For KCC Use:

Eff	e	ct	iv	е	Date
-					

District	#	

SGA?	Yes	No

Form

KANSAS CORPORATION COMMISSION **OIL & GAS CONSERVATION DIVISION**

March 2010 Form must be Typed Form must be Signed All blanks must be Filled

Form C-1

1046349

NOTICE OF INTENT TO DRILL

Must be approved by KCC five (5) days prior to commencing well

KSONA-1,	Certification of	Compliance with	the Kansas S	urface Owner	Notification Act,	, MUST be subm	itted with this form
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Expected Spud Date:	Spot Description:
month day year	
OPERATOR: License#	feet from E / W Line of Section
Name:	
Address 1:	Is SECTION: Regular Irregular?
Address 2:	(Note: Locate well on the Section Plat on reverse side)
City: State: Zip: +	County:
Contact Person:	Lease Name: Well #:
Phone:	Field Name:
CONTRACTOR: License#	Is this a Prorated / Spaced Field? Yes No
Name:	Target Formation(s):
Well Drilled For: Well Class: Type Equipment: Oil Enh Rec Infield Mud Rotary Gas Storage Pool Ext. Air Rotary Disposal Wildcat Cable Seismic ; # of Holes Other Other:	Nearest Lease or unit boundary line (in footage):
Original Completion Date: Original Total Depth:	Formation at Total Depth:
Directional, Deviated or Horizontal wellbore? Yes No If Yes, true vertical depth:	Water Source for Drilling Operations: Well Farm Pond Other:
KCC DKT #:	Will Cores be taken?
	If Yes, proposed zone:

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. seq.

It is agreed that the following minimum requirements will be met:

- 1. Notify the appropriate district office *prior* to spudding of well;
- 2. A copy of the approved notice of intent to drill shall be posted on each drilling rig;
- 3. The minimum amount of surface pipe as specified below shall be set by circulating cement to the top; in all cases surface pipe shall be set through all unconsolidated materials plus a minimum of 20 feet into the underlying formation.
- 4. If the well is dry hole, an agreement between the operator and the district office on plug length and placement is necessary prior to plugging;
- 5. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
- 6. If an ALTERNATE II COMPLETION, production pipe shall be cemented from below any usable water to surface within 120 DAYS of spud date. Or pursuant to Appendix "B" - Eastern Kansas surface casing order #133,891-C, which applies to the KCC District 3 area, alternate II cementing must be completed within 30 days of the spud date or the well shall be plugged. In all cases, NOTIFY district office prior to any cementing.

Submitted Electronically

For KCC Use ONLY	
API # 15	
Conductor pipe required	feet
Minimum surface pipe required	feet per ALT. I II
Approved by:	
This authorization expires:	tarted within 12 months of approval date.)
Spud date: Ag	gent:

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

Remember to:

- File Certification of Compliance with the Kansas Surface Owner Notification Act (KSONA-1) with Intent to Drill;
- 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 plugging report (CP-4) after plugging is completed (within 60 days);
- Obtain written approval before disposing or injecting salt water.
- If well will not be drilled or permit has expired (See: authorized expiration date) please check the box below and return to the address below.
 - Well will not be drilled or Permit Expired Date: Signature of Operator or Agent:

ш



For KCC Use ONLY

API # 15 - ____

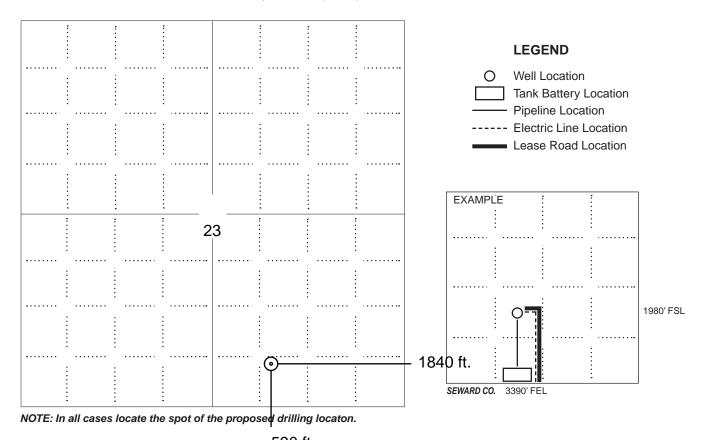
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

In all cases, please fully complete this side of the form. Include items 1 through 5 at the bottom of this page.

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 E 📃 W
Number of Acres attributable to well: QTR/QTR/QTR/QTR of acreage:	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. Show footage to the nearest lease or unit boundary line. Show the predicted locations of lease roads, tank batteries, pipelines and electrical lines, as required by the Kansas Surface Owner Notice Act (House Bill 2032). You may attach a separate plat if desired.



590 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).
- 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).
- 5. The predicted locations of lease roads, tank batteries, pipelines, and electrical lines.

Side Two



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

6349

Form CDP-1 May 2010 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 Sec. Twp. R. East West Settling Pit **Drilling Pit** If Existing, date constructed: Feet from North / South Line of Section Haul-Off Pit Workover Pit _Feet from East / West Line of Section Pit capacity: (If WP Supply API No. or Year Drilled) County (bbls) Is the pit located in a Sensitive Ground Water Area? Yes No Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) Is the bottom below ground level? Artificial Liner? How is the pit lined if a plastic liner is not used? Yes No Yes No Pit dimensions (all but working pits): ___Length (feet) _____Width (feet) N/A: Steel Pits Depth from ground level to deepest point: _ _ (feet) No Pit If the pit is lined give a brief description of the liner Describe procedures for periodic maintenance and determining material, thickness and installation procedure. liner integrity, including any special monitoring. Depth to shallowest fresh water_ Distance to nearest water well within one-mile of pit: feet. Source of information: KDWR measured well owner electric log feet Depth of water well _ feet **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	Liner	Steel Pit	RFAC RFAS
Date Received:	_ Permit Number:	Permit Date:		Lease Inspe	ction: Yes No

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT Form KSONA-1 July 2010 Form Must Be Typed Form must be Signed All blanks must be Filled

This form must be submitted with all Forms C-1 (Notice of Intent to Drill); CB-1 (Cathodic Protection Borehole Intent); T-1 (Request for Change of Operator Transfer of Injection or Surface Pit Permit); and CP-1 (Well Plugging Application). Any such form submitted without an accompanying Form KSONA-1 will be returned.

Select the corresponding form being filed: C-1 (Intent) CB-1 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)

OPERATOR: License #	Well Location:
Name:	
Address 1:	County:
Address 2:	Lease Name: Well #:
City: Zip: Contact Person:	If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:
Phone: () Fax: () Email Address:	
Surface Owner Information:	
Name:	When filing a Form T-1 involving multiple surface owners, attach an additional
Address 1:	sheet listing all of the information to the left for each surface owner. Surface owner information can be found in the records of the register of deeds for the
Address 2:	county, and in the real estate property tax records of the county treasurer.
City: State: Zip:+	

If this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathodic Protection Borehole Intent), you must supply the surface owners and the KCC with a plat showing the predicted locations of lease roads, tank batteries, pipelines, and electrical lines. The locations shown on the plat are preliminary non-binding estimates. The locations may be entered on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.

Select one of the following:

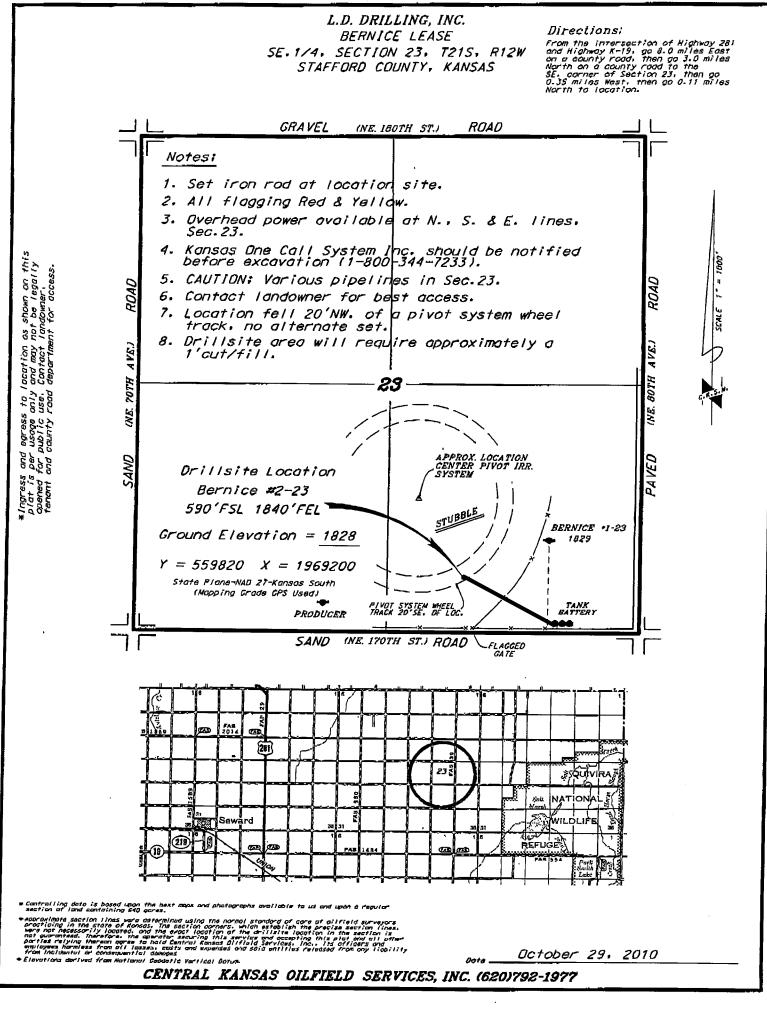
- I certify that, pursuant to the Kansas Surface Owner Notice Act (House Bill 2032), I have provided the following to the surface owner(s) of the land upon which the subject well is or will be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C-1 or Form CB-1, the plat(s) required by this form; and 3) my operator name, address, phone number, fax, and email address.
- □ I have not provided this information to the surface owner(s). I acknowledge that, because I have not provided this information, the KCC will be required to send this information to the surface owner(s). To mitigate the additional cost of the KCC performing this task, I acknowledge that I am being charged a \$30.00 handling fee, payable to the KCC, which is enclosed with this form.

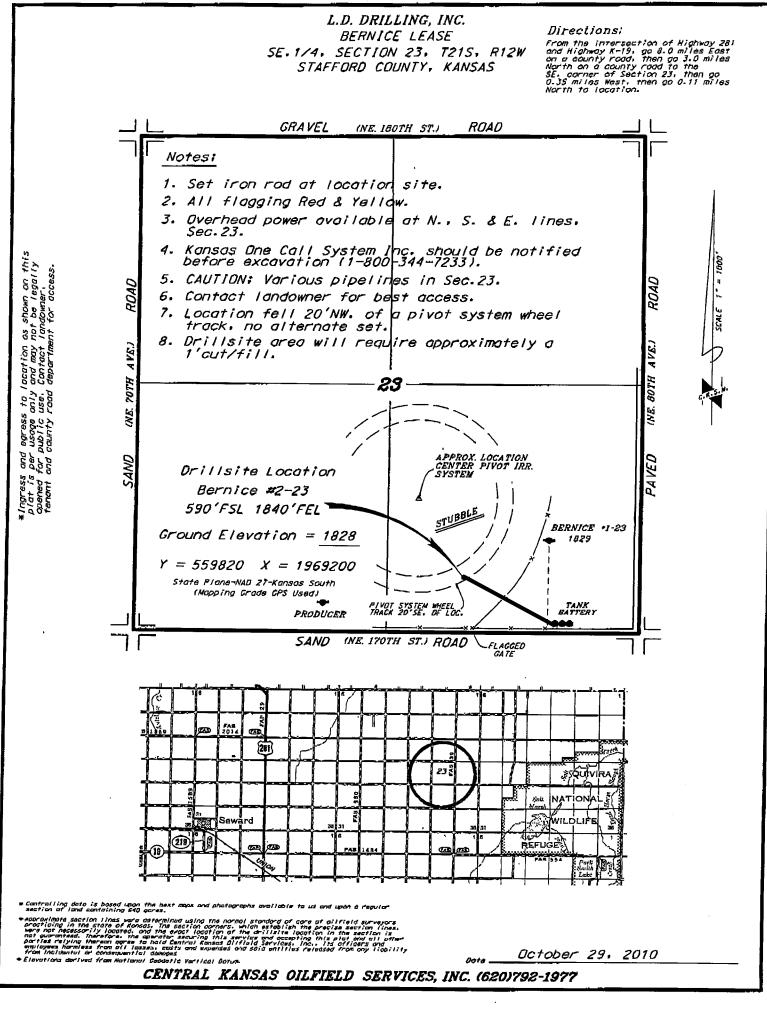
If choosing the second option, submit payment of the \$30.00 handling fee with this form. If the fee is not received with this form, the KSONA-1 form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1 will be returned.

Submitted Electronically

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March Farme Tro Anotin C Hiddons
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• DAVIS ssor, for and in consideration of One and Other************************************
cash in hand paid, receipt of which is hereby acknowledged, and of the covenants and agreements hereinatter contained on the part of lessee to be paid, kept and performed, has granted, densed, lessed and let and by these presents does grant, demise, less and let unto said lessee, for the sole and only purpose of mining and operating for oil and gas, and laying pipe lines, and building tanks, power stations and structures thereon to produce, asve and take purpose of said products, all that certain tract of land, "together with any reversionary rights therein," situated in the County of <u>STAFFORD</u> state of <u>KANSAS</u> , described as follows, to-wit:
The Southeast Quarter (SE/4)
of Section 23 Township 21 South Range 12 West and containing 160 acres more or let It is agreed that this lease shall remain in full force for a term of <u>ONE YEAT</u> years from this date, and as long thereafter as oil or za
from said land by the lessee, or the premises are being developed or operated. emises the said lessee covenants and agrees: it of lessor, free of cost, in the pipe line to which he may connect his wells, the equal one-eighth (3s)
2nd. The lessee shall pay to lessor for gas produced from any oil well and used by the lessee for the manufacture of gasoline or any other product royalty 's of the market value of such gas at the mouth of the well; if said gas is sold by the lessee, then as as royalty 's of the proceeds of the sale there at the mouth of the well. The lessee shall pay lessor as royalty 's of the proceeds of the proceeds of the sale berr found and where such gas is not sold or used, lessee shall pay or tender annually at the end of each yearly period during which such of the well where royald; an anount equal to the delay rental pay or tender annually at the end of each yearly period during while such sold or used royald; an approvided in the next succeeding paragraph hered; and while said royalty is so paid or tendered this lease shall royald as a producing lesse under the above term paragraph hereof; the lessor, and while said royalty is so well or tendered this lease shall stores and inside lights in the number house on sold band have proved the part of the sole of charge from any gas well on the leased prentiles stores and inside lights in the number house on sold band have her own solver he own when the said to the leased prentiles of the relative stores and in the number house on sold band have part own solver he own solver here and here above the own solver here own solver here and here above here above here above here and here above he
said land on or before March 17 $x x 2001$ this lease shall terminate as to
H damaitant and an a the damaitant
ship of said land, the sum of Double of a well for twelve months from said date. Dot the manner and uposition regardless of changes in the owner the privilege of deferring the commencement of a well for twelve months from said date. Dot the manner and upon like payments or tenders like commence ment of a well may be further deferred for like periods or the same number of months. All such payments or tenders like commence ment of a well may be further deferred for like periods for the same number of months. All such payments or tenders like commence pository bank. And it is understood and agreed that the consideration first results paying date either direct to lessor or assigns or to said do pository bank. And it is understood and agreed that the consideration first results paying date either direct to lessor or assigns or to said do date when said first results payable as aforesaid, but also the fesses soption of extending that period as aforesaid, and any and all other rights conferred tesses may at any time execute and deliver to Desson or protect of record. In releved of all ObtAgations as to the actue and upto effect portion or portions and be relieved of all ObtAgations as to the actue and all other rights conferred premises and thereity surrender that the proportion for the areage covered hereion is reduced by said release or releases.
Bould the first well drifted on the above described land be a dry hole, then, and in that event, if a second well is not-commenced on said land within twelve months from the expiration of the last rentral period for which rental has been paid, this lease shall terminate as to both particles. unless the lease on or before the expiration of stat twelve months shall resume the payment of rentals in the same amount and in the same manner as herein before provided And is a start where months shall resume the payment of rentals in the same amount and in the same manner as herein before provided And is a start the resumption of the payment of rentals, in the same amount and in the same manner as herein before provided And is a start the last preceding paragraph hereof, governing the payment of rentals. In the same amount and in the same manner as herein before provided And is as a start the last preceding paragraph hereof, governing the payment of rentals and over the last preceding paragraph hereof, governing the payment of rentals and over the last preceding paragraph hereof, governing the payment of the payment of rentals and rent of the last preceding paragraph hereof, governing the payment of the payment of rentals and rent of the last preceding paragraph hereof, governing the payment of the
increased at the next succeeding rental anniversary after any reversion occurs to cover the interest so acquired. Lessee shall have the right to use, free of cost, gas, oil, and water produced on said land for its operation thereon, except water from wells of lessor. When requested by lessor, lessee shall bury his pipe lines below plow depth.
ifer than 200 feet to the house or barn now on said premises, without the written consent of the lessor. ges caused by its operations to growing crops on said land. at any time to remove all machinery and fixtures place d on said premises, including the right to draw and remove casing. Se to drill a well within the form of this lasse or any evencion thereof the lasses on all hous the right to draw and remove casing.
The and display multing the curing rease of any extension thereof, the lessee shall have the right to drill so the and displayed, and if oil or gas, or either of them, be found in paying quantities, this lease shall continu both well had been completed within the term of years herein first mentioned.
Ut the state of enter party here of strainsferred, and the priviges of transferring in whole or in party here or strainsferred, and the priviges of transferring in whole or in party here or strain the ownearts here of shall extend to and be binding on the heirs, devises, scentors; administrators successors, or assign, but no change in the ownearts here of any transferring in whole or in party here or a certified copy thereof of any transferring in whole or in the heirs, devises, executors; administrators incressors, or assign, but no crange in the ownearts hereof of any right hereunder shall be binding on the heirs, devises, executors; administrators incressors with an event that are copy thereof of any transferry to fast and the state with a transcript of the administration proceedings or, in the probate thereof or in the event his states and inserted, with an instrument statistation proceedings or, in the event of deposit to their or administration being had on the part of the administration proceedings or in the event of the post of the administration proceedings or in the event of the post of the administration proceedings or in the event of the post of the administration proceedings or in the event of the post of the administration proceedings or in the event of the post of the administration proceedings or in the event of the post of the administration proceedings or in a transcript of the administration being addition on the part of the administration being addition on the part of the rests and the privied at least thirty days before said restates with a transcript of the tot of the post of the post of the post of the administration proceedings or in attender she tot assignee or assignee to a sign that of assignee to a sign the tot as the administration proceeding of the post of the tot of the tof of the tof of the tot of the tof of the tot o
agrees to defend the title to the lands herein describet, and agrees that the lessee shall have the right mortgages, taxes or other liens on the above described lands, in the event of default of payment by lessor, of and may reimburse liself from any rental or royalties accruing hereunder. conditions hereof shall run with said land and herewith and shall be binding upon the parties heret successors and assigns; however, all express or imbled covenants of this lease shall be subject to all
Laws. Executive Orders, Rules or Regulations, and this lease shall not be terminated, in whole or in part, nor lessee held liable for failure to comp therewith, if compliance is prevented by, or if such failure is the result of, any such Law, Order, Rule or Regulation.
Whereof witness our hands as of the day and year first above written.
A.C. WIDENER FARMS, INC. (SEAL)
BOOK 152 PAGE 714 ISBAL

	#336
BARTON	ACKNOWI 17th
The foregoing instrument was acknowledged before me by <u>Austin C. Widener, President</u> A.C. WIDENER FARMS, INC	ay of and
	B. mil No Will
State of Kansas	We NOTARY PUBLIC - State of Kansas Notary Public CESSIE M. DeWERFF My Apri. Exp. 5-0-0
F	ACKNOWLEDGMENT FOR INDIVIDUAL (KsOkCoNe)
COUNTY OF	me this day of and
My commission expires	Notary Public
STATE OF	ACKNOWLEDGMENT FOR INDIVIDUAL (KsOkCoNe) this day of and and
My commission expires	Notary Public
STATE OF	ACKNOWLEDGMENT FOR INDIVIDUAL (KsOkCoNe) this day ofand
My commission expires	Notary Public
No. 338 No. видерение и польта Northin Stand Part Northin Stan	No. of Acres Term No. of Acres County STATE OF County STATE OF John Acres County Month Acres Strate of Acres County Ange of John Acres Strate of Acres Month Acres Strate of Acres Month Acres By Mook In Book JCJ Page of this office. Acres By Mook By Mook
стать Ов	
COUNTY OF	ACKNOWLEDGMENT FOR CORPORATION (KSUKCoNe) e this day of
of	a Notary Public

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BOOK 152 PAGE 715

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November 02, 2010

L.D. Davis L.D. Drilling, Inc. 7 SW 26TH AVE GREAT BEND, KS 67530-6525

Re: Drilling Pit Application Bernice 2-23 SE/4 Sec.23-21S-12W Stafford County, Kansas

Dear L.D. Davis:

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 KOLAR 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.