For KCC Use:

Effective				е	Date:
-					

District	#	
DISTINCT	Ħ	

Yes No SGA?

# 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

1104676

NOTICE OF INTENT TO DRILL

Must be approved by KCC five (5) days prior to commencing well Form KSONA-1, Certification of Compliance with the Kansas Surface Owner Notification Act, MUST be submitted with this form.

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: Zip: +	County:
Contact Person:	Lease Name: Well #:
Phone:	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):         Ground Surface Elevation:
Original Completion Date: Original Total Depth:	Formation at Total Depth:
Directional, Deviated or Horizontal wellbore? Yes No If Yes, true vertical depth:	Water Source for Drilling Operations:          Well       Farm Pond       Other:         DWR Permit #:
Bottom Hole Location: KCC DKT #:	(Note: Apply for Permit with DWR )
	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.

For KCC Use ONLY	
API # 15	
Conductor pipe required	feet
Minimum surface pipe required	feet per ALT. IIII
Approved by:	
This authorization expires:	started within 12 months of approval date.)
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.
  - Well will not be drilled or Permit Expired Date: \_ Signature of Operator or Agent:

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



Section corner used: NE NW SE SW

For KCC Use ONLY

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

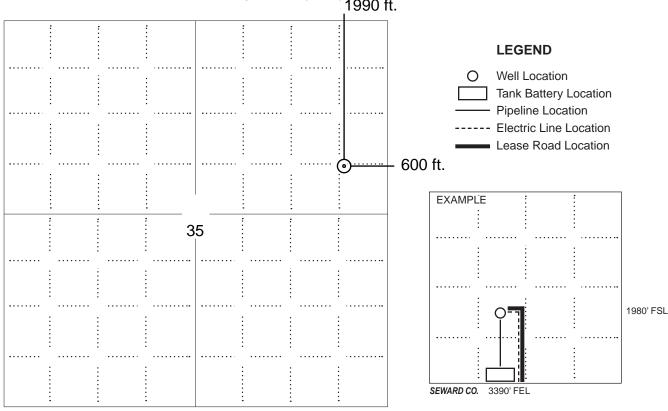
### IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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:	SecTwpS. R E W		
Number of Acres attributable to well:	Is Section: Regular or Irregular		
	If Section is Irregular, locate well from nearest corner boundary.		

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. 1990 ft.



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

#### 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).
- 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 1104676

Form CDP-1 May 2010 Form must be Typed

# **APPLICATION FOR SURFACE PIT**

Submit in Duplicate

Operator Address:         Contact Person:       Phone Number:         Lease Name & Well No:       Pt Location (QQQQ);         Type of Pt:       Pt Location (QQQQ);         Type of Pt:       Pt Location (QQQQ);         Emergency Ptr       Burn Ptr         Benergency Ptr       Drilling Ptr         If WP Supply APIA.or New Drillerg       If Existing, date constructed:         If WP Supply APIA.or New Drillerg       Pt capacity:         If WP Supply APIA.or New Drillerg       Pt capacity:         If WP Supply APIA.or New Drillerg       Pt capacity:         If the pit Is lined if a plastic liner is not used?       Coloride concentration:         If the pit is lined give a brief description of the liner       No Pt         Describ proceedures for priodic maintenance and determining       No Pt         If the pit is lined give a brief description of the liner       Describ proceedures for priodic maintenance and determining         Distance to nearest water well within one-mile of pt:       Describ proceedures for priodic maintenance and determining         If the pit is lined give a brief description of the liner       Ptr dimension:         If the pit is lined give a brief description of the liner       Describ proceedures for priodic maintenance and determining         Distance to nearest water well within one-mile of pt:       Describ proceedures for water	Operator Name:		License Number:		
Lease Name & Well No:       Pit Location (QQQQ):         Type of Pit:       Pit is:         Image: Image	Operator Address:				
Type of Pit:       Pit is:	Contact Person:			Phone Number:	
Emergency Pit       Burn Pit       Proposed       Existing       Sec	Lease Name & Well No.:			Pit Location (QQQQ):	
Emergency Pit       Burn Pit       Proposed       Existing       Sec	Type of Pit:				
Workover Pit Haul-Off Pit   If WP Supply API No. or Year Drilled) Pit capacity:				Sec. Twp R East \_ West	
(If WP Supply API No. or Max Diffect)       Pit capacity:	Settling Pit Drilling Pit				
integration is a sensitive Ground Water Area?       \text{CoFFICE USE ONLY       County         is the pit located in a Sensitive Ground Water Area?       \text{Yes}       No       Chloride concentration:					
Is the pit located in a Sensitive Ground Water Area?       Yes       No       Chloride concentration:       mgrl         Is the bottom below ground level?       Artificial Liner?       How is the pit lined if a plastic liner is not used?         Pit dimensions (all but working pits):	(If WP Supply API No. or Year Drilled)	Pit capacity:	(bbls)		
Image: control level       Image: control level <td< td=""><td>Is the nit located in a Sensitive Ground Water A</td><td>rea? Yes</td><td></td><td>Chloride concentration:</td><td> •</td></td<>	Is the nit located in a Sensitive Ground Water A	rea? Yes		Chloride concentration:	•
\begin{tabular}{  begin{tabular}{  begin{tabular}{			NO		0
Pit dimensions (all but working pits):			No	How is the pit lined if a plastic line	er is not used?
Depth from ground level to deepest point:				Width (fact)	
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:				· · · ·	
Distance to nearest water well within one-mile of pit:       Depth to shallowest fresh water feet.	If the pit is lined give a brief description of the li	_	Describe proce	dures for periodic maintenance and	
Source of information:  feet   Depth of water well  feet   measured   well owner   electric log   KDWR	material, thickness and installation procedure.		liner integrity, in	cluding any special monitoring.	
Source of information:  feet   Depth of water well  feet   measured   well owner   electric log   KDWR					
Source of information:  feet   Depth of water well  feet   measured   well owner   electric log   KDWR					
Source of information:  feet   Depth of water well  feet   measured   well owner   electric log   KDWR	Distance to nearest water well within one-mile of	Depth to shallo	west fresh water	_ feet.	
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 spilled fluids to flow into the pit?   Yes   No   Drill pits must be closed within 365 days of spud date.   KCC OFFICE USE ONLY     Liner   Steel Pit			Source of inform	nation:	
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			
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					
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					
Submitted Electronically           KCC OFFICE USE ONLY           Liner         Steel Pit	Does the slope from the tank battery allow all spilled fluids to				
Submitted Electronically           KCC OFFICE USE ONLY           Liner         Steel Pit         RFAC         RFAS	flow into the pit? Yes No			ate.	
KCC OFFICE USE ONLY					
Liner Steel Pit RFAC RFAS	Submitted Electronically				
Liner Steel Pit RFAC RFAS					
Liner Steel Pit RFAC RFAS					
Date Received: Permit Number: Permit Date: Lease Inspection: Yes No	Date Received: Permit Num	oer:	Permi	t Date: Lease In	spection: Yes No

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



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1104676

# 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:	If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:		
Phone: ( ) Fax: ( )			
Email Address:			
Surface Owner Information:			
Name:	When filing a Form T-1 involving multiple surface owners, attach an additional 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 1:			
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

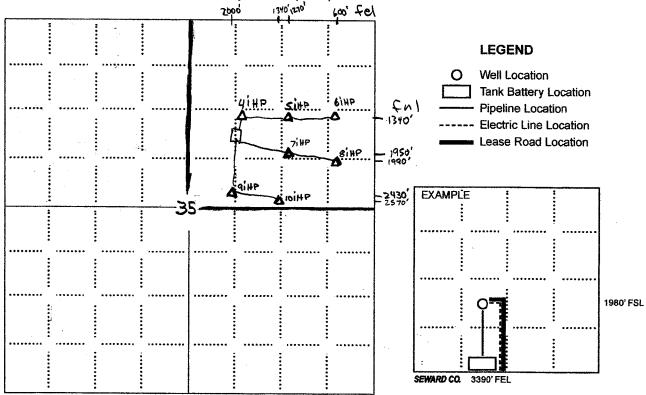
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Arnold Lease Injectors Sec. 35-235-14E

#### 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.

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- 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.

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 Thomas E. Wright, Commissioner Shari Feist Albrecht, Commissioner Sam Brownback, Governor

## 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.

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/

Mark Sievers, Chairman Thomas E. Wright, Commissioner Shari Feist Albrecht, Commissioner Sam Brownback, Governor

December 13, 2012

Mark Haas Haas Petroleum, LLC 11551 Ash St., Suite 205 Leawood, KS 66211

Re: Drilling Pit Application API 15-207-28297-00-00 Arnold 8i-HP NE/4 Sec.35-23S-14E Woodson County, Kansas

Dear Mark Haas:

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.

# 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.