

Well will not be drilled or Permit Expired Date: ___

Signature of Operator or Agent:

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

Expected Spud Date:	year	Spot Description:	
	y	(9/9/9/9)	V
PERATOR: License#		feet from N / S Line of S	
ame:		feet from E / W Line of S	ectio
ddress 1:		Is SECTION: Regular Irregular?	
ldress 2:		(Note: Locate well on the Section Plat on reverse side)	
ty: State: Zip: _		County:	
ontact Person:		Lease Name: Well #:	
none:		Field Name:	
ONTRACTOR: License#		Is this a Prorated / Spaced Field?	No
ame:		Target Formation(s):	
Well Drilled For: Well Class: Typ	e Equipment:	Nearest Lease or unit boundary line (in footage):	
Oil Enh Rec Infield	Mud Rotary	Ground Surface Elevation:feet	MS
Gas Storage Pool Ext.	Air Rotary	Water well within one-quarter mile:	N
Disposal Wildcat	Cable	Public water supply well within one mile:	N
Seismic ; # of Holes Other		Depth to bottom of fresh water:	
Other:		Depth to bottom of usable water:	
		Surface Pipe by Alternate: II 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 Tota	al Depth:	Formation at Total Depth:	
		Water Source for Drilling Operations:	
Directional, Deviated or Horizontal wellbore?	Yes No	Well Farm Pond Other:	
Yes, true vertical depth:		DVK Pelliii #.	
Sottom Hole Location:		- (Note: Apply for Permit with DWR)	
(CC DKT #:		- Will Cores be taken? Yes	N
		If Yes, proposed zone:	
	ΔΙ	FIDAVIT	
The undersigned hereby affirms that the drilling, comp			
is agreed that the following minimum requirements v		agging of the non-nin compty marriage a co-ca-coq.	
 Notify the appropriate district office <i>prior</i> to spu A copy of the approved notice of intent to drill so 		sh drilling rig:	
		t by circulating cement to the top; in all cases surface pipe shall be set	
through all unconsolidated materials plus a mini			
•		strict office on plug length and placement is necessary prior to plugging;	
5. The appropriate district office will be notified be			
		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 of	ate or the well shall	e plugged. In all cases, NOTIFY district office prior to any cementing.	
densities de Electronico de la			
ubmitted Electronically			
For KCC Use ONLY		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 required	feet	- File Drill Pit Application (form CDP-1) with Intent to Drill;	
Minimum surface pipe requiredfee		- 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; 	
Approved by:		 Notify appropriate district office 46 flours prior to workover or re-entry, Submit plugging report (CP-4) after plugging is completed (within 60 days); 	
This authorization expires:	us of approval data	 Obtain written approval before disposing or injecting salt water. 	
(This authorization void if drilling not started within 12 month	ь от арргоvат дате.)	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.	

SEWARD CO. 3390' FEL

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 W	/ell: County:
Lease:						-	feet from N / S Line of Section
Well Number:							feet from E / W Line of Section
Field:							Twp S. R
Number of Acres						Is Section:	Regular or Irregular
						If Section is Section corne	Irregular, locate well from nearest corner boundary. er used: NE NW SE SW
lease				electrical lines	s, as requir	se or unit bound	dary line. Show the predicted locations of as Surface Owner Notice Act (House Bill 2032). ired.
	:	: :		:	:	:	
							LEGEND
					:		Well Location Tank Battery Location Pipeline Location Electric Line Location
					 		Lease Road Location
			11	1			EXAMPLE
	i i				 	 : :	
 1365 ft.——	;	: 			: :	i 	1980' FSL

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

1035 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

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:		SecTwp R East WestFeet from North / South Line of SectionFeet from East / West Line of Section		
		(bbls)	County		
Is the pit located in a Sensitive Ground Water A	Area? Yes	No	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)		
Is the bottom below ground level?	Artificial Liner?	No	How is the pit lined if a plastic liner is not used?		
Pit dimensions (all but working pits):	Length (fe	et)	Width (feet) N/A: Steel Pits		
Depth fro	om ground level to dee	epest point:	(feet) No Pit		
If the pit is lined give a brief description of the li material, thickness and installation procedure.			dures for periodic maintenance and determining ncluding any special monitoring.		
			Depth to shallowest fresh water feet. Source of information:		
feet Depth of water well	feet	measured	well owner electric log KDWR		
Emergency, Settling and Burn Pits ONLY:		Drilling, Work	over 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					
Date Received: Permit Num	ber:	Permi	Liner Steel Pit RFAC RFAS it Date: Lease Inspection: Yes No		

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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	(Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)			
OPERATOR: License #	Well Location:			
	County:			
Address 1:	Lease Name: Well #:			
Address 2: City: State: Zip: +				
Contact Person:	If filing a Form T-1 for multiple wells on a lease, enter the legal description on the lease below:			
Phone: () Fax: ()				
Email Address:				
Surface Owner Information:				
Name:	When filing a Form T-1 involving multiple surface owners, attach an additional 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 1:				
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, tan are preliminary non-binding estimates. The locations may be entered of Select one of the following: 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 I CP-1 that I am filing in connection with this form; 2) if the form form; and 3) my operator name, address, phone number, fax, a I have not provided this information to the surface owner(s). I a KCC will be required to send this information to the surface or	Act (House Bill 2032), I have provided the following to the surface located: 1) a copy of the Form C-1, Form CB-1, Form CB-1, Form CB-1, Form T-1, or Form being filed is a Form C-1 or Form CB-1, the plat(s) required by this and email address. Cacknowledge that, because I have not provided this information, the wner(s). To mitigate the additional cost of the KCC performing this gree, payable to the KCC, which is enclosed with this form.			
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-1-1 will be returned.			
Submitted Electronically				
	_			

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

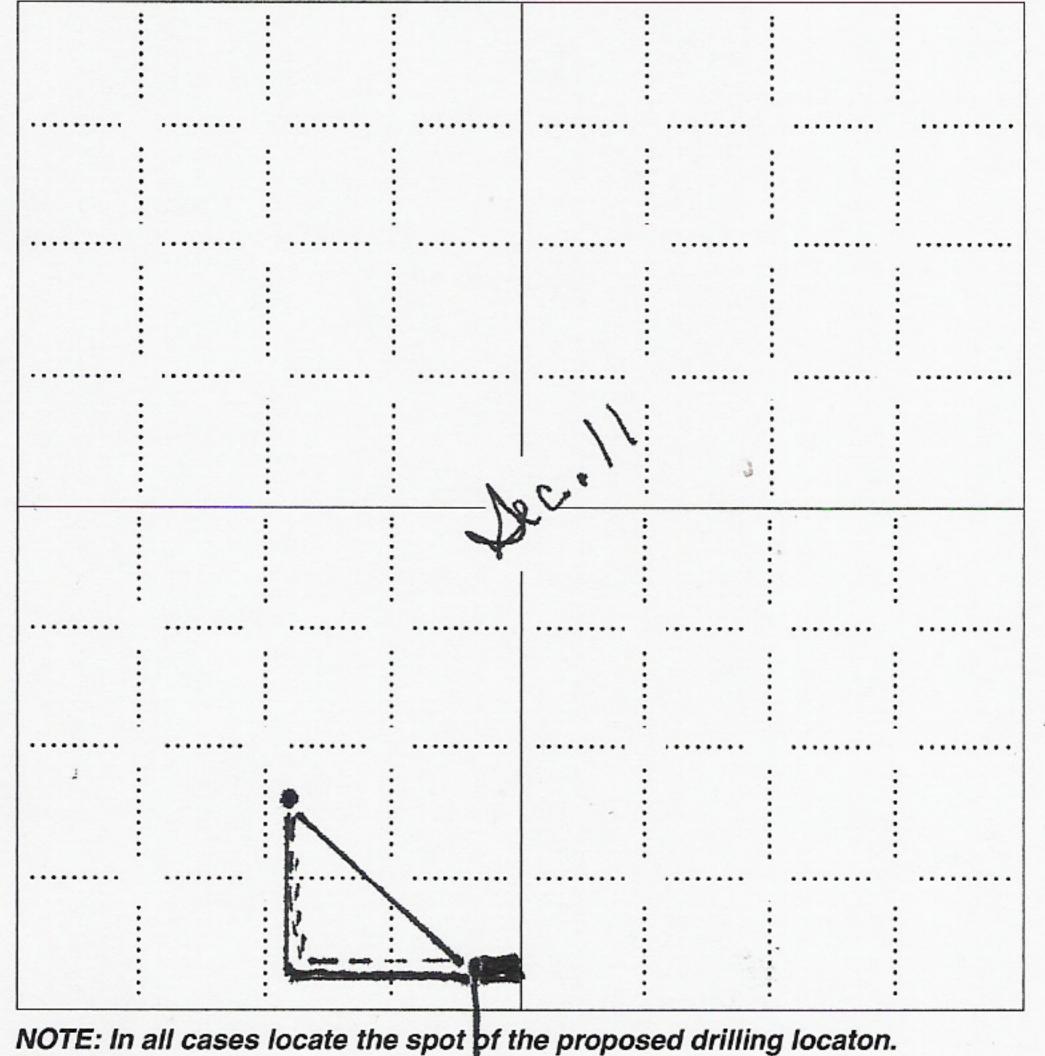
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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.

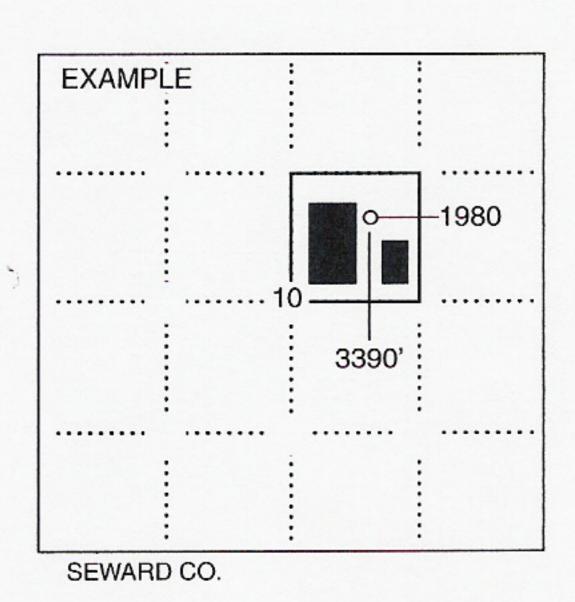
API No. 15		
Operator: Laymon Oil II LLC	Location of Well: Coun	nty: Allen
Lease: Rice		
Well Number: 3-11	1,365	feet from E / X W Line of Secti
Field:	Sec. 11 Twp. 2	feet from N / X S Line of Section E / X W Line of Section E / X E W W
Number of Acres attributable to well: QTR/QTR/QTR/QTR of acreage: NW - NW - SE - SE	Is Section: X Regu	lar or Irregular
		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.)





1035 FSL

1365

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

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- 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).

Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichita, KS 67202-3802



Phone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Sam Brownback, Governor

Mark Sievers, Chairman Ward Loyd, Commissioner Thomas E. Wright, Commissioner

September 02, 2011

Michael Laymon Laymon Oil II, LLC 1998 SQUIRREL RD NEOSHO FALLS, KS 66758-7124

Re: Drilling Pit Application API 15-001-30255-00-00 Rice 3-11 SW/4 Sec.11-24S-17E Allen County, Kansas

Dear Michael Laymon:

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.

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) 432-2300 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) 432-2300.

Summary of Changes

Lease Name and Number: Rice 3-11 API/Permit #: 15-001-30255-00-00

Doc ID: 1062602

Correction Number: 1

Approved By: Rick Hestermann 09/06/2011

Field Name	Previous Value	New Value
ElevationPDF	977 Estimated	998 Estimated
Ground Surface Elevation	977	998
KCC Only - Approved By	Rick Hestermann 08/30/2011	Rick Hestermann 09/06/2011
KCC Only - Approved Date	08/30/2011	09/06/2011
KCC Only - Date Received	08/30/2011	09/01/2011
KCC Only - Regular Section Quarter Calls	SE NE SW NW	NW NW SE SW
LocationInfoLink	https://solar.kgs.ku.edu/ kcc/detail/locationInform ation.cfm?section=11&t	https://solar.kgs.ku.edu/kcc/detail/locationInformation.cfm?section=11&t
Nearest Lease Or Unit Boundary	1155	1035
Number of Feet East or West From Section Line	1155	1365
Number of Feet East or West From Section Line	1155	1365

Summary of changes for correction 1 continued

Field Name	Previous Value	New Value
Number of Feet North or South From Section	3360	1035
Line Number of Feet North or South From Section	3360	1035
Line Quarter Call 1 - Largest	NW	SW
Quarter Call 1 - Largest	NW	SW
Quarter Call 2	SW	SE
Quarter Call 2	SW	SE
Quarter Call 3	NE	NW
Quarter Call 3	NE	NW
Quarter Call 4 - Smallest	SE	NW
Quarter Call 4 - Smallest	SE	NW
Save Link	//kcc/detail/operatorE ditDetail.cfm?docID=10 62463	//kcc/detail/operatorE ditDetail.cfm?docID=10 62602

Summary of Attachments

Lease Name and Number: Rice 3-11

API: 15-001-30255-00-00

Doc ID: 1062602

Correction Number: 1

Approved By: Rick Hestermann 09/06/2011

Attachment Name

Fluid