CORRECTION #1

Well will not be drilled or Permit Expired Date: ___

Signature of Operator or Agent:

| 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

| Expected Spud Date: | year | Spot Description: | |
|---|-------------------------|--|-------|
| | y | | V |
| PERATOR: License# | | feet from N / S Line of S | |
| ame: | | feet from E / W Line of S | ectio |
| ddress 1: | | Is SECTION: Regular Irregular? | |
| ldress 2: | | (Note: Locate well on the Section Plat on reverse side) | |
| ty: State: Zip: _ | | County: | |
| ontact Person: | | Lease Name: Well #: | |
| none: | | Field Name: | |
| ONTRACTOR: License# | | Is this a Prorated / Spaced Field? | No |
| ame: | | Target Formation(s): | |
| Well Drilled For: Well Class: Typ | e Equipment: | Nearest Lease or unit boundary line (in footage): | |
| Oil Enh Rec Infield | Mud Rotary | Ground Surface Elevation:fee | t MS |
| Gas Storage Pool Ext. | Air Rotary | Water well within one-quarter mile: | N |
| Disposal Wildcat | Cable | Public water supply well within one mile: | N |
| Seismic ; # of Holes Other | J 2 | Depth to bottom of fresh water: | |
| Other: | | Depth to bottom of usable water: | |
| | | Surface Pipe by Alternate: II II | |
| If OWWO: old well information as follows: | | Length of Surface Pipe Planned to be set: | |
| Operator: | | Length of Conductor Pipe (if any): | |
| Well Name: | | Projected Total Depth: | |
| Original Completion Date: Original Total | al Depth: | Formation at Total Depth: | |
| | | Water Source for Drilling Operations: | |
| Directional, Deviated or Horizontal wellbore? | Yes No | Well Farm Pond Other: | |
| Yes, true vertical depth: | | DWK Pellill #. | |
| Sottom Hole Location: | | (Note: Apply for Permit with DWR) | |
| (CC DKT #: | | - Will Cores be taken? Yes | N |
| | | If Yes, proposed zone: | |
| | ΔΙ | FIDAVIT | |
| The undersigned hereby affirms that the drilling, comp | | | |
| is agreed that the following minimum requirements v | | agging of the non-nin comply marriage to our coq. | |
| | | | |
| Notify the appropriate district office <i>prior</i> to spu A copy of the approved notice of intent to drill si | | sh drilling rig: | |
| | | t by circulating cement to the top; in all cases surface pipe shall be set | |
| through all unconsolidated materials plus a mini | | | |
| , | | strict office on plug length and placement is necessary <i>prior to plugging</i> ; | |
| 5. The appropriate district office will be notified be | | | |
| | | ed from below any usable water to surface within 120 DAYS 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 of | ate or the well shall I | e plugged. In all cases, NOTIFY district office prior to any cementing. | |
| | | | |
| densities de Electronico de la c | | | |
| ubmitted Electronically | | | |
| For KCC Use ONLY | | 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 required | feet | - File Drill Pit Application (form CDP-1) with Intent to Drill; | |
| Minimum surface pipe requiredfee | | - 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; | |
| Approved by: | | Notify appropriate district office 46 flours prior to workover of re-entry, Submit plugging report (CP-4) after plugging is completed (within 60 days); | |
| This authorization expires: | us of approval data | Obtain written approval before disposing or injecting salt water. | |
| (This authorization void if drilling not started within 12 month | ь от арргоvат аате.) | If well will not be drilled or permit has expired (See: authorized expiration date |) |
| | | 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - | |

| 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: |
|---------------------------------------|--|
| _ease: | feet from N / S Line of Section |
| Vell Number: | feet from E / W Line of Section |
| Field: | SecTwpS. R E W |
| Number of Acres attributable to well: | Is Section: Regular or Irregular |
| QTR/QTR/QTR/QTR of acreage: | |
| | If Section is Irregular, locate well from nearest corner boundary. |
| | Section corner used: NE NW SE SW |
| | |
| | |
| Р | LAT |
| | lease or unit boundary line. Show the predicted locations of |
| | quired by the Kansas Surface Owner Notice Act (House Bill 2032). |
| | separate plat if desired. 1425 ft. |
| | 1425 ft. |
| : : : : | : |
| | LEGEND |
| | EEGEND |
| | : O Well Location |
| | Tank Battery Location |
| | Pipeline Location |
| : : : : : : | 1200 ft Electric Line Location |
| | Lease Road Location |
| | |
| | : |
| | EXAMPLE : : |
| | EAAWFLE |
| 4 | |
| | |
| | |
| | |
| | |
| | 1980' FSL |
| | |
| | |
| | |
| | |
| | SEWARD CO. 3390' FEL |

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).
- 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.

TION #1 1110040

Kansas Corporation Commission Oil & Gas Conservation Division

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: Emergency Pit Burn Pit Settling Pit Drilling Pit Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) | Pit is: Proposed If Existing, date co Pit capacity: | Existing nstructed: | SecTwp R East WestFeet from North / South Line of SectionFeet from East / West Line of Section |
| | | (bbls) | County |
| Is the pit located in a Sensitive Ground Water A | Area? Yes | No | Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) |
| Is the bottom below ground level? | Artificial Liner? | No | How is the pit lined if a plastic liner is not used? |
| Pit dimensions (all but working pits): | Length (fe | et) | Width (feet) N/A: Steel Pits |
| Depth fro | om ground level to dee | epest point: | (feet) No Pit |
| If the pit is lined give a brief description of the li material, thickness and installation procedure. | | | dures for periodic maintenance and determining ncluding any special monitoring. |
| Distance to nearest water well within one-mile of pit: | | Depth to shallo Source of infor | west fresh water feet. mation: |
| feet Depth of water well | feet | measured | well owner electric log KDWR |
| Emergency, Settling and Burn Pits ONLY: | | Drilling, Work | over and Haul-Off Pits ONLY: |
| Producing Formation: | | Type of materia | al utilized in drilling/workover: |
| Number of producing wells on lease: | | Number of wor | king 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. | |
| Submitted Electronically | | | |
| | KCC | OFFICE USE O | |
| Date Received: Permit Num | ber: | Permi | Liner Steel Pit RFAC RFAS it Date: Lease Inspection: Yes No |

CORRECTION #1 KANSAS CORPORATION COMMISSION 1110040

Form KSONA-1 July 2010 Form Must Be Typed Form must be Signed All blanks must be Filled

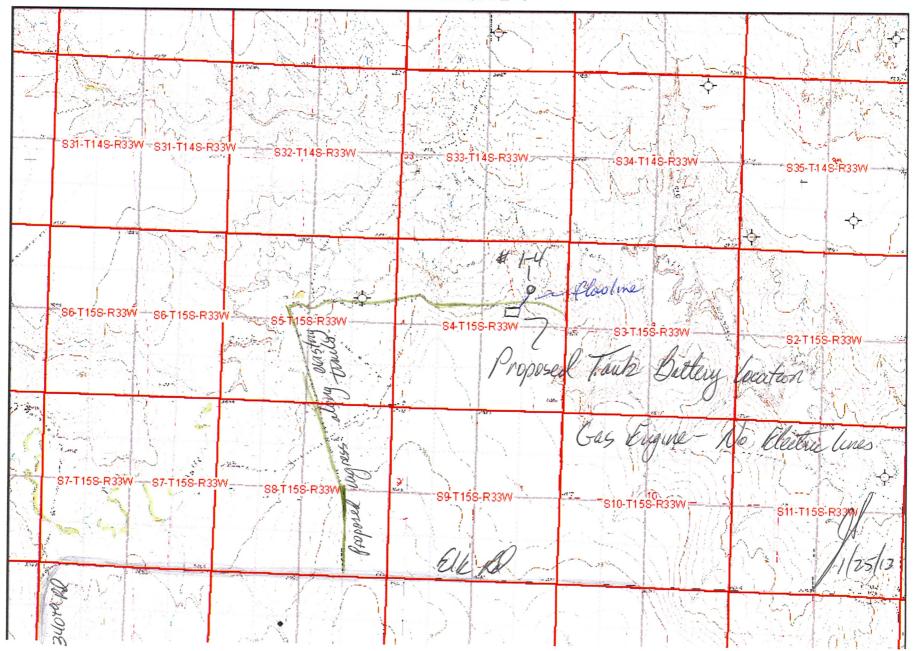
CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

OIL & GAS CONSERVATION DIVISION

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: | SecTwpS. R East _ West | |
| 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 the lease helps: — The lease helps: | |
| Contact Person: | | |
| Phone: () Fax: () | | |
| Email Address: | | |
| Surface Owner Information: | | |
| Name: | sheet listing all of the information to the left for each surface owner. Surface | |
| Address 1: | | |
| 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 a 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. | |
| owner(s) of the land upon which the subject well is or will be lo | ct (House Bill 2032), I have provided the following to the surface ocated: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form being filed is a Form C-1 or Form CB-1, the plat(s) required by this and email address. | |
| | cknowledge that, because I have not provided this information, the vner(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- | fee with this form. If the fee is not received with this form, the KSONA-1 will be returned. | |
| Submitted Electronically | _ | |

McDaniel #1-4



McDaniel #1-4



Summary of Changes

Lease Name and Number: McDaniel 1-4

API/Permit #: 15-109-21159-00-00

Doc ID: 1110040

Correction Number: 1

Approved By: Rick Hestermann 01/28/2013

| Field Name | Previous Value | New Value |
|--------------------------------------|---|---|
| Fresh Water Information Source: KDWR | Yes | No |
| KCC Only - Approved By | Rick Hestermann 01/25/2013 | Rick Hestermann 01/28/2013 |
| KCC Only - Approved Date | 01/25/2013 | 01/28/2013 |
| KCC Only - Date Received | 01/24/2013 | 01/25/2013 |
| KCC Only - Lease Inspection | Yes | No |
| Save Link | //kcc/detail/operatorE ditDetail.cfm?docID=11 09761 | //kcc/detail/operatorE ditDetail.cfm?docID=11 10040 |

Summary of Attachments

Lease Name and Number: McDaniel 1-4

API: 15-109-21159-00-00

Doc ID: 1110040

Correction Number: 1

Approved By: Rick Hestermann 01/28/2013

Attachment Name

McDaniel #1-4 Corrected Tank Battery Attach