

For KCC	Use:			
Effective	Date:			
District #				
SGA?	Yes	☐ No		

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 March 2010 Form must be Typed Form must be Signed All blanks must be Filled

NOTICE OF INTENT TO DRILL

	e (5) days prior to commencing well s Surface Owner Notification Act, MUST be submitted with this form.
Expected Spud Date:	Spot Description:
month day year	Sec Twp S. R E W
	(Q/Q/Q/Q) feet from N / S Line of Section
OPERATOR: License#	feet from E / W Line of Section
Name:	Is SECTION: Regular Irregular?
Address 1:	
Address 2: State: Zip: +	(Note: Locate well on the Section Plat on reverse side)
Contact Person:	County
Phone:	Lease Name: Well #:
CONTRACTOR II	Field Name:
CONTRACTOR: License#	is the a related repair in a.
Name:	Target Formation(s):
Well Drilled For: Well Class: Type Equipment:	Nearest Lease or unit boundary line (in footage):
Oil Enh Rec Infield Mud Rotary	Ground Surface Elevation:feet MSL
Gas Storage Pool Ext. 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:
If OWWO: old well information as follows:	Surface Pipe by Alternate: III
II OWWO. old well information as follows.	Length of Surface Pipe Planned to be set:
Operator:	Length of Conductor Pipe (if any):
Well Name:	
Original Completion Date: Original Total Depth:	
D: (: D : (Water Source for Drilling Operations:
Directional, Deviated or Horizontal wellbore? Yes No	Well Farm Pond Other:
If Yes, true vertical depth:	DWK FeITIII #.
KCC DKT #:	(Note: Apply for Permit with DWR)
	vviii Cores de takeit?
	If Yes, proposed zone:
AF	FIDAVIT
The undersigned hereby affirms that the drilling, completion and eventual p	lugging of this well will comply with K.S.A. 55 et. seq.
It is agreed that the following minimum requirements will be met:	
Notify the appropriate district office <i>prior</i> to spudding of well:	
2. A copy of the approved notice of intent to drill shall be posted on each	h drilling rig;
3. The minimum amount of surface pipe as specified below shall be se	
through all unconsolidated materials plus a minimum of 20 feet into the	
, , ,	strict office on plug length and placement is necessary <i>prior to plugging</i> ;
 The appropriate district office will be notified before well is either plug If an ALTERNATE IL COMPLETION, production pipe shall be cement 	ged or production casing is certificatin, ed from below any usable water to surface within 120 DAYS of spud date.
	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 b	e plugged. In all cases, NOTIFY district office prior to any cementing.
Submitted Electronically	
	Remember to:
For KCC Use ONLY	- File Certification of Compliance with the Kansas Surface Owner Notification
API # 15	Act (KSONA-1) with Intent to Drill;
Conductor pipe requiredfeet	- File Drill Pit Application (form CDP-1) with Intent to Drill;
	- File Completion Form ACO-1 within 120 days of spud date;
Minimum surface pipe requiredfeet per ALTIII	- File acreage attribution plat according to field proration orders;
Approved by:	Notify appropriate district office 48 hours prior to workover or re-entry; Submit all prior separat (CR 4) after all prior to workover or re-entry;
This authorization expires:	 Submit plugging report (CP-4) after plugging is completed (within 60 days); Obtain written approval before disposing or injecting salt water.
(This authorization void if drilling not started within 12 months of approval date.)	If well will not be drilled or permit has expired (See: authorized expiration date)

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

Side Two



For KCC Use ONLY	
API # 15	

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

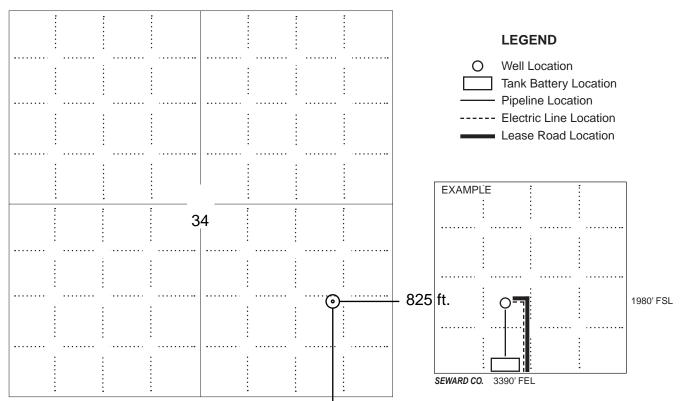
In all cases, please fully complete this side of the form. Include items 1 through 5 at the bottom of this page.

Operator:	Location of Well: County:
Lease:	feet from N / S Line of Section
Well Number:	feet from E / W Line of Section
Field:	SecTwpS. R 🔲 E 📗 W
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. 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.



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

1305 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).
- 5. The predicted locations of lease roads, tank batteries, pipelines, and electrical lines.



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1053002

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: Emergency Pit Burn Pit Settling Pit Drilling Pit Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit is: Proposed Existing If Existing, date constructed: Pit capacity: (bbls)		SecTwp R East WestFeet from North / South Line of SectionFeet from East / West Line of Section County	
Is the pit located in a Sensitive Ground Water A	rea? Yes	No	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)	
Is the bottom below ground level?			How is the pit lined if a plastic liner is not used?	
Pit dimensions (all but working pits):	Length (fee	et)	Width (feet) N/A: Steel Pits	
			dures for periodic maintenance and determining any special monitoring.	
Distance to nearest water well within one-mile of pit:		Depth to shallo Source of infor	west fresh water feet. mation:	
feet Depth of water wellfeet		measured	well owner electric log KDWR	
Emergency, Settling and Burn Pits ONLY: Producing Formation: Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all s flow into the pit? Yes No Submitted Electronically		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: Number of working pits to be utilized: Abandonment procedure: Drill pits must be closed within 365 days of spud date.		
KCC OFFICE USE ONLY				
Date Received: Permit Num	ber:		Liner Steel Pit RFAC RFAS t Date: Lease Inspection: Yes No	



Kansas Corporation Commission Oil & Gas Conservation Division

1053002

Form KSONA-1
July 2010
Form Must Be Typed
Form must be Signed
All blanks must be Filled

CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

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 (CB-1)	Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)		
OPERATOR: License #	Well Location:		
Name:	SecTwpS. R East		
Address 1:	County:		
Address 2:	Lease Name: Well #:		
City: State: Zip:+	If filing a Form T-1 for multiple wells on a lease, enter the legal description of		
Contact Person:	the lease below:		
Phone: () Fax: ()			
Email Address:			
Surface Owner Information:			
ame: When filing a Form T-1 involving multiple surface owners, attach an ad			
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:			
the KCC with a plat showing the predicted locations of lease roads, tank	dic Protection Borehole Intent), you must supply the surface owners and k batteries, pipelines, and electrical lines. The locations shown on the plat in the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.		
☐ I certify that, pursuant to the Kansas Surface Owner Notice A owner(s) of the land upon which the subject well is or will be to CP-1 that I am filing in connection with this form; 2) if the form to form; and 3) my operator name, address, phone number, fax, at ☐ I have not provided this information to the surface owner(s). I at KCC will be required to send this information to the surface owner(s).	cknowledge that, because I have not provided this information, the vner(s). To mitigate the additional cost of the KCC performing this		
task, I acknowledge that I am being charged a \$30.00 handling If choosing the second option, submit payment of the \$30.00 handling form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-	fee with this form. If the fee is not received with this form, the KSONA-1		
Submitted Electronically			

For KCC Use ONLY
API # 15

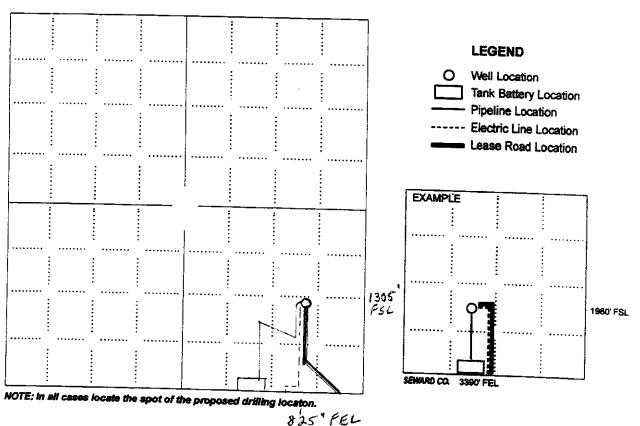
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

Operator: Layne Energy Lease: Mctzger Well Number: 16C-34 Field: La Fontaine	Location of Well: County: WISON /305 feet from N / V S Line of Section Sec. 3 H Twp. 30 S. R. 14 V E W
Number of Acres attributable to well: QTR/QTR/QTR/QTR of acreage: NE - NW - 5 E - 5 E	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.



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

County Register of Deeds Date Recorded: 8/3/2010 2:27:31 PM Seresa a. young

ORIGINAL COMPARED WITH RECORD

DECLARATION OF POOLING



KNOW ALL MEN BY THESE PRESENTS, THAT:

For all purposes hereof, reference is herein made to the oil and gas leases (the "Leases") described below, which relate to lands located in Wilson County, Kansas, and which are fully descried on Exhibit "A" attached hereto and made a part hereof.

WITNESSETH

WHEREAS, the Leases are owned or partially owned by Layne Energy Sycamore, L.L.C., hereinafter collectively referred to as "Lease"; and

WHEREAS, Bob Metzger a/k/a Bob G. Metzger, a married man, hereinafter referred to as "Lessors", are the owners of the surface and minerals covered by the Leases; and

WHEREAS, the Lessors and Lessee wish to pool all formations underlying the following land (and leasehold, minerals and royalty rights thereunder) as a unit for the exploration and production of oil, gas, condensate and associated hydrocarbons, hereinafter called "Unitized Substances", to-wit: Township 30 South, Range 14 East

Section 34: The S/2 of the SE/4, lying West of the abandoned Missouri Pacific Railroad right of way. Section 35: The E/2 of the SE/4 of the NW/4; And a tract described as follows: Beginning at the SE/C of Rowe's Addition to the city of Lafontaine; thence East to the Point of Beginning (being a part of the S/2 of the NW/4 and Rowe's Addition); And a tract of land in the Rowe's Addition described as follows: Beginning at the SW/C of Lot 6, Block 2; thence East to the SE/C of Lot 7, Block 1; thence South to the SE/C of Lot 3, Block 6; thence West to the SW/C of Lot 3, Block 5; thence North to the Point of Beginning (being in the SW/4 of the NW/4); And all that part of the following described tract in the SW/4 lying East of the abandoned Missouri Pacific Railroad right of way: Beginning at a point 96 rods North of the SW/C of the said SW/4 and running thence North to the East and West half section line; thence East to the center of said section; thence South to a Point 60 rods, 15 feet North of the South line of said section to a hedge; thence West following said hedge to the Point of Beginning, containing 158.2 acres,

Section 34: The N/2 of the SE/4, Less any part thereof that may be East of the Missouri Pacific Railroad right of way; And the S/2 of NE/4;

Section 35: All that part of the SW/4 of the NW/4 lying West of the Missouri Pacific Railroad right of way, Less the following Tract: Beginning at a Point 110 feet West of the NW/C of Lot 1, Block 3, Rowe's Addition to Lafountaine, such Point being where the West line of the Railroad right of way crosses said line; thence West 162 feet; thence South in a direct line to a point where said line crosses aforesaid West line of said Railroad right of way; thence in a Northeasterly direction along said right of way to Place of Beginning, containing 180.00 acres, more or

Hereinafter called "Unit Area".

NOW THEREFORE, in consideration of the premises and the benefits to be received hereunder and in consideration of the mutual covenants, agreements and obligations herein expressed, it is agreed as follows:

- 1. All Leases described in Exhibit "A", including the interests of the Lessees and Lessors of said Leases in and to the Unitized Substances underlying the Unit Area, are hereby pooled, consolidated and unitized into a single pooled unit for the exploration, operation, development and production of Unitized Substances from the Unit Area.
- 2. Operations, including drilling operations, conducted on any part of the Unit Area, or production of Unitized Substances from any part of the Unit Area, shall be considered as operations upon or production from the lands covered by the Leases, and such operations or production shall continue in effect the Leases as to all lands covered thereby just as if such operations had been conducted and a well had been drilled on and was producing from such lands.
- 3. All Unitized Substances produced from the Unit Area shall be allocated to each tract comprising the Unit Area in the production that the surface acreage contained in such tract, insofar as such tract lies within the Unit Area, bears to the surface acreage contained in the entire Unit Area. The share of production allocated to each tract shall be considered for all purposes to be produced from such tract.
- 4. Lessee shall not be obligated to drill any well of wells on any part of the Unit Area for purposes of protecting said part from drainage by reason of any well or wells located on ay other part or parts of the Unit Area producing Unitized Substances, and Lessee shall not be obligated to keep, maintain or store production of Unitized Substances from any part or parts of the Unit Area separately or apart from the Unitized Substances produced from any other part of the Unit Area.
- Nothing herein contained shall change the ownership of any delay rental or shut-in royalty that may become payable under the terms of the Leases.
- 6. To the extent that the terms and provisions of the Leases allow, the Lessees shall have the same surface rights and easements for conducting operations in the Unit Area as if said area were covered by a single oil and gas lease.
- 7. Layne Energy Sycamore, L.L.C., as Operator of the Unit Area, or its successors and assigns may terminate this Declaration of Pooling at anytime by filing of record in the register of Deeds a declaration to that effect, if at any time there is no well on the Unit Area producing or capable of producing Unitized Substances in commercial quantities and no drilling or reworking operations are being conducted to obtain or restore production.
- If any provision of the Declaration of Pooling is declared invalid by any court or administrative agency having appropriate jurisdiction, the remainder of this Declaration of Pooling shall not be affected thereby.
- 9. The terms and provisions hereof shall constitute covenants running with the lands and leasehold estates described herein, and shall be extended to, be binding upon and inure to the benefit of the respective heirs, successors, assigns and representatives of the parties hereto.

IN WITNESS WHEREOF, this instrument has been executed this Z day of August, 2010.

Layne Energy Sycamore, L.L.C.

Philip S. Winner, President

Mike Taylor, Operations Manager

Harrie -

EXHIBIT "A"

Attached to and made a part of that certain Declaration of Pooling by and between Layne Energy Sycamore, L.L.C., as Lessee, and Bob Metzger a/k/a Bob Metzger, a married man, as Lessor, dated this 3 day of 405 st

1. LESSOR:

Bob Metzger a/k/a Bob G. Metzger, a married man

LESSEE:

Layne Energy Sycamore, L.L.C.

DATE: RECORDED: October 14, 2005 Book 289, Page 422 Wilson County, Kansas

PROPERTY: Township 30 South, Range 14 East

Section 34: The S/2 of the SE/4, lying West of the abandoned Missouri Pacific Railroad right of way. Section 35: The E/2 of the SE/4 of the NW/4; And a tract described as follows: Beginning at the SE/C of Rowe's Addition to the city of Lafontaine; thence East to the Point of Beginning (being a part of the S/2 of the NW/4 and Rowe's Addition); And a tract of land in the Rowe's Addition described as follows: Beginning at the SW/C of Lot 6, Block 2; thence East to the SE/C of Lot 7, Block 1; thence South to the SE/C of Lot 3, Block 6; thence West to the SW/C of Lot 3, Block 5; thence North to the Point of Beginning (being in the SW/4 of the NW/4); And all that part of the following described tract in the SW/4 lying East of the abandoned Missouri Pacific Railroad right of way: Beginning at a point 96 rods North of the SW/C of the said SW/4 and running thence North to the East and West half section line; thence East to the center of said section; thence South to a Point 60 rods, 15 feet North of the South line of said section to a hedge; thence West following said hedge to the Point of Beginning, containing 158.2 acres, more or less.

2, LESSOR:

Bob Metzger a/k/a Bob G. Metzger, a married man

LESSEE:

Layne Energy Sycamore, L.L.C.

DATE:

April 5, 2006

RECORDED: PROPERTY:

Book 295, Page 127 Wilson County, Kansas

Township 30 South, Range 14 East

Section 34: The N/2 of the SE/4, Less any part thereof that may be East of the Missouri Pacific Railroad right of way; And the S/2 of NE/4;

Section 35: All that part of the SW/4 of the NW/4 lying West of the Missouri Pacific Railroad right of way, Less the following Tract: Beginning at a Point 110 feet West of the NW/C of Lot 1, Block 3, Rowe's Addition to Lafountaine, such Point being where the West line of the Railroad right of way crosses said line; thence West 162 feet; thence South in a direct line to a point where said line crosses aforesaid West line of said Railroad right of way; thence in a Northeasterly direction along said right of way to Place of Beginning, containing 180.00 acres, more or less.