

### Kansas Corporation Commission Oil & Gas Conservation Division

1196099

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

#### WELL PLUGGING APPLICATION

Form KSONA-1, Certification of Compliance with the Kansas Surface Owner Notification Act, MUST be submitted with this form.

OPERATOR: License #:		API No. 15											
Name:		If pre 196	37, supply original comple	etion date:									
Address 1:		Spot Des	cription:										
Address 2:		_	Sec Twp S. R East We										
City: State:		_											
Contact Person:			Feet from	East / West	Line of Section								
Phone: ( )		Footages	Footages Calculated from Nearest Outside Section Corner:  NE NW SE SW										
Filone. ( )			-   NE										
			ame:										
		Lease IVe	arrie.	vveπ π									
Check One: Oil Well Gas Well OG	D&A Car	thodic Wate	r Supply Well Ot	her:									
SWD Permit #:	ENHR Permit #:		Gas Storage	Permit #:									
Conductor Casing Size:	Set at:		Cemented with:		Sacks								
Surface Casing Size:	_ Set at:		Cemented with:		Sacks								
Production Casing Size:	_ Set at:		Cemented with:		Sacks								
Elevation: ( G.L. / K.B.) T.D.:  Condition of Well: Good Poor Junk in Hole  Proposed Method of Plugging (attach a separate page if adding  Is Well Log attached to this application? Yes No. 1f ACO-1 not filed, explain why:	Casing Leak at:			ione Corral Formation)									
Plugging of this Well will be done in accordance with K. Company Representative authorized to supervise plugging													
Address:	(	City:	State:	Zip:	-+								
Phone: ( )													
Plugging Contractor License #:		Name:											
Address 1:	A	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 guaranteed by Operator or Agent

Submitted Electronically



#### Kansas Corporation Commission Oil & Gas Conservation Division

1196099

Form KSONA-1
January 2014
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.

OPERATOR: License #	Well Location:
Name:	
Address 1:	County:
Address 2:	Lease Name: Well #:
City: State: Zip:+	g
Contact Person:	the lease below:
Phone: ( ) Fax: ( )	-
Email Address:	-
Surface Owner Information:	
Name:	
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:	and the second in the construction of the cons
City: State: Zip:+	-
	ank batteries, pipelines, and electrical lines. The locations shown on the plat I on 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	e Act (House Bill 2032), I have provided the following to the surface e located: 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.
KCC will be required to send this information to the surface	I acknowledge that, because I have not provided this information, the owner(s). To mitigate the additional cost of the KCC performing this ss of the surface owner by filling out the top section of this form and e KCC, which is enclosed with this form.
KCC will be required to send this information to the surface task, I acknowledge that I must provide the name and address that I am being charged a \$30.00 handling fee, payable to the	owner(s). To mitigate the additional cost of the KCC performing this so of the surface owner by filling out the top section of this form and e KCC, which is enclosed with this form.  If the fee is not received with this form, the KSONA-1
KCC will be required to send this information to the surface task, I acknowledge that I must provide the name and address that I am being charged a \$30.00 handling fee, payable to the If choosing the second option, submit payment of the \$30.00 handling fee.	owner(s). To mitigate the additional cost of the KCC performing this so of the surface owner by filling out the top section of this form and e KCC, which is enclosed with this form.  If the fee is not received with this form, the KSONA-1



## **Chesapeake Operating, Inc.**

### **Interoffice Memorandum**

TO: Jay Stratton

CC: Walter Kennedy, John Hudson, David Lynch and Bud Neff

FROM: Doug Kathol, Sara Everett

**DATE:** March 12, 2014

**RE:** Plug and Abandon

GARDEN CITY 1-13 Property Number: 217724

SECTION 13-T22S-R34W FINNEY COUNTY, KS

Chesapeake Energy GWI: 78.678% NRI: 56.283%

#### Recommendation:

This well was producing 12 MCFPD when it was TA'd in November of 2013. The well was drilled in 1955 to a total depth of 2559, completed in the Herington formation, with first sales in 1956. Cumulative production from this well has been 1.4 BCF.

Discussion:

GARDEN CITY 1-13
Plug & Abandon
HERINGTON
Vertical
3/12/2014

Geologist :	Walter Kennedy
Reservoir Engineer:	John Hudson
Production Engineer :	Doug Kathol
Landman:	David Lynch
Production Sup.:	Bud Neff

#### **WELL DATA:**

**Lease:** GARDEN CITY 1-13 **WI:** 0.786780 **NRI:** 0.562830

S-T-R: 13-T22S-R34W County, St: FINNEY, KS

Location: C NE - 3960 FSL & 1320 FEL OF SECTION

**AFE #**: 803144 **API #**: 1505500316 **Prop. #**: 217724 **IP**: 2.6 MCF

**PBTD**: 2,555' **TD**: 2,559' **Spudded**: 4/2/1955

**Type:** Vertical **Elevations GL:** 2,913' **KB:** 2,918' **KB-GL:** 5'

**Casing and Tubing:** 

						SET	DEPTH
SIZE	WEIGHT	GRADE	TYPE	CEMENT	TOC	TOP	BTM
8 5/8			Surface Casing	200	5'	5'	296'
5 1/2			Production Casing	150	unknown	5'	2,535'
2 3/8			Tubing			5'	2,515'

#### **Production Casing and Tubing Data:**

SIZE	WEIGHT	GRADE	ID	DRIFT	Bbl/Ft.	Gallons/Ft.	Burst	Collapse	Jnt St	
------	--------	-------	----	-------	---------	-------------	-------	----------	--------	--

unknown

#### **Well Driving Directions:**

hwy 50 west to big lowe rd, 9 3/4 north west into

Perf'd Formations Depth Range Stimulation Details

Treatable Water unknown

Herington 2535 1,100M frac

**NOTES:** No well file available for the Garden City 1-13. All information from the KGS and a workover report

dated 11/19/02.

#### **Procedure**

- 1. Obtain plugging permit from KCC office and notify plugging supervisor 24 hrs. before plugging operations begin.
- 2. MIRU WO unit. ND WH, NU BOP. Kill well if necessary with lease water.
- 3. POOH laying down downhole equipment. Stand back tbg in derrick.
- 4. MIRU WL Unit and RIH with 5½" CIBP and set at +/-50' above perfs. Dump bail 10' of cement on CIBP. RDMO WL unit.
- 5. RIH w/ tbg, set EOT @+/-50' above CIBP and circulate hole with 9#, 36 vis (minimum plugging mud and circulate plugging mud to surface). TOOH w/tbg.
- 6. PUH with tubing. Circulate cement across the 8-5/8" csg shoe and spot 100' cement cmt plug. (See note)
- 7. PUH with tubing. Circulate cement across Base of Treatable Water and spot 100' cmt plug. WOC and POOH.
- 8. RIH with tubing and tag cement plug.. Respot more cement if necessary.
- 9. PUH with tbg to 34' and spot 30' cement plug (34' to 4') from surface.
- 10. RDMO WO unit. Cut off csg 4' below ground level and weld on ID Plate.

#### NOTE:

If  $5\frac{1}{2}$ " casing cannot be cut off below surface casing shoe, the 5  $1\frac{1}{2}$ " casing must be perforated at surface casing shoe and block squeezed, raising cement to 50' above the surface csg shoe depth. The cement plug must then be tagged at 50' from shoe or higher. Go to step #9.





# **Chesapeake Operating, Inc. Estimated Plugging & Salvage Values**

Shallow Well (<3000' TD Apprx.)

Well Name: Garden City 1-13
Location: SEC13-T22S-R34W
County, State: Finney Co., KS

**Property #** 217724 **API #** 15-055-00316 **GWI:** 78.678 **NRI:** 56.283

**AFE #** 803144

#### Estimated Equipment Salvage Values- Condition "C" Assumed

Equipment Description	Salvage Value	Cost
76 jts 2 3/8", 2508' Tubing	1304	\$1,304.00
5/8", 2500' Rods	600	\$600.00
Faulk Vintage one leg HD unit	2159	\$2,159.00
Engine (10 hp)	925	\$925.00
Tank (80 bbl fiberglass)	397	\$397.00

Gross Salvage Total: \$5,385.00

COI Net Salvage Total: \$4,236.81

#### **Estimated Plugging Expenses**

<u>Description</u>	Cost
Cased Hole Services / Perforating	\$2,000.00
Completion Unit	\$5,500.00
Contract Labor	\$3,000.00
Cementing/Squeeze	\$500.00
Contingency	\$2,000.00
Plug to Abandon	\$4,000.00
Supervision	\$2,000.00
Surface Equipment Rental	\$1,000.00
Transportation	\$1,000.00
Reclamation	\$3,000.00

Gross Plugging Expense: \$24,000.00 COI Net Plugging Expense: \$18,882.72

Gross Total Estimated Plugging Expense: \$18,615.00 COI Net Total Estimated Plugging Expense: \$14,645.91

1 - 4

## **Current Wellbore Schematic**

WELL (PN): GARDEN CITY 1-13 (217724)
FIELD OFFICE: GARDEN CITY
FIELD: Hugoton Gas Area
STATE / COUNTY: KANSAS / FINNEY
LOCATION: SEC 13-22S-34W, 3960 FSL & 1320 FEL
ROUTE: GAR-KS-ROUTE 04 - DAVID ROWLAND
ELEVATION: GL: 2,913.0 KB: 2,918.0 KB Height: 5.0
DEPTHS: TD: 2,559.0

API #: 1505500316 Serial #: SPUD DATE: 4/2/1955 **RIG RELEASE:** 1ST SALES GAS: 1/1/1956 1ST SALES OIL:

Vertical schematic (actual)	Zones	Set Tension (kips	Casing	Ems			Model 2130186	3 D	SPM		SL (i		30.00	Install Date 1/1/19	56			
		Set Tension (kips																
	ш	Set Tension (kips		Surface Casing; Set @ 296.0 ftKB; Original Hole  Set Tension (kips)   Mud Weight   Cut Pull Date   Depth Cut Pull (ftKB)														
												Depth	Cut Pul	I (ftKB)				
	ш					Drift	:			Top								
	щ		OD (ir		) (in)	(in)	Wt (lk	o/ft) Gi	ade 7	hread	Top (f		3tm (ft		n (ft)			
		Casing Joints	8 5/	8								5.0	29	95.0 2	290.0			
		Shoe	8 5/	/8							2	295.0	29	96.0	1.0			
		Productio		ing;						nal Ho	ole							
16V64		Set Tension (kips	)		Mu	ıd Weigh	nt	Cut Pull	Date			Depth	Cut Pul	I (ftKB)				
				,	\	Drift		<b>(5)</b>		Тор								
		Item Des Casing Joints	OD (ir		) (in)	(in)	Wt (lk	o/ft) Gi	ade   7	hread	Top (f	5.0	3tm (ft 2,5	,	n (ft 529.			
		Shoe Description:	5 1/		in a Ca						2,5	534.0	2,53	35.0	1.			
		5.0-296.0	Suriace	Casi	ing Ce	mem												
		Top of Ceme	ent (ftKB	<b>):</b> 5.0	0		Тор Ме	asuren	nent Me	ethod:	Return	s to Su	rface					
		Fluid		ip Stai Date	ırt	Amou		Clas		Dens (II	h/aal)	Vol Pu	ımped bl)	Yiel (ft³/sa				
		Tidia	4/4/19			(000)	200	Olas	3	Della (II	b/gai)	(2)	<i></i>	(11700	Oit			
		Description: Production Casing Cement 1.659.0-2.559.0																
3 5/8 in; 0.00 lb/ft; 296.0 ftKB		1,659.0-2,559.0  Top of Cement (ftKB): 1,659.0  Top Measurement Method: Estimated																
200.0 11112		Top or Cerrie		p Sta		Amoi		asuren	letti ivie	tillou.	ESUITIA	Vol Pu	ımped	Yiel	d			
<b>88 III 8</b>		Fluid	4/6/19	ate		(sac	ks) 150	Clas	S	Dens (II	b/gal)	(b	bl)	(ft³/sa	ick)			
		Tubing St			)a - E	Produ												
		Set Depth (ftKB)	Wellbore	Э		Toda	Run Date		Pull D	ate	Ci	ut Pull Date	e	Depth Cut F	⊃ull (			
		2,515	.0 Origin		le OD		11/1 Drift	9/2002 Wt		Т	 op	Btm						
		Item I	Des	(	(in)	ID (in)	) (in)	(lb/ft)	Grad		(B)	(ftKB)		_en (ft)	Jt			
		Tubing Seat Nipple			2 3/8	1.995	5 1.901	4.70	J-55	2.5	5.0	2,504. 2,505.		2,499.00				
		Mud Anchor			2 3/8						505.0	2,515.		10.00				
		Rod Strin	a: Roc			ntion	nal					,						
		Set Depth (ftKB)	2,50	In <sup>-</sup>	Tubing S							Pull D	Date		_			
			2,50	Gr					Gu									
5 1/2 in: 0.00 lb/ft:		Item Des	OD (in)	ad e	Mak	e l	Model	Guid Des			(ftKB)	Btm (ft	KB)	Len (ft)				
		Polished	1 1/4		with		.110001	500	1.50	Гор	2.0		18.0	16.00	_			
		Rod Sub	E/0	$\sqcup$							10.0		20.0	2.00				
7 1/2 111, 0.00 lb/1t,		*COPY*	5/8 5/8								18.0		20.0	2.00 6.00				
2,535.0 ftKB Frac; 2,535.0-	HERINGT	Rod Sub																
	ON, Original	*COPY*	5/8								26.0		34.0	8.00				
4/22/1955	Original	Rod Sub																
2,536.0 ftKB;————————————————————————————————————		Sucker Rod	5/8		Norris	5	4				34.0		91.0	2,457.00				
		Rod Pump Gas Anchor	1 1/2								,491.0 ,501.0		01.0	4.00				
			<u> </u>			[					,	,0						

#### **Current Wellbore Schematic**

WELL (PN): GARDEN CITY 1-13 (217724) FIELD OFFICE: GARDEN CITY

FIELD OFFICE: GARDEN CITY
FIELD: Hugoton Gas Area
STATE / COUNTY: KANSAS / FINNEY
LOCATION: SEC 13-22S-34W, 3960 FSL & 1320 FEL
ROUTE: GAR-KS-ROUTE 04 - DAVID ROWLAND
ELEVATION: GL: 2,913.0 KB: 2,918.0 KB Height: 5.0
DEPTHS: TD: 2,559.0

API #: 1505500316 Serial #: SPUD DATE: 4/2/1955 **RIG RELEASE:** 1ST SALES GAS: 1/1/1956 **1ST SALES OIL:** 

**Current Status: SHUTIN** VERTICAL - Original Hole, 3/12/2014 8:30:04 AM **Perforations** Vertical schematic (actual) Zones Shot Dens (shots/f Date Zone Top (ftKB) Btm (ftKB) t) **Current Status** 4/22/1955 2,535.0 2,536.0 Stimulations & Treatments <Zone/Formation?>, <Stage Number?>, Frac, 4/22/1955 Min Top Dep...|Max Btm De...|Total Clean... | Avg Treat Pr...|Q Treat Avg... | Post ISIP (psi) | Comment 2,535.0 2,536.0 Sand Size Conc (lb/gal) Type Amount 8 5/8 in; 0.00 lb/ft; 296.0 ftKB 5 1/2 in; 0.00 lb/ft; 2,535.0 ftKB HERINGT Frac; 2,535.0-ON, 2,536.0 ftKB; Original... 4/22/1955

Page 2/2

Report Printed: 3/12/2014



#### Chesapeake Energy Corporation

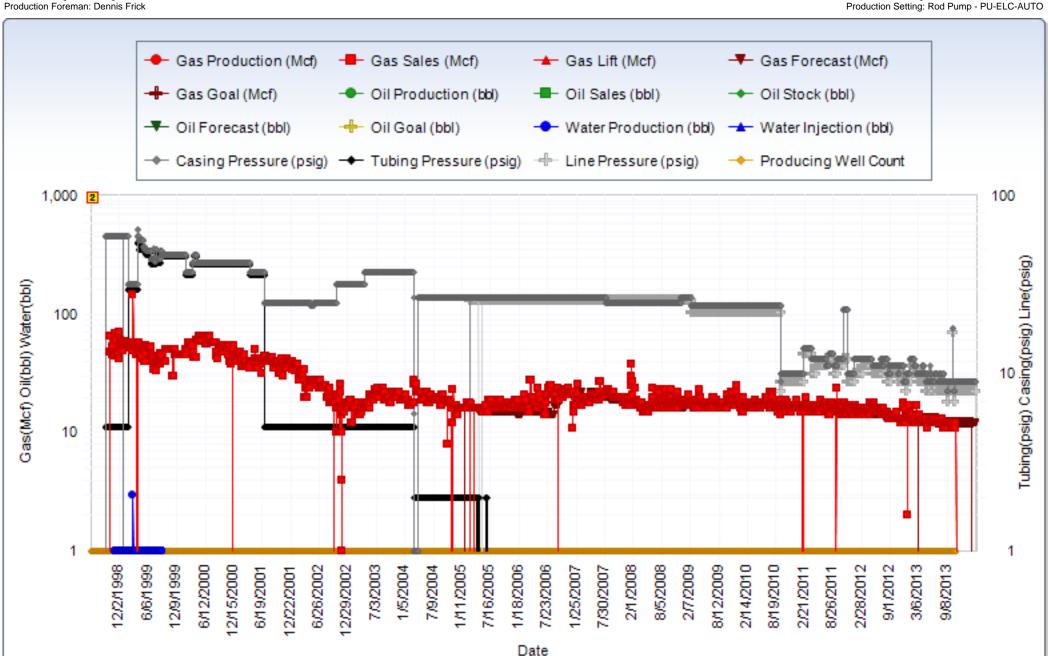
**CST Production Monitor Export** 

GARDEN CITY 1-13 (HERINGTON)

1/1/1900 - 3/11/2014 | Gross Volumes | Operated Wells | 14.65 Pressure Base

Zone: GARDEN CITY 1-13 (HERINGTON) in Route: GAR-KS-Route 04 - David Rowland Production Engineer: Doug Kathol

Date Range Cum Gas Prod (Mcf): 133,943 Date Range Cum Oil Prod (bbl): 0 Date Range Cum Water Prod (bbl): 305 Production Setting: Rod Pump - PU-ELC-AUTO





## Chesapeake Energy Corporation CST Production Monitor Export

#### GARDEN CITY 1-13 (HERINGTON)

1/1/1900 - 3/11/2014 | Gross Volumes | Operated Wells | 14.65 Pressure Base

	Marker #	Date	Annotation	Created By	Created Date
1	1	4/2/1955	Drilling/Drilling/Original Drilling	WellviewJobInfo	3/11/2014
2	2	4/22/1955	Workover/Completion/Initial Completion	WellviewJobInfo	3/11/2014



## Chesapeake Energy Corporation CST Operations 8/8ths LOS Report

#### LOS MAIN

01/2013 - 12/2013 Gross Volumes | Operated Wells

-	ENEKUI																					
Name	Property	Gas	Oil	NGL	Royalty	Revenue	MCFE	Total	LOE/MCFE	Ad	Compression	Overhead	R&M	SWD	Subsurface	Utilities	Workover	All	Sev	Op Cash	Capital	Net Cash
		Price	Price	Price	Burden			LOE		Val								Other	Tax	Flow		Flow
GARDEN CITY 1-13	217724	\$2.01	\$92.43	\$0.00	2,150	5,404	3,797	16,502	\$4.35	100	0	6,960	51	0	0	258	0	9,133	380	11,478	0	11,478
Totals		\$2.01	\$92.43	\$0.00	2,150	5,404	3,797	16,502	\$4.35	100	0	6,960	51	0	0	258	0	9,133	380	11,478	0	11,478



## Chesapeake Energy Corporation CST Operations 8/8ths LOS Report

## **GARDEN CITY 1-13**

01/2013 - 12/2013 Gross Volumes | Operated Wells

Name	Property	Gas Price	Oil Price	NGL Price	Royalty Burden	Revenue	MCFE	Total LOE	LOE/MCFE	Ad Val	Compression	Overhead	R&M	SWD	Subsurface	Utilities	Workover	All Other		Op Cash Flow	Capital	Net Cash Flow
GARDEN CITY 1-13	217724	\$2.01	\$92.43	\$0.00	2,150	5,404	3,797	16,502	\$4.35	100	0	6,960	51	0	0	258	0	9,133	380	11,478	0	11,478

Line Item	01/2013	02/2013	03/2013	04/2013	05/2013	06/2013	07/2013	08/2013	09/2013	10/2013	11/2013	12/2013	Total
Gas Revenue Volume	421	346	376	375	378	368	377	377	359	362	58	0	3,797
Gas Sales	421	346	376	375	378	368	377	377	359	362	58	0	3,797
Gas Value	\$804	\$629	\$773	\$834	\$814	\$758	\$728	\$675	\$702	\$723	\$113	\$0	\$7,554
Gas Price	\$1.91	\$1.82	\$2.05	\$2.22	\$2.15	\$2.06	\$1.93	\$1.79	\$1.96	\$2.00	\$1.96	\$2.32	\$2.01
Oil Revenue Volume	0	0	0	0	0	0	0	0	0	0	0	0	0
Oil Sales	0	0	0	0	0	0	0	0	0	0	0	0	0
Oil Value	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Oil Price	\$88.99	\$90.59	\$89.49	\$86.01	\$88.96	\$89.97	\$99.13	\$100.70	\$100.40	\$94.72	\$88.16	\$92.06	\$92.43
Royalty Burden	229	179	220	237	232	216	207	192	200	206	32	0	2,150
Royalty Percent	0.28464389	0.28464389	0.28464389	0.28464389	0.28464389	0.28464389	0.28464389	0.28464389	0.28464389	0.28464389	0.28464389	0.28464389	0.28464389
Revenue	575	450	553	597	582	542	521	483	502	517	81	0	5,404
MCFE	421	346	376	375	378	368	377	377	359	362	58	0	3,797
LOE Total	1,353	1,334	1,433	1,444	1,378	1,427	1,409	1,582	1,727	1,418	1,467	530	16,502
LOE Per MCFE	\$3.21	\$3.86	\$3.81	\$3.85	\$3.65	\$3.88	\$3.74	\$4.20	\$4.81	\$3.92	\$25.29	\$0.00	\$4.35
Ad Valorem Tax	0	0	0	0	0	0	0	0	0	0	0	100	100
Audit Charges	0	0	0	0	0	0	0	0	0	0	0	0	0
Company Labor	170	174	178	179	180	180	192	197	198	204	202	430	2,484
Compression	0	0	0	0	0	0	0	0	0	0	0	0	0
Contract Serv/Equip Rental	0	0	0	0	0	0	0	0	0	0	0	0	0
Field Facilities	53	37	32	41	40	40	35	35	38	42	29	0	422
Fuel Water Lube	0	0	0	0	0	0	0	0	0	0	0	0	0
Gas Processing	0	0	0	0	0	0	0	0	0	0	0	0	0
Insurance	0	0	0	0	0	0	0	0	314	0	0	0	314
Oil Processing	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Expenses	2	4	4	15	4	15	1	1	1	1	0	0	48
Overhead	600	600	600	645	645	645	645	645	645	645	645	0	6,960
Pumping Service	491	434	601	499	473	513	512	666	513	499	496	0	5,697
Regulatory	0	0	0	0	0	0	0	0	0	0	0	0	0
Rents And Fees	0	0	0	0	0	0	0	0	0	0	0	0	0
Repairs & Maintenance	0	51	0	0	0	0	0	0	0	0	0	0	51
Salt Water Disposal	0	0	0	0	0	0	0	0	0	0	0	0	0
Salt Water Processing	0	0	0	0	0	0	0	0	0	0	0	0	0
Subsurface Repairs	0	0	0	0	0	0	0	0	0	0	0	0	0
Supplies	3	2	1	48	3	1	1	21	1	9	6	0	96
Telemetry	0	0	0	0	0	0	0	0	0	0	0	0	0
Transportation	0	0	0	0	0	0	0	0	0	0	0	0	0
Treating Expenses	0	0	0	0	0	0	0	0	0	0	72	0	72
Utilities	34	32	17	17	33	33	23	17	17	18	17	0	258
Workover	0	0	0	0	0	0	0	0	0	0	0	0	0
Gas Severance Tax	41	32	39	41	41	38	37	34	35	36	6	0	380
Oil Severance Tax	0	0	0	0	0	0	0	0	0	0	0	0	0
Severance Tax	41	32	39	41	41	38	37	34	35	36	6	0	380
IDC Monthly	0	0	0	0	0	0	0	0	0	0	0	0	0
WEQ Monthly	0	0	0	0	0	0	0	0	0	0	0	0	0
NRI	0.56282910	0.56282910	0.56282910	0.56282910	0.56282910	0.56282910	0.56282910	0.56282910	0.56282910	0.56282910	0.56282910	0.56282910	0.56282910
GWI	0.78678170	0.78678170	0.78678170	0.78678170	0.78678170	0.78678170	0.78678170	0.78678170	0.78678170	0.78678170	0.78678170	0.78678170	0.78678170
Operating Cash Flow	(819)	(916)	(919)	(889)	(836)	(923)	(925)	(1,134)	(1,260)	(937)	(1,392)	(530)	(11,478)
Capital	Ó	Ó	Ó	Ó	Ò	Ó	Ó	Ó	Ó	Ò	Ó	Ò	0
Net Cash Flow	(819)	(916)	(919)	(889)	(836)	(923)	(925)	(1,134)	(1,260)	(937)	(1,392)	(530)	(11,478)

# Chesapeake

## Chesapeake Energy Corporation CST Operations 8/8ths LOS Report

#### Totals

01/2013 - 12/2013 Gross Volumes | Operated Wells

Name Prop	perty	Gas Price	Oil Price	NGL Price	Royalty R Burden	Reven		Total LOE/MCF	FE Ad Com	npression Overh	nead R&M S	SWD	Subsurface Ut	tilities Workover	All Sev Other Tax	Op Cash Cap	ital Net Cash Flow
Totals		\$2.01	\$92.43	\$0.00	2,150	5,4	104 <mark>3,797</mark> 1	16,502 \$4.	<mark>35</mark> 100	0 6	,960 51	0	0	258 0	9,133 380	11,478	0 11,478
Line Item	C	01/2013	0	2/2013	03/2013		04/2013	05/2013	06/2013	07/2013	08/2013	3	09/2013	10/2013	11/2013	12/2013	Total
Gas Revenue Volume		4	121	346	:	376	375	378	36	8 37	7	377	359	362	58	0	3,797
Gas Sales		4	121	346	:	376	375	378	36	8 37	7	377	359	362	58	0	3,797
Gas Value		\$8	304	\$629	\$	773	\$834	\$814	\$75	8 \$72	3	\$675	\$702	\$723	\$113	\$0	\$7,554
Gas Price		\$1.	.91	\$1.82	\$2	2.05	\$2.22	\$2.15	\$2.0	6 \$1.9	3 \$	\$1.79	\$1.96	\$2.00	\$1.96	\$2.32	\$2.01
Oil Revenue Volume			0	0		0	0	0		0	0	0	0	0	0	0	0
Oil Sales			0	0		0	0	0		0	0	0	0	0	0	0	0
Oil Value			\$0	\$0		\$0	\$0	\$0	\$	0 \$	0	\$0	\$0	\$0	\$0	\$0	\$0
Oil Price		\$88.	.99	\$90.59	\$89	9.49	\$86.01	\$88.96	\$89.9	7 \$99.1	3 \$10	00.70	\$100.40	\$94.72	\$88.16	\$92.06	\$92.43
Royalty Burden		2	229	179	:	220	237	232	21	6 20	7	192	200	206	32	0	2,150
Royalty Percent	(	0.284643	389 (	0.28464389	0.28464	389	0.28464389	0.28464389	0.2846438	9 0.2846438	0.2846	4389	0.28464389	0.28464389	0.28464389	0.28464389	0.28464389
Revenue		5	575	450		553	597	582	54	2 52	1	483	502	517	81	0	5,404
MCFE		4	121	346		376	375	378	36	8 37	7	377	359	362	58	0	3,797
LOE Total		1,3	353	1,334	1,	433	1,444	1,378	1,42	7 1,40	9 1	1,582	1,727	1,418	1,467	530	16,502
LOE Per MCFE		\$3.	.21	\$3.86	\$3	3.81	\$3.85	\$3.65	\$3.8	8 \$3.7	4 9	\$4.20	\$4.81	\$3.92	\$25.29	\$0.00	\$4.35
Ad Valorem Tax			0	0		0	0	0		0	0	0	0	0	0	100	100
Audit Charges			0	0		0	0	0		0	0	0	0	0	0	0	0
Company Labor		1	70	174		178	179	180	18	0 19	2	197	198	204	202	430	2,484
Compression			0	0		0	0	0		0	0	0	0	0	0	0	0
Contract Serv/Equip Rental			0	0		0	0	-			0	0	0	J	0	0	0
Field Facilities			53	37		32	41	40	4	0 3	5	35	38	42	29	0	422
Fuel Water Lube			0	0		0	0	0		0	0	0	0	0	0	0	0
Gas Processing			0	0		0	0	0		0	0	0	0	0	0	0	0
Insurance			0	0		0	0	0		0	0	0	314	0	0	0	314
Oil Processing			0	0		0	0	0		0	0	0	0	0	0	0	0
Other Expenses			2	4		4	15			5	1	1	1	1	0	0	48
Overhead			000	600		600	645		64			645	645		645	0	6,960
Pumping Service		4	191	434	(	601	499	473	51	3 51	2	666	513	499	496	0	5,697
Regulatory			0	0		0	0	0		0	0	0	0	0	0	0	0
Rents And Fees			0	0		0	0	0		0	•	0	0	0	0	0	0
Repairs & Maintenance	е		0	51		0	0	0		0	0	0	0	0	0	0	51
Salt Water Disposal			0	0		0	0	U		O .	0	0	0	0	0	0	0
Salt Water Processing			0	0		0	0			•	0	0	0	J	0	0	0
Subsurface Repairs			0	0		0	0	U		~	0	0	0	0	0	0	0
Supplies			3	2		1	48			1		21	1	9	6	0	96
Telemetry			0	0		0	0			•	0	0	0	0	0	0	0
Transportation			0	0		0	0				0	0	0		0	0	0
Treating Expenses			0	0		0	0			-	0	0	0	0	72	0	72
Utilities			34	32		17	17			3 2		17	17		17	0	258
Workover			0	0		0	0				0	0	0	0	0	0	0
Gas Severance Tax			41	32		39	41			8 3		34	35		6	0	380
Oil Severance Tax			0	0		0	0				0	0	0		0	0	0
Severance Tax			41	32		39	41			8 3		34	35		6	0	380
IDC Monthly			0	0		0	0	0		0	•	0	0	0	0	0	0
WEQ Monthly			0	0		0	0			-	0	0	0		0	0	0
NRI		0.562829		0.56282910	0.56282		0.56282910		0.5628291				0.56282910		0.56282910	0.56282910	0.56282910
GWI	-	0.786781		).78678170	0.78678		0.78678170		0.7867817				0.78678170		0.78678170	0.78678170	0.78678170
Operating Cash Flow		(8	19)	(916)		919)	(889)	(836)	(923			,134)	(1,260)	(937)	(1,392)	(530)	(11,478)
Capital			0	0		0	0				0	0	0		0		0
Net Cash Flow		(8	19)	(916)	(9	919)	(889)	(836)	(923	3) (925	) (1	,134)	(1,260)	(937)	(1,392)	(530)	(11,478)

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

Shari Feist Albrecht, Chair Thomas E. Wright, Commissioner Jay Scott Emler, Commissioner

March 26, 2014

Sarah Rodriguez/Doug Kathol Chesapeake Operating, Inc. 6200 N WESTERN AVE PO BOX 18496 OKLAHOMA CITY, OK 73118-1046

Re: Plugging Application API 15-055-00316-00-00 GARDEN CITY 1-13 NE/4 Sec.13-22S-34W Finney County, Kansas

#### Dear Sarah Rodriguez/Doug Kathol:

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.

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. 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 September 22, 2014. 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 1

(620) 225-8888