

For KCC	Use:
Effective	Date:
District #	<u> </u>
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:	month day	year	Spot Description:
	monar day	year	SecTwpS. RE\
OPERATOR: License#			feet from N / S Line of Section
Name:			feet from E / W Line of Section
Address 1:			Is SECTION: Regular Irregular?
Address 2:			(Note: Locate well on the Section Plat on reverse side)
City:			
Contact Person:			Lease Name: Well #:
Phone:			Field Name:
CONTRACTOR: License#			
lame:			Target Formation(s):
M-11 D::111 F	14/- 11 01		Nearest Lease or unit boundary line (in footage):
Well Drilled For:	Well Class: T	ype Equipment:	Ground Surface Elevation:feet MS
Oil Enh Red	c Infield	Mud Rotary	Water well within one-quarter mile:
Gas Storage	<u> </u>	Air Rotary	Public water supply well within one mile:
Disposa		Cable	
Seismic ;# of H			Depth to bottom of fresh water:
Other:			Depth to bottom of usable water:
If OWWO: old well inf	formation as follows:		Surface Pipe by Alternate: II III
			Length of Surface Pipe Planned to be set:
Operator:			
			_ Projected Total Depth:
Original Completion Date	: Original To	otal Depth:	
Virgational Davieted or Hariz	antal wallbara?	Yes No	Water Source for Drilling Operations:
Directional, Deviated or Horiz f Yes, true vertical depth:			Well Farm Pond Other:
Bottom Hole Location:			DVVK Pellill #
CC DKT #:			(Note: Apply 1617 CHIM WILL DWY
			Will Cores be taken?
			If Yes, proposed zone:
		AF	FIDAVIT
The undersigned hereby aff	irms that the drilling, con	npletion and eventual p	lugging of this well will comply with K.S.A. 55 et. seq.
t is agreed that the following	g minimum requirements	will be met:	
Notify the appropriate			
2. A copy of the approve			ch drillina ria:
			<i>t</i> by circulating cement to the top; in all cases surface pipe <i>shall be set</i>
S	dated materials plus a mi		, ,
	•	•	strict office on plug length and placement is necessary <i>prior to plugging</i> ;
		, ,	ged or production casing is cemented in;
			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 be plugged. <i>In all cases, NOTIFY district office</i> prior to any cementing.
muot bo completed w	min oo dayo or mo opaa	date of the won orian t	o plaggod. In an outset, the in a desiret smoot prior to any comontaing.
ubmitted Electroni	cally		
ibiliitted Liectioiii	Jany		
For KCC Use ONLY			Remember to:
			- File Certification of Compliance with the Kansas Surface Owner Notification
			Act (KSONA-1) with Intent to Drill;
Conductor pipe required		$_{-}$ feet	 File Drill Pit Application (form CDP-1) with Intent to Drill; File Completion Form ACO-1 within 120 days of spud date;
NAI-leaves average and a second	redf	eet per ALT.	
iviinimum surface pipe requi		corporation in the	- File acteage attribution plat according to help protation orders.
			 File acreage attribution plat according to field proration orders; Notify appropriate district office 48 hours prior to workover or re-entry;
Approved by:			 File acreage attribution plat according to field profation 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);
			- Notify appropriate district office 48 hours prior to workover or re-entry;

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

Spud 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:		

For KCC Use ONLY	
API # 15	-

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

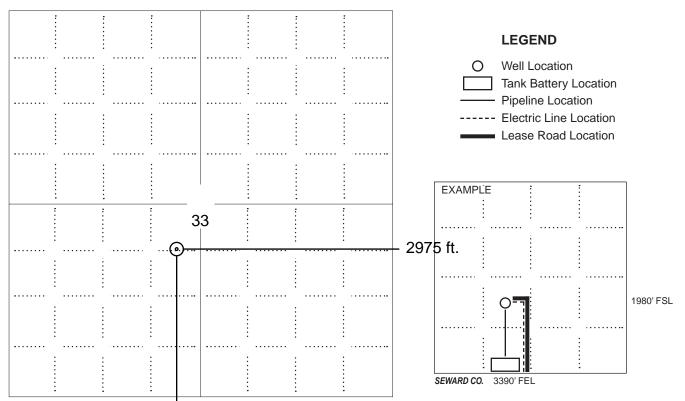
In all cases, please fully complete this side of the form. Include items 1 through 5 at the bottom of this page.

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
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.

2020 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 074879

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 If Existing, date continued in the pit capacity:	Existing nstructed: (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?	Artificial Liner?	No	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	
If the pit is lined give a brief description of the li material, thickness and installation procedure.	om ground level to dee	Describe proce	dures for periodic maintenance and determining any special monitoring.	
Distance to nearest water well within one-mile of	of pit:	Depth to shallo Source of infor	west fresh water feet. mation:	
feet Depth of water well	feet	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:		
	KCC	OFFICE USE O	NLY	
Date Received: Permit Num	ber:		Liner Steel Pit RFAC RFAS t 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 (C	Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)
OPERATOR: License #	Well Location:
Name:	SecTwpS. R
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:	
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:+	
the KCC with a plat showing the predicted locations of lease roads, tank	dic Protection Borehole Intent), you must supply the surface owners and a 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.
owner(s) of the land upon which the subject well is or will be lo	act (House Bill 2032), I have provided the following to the surface ocated: 1) a copy of the Form C-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.
	cknowledge that, because I have not provided this information, the vner(s). To mitigate the additional cost of the KCC performing this fee, 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 will be returned.
Submitted Electronically	

	0	0	2				
	4	3	2		LFLI	1	
				:			
Newhouse Lease							
Thouse							
J.							

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

February 22, 2012

Kevin Klewwno Oil Sources Corp. 120 Shoreline Dr. LOUISBURG, KS 66053-5403

Re: Drilling Pit Application API 15-059-25926-00-00 Newhouse 3 SW/4 Sec.33-15S-21E Franklin County, Kansas

Dear Kevin Klewwno:

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 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: Newhouse 3

API/Permit #: 15-059-25926-00-00

Doc ID: 1074879

Correction Number: 1

Approved By: Rick Hestermann 02/23/2012

Field Name	Previous Value	New Value
ElevationPDF	1043 Estimated	1025 Estimated
Feet to Nearest Water Well Within One-Mile of	2195	3523
Pit Ground Surface Elevation	1043	1025
KCC Only - Approved By	Rick Hestermann 01/26/2012	Rick Hestermann 02/23/2012
KCC Only - Approved Date	01/26/2012	02/23/2012
KCC Only - Date Received	01/26/2012	02/22/2012
KCC Only - Lease Inspection	No	Yes
KCC Only - Regular Section Quarter Calls	NE SE SE NE	SW NE NE SW
LocationInfoLink	https://solar.kgs.ku.edu/ kcc/detail/locationInform ation.cfm?section=33&t	https://solar.kgs.ku.edu/kcc/detail/locationInformation.cfm?section=33&t
Number of Feet East or West From Section Line	165	2975

Summary of changes for correction 1 continued

Field Name	Previous Value	New Value
Number of Feet East or West From Section Line	165	2975
Number of Feet North or South From Section Line	3110	2020
Number of Feet North or South From Section	3110	2020
Line Quarter Call 1 - Largest	NE	SW
Quarter Call 1 - Largest	NE	SW
Quarter Call 2	SE	NE
Quarter Call 2	SE	NE
Quarter Call 3	SE	NE
Quarter Call 3	SE	NE
Quarter Call 4 - Smallest	NE	SW
Quarter Call 4 - Smallest	NE	SW
Save Link	//kcc/detail/operatorE ditDetail.cfm?docID=10 72844	//kcc/detail/operatorE ditDetail.cfm?docID=10 74879

Summary of Attachments

Lease Name and Number: Newhouse 3

API: 15-059-25926-00-00

Doc ID: 1074879

Correction Number: 1

Approved By: Rick Hestermann 02/23/2012

Attachment Name

Fluid