

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1087550

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

WELL I	PLUG	GING	APPL	ICATION
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Form KSONA-1, Certific	•	with the Kansas Surface Ov tted with this form.	wner Notificat	tion Act,	
OPERATOR: License #:		API No. 15			
Name:	If pre 1967, suppl	If pre 1967, supply original completion date:			
Address 1:		Spot Description:			
Address 2:			_ Sec Tv	vp S. R	East West
		Feet from	North /	South Line of Section	
City: State:		Feet from East / West Line of Section			
Contact Person:		Footages Calcula	ted from Neare	st Outside Sectio	n Corner:
Phone: ()		NE	E NW	SE SW	
		County:			
		Lease Name:		Well #	:
Check One: Oil Well Gas Well OG	D&A	Cathodic Water Supply	Well	Other:	
SWD Permit #:	ENHR Permit #	:	Gas Storage	Permit #:	
Conductor Casing Size:	Set at:	Cement	ed with:		Sacks
Surface Casing Size:					
Production Casing Size:					
List (ALL) Perforations and Bridge Plug Sets:					
Condition of Well: Good Poor Junk in Hole Proposed Method of Plugging <i>(attach a separate page if addi</i> Is Well Log attached to this application? Yes No If ACO-1 not filed, explain why:	itional space is needed):	(Interval)			
Plugging of this Well will be done in accordance with K Company Representative authorized to supervise plugging Address:	operations:				
Phone: ()		_			
Plugging Contractor License #:		Name:			
Address 1:		_ Address 2:			
City:			State:	Zip:	+
Phone: ()		-			
Proposed Date of Plugging (if known):					
Payment of the Plugging Fee (K.A.R. 82-3-118) will be g					

Submitted Electronically



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT 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

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Form	CP1 - Well Plugging Application	
Operator	Lasso Energy LLC	
Well Name	LOREN HOLT A 2	
Doc ID	1087550	

Perforations And Bridge Plug Sets

Perforation Top	Perforation Base	Formation	Bridge Plug Depth
2347	2347	LAYTON	

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

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

Mark Sievers, Chairman Ward Loyd, Commissioner Thomas E. Wright, Commissioner Sam Brownback, Governor

July 17, 2012

BRUCE D. KELSO Lasso Energy LLC PO Box 465 1125 SOUTH MAIN Chase, KS 67524-0465

Re: Plugging Application API 15-035-30018-00-00 LOREN HOLT A 2 NW/4 Sec.36-31S-04E Cowley County, Kansas

Dear BRUCE D. KELSO:

The purpose of this letter is twofold. First, this letter is to notify you that the Conservation Division has received your plugging proposal, form CP-1, for the above well and has reviewed the proposal for completeness. The central office will now forward your CP-1 to the district office listed below for review of the proposed plugging method. Please contact the district office for approval of your proposed plugging method at least five (5) days before plugging the well, pursuant to K.A.R. 82-3-113(b). If a workover pit will be used during the plugging of the well it must be permitted. A CDP-1 form must be filed and approved prior to the use of the pit in accordance with K.A.R. 82-3-600.

This letter is also to notify you that during the central office's review of your CP-1 for license number verification, staff has discovered that you are not the current operator of record of the above well on file with the Conservation Division. <u>Central office staff is therefore requesting</u> that you verify that you are the operator of record of the above well. The proper procedure for verifying operator authority is by filing a Conservation Division form T-1 (Request for Change of Operator; Transfer of Injection or Surface Pit Permit). If a T-1 has already been filed with the Conservation Division reflecting the transfer of operator authority, please disregard this paragraph. If a T-1 has not been filed reflecting the transfer, please see the attached letter, which explains the T-1 filing process.

The Conservation Division's review of form CP-1, either in the central or district office, does not include an inquiry into well ownership or the filing operator's legal right to plug the well. Furthermore, this notice in no way constitutes authorization to plug the above well by persons not having legal rights of ownership or interest in the well.

This notice is void after January 13, 2013. The CP-1 filing does not bring the above well into compliance with K.A.R 82-3-111 with regard to the Commission's temporary

abandonment requirements.

Sincerely, Production Department Supervisor

cc: District 2

(316) 630-4000

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

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

Mark Sievers, Chairman Ward Loyd, Commissioner Thomas E. Wright, Commissioner Sam Brownback, Governor

July 17, 2012

Keith Wilson Wilson Oil Properties, LLC 1705 MENOR WINFIELD, KS 67156-4827

Re: Plugging Application API 15-035-30018-00-00 LOREN HOLT A 2 NW/4 Sec.36-31S-04E Cowley County, Kansas

Dear Keith Wilson:

On July 17, 2012 a well plugging application (CP-1) was received, which indicated to Staff that Lasso Energy LLC is the current operator of the LOREN HOLT A lease. However, Conservation Division records indicate you have not filed a Request for Change of Operator; Transfer of Injection or Surface Pit Permit (Conservation Division Form T-1) transferring operator responsibility to Lasso Energy LLC for the LOREN HOLT A lease. Wilson Oil Properties, LLC therefore remains the Commission's operator of record and party responsible for the proper care and control of the LOREN HOLT A lease.

K.A.R. 82-3-136(a) provides that if operator responsibility is transferred, the past operator shall report the transfer to the Conservation Division within 30 days of the change upon a form prescribed by the Commission (the T-1); and/or K.A.R. 82-3-410(a) provides that authority to operate an injection well shall not be transferred from one operator to another without the approval of the Conservation Division. Furthermore, the transferring operator shall in writing notify the Conservation Division of its intent to transfer the injection authority, on a form prescribed by the Commission, the T-1, and in compliance with K.A.R. 82-3-136.

Staff will provide you with 28 days from this letter's date to bring the LOREN HOLT A lease into compliance with K.A.R. 82-3-136 and/or K.A.R 82-3-410(a). As such, you will have until August 14, 2012, to bring the LOREN HOLT A lease into compliance. To bring your operations into compliance, you need to file a T-1 with the Conservation Division for the LOREN HOLT A lease. A blank T-1 is enclosed with this letter. The T-1 is also available on the Conservation Division's website, at

http://www.kcc.state.ks.us/conservation/forms/index.htm, or upon request in the Conservation Division's central office in Wichita or any of the Conservation Division's district offices. If Wilson Oil Properties, LLC believes it is still the operator of the LOREN HOLT A lease, you need to contact Jonelle Rains, the Conservation Division's Supervisor of Environmental Protection and Remediation, immediately to address the situation. Jonelle Rains may be reached at the Conservation Division's central office in Wichita, at the contact information listed on the bottom of this page.

If by August 14, 2012, the Conservation Division has not received the T-1 requested, or you have not contacted Jonelle Rains and resolved this situation, Staff may refer the matter to Conservation Division legal staff with a recommendation for an administrative penalty or penalties. Violations of K.A.R. 82-3-136(a) and K.A.R. 82-3-410(a) are punishable by up to a \$1,000 fine for the first violation, \$2,000 for a second violation, and \$3,000 and operator license review for a third violation. In addition, Staff may ask the Commission to shut in your current operations until compliance is achieved.

Please contact the Conservation Division immediately, or provide the requested information by August 14, 2012, to remedy the above possible violation(s) and avoid further compliance action by the Commission. Please include a copy of this letter with completed T-1 form upon filing with the Conservation Division.

Sincerely, Production Department Supervisor

cc: BRUCE D. KELSO Lasso Energy LLC PO Box 465, 1125 SOUTH MAIN Chase KS 67524