For KCC Use:

Eff	ec	tiv	e	Date
— ·				

District	#	

SGA?	Yes	No

Forn

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

1089683

NOTICE OF INTENT TO DRILL

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

Expected Spud Date:	Spot Description:
OPERATOR: License#	
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: State: Contact Person:	County:
Phone:	Lease Name: Well #:
	Field Name:
CONTRACTOR: License#	Is this a Prorated / Spaced Field?
Name:	Target Formation(s):
Well Drilled For: Well Class: Type Equipment: 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):
Original Completion Date: Original Total Depth:	Formation at Total Depth:
Directional, Deviated or Horizontal wellbore? Yes No If Yes, true vertical depth: Bottom Hole Location:	Water Source for Drilling Operations: Well Farm Pond Other:
KCC DKT #:	Will Cores be taken?
	If Yes, proposed zone:

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 Electronically

For KCC Use ONLY	
API # 15	
Conductor pipe required	feet
Minimum surface pipe required	feet per ALT. II
Approved by:	
This authorization expires:	tarted within 12 months of approval date.)
Spud date: Ag	gent:

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

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

Well will not be drilled or Permit Expired Date: _ Agent:

Signature	OT	Operator	or



For KCC Use ONLY

API # 15 -

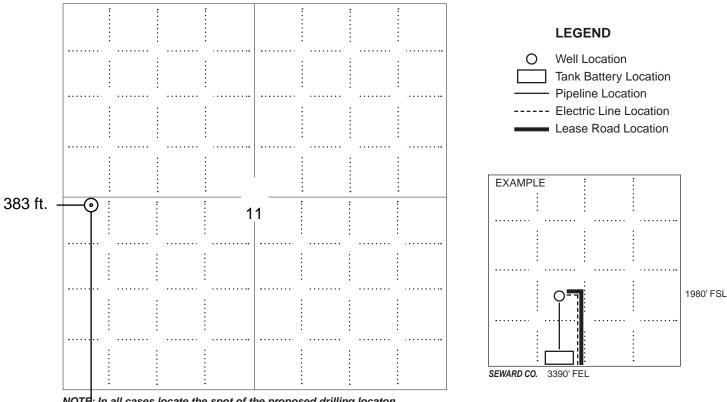
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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.



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

2525 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.

Side Two



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1089683

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

	Operator Name:			
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 East West	
	If Existing, date constructed:		Feet from North / South Line of Section	
(If WP Supply API No. or Year Drilled)	Pit capacity:		Feet from East / West Line of Section	
		(bbls)		County
Is the pit located in a Sensitive Ground Water Area	a? Yes	No	Chloride concentration: (For Emergent	cy Pits and Settling Pits only)
Is the bottom below ground level?			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
Depth from g	ground level to dee	epest point:	(feet)	No Pit
Distance to nearest water well within one-mile of pit:		Source of inform		
feet Depth of water wellfeet		measured well owner electric log KDWR		
Emergency, Settling and Burn Pits ONLY:	Drilling, Workover 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: Abandonment procedure:			
Barrels of fluid produced daily:				
flow into the pit? Yes No		Drill pits must b	e closed within 365 days of sp	oud date.
Submitted Electronically				
KCC OFFICE USE ONLY				
Date Received: Permit Number:	:	Permi	t Date: Lea	ase Inspection: Yes No

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



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

N 1089683

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: Zip: 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.

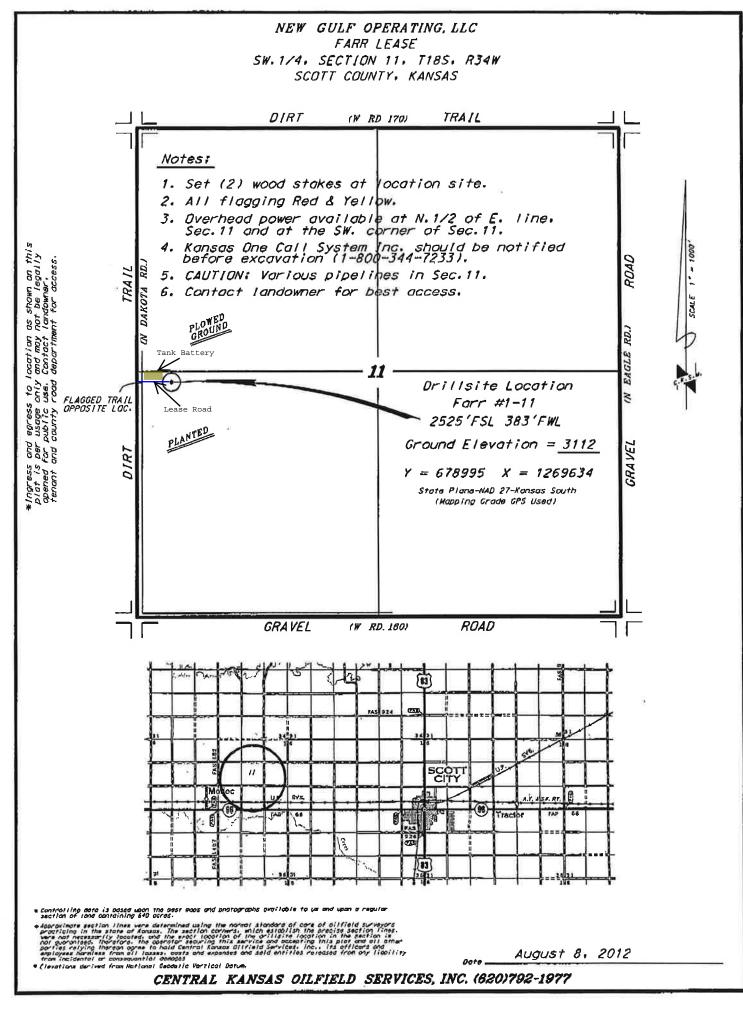
Submitted Electronically

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CENTRAL KS SURVEYING









STATE OF KANSAS, SCOTT COUNTY, SS This instrument was filed for record on the 22 day of august A.D. 2012 o'clock A.M., and duly recorded in book Register of Deeds

STATE OF KANSAS COUNTY OF SCOTT

)) ss

)

DECLARATION OF POOLING OIL AND GAS LEASES

WHEREAS, Kansas CBM, LLC is the current owner of certain Oil and Gas Leases described as

follows:

- Oil and Gas Lease executed by Farr LLC in favor of Kansas CBM, LLC, dated February 26th 2011, covering the Southwest (SW) Quarter of Section 11-18S-34W, recorded in Book 240, Page 161, Scott County, Kansas.
- Oil and Gas Lease executed by Masopust Family Trust dtd December 4th, 1991 by: (Gaye R. Erwin), Trustee in favor of Kansas CBM, LLC, dated March 1st 2011, covering the Northwest (NW) Quarter of Section 11-18S-34W, recorded in Book 241, Page 14, Scott County, Kansas.

WHEREAS, each of said Oil and Gas Leases grants the right to the Lessee to pool or unitize the leased premises or any portion or portions thereof, as to all strata or any stratum or strata, so as to form a unit not to exceed 40 acres for an oil well and not to exceed 640 acres for a gas well, such rights to be exercised in writing and recorded in the public records of the county in which the pooled area is located, identifying and describing the pooled acreage, and,

NOW, THEREFORE, pursuant to the terms of the Oil and Gas Leases described above, Kansas

CBM, **LLC** does hereby consolidate and pool the oil and gas leases described above covering the following lands:

North Half of the Northwest Quarter of the Southwest Quarter (N/2 NW SW) of Section 11-18S-34W

South Half of the Southwest Quarter of the Northwest Quarter (S/2 SW NW) of Section 11-18S-34W

BOOK 255 PAGE 77

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BOOK 255 PAGE 77

(PAGE 2 OF 2)

Kansas CBM, LLC does hereby declare and give public notice by the execution and filing of this instrument of its purpose to pool the Oil and Gas Leases described above and incorporated herein by this reference, so as to form the pooled acreage described above, and does declare the necessity and advisability of said pooling in order to properly develop and operate said Oil and Gas Leases so as to promote the conservation of oil in and under and that may be produced from said lands.

IN WITNESS WHEREOF, the undersigned has set its hand this 17th day of Anor , 2012.

Kansas CBM LLC

By: W. H. Kopczynski, III

Land Manager

ACKNOWLEDGMENT

STATE OF OKLAHOMA))ss. COUNTY OF TULSA)

BEFORE ME, the undersigned, a Notary Public, within and for said County and State, on this $(25\%)^{-1}$ day of $(25\%)^{-1}$, 2012, appeared W. H. Kopczynski, III as Land Manager of Kansas CBM, LLC, to me personally known to be the identical person who executed the within and foregoing instrument and acknowledged to me that he executed the same as his free and voluntary act and deed for the uses and purposes therein set forth.

IN WITNESS WHEREOF, I have hereunto set my hand and official seal the day and year last above written.

My Commission Expires: 0.(0.15)



Ministina Richey