

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 <b>shall be</b> 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> ;
<ol> <li>The appropriate district office will be notified before well is either plug</li> <li>If an ALTERNATE IL COMPLETION, production pipe shall be cement</li> </ol>	ged or production casing is certificatin, ed from below any usable water to surface within <b>120 DAYS</b> 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:	<ul> <li>Submit plugging report (CP-4) after plugging is completed (within 60 days);</li> <li>Obtain written approval before disposing or injecting salt water.</li> </ul>
(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	

Operator: \_\_

## 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.

Location of Well: County: \_\_\_

se:	feet from N / S Line of Section
Number:	feet from E / W Line of Section
<b>!</b> :	SecTwpS. R 🗌 E 🔲 W
ber 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
P	LAT
lease roads, tank batteries, pipelines and electrical lines, as rec	lease or unit boundary line. Show the predicted locations of quired by the Kansas Surface Owner Notice Act (House Bill 2032).
You may attach a s	separate plat if desired.
	LEGEND
	O Well Location  Tank Battery Location
	Pipeline Location Electric Line Location
	Lease Road Location
	EXAMPLE :
5	
	1980' FSL
	359 <b>SEWARD CO.</b> 3390' FEL
NOTE: In all cases locate the spot of the proposed drilling in	locaton. 245 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

1087105

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	SecTwpR
Settling Pit Drilling Pit	If Existing, date co	nstructed:	Feet from North / South Line of Section
Workover Pit Haul-Off Pit	Pit capacity:		Feet from East / West Line of Section
(If WP Supply API No. or Year Drilled)	п и сарасну.	(bbls)	County
Is the pit located in a Sensitive Ground Water A	rea? Yes	No	Chloride concentration: mg/l
To the processing in a content of country training			(For Emergency Pits and Settling Pits only)
Is the bottom below ground level?  Yes No	Artificial Liner?  Yes  N	No	How is the pit lined if a plastic liner is not used?
			NAC data (force)
Pit dimensions (all but working pits):	Length (feet)	,	Width (feet) N/A: Steel Pits No Pit
If the pit is lined give a brief description of the li			dures for periodic maintenance and determining
material, thickness and installation procedure.			cluding any special monitoring.
Distance to nearest water well within one-mile	of pit:	Depth to shallo Source of inforr	west fresh water feet. nation:
feet Depth of water well	feet	measured	well owner electric log KDWR
Emergency, Settling and Burn Pits ONLY:		Drilling, Work	ver and Haul-Off Pits ONLY:
Producing Formation:		Type of materia	l utilized in drilling/workover:
Number of producing wells on lease:		Number of worl	king pits to be utilized:
Barrels of fluid produced daily:		Abandonment p	procedure:
Does the slope from the tank battery allow all s flow into the pit? Yes No	pilled fluids to	Drill nite must h	e closed within 365 days of spud date.
Submitted Electronically			
	KCC	OFFICE USE O	NLY
	11.00	513 <b>2 332 0</b> 1	Liner Steel Pit RFAC RFAS
Date Received: Permit Num	ber:	Permi	t Date: Lease Inspection: Yes No



## Kansas Corporation Commission Oil & Gas Conservation Division

1087105

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

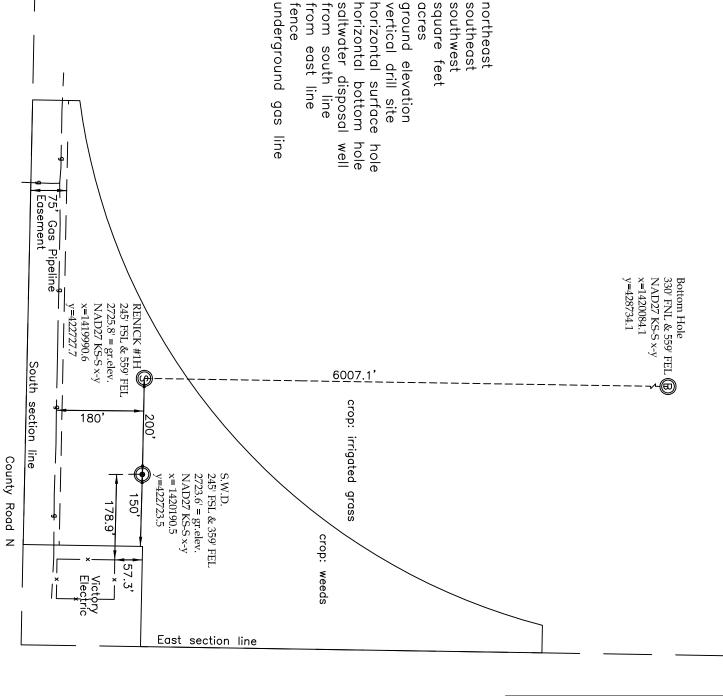
This form must be submitted with all Forms C-1 (Notice of Intent to Drill); CB-1 (Cathodic Protection Borehole Intent); T-1 (Request for Change of Operator Transfer of Injection or Surface Pit Permit); and CP-1 (Well Plugging Application).

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)
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 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 Adowner(s) of the land upon which the subject well is or will be lo CP-1 that I am filing in connection with this form; 2) if the form b form; and 3) my operator name, address, phone number, fax, are	ct (House Bill 2032), I have provided the following to the surface potential:  1) a copy of the Form C-1, Form CB-1, Form T-1, or Form the being filed is a Form C-1 or Form CB-1, the plat(s) required by this end email address.  1) cknowledge that, because I have not provided this information, the
KCC will be required to send this information to the surface ow	ner(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-1	fee with this form. If the fee is not received with this form, the KSONA-1 1 will be returned.
Submitted Electronically	

# A Supplemental Sketch

in Gray County, Kansas
Located in the SE 1/4 of Section 5, T26S, R29W of the 6th P.M.,
in Gray County, Kansas
Sheet 1 of 3



Scale 1"=200" 100

gr.elev.

©

©

S.W.D.

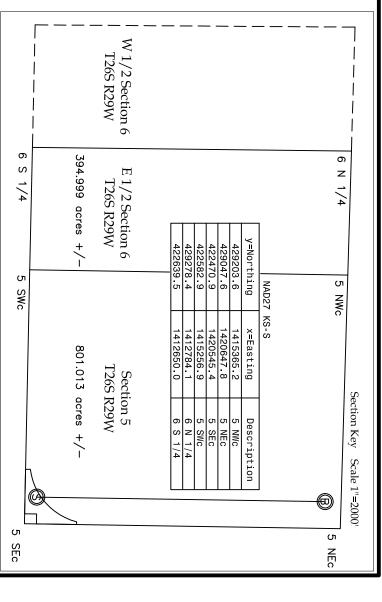
FSL

FEL

NORTH

S N N

sq.ft. ac.



# Notes:

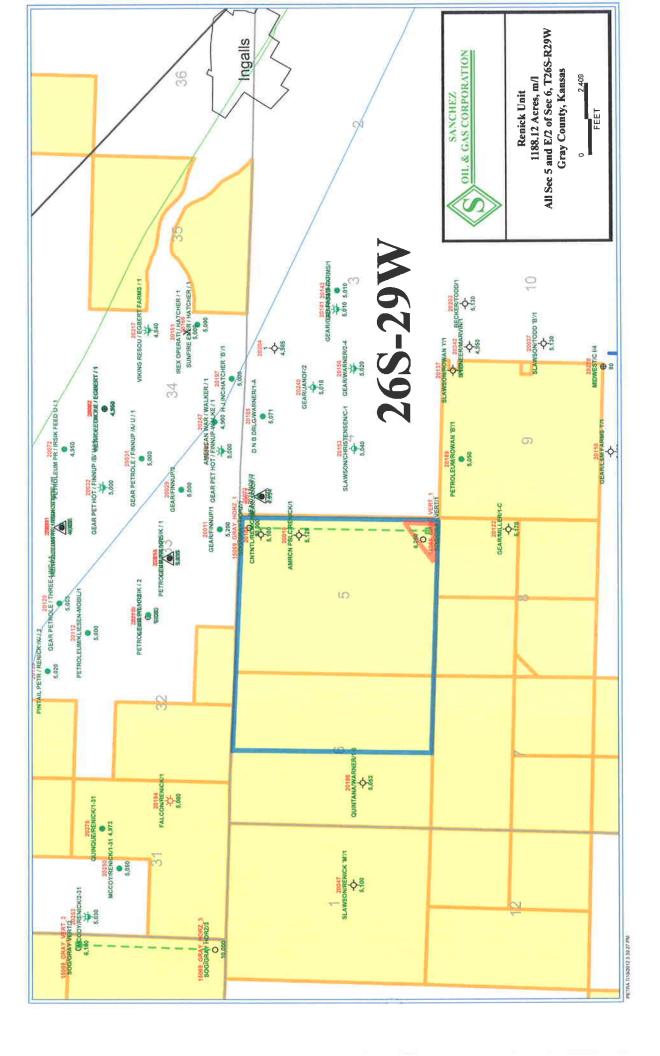
The purpose of this sketch is to show the relationship of the SWD and top and bottom hole locations for the Renick #1H to the lease lines in Sections 5 and 6 of T26S, R29W.

— Parcel boundary described in a separate map.

Parcel boundary described in a separate map.

- BASIS OF COORDINATES: Coordinates and elevation are based on the NGS station Ingalls with a published position of 37 51 23.37640(N) 100 29 35.03091(W) and a published height of 2795 which is converted through the use of Corpscon version 6.0.1 (http://www.tec.army.mil/) to NAD27 KS-S x-y position of Easting/x= 1424743.0 Northing/y=439371.9.

D:	Date 7-14-2012
	Revisions
A Supplemental Sketch	
Sanchez()  $(as - as -$	
Soc 5 TOKS BOOM 6th DM Craw County Kaneas	
Sec. 3, 1203, K27 W Out I .IVI., Gray County, Natisas	
Scale 1"=200" 0526529warnens dwa 0526529ward	
Scare 1 200 0520327W grasgs.aw g 0520327W :cra	
PRO-STAKE LLC	
Construction Site Staking	
PO Box 2324	
Garden City, KS 67846	
(620) 272-1499	



# Renick Unit – Well No. 1H WKGC Prospect Gray County, Kansas

Unit: 1188.12 acres, more or less

Consists of all of Section 5, T26S-R29W and the E/2 of Section 6, T26S-R29W

Three lease tracts: 1) 780.42 acres, m/l, all of Sec. 5, T26S-R29W

- 2) 390.21 acres, m/l, E/2 of Sec. 6, T26S-R29W
- 3) 1.19 acres, m/l, SE corner of Sec. 5, T26S-R29W

<u>Surface Location:</u> SE corner of Section 5, T26S-R29W, the surface parcel consisting of 9.819 acres owned by W.R. Renick, Inc. (exclusive of 1.19 acres owned by Victory Electric)

Surface Parcel Owner:

W.R. Renick, Inc., a Kansas corporation 6514 US Highway 50 Ingalls, Kansas 67853 Attn: Ila J. Reynolds President

**Acquiring Surface Parcel:** 

Sanchez Oil & Gas Corporation 1111 Bagby, Suite 1800 Houston, Texas 77002 Attn: Land Department

**<u>Bottom Hole Location:</u>** NE corner of Section 5, T26S-R29W

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

# NOTICE TO OPERATORS FILING INTENT TO DRILL FOR DISPOSAL OR ENHANCED RECOVERY INJECTION WELLS, (CLASS II INJECTION WELL)

The attached approved Notice of Intent to Drill indicates the proposed well is to be used for injection. An approved "Intent to Drill" does not approve injection authority as a Class II Injection Well in Kansas.

Before any well is used for injection purposes, the operator must file an application for injection authority in accordance with K.A.R. 82-3-401 and provide notice in accordance with K.A.R. 82-3-402. The Conservation Division must issue a written permit granting the application before commencement of injection.

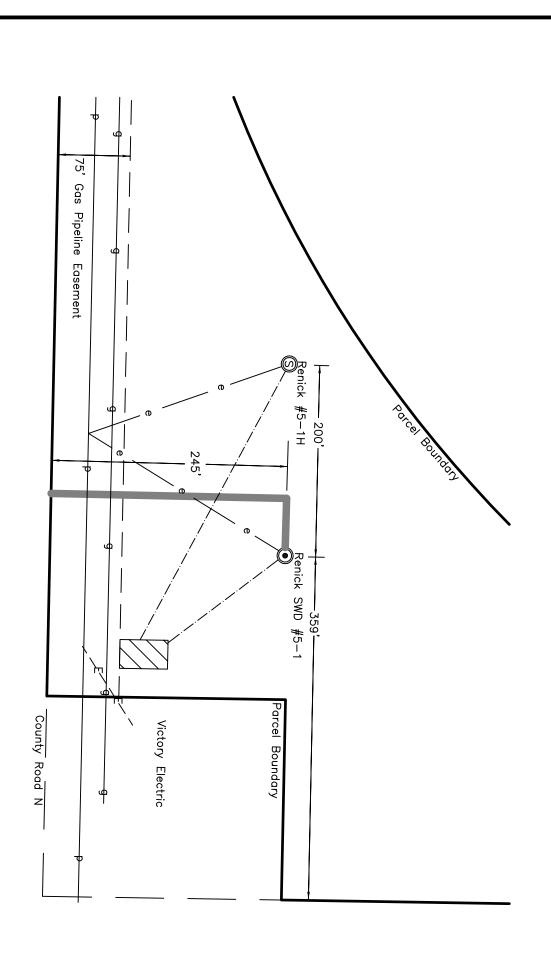
The Conservation Division requirements and restrictions associated with Class II Injection are identified in K.A.R. 82-3-400 et seq of our regulations. Associated regulations governing drilling, completion and injection applications may be found in K.A.R. 82-3-135, Table I, Table II, in the Cedar Hills Sandstone Moratorium, (Docket #156,397-C), and the Eastern Kansas Surface Casing Order, (Docket #133,891-C).

If you have questions regarding the approval of injection authority, an injection application may be filed as a "Design Approval" before actual drilling and completion of the well occurs. If you have any questions or concerns regarding Class II injection wells or regulations, call the Underground Injection Control Department at 316-337-6200.

Failure to obtain commission approval before beginning injection is punishable by a penalty, shut-in of the well or both.

# A Supplemental Sketch in Gray County, Kansas

Located in the SE 1/4 of Section 5, T26S, R29W of the 6th P.M., in Gray County, Kansas Sheet 4 of 4





# Legend

existing underground electric line proposed flowline proposed lease road proposed tank battery site saltwater disposal well underground gas pipeline overhead power line horizontal surface hole proposed electric line southeast vertical drill site

- Notes:

   The purpose of this sketch is to show the relationship of the Renick SWD #5—1 and top hole location for the Renick #5—1H to the proposed tank battery. #5—1H to the proposed tank battery. — Parcel boundary described in a separate map.
- Sec. 5, T26S, R29W 6th P.M., Gray County, Kansas Scale 1"=100' A Supplemental Sketch Sanchez Oil & Gas Construction Site Staking PO Box 2324 Garden City, KS 67846 (620) 272-1499 PRO-STAKE LLC 0526s29wgrusgs.dwg 0526s29w.crd Revisions Date 7-18-2012

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

July 20, 2012

Ed Birdwell Sanchez Oil & Gas Corporation 1111 BAGBY, STE 1800 HOUSTON, TX 77002

Re: Drilling Pit Application Renick SWD 5-1 SE/4 Sec.05-26S-29W Gray County, Kansas

## Dear Ed Birdwell:

District staff has inspected the above referenced location and has determined that an unsealed condition will present a pollution threat to water resources.

District staff has recommended that the reserve pit be lined with bentonite or native clay, 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 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.