

For KCC	Use:		
Effective I	Date:		_
District #			
0040			

Spud date: _

_ Agent: _

Kansas Corporation Commission Oil & Gas Conservation Division

Form C-1 October 2007 Form must be Typed

Expected Spud Date:		Spot Description:	
	year	Sec. Twp. S.	
DPERATOR: License#		(0/0/0/0) feet from N /	
lame:		feet from E /	W Line of Section
ddress 1:		Is SECTION: Regular Irregular?	
ddress 2:		(Note: Locate well on the Section Plat on rev	arsa sida)
Sity: State: Zip:		County:	sise side)
Contact Person:		Lease Name:	Well #·
Phone:		Field Name:	
CONTRACTOR: License#		Is this a Prorated / Spaced Field?	Yes No
lame:		Target Formation(s):	
Well Drilled For: Well Class: Type Equip	amont:	Nearest Lease or unit boundary line (in footage):	
		Ground Surface Elevation:	
	Rotary	Water well within one-quarter mile:	Yes No
Gas Storage Pool Ext. Air Ro	,	Public water supply well within one mile:	Yes No
Disposal Wildcat Cable 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	1:	Formation at Total Depth:	
_		Water Source for Drilling Operations:	
Directional, Deviated or Horizontal wellbore?	Yes No	Well Farm Pond Other:	
f Yes, true vertical depth:		DWR Permit #:	
Bottom Hole Location: KCC DKT #:		(Note: Apply for Permit with DWR	
CC DRT #.		Will Cores be taken?	Yes No
		If Yes, proposed zone:	
	\ EEU	DAVIT	
The undersigned hereby affirms that the drilling, completion a	7 1		
		ging of this well will comply with K.S.A. 55 et. seq.	
t is agreed that the following minimum requirements will be n			
Notify the appropriate district office <i>prior</i> to spudding of the spuding of the spudding of the spudding of the spudding of the spudding of the spuding of		Luc .	
2. A copy of the approved notice of intent to drill <i>shall be</i>3. The minimum amount of surface pipe as specified belo			hall he set
through all unconsolidated materials plus a minimum o			ian be set
4. If the well is dry hole, an agreement between the opera			to plugging;
5. The appropriate district office will be notified before we	, 00		
6. If an ALTERNATE II COMPLETION, production pipe sh			
·	-	3,891-C, which applies to the KCC District 3 area, alterna lugged. <i>In all cases, NOTIFY district office</i> prior to any	•
must be completed within 50 days of the spud date of t	ine wen snan be p	lagged. In an eases, North 1 district office prior to any	comenting.
ubmitted Electronically			
domitted Electromically		5	1
For KCC Has ONLY		Remember to:	
For KCC Use ONLY		- File Drill Pit Application (form CDP-1) with Intent to Drill;	
API # 15		 File Completion Form ACO-1 within 120 days of spud days File acreage attribution plat according to field proration of the file acreage attribution of the file acreage attribution plat according to field proration of the file acreage attribution plat according to file acreage. 	
Conductor pipe requiredfeet		 Notify appropriate district office 48 hours prior to workov 	
Minimum surface pipe requiredfeet pe	er ALT. I II	 Submit plugging report (CP-4) after plugging is complete 	
Approved by:		Obtain written approval before disposing or injecting sale.	
		- If this permit has expired (See: authorized expiration date	
This authorization expires:		check the box below and return to the address below.	-

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



IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

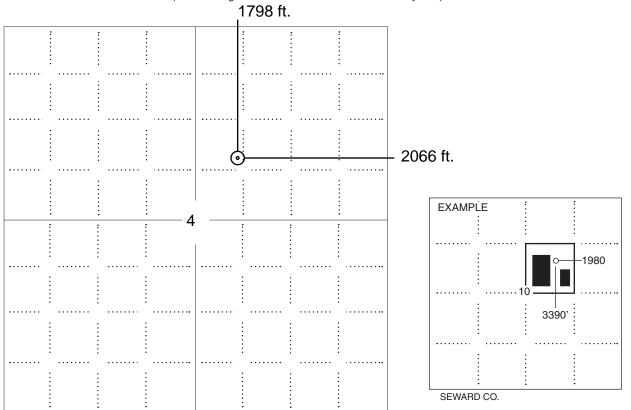
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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	S Line of Section
Well Number:			feet from	E / V	W Line of Section
Field:	Sec	Twp	S. R	E	≣ W
Number of Acres attributable to well:	Is Section:	Regular or	Irregular		
	If Section is Section corr	s Irregular, locate ner used: NE		rest corner	boundary.

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.

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

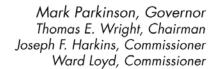
1038742

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: Emergency Pit Burn Pit Settling Pit Drilling Pit Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) Is the pit located in a Sensitive Ground Water Is the bottom below ground level? Yes No Pit dimensions (all but working pits):	Artificial Liner? Yes No Length (feet) om ground level to deepest point: liner Describe proce		SecTwpR East West Feet from North / South Line of Secti Feet from East / West Line of Secti Cour Chloride concentration: mg (For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? Width (feet) N/A: Steel Pits		
Distance to nearest water well within one-mile	of pit	Depth to shallo	owest fresh waterfeet.		
·		Source of infor			
feet Depth of water well	feet		uredwell owner electric logKDWR		
Emergency, Settling and Burn Pits ONLY:		•	cover and Haul-Off Pits ONLY:		
Producing Formation:			al utilized in drilling/workover:		
Number of producing wells on lease:		Number of working pits to be utilized:			
Barrels of fluid produced daily: Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No			be closed within 365 days of spud date.		
Submitted Electronically					
	ксс	OFFICE USE OF	NLY Steel Pit RFAC RFAS		
Date Received: Permit Num	ber:	Permi	nit Date: Lease Inspection:		





June 02, 2010

Steve Baize Charter Energy, Inc. PO BOX 252 GREAT BEND, KS 67530-0252

Re: Drilling Pit Application Gates 1 NE/4 Sec.04-22S-13W Stafford County, Kansas

Dear Steve Baize:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed <u>without slots</u>, 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 the Hutchinson Salt section has been drilled through and displacement of the fluids into the reserve pit has occurred. The fluids should be removed again within 96 hours after drilling operations have ceased.

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 (620) 225-8888 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 (620) 225-8888.