(Show location of the well and shade attributable acreage for prorated or spaced wells.) (Show footage to the nearest lease or unit boundary line.)



NOTE: In all cases locate the spot of the proposed drilling locaton.

3680 ft.

In plotting the proposed location of the well, you must show:

- 1. The manner in which you are using the depicted plat by identifying section lines, i.e. 1 section, 1 section with 8 surrounding sections, 4 sections, etc.
- 2. The distance of the proposed drilling location from the south / north and east / west outside section lines.
- 3. The distance to the nearest lease or unit boundary line (in footage).
- 4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (C0-7 for oil wells; CG-8 for gas wells).



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1032597

Form CDP-1
April 2004
Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

| Operator Name: | | | License Number: | | | |
|--|--|---|---|-------------------------|--|--|
| Operator Address: | | | | | | |
| Contact Person: | | | Phone Number: | | | |
| Lease Name & Well No.: | | | Pit Location (QQQQ): | | | |
| Type of Pit: | Pit is: | | | | | |
| Emergency Pit Burn Pit | Proposed Existing | | SecTwpR East WestFeet from North / South Line of Section | | | |
| Settling Pit Drilling Pit | If Existing, date constructed: | | | | | |
| Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) | Pit capacity: (bbls) | | Feet from East / West Line of Section County | | | |
| Is the nit located in a Sensitive Ground Water | Area? Yes | No | Chloride concentration: | , | | |
| Is the pit located in a Sensitive Ground Water Area? | | | Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) | | | |
| Is the bottom below ground level? Yes No | Artificial Liner? | | How is the pit lined if a plastic liner is not used? | | | |
| Pit dimensions (all but working pits): | Length (feet) | | Width (feet) | N/A: Steel Pits | | |
| Depth fro | om ground level to de | epest point: | (feet) | No Pit | | |
| If the pit is lined give a brief description of the material, thickness and installation procedure | | • | dures for periodic maintena ncluding any special monito | | | |
| Distance to nearest water well within one-mile of pit | | Depth to shallowest fresh waterfeet. Source of information: | | | | |
| feet Depth of water wellfeet _ | | measu | measuredwell owner electric log KDWR | | | |
| Emergency, Settling and Burn Pits ONLY: | Drilling, Workover and Haul-Off Pits ONLY: | | | | | |
| Producing Formation: | | Type of material utilized in drilling/workover: | | | | |
| Number of producing wells on lease: | | Number of working pits to be utilized: | | | | |
| Barrels of fluid produced daily: | | Abandonment procedure: | | | | |
| Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No | | Drill pits must be closed within 365 days of spud date. | | | | |
| Submitted Electronically | | | | | | |
| KCC OFFICE USE ONLY Steel Pit RFAC RFAS | | | | | | |
| Date Received: Permit Num | ber: | Permi | t Date: L | ease Inspection: Yes No | | |



Mark Parkinson, Governor Thomas E. Wright, Chairman Michael C. Moffet, Commissioner Joseph F. Harkins, Commissioner

November 02, 2009

Dan Nixon Nixon, R P Operations, Inc 207 W 12TH HAYS, KS 67601-3810

Re: Drilling Pit Application Neely 4 NW/4 Sec.16-14S-20W Ellis County, Kansas

Dear Dan Nixon:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed **without slots**, the bottom shall be flat and reasonably level, and the free fluids must be removed. The fluids are to be removed from the reserve pit as soon as practical after drilling operations have ceased. Keept pits away from draw/drainage.

If production casing is set all completion fluids shall be removed from the working pits daily. NO completion fluids or non-exempt wastes shall be placed in the reserve pit.

The fluids should be taken to an authorized disposal well. Please call the District Office at (785) 625-0550 when the fluids have been removed. Please file form CDP-5 (August 2008), Exploration and Production Waste Transfer, through SOLAR within 30 days of fluid removal.

A copy of this letter should be posted in the doghouse along with the approved Intent to **Drill**. If you have any questions or concerns please feel free to contact the District Office at (785) 625-0550.