For KCC Use:

Effectiv	е	Date:
District	#	

CORRECTION #2		
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1078180

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

	_		_	1
SGA?		Yes		No

Forr

NOTICE OF INTENT TO DRILL

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

month day year <th>Expected Spud Date:</th> <th>Spot Description:</th>	Expected Spud Date:	Spot Description:
OPERATOR:       License#		
Natile   Address 1:   Address 2:   City:   Contact Person:   Phone:   CONTRACTOR: License#   Name:   Well Drilled For:   Well Class:   Type Equipment:   Other:   Disposal   Widcat   Other:   Other:   Diff OWWO: old well information as follows:   Operator:   Operator:   Well Name:   Original Completion Date:   Original Completion Pate:   Well   Pate Two version dowth	OPERATOR: License#	feet from N / S Line of Section
Address 2:       (Note: Locate well on the Section Plat on reverse side)         City:       State:       Zip:       +         Contact Person:       Phone:       (Note: Locate well on the Section Plat on reverse side)         CONTRACTOR:       License#       Well #:         CONTRACTOR:       License#       Well #:         CONTRACTOR:       License#       Well Class:       Type Equipment:         Well Drilled For:       Well Class:       Type Equipment:       Nearest Lease or unit boundary line (in footage):       Ground Surface Elevation:       Ground Surface Elevation:       Ground Surface Elevation:       Mearest Lease or unit boundary line (in footage):       Ground Surface Elevation:       Well #:       Seismic;       # of Holes       Other       Yes       No         Operator:	Name:	feet from L E / W Line of Section
Address 2:	Address 1:	Is SECTION: Regular Irregular?
City:	Address 2:	(Note: Locate well on the Section Plat on reverse side)
Contact Person:	City: State: Zip: +	
Phone:	Contact Person:	
CONTRACTOR: License#	Phone:	
Name:	CONTRACTOR: License#	
Well Drilled For:       Well Class:       Type Equipment:         Oil       Enh Rec       Infield       Mud Rotary         Gas       Storage       Pool Ext.       Air Rotary         Disposal       Wildcat       Cable         Other:       Other       Depth to bottom of fresh water:       Yes         Other:       Dother       Depth to bottom of fresh water:       Image: Image	Name:	
Directional, Deviated or Horizontal wellbore?	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):         Ground Surface Elevation:
	Directional Deviated or Horizontal wellbore?	
Bottom Hole Location: (Note: Apply for Permit with DWR )	•	DWR Permit #:
Will Cores be taken?		

#### 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 E	Electronically
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For KCC Use ONLY	
API # 15	
Conductor pipe required	feet
Minimum surface pipe required	feet per ALT.
Approved by:	
This authorization expires: (This authorization void if drilling not started within 12	
Spud date: Agent:	

#### 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.

ш

For KCC Use ONLY

API # 15 - \_\_\_\_

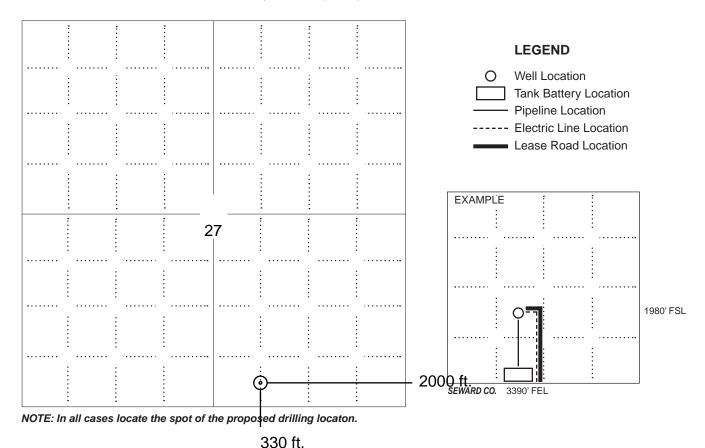
#### IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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.



#### 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.



1078180

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION 1078180

Form CDP-1 May 2010 Form must be Typed

# **APPLICATION FOR SURFACE PIT**

Operator Name:       Lconse Number;         Operator Address:       Contract Person:       Phone Number:         Contract Person:       Phone Number:       Person         Lesse Name & Well No:       Prit Location (OOOO):       "	Submit in Duplicate				
Contact Person:       Phone Number:         Lease Name & Well No:       Pit Location (QOQQ):         Type of Pit:       Pit Bit:         Emergency Pit       Burn Pit         If Existing, date constructed:       Foet from   North / ] South Line of Section         Workower Pit       Heuk-Off Pit         If WPS Supply API No or War Differ)       Pit copacity:         (bble)       County         Is the pit located in a Sensitive Ground Water Area?       Yes   No         (bble)       Chloride concentration:         (bble)       County         Is the bottom below ground level?       Artificial Line?         How is the pit located in a Sensitive Ground Water Area?       Yes   No         Pit dimensions (all but working pits):       Length (feet)       W/A: Seel Pits         Depth from ground level?       Artificial Line?       How is the pit located in a plastic liner is not usea?         If the pit is lined give a brief description of the liner       No Pit       No Pit         If the pit is lined give a brief description of the liner       No Pit       No Pit         If the pit is lined give a brief description of the liner       Meeting mathematic and analtenance and determining         Iner integrity, including any special monitoring.       No Pit         Depth for material utilized in drilling/wo	Operator Name:			License Number:	
Lease Name & Weil No:       Pit Location (QOQQ):         Type of Pit:       Burn Pit         Benegrony Pit       Dufling Pit         Workower Pit       Dufling Pit         Workower Pit       Haul-Off Pit         (WPS supp) API fob. or New Dotted!       Pit capacity:         (bbl)	Operator Address:				
Type of Pit:       Pit is:       Pit is:	Contact Person:			Phone Number:	
Energency Pit Burn Pit   Setting Pit Dilling Pit   Workover Pit Haul-Off Pit   (If WP active A billed If Existing, date constructed:   Pit capacity:	Lease Name & Well No.:			Pit Location (QQQQ):	
Setting Pit       Diffing Pit       If Existing, date constructed:	Type of Pit:	Pit is:		· · · ·	
Vorkover Pit	Emergency Pit Burn Pit	Proposed	Existing	SecTwpR East West	
(I'WP Supply API No. or Year Diffect)       Pit capacity:	Settling Pit Drilling Pit	If Existing, date co	nstructed:	Feet from North / South Line of Section	
interview		Pit capacity:		Feet from East / West Line of Section	
Is the bottom below ground level?       Artificial Liner?       How is the pit lined if a plastic liner is not used?         I'ves       No       I'ves       No         Pit dimensions (all but working pits):       Length (feet)       Width (feet)       NA: Steel Pits         Depth from ground level to deepest point:       (feet)       No Pit       No Pit         If the pit is lined give a brief description of the liner material, thickness and installation procedure.       Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.         Distance to nearest water well within one-mile of pit:       Depth to shallowest fresh water feet. Source of information:         Generation:       Generation:       Integrity, including any special monitoring.         Producing Formation:       Producing Wells on lease:       Drilling, Workover and Haul-Off Pits ONLY:         Number of working pits to be utilized:       Abandonment procedure:       Abandonment procedure:         Does the slope from the tank battery allow all spilled fluids to flow into the pit?       Yes			(bbls)	County	
Yes No   Pt dimensions (all but working pits):   Length (feet)   Depth from ground level to deepest point: (feet) No Pit   If the pit is lined give a brief description of the liner material, thickness and installation procedure. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.   Distance to nearest water well within one-mile of pit: 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: Producing Formation: Type of material utilized in drilling/workover:   Number of producing wells on lease: Number of working pits to be utilized:   Abandonment procedure: Dest he slope from the tank battery allow all spilled fluids to frow into the pit?   Submitted Electronically	Is the pit located in a Sensitive Ground Water A	rea? Yes	No	0	
Pit dimensions (all but working pits);				How is the pit lined if a plastic liner is not used?	
Depth from ground level to deepest point:	Yes No	Yes N	10		
If the pit is lined give a brief description of the liner material, thickness and installation procedure.       Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.         Distance to nearest water well within one-mile of pit:       Depth to shallowest fresh water feet. Source of information:        feet       Depth of water wellfeet       Depth to shallowest fresh water feet. Source of information:        feet       Depth of water wellfeet       Drilling, Workover and Haul-Off Pits ONLY:         Producing Formation:	Pit dimensions (all but working pits):	Length (fee	et)	Width (feet)N/A: Steel Pits	
material, thickness and installation procedure. liner integrity, including any special monitoring.     Distance to nearest water well within one-mile of pit: Depth to shallowest fresh water feet.   Source of information: feet Depth of water well feet   Image: feet Depth of water well feet	Depth fro	m ground level to dee	epest point:	(feet) No Pit	
Source of information:  feet   Depth of water well  feet   measured   well owner   electric log   KDWR	material, thickness and installation procedure.				
feet Depth of water wellfeetmeasured well owner electric log KDWR   Emergency, Settling and Burn Pits ONLY:   Producing Formation:					
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.	feet Depth of water well	feet			
Number of producing wells on lease:   Barrels of fluid produced daily:   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	Emergency, Settling and Burn Pits ONLY: Drilling, Worke		over and Haul-Off Pits ONLY:		
Barrels of fluid produced daily:   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.   Dirill pits must be closed within 365 days of spud date.   KCC OFFICE USE ONLY   Liner   Steel Pit   RFAS	Producing Formation:		Type of materia	al utilized in drilling/workover:	
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   RFAS	Number of producing wells on lease: Number of wor		orking pits to be utilized:		
flow into the pit? Yes   Drill pits must be closed within 365 days of spud date.   Submitted Electronically   KCC OFFICE USE ONLY   Liner Steel Pit   RFAS	Barrels of fluid produced daily: Abandonment p		nt procedure:		
Submitted Electronically           KCC OFFICE USE ONLY           Liner         Steel Pit         RFAC         RFAS			st be closed within 365 days of spud date.		
Liner Steel Pit RFAC RFAS					
Date Received: Permit Number: Permit Date: Lease Inspection: Yes No					
	Date Received: Permit Numl	oer:	Permi	it Date: Lease Inspection: Yes No	

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

Mail to:	<b>KCC - Conservation</b>	Division, 13	30 S. Market -	Room 2078,	Wichita, Kansas	67202

### OIL & GAS CONSERVATION DIVISION CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

**KANSAS CORPORATION COMMISSION** 

CORRECTION #2

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: 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:+			

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

I

I

# **Rooks County**

In T.6S, T.9S and T.10S, cement surface pipe through the Dakota formation plus 20 feet into the underlying formation except where local areas of usable water occur in the Cheyenne sandstone, in which case, protection must be extended 20 feet into the Permian.

The following options are open:

(a) cement surface pipe through the Dakota plus 20 feet into the underlying formation or (b) cement surface pipe through all fresh water and/or unconsolidated material plus 20 feet below the base of the Dakota to the surface.

If (b) is used and the hole is dry, refer to K.A.R. 82-3-114. In all cases, a minimum of 50 feet of surface pipe is required.

In T.7S and T.8S, protection shall be as outlined above except in the following areas:

- Township 7 South, R.17W, below surface elevation 1860 feet
- Townships 7 and 8 South, R.18W, below surface elevation 1880 feet
- Townships 7 and 8 South, R.19W, below surface elevation 1920 feet
- Townships 7 and 8 South, R.20W, below surface elevation 1960 feet

Within these areas, large surface pipe or 8 5/8 inch surface pipe systems may be used. If the large surface pipe is used, surface pipe of at least 13 3/8 inches in diameter shall be cemented through all unconsolidated material plus a minimum of 20 feet into the underlying formation with a minimum of 40 feet being used. Then the following options are open:

(a) set intermediate pipe to the Stone Corral (Anhydrite) and cement from the Stone Corral to surface or

(b) cement the production string from the Anhydrite to surface immediately after it has been set.

If (b) is used and the hole is dry, plug per K.A.R. 82-3-114.

If 8 5/8 inch surface pipe is used, it will be set and cemented through all unconsolidated material plus a minimum of 20 feet into the underlying formation. A blowout preventor will be installed and maintained on the surface pipe until pipe is set or the hole plugged. If serious flow problems occur, the hole will be plugged per K.A.R. 82-3-114.

If the hole is completed and production pipe installed, cement the production string from the Stone Corral Anhydrite to surface immediately after it has been set. If the hole is dry, plug the hole per K.A.R. 82-3-114.

If Alternate II is used in the above described special area, follow the procedure outlined in K.A.R. 82-3-106. The option for 120 days to complete cementing is not available and the operator shall cement production casing from Stone Corral (Anhydrite) to surface immediately.

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

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



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

Sam Brownback, Governor

April 06, 2012

John Farmer IV Farmer, John O., Inc. 370 W WICHITA AVE PO BOX 352 RUSSELL, KS 67665-2635

Re: Drilling Pit Application API 15-163-24019-00-00 Caughlin 1 SE/4 Sec.27-07S-17W Rooks County, Kansas

Dear John Farmer IV:

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. KEEP PITS away from draw/drainage.

# 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 (785) 625-0550 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 (785) 625-0550.

## Summary of Changes

Lease Name and Number: Caughlin 1

API/Permit #: 15-163-24019-00-00

Doc ID: 1078180

Correction Number: 2

Approved By: Rick Hestermann 04/06/2012

Field Name	Previous Value	New Value
ElevationPDF	1861 Surveyed	1857 Surveyed
Fresh Water Information Source: KDWR	No	Yes
Ground Surface Elevation	1861	1857
KCC Only - Approved By	Rick Hestermann 03/26/2012	Rick Hestermann 04/06/2012
KCC Only - Approved Date	03/26/2012	04/06/2012
KCC Only - Conductor Pipe	0	40
KCC Only - Date Received	03/26/2012	04/06/2012
KCC Only - Lease Inspection	No	Yes
KCC Only - Production Comment		See attached for special casing requirements.
KCC Only - Surface Pipe	700	1200

# Summary of changes for correction 2 continued

Field Name	Previous Value	New Value
Length of Conductor Pipe Required		100
Length of Surface Pipe Planned to be set	800	1200
LocationInfoLink Number of Feet East or West From Section Line	https://solar.kgs.ku.edu/ kcc/detail/locationInform ation.cfm?section=27&t 2080	https://solar.kgs.ku.edu/ kcc/detail/locationInform ation.cfm?section=27&t 2000
Number of Feet East or West From Section Line	2080	2000
Save Link	//kcc/detail/operatorE ditDetail.cfm?docID=10 77239	//kcc/detail/operatorE ditDetail.cfm?docID=10 78180

## Summary of Attachments

Lease Name and Number: Caughlin 1 API: 15-163-24019-00-00 Doc ID: 1078180 Correction Number: 2 Approved By: Rick Hestermann 04/06/2012

Attachment Name

Rooks\_Co\_Casing\_Req

Fluid