

For KCC	Use:	
Effective	Date:	
District #	·	
SGA?	Yes No	

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1215230

Form C-1

March 2010

Form must be Typed

Form must be Signed

All blanks must be Filled

NOTICE OF INTENT TO DRILL

	e (5) days prior to commencing well s Surface Owner Notification Act, MUST be submitted with this form.
Expected Spud Date:	Spot Description:
month day year	Sec Twp S. R E W
	(Q/Q/Q/Q) feet from N / S Line of Section
OPERATOR: License#	feet from E / W Line of Section
Name:	Is SECTION: Regular Irregular?
Address 1:Address 2:	
City: State: Zip: +	(Note: Locate well on the Section Plat on reverse side)
Contact Person:	County
Phone:	Lease Name: Well #:
CONTRACTOR II	Field Name:
CONTRACTOR: License#	is the a related repaired.
Name:	Target Formation(s):
Well Drilled For: Well Class: Type Equipment:	Nearest Lease or unit boundary line (in footage):
Oil Enh Rec Infield Mud Rotary	Ground Surface Elevation:feet MSL
Gas Storage Pool Ext. Air Rotary	Water well within one-quarter mile:
Disposal Wildcat Cable	Public water supply well within one mile:
Seismic ; # of Holes Other	Depth to bottom of fresh water:
Other:	Depth to bottom of usable water:
If OWWO: old well information as follows:	Surface Pipe by Alternate: III
II OWWO. old well information as follows.	Length of Surface Pipe Planned to be set:
Operator:	Length of Conductor Pipe (if any):
Well Name:	
Original Completion Date: Original Total Depth:	
D: (: D : (Water Source for Drilling Operations:
Directional, Deviated or Horizontal wellbore? Yes No	Well Farm Pond Other:
If Yes, true vertical depth:	David office.
KCC DKT #:	(Note: Apply for Permit with DWR)
	vviii Cores de takeit?
	If Yes, proposed zone:
AF	FIDAVIT
The undersigned hereby affirms that the drilling, completion and eventual p	lugging of this well will comply with K.S.A. 55 et. seq.
It is agreed that the following minimum requirements will be met:	
Notify the appropriate district office <i>prior</i> to spudding of well:	
 A copy of the approved notice of intent to drill <i>shall be</i> posted on each 	h drilling rig;
3. The minimum amount of surface pipe as specified below shall be se	
through all unconsolidated materials plus a minimum of 20 feet into the	
, , ,	strict office on plug length and placement is necessary <i>prior to plugging</i> ;
 The appropriate district office will be notified before well is either plug If an ALTERNATE IL COMPLETION, production pipe shall be cement 	ged or production casing is certificatin, 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 date or the well shall b	e plugged. In all cases, NOTIFY district office prior to any cementing.
Submitted Electronically	
	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 requiredfeet	- File Drill Pit Application (form CDP-1) with Intent to Drill;
	- File Completion Form ACO-1 within 120 days of spud date;
Minimum surface pipe requiredfeet per ALTIII	- File acreage attribution plat according to field proration orders;
Approved by:	Notify appropriate district office 48 hours prior to workover or re-entry; Submit all prior separat (CR 4) after all prior to workover or re-entry;
This authorization expires:	 Submit plugging report (CP-4) after plugging is completed (within 60 days); Obtain written approval before disposing or injecting salt water.
(This authorization void if drilling not started within 12 months of approval date.)	If well will not be drilled or permit has expired (See: authorized expiration date)

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

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:	



For KCC Use ONLY	
API # 15	

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

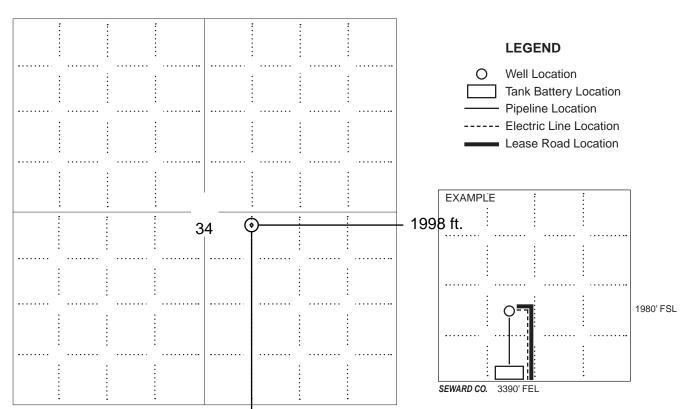
In all cases, please fully complete this side of the form. Include items 1 through 5 at the bottom of this page.

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. 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.

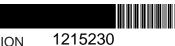


NOTE: In all cases locate the spot of the proposed drilling locaton.

2457 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.



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:	Pit is:		
Emergency Pit Burn Pit Proposed Exis		Existing	SecTwp R
Settling Pit Drilling Pit	If Existing, date co	nstructed:	Feet from North / South Line of Section
Workover Pit Haul-Off Pit (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 A	rea? Yes	No	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)
Is the bottom below ground level?	Artificial Liner?		How is the pit lined if a plastic liner is not used?
Yes No	Yes N	No	
Pit dimensions (all but working pits):	Length (fe	et)	Width (feet) N/A: Steel Pits
	om ground level to dee		
If the pit is lined give a brief description of the li material, thickness and installation procedure.	ner		dures for periodic maintenance and determining cluding any special monitoring.
Distance to nearest water well within one-mile of pit:		Depth to shallo Source of infor	west fresh water feet.
feet Depth of water wellfeet		measured	well owner electric log KDWR
Emergency, Settling and Burn Pits ONLY:		Drilling, Work	ver and Haul-Off Pits ONLY:
Producing Formation:		Type of materia	l 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 b	e closed within 365 days of spud date.
Submitted Electronically			
	ксс	OFFICE USE O	NLY Liner Steel Pit RFAC RFAS
Date Received: Permit Num	her:	Darmi	t Date: Lease Inspection: Yes No



1215230

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

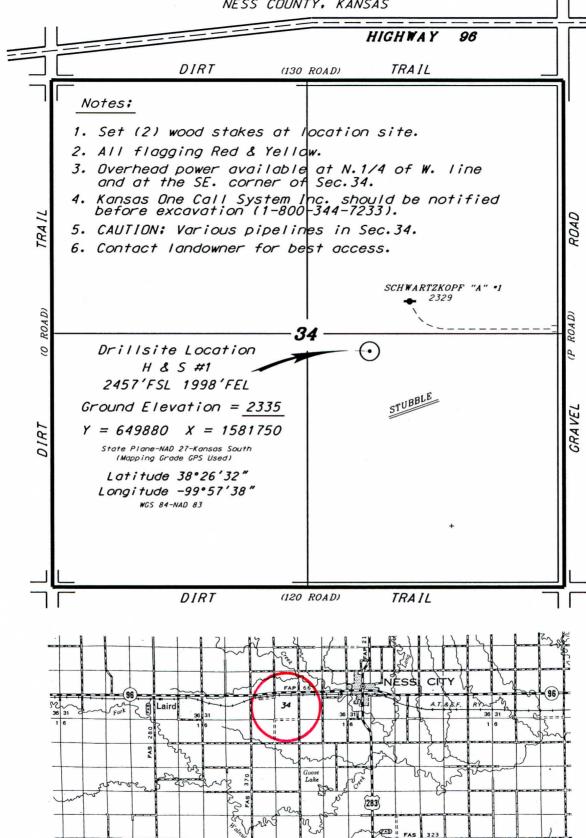
This form must be submitted with all Forms C-1 (Notice of Intent to Drill); CB-1 (Cathodic Protection Borehole Intent); T-1 (Request for Change of Operator Transfer of Injection or Surface Pit Permit); and CP-1 (Well Plugging Application).

Any such form submitted without an accompanying Form KSONA-1 will be returned.

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	
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:+		
are preliminary non-binding estimates. The locations may be entered of	k 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.	
Select one of the following:		
owner(s) of the land upon which the subject well is or will be lo	act (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.	
KCC will be required to send this information to the surface ow	cknowledge that, because I have not provided this information, the vner(s). To mitigate the additional cost of the KCC performing this of the surface owner by filling out the top section of this form and 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		

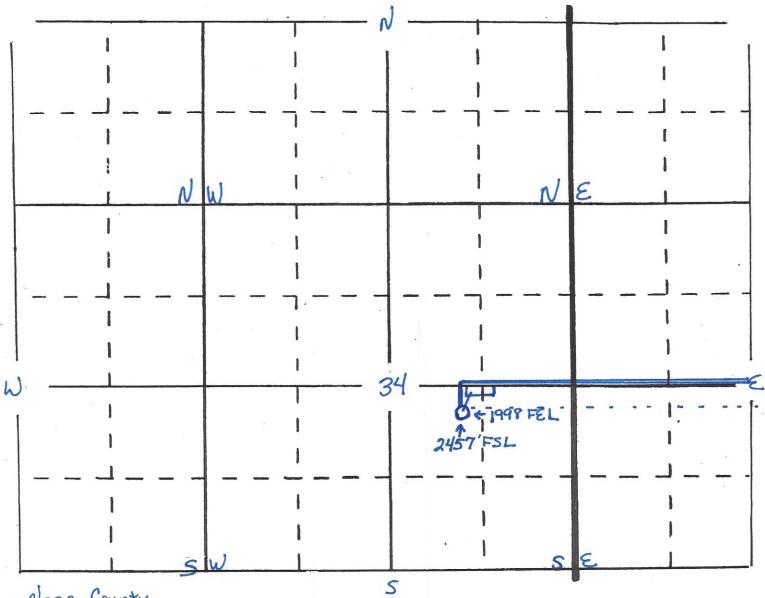
ROBERT F. HEMBREE H & S LEASE SE. 1/4, SECTION 34, T18S, R24W NESS COUNTY, KANSAS



^{*} Controlling data is based upon the best maps and photographs available to us and upon a regular section of land containing 640 acres.

July 15, 2014

Approximate section lines were determined using the normal standard of care of oilfield surveyors practicing in the state of Kansas. The section corners, which establish the precise section lines were not necessarily located, and the exact location of the drillsite location in the section is not guaranteed. Therefore, the operator securing this service and accepting this plat and all other parties relying thereon agree to hold Central Kansas Diffield Services. Inc. its officers and employees harmless from all losses, costs and expenses and said entities released from any liability from incidental or consequential damages.



Ness County

Robert F Hembree

H45 #1

SE 1/4 34/185/24W

2457' FSL 1998' FEL 0 - well location

_ - Flowline

- Lease Road

- Tank Battery Location

----- Electric line

POOLING DECLARATION AND AGREEMENT

WHEREAS the Hembree Family Trust, dated November 18, 2005, Robert F. Hembree and Phyllis M. Hembree, Co-Trustees, is the owner of the oil and gas leasehold estate under and by virtue of the oil and gas lease set forth and described as follows:

Oil and gas lease dated January 4, 2014 by and between Robert H. Hermon, Trustee, as Lessor and The Hembree Family Trust, dated November 18, 2005 as Lessee, recorded March 12, 2014 at 9:45 A.M. in Book 369, Page 523 of the records of the office of the Register of Deeds, Ness County, Kansas, and covering the following described real estate in Ness County, Kansas:

The North Half of the Southeast Quarter (N/2SE/4) of Section Thirty-four (34), Township Eighteen (18) South, Range Twenty-four (24) West of the 6th P.M.; and

WHEREAS the Hembree Family Trust, dated November 18, 2005, Robert F. Hembree and Phyllis M. Hembree, Co-Trustees, is the owner of the oil and gas leasehold estate under and by virtue of the oil and gas lease set forth and described as follows:

Oil and gas lease dated June 1, 2011 by and between the Alfred G. Schwarzkopf and, as ratified by Kay Schwarzkopf, his wife Book 354, at Page 233, as Lessors and The Hembree Family Trust, dated November 18, 2005 as Lessee, recorded June 22, 2011, at 3:05 P.M. in Book 342, Page 279 of the records of the office of the Register of Deeds, Ness County, Kansas, and covering the following described real estate in Ness County, Kansas:

Northeast Quarter (NE/4) of Section Thirty-four (34), Township Eighteen (18) South, Range Twenty-four (24) West of the 6th P.M.; and

WHEREAS, the respective lease and the Lessors have delegated the power to pool the royalty and leasehold interests covered by the aforementioned leases in accordance with the terms and provisions of the Leases; and

WHEREAS, it is the judgment of the lessees and their assigns that the pooling and consolidation of certain lands covered by the leases will result in efficient and economical location and spacing of wells,

NOW THEREFORE, in consideration of the premises, the lessees and their assigns do hereby establish and designate as a single pooled and consolidated unit and area (the "Pooled Area") for the exploration, development and production of oil, and do hereby declare that the mineral, royalty and leasehold interests in the Leases are hereby pooled, consolidated and combined, insofar as the leases cover the following described lands, to wit:

The S/2 S/2 S/2 S/2 NW/E Section 34, Township 18 South, Range 24 West of the 6th P.M.; and

The N/2 N/2 N/2 N/2 SE/4 Section 34, Township 18 South, Range 24 West of the 6th P.M.

The Pooled Area created hereby shall be operated as an entirety for the exploration, development and production of Pooled Substances ("Pooled Substances" being defined for the purpose as all oil within or produced from the Pooled Area), rather than as separate tracts, in accordance with the following provisions:

Drilling or reworking operations on or production obtained from any portion of the Pooled Area shall constitute drilling or reworking operations on or production from each of the separate tracts within the Pooled Area;

All production of Pooled Substances shall be allocated to the separate tracts in the proportion that the number of surface acres in each tract bears to the total number of surface acres within the entire Pooled Area;

That portion of the production of Pooled Substances so allocated to each separate tract shall, when produced, be deemed for all purposes to have been produced from such tract by a well location thereon;

All rights to the production of Pooled Substances, including royalties and other payments for production, shall be determined by the Leases based on the above allocation, and in lieu of the actual production of Pooled Substances for each separate tract.

If any of the leases covering lands within the Pooled Area contain a provision which requires the filing of a written designation or declaration instrument of record in order to effectuate unitization, consolidation or pooling, the filing of this instrument of record in Ness County, Kansas shall satisfy the requirement; provided however, that the filing of this instrument shall not thereby exhaust any pooling or unitization rights and powers of the undersigned which were granted and delegated in the Leases, or any of them. The right to correct, amend or revise this Declaration of Poling from time to time if the undersigned may deem necessary or advisable is hereby expressly reserved, in accordance with the specific provisions contained in the leases. This instrument shall not be considered a cross-conveyance of the title to the leases and lands in the Pooled Area.

This Declaration of Pooling shall continue in force and effect as long as any of the Leases are continued in force in accordance with their respective terms, unless sooner terminated or modified in writing by the undersigned.

Declaration of Polling Hermon/Schwartzkopf Page 3

This Declaration of Pooling may be executed in any number off counterparts, each of which shall be considered an original.

The terms and conditions of this instrument shall be binding upon and shall inure to the benefit of the undersigned and those parties on behalf of whom the undersigned has executed this instrument, as well as their respective successors and assigns.

IN WITNESS WHEREOF, the undersigned has set their hand as of the date set out in the notary acknowledgments.

Robert F. Hembree, Co-Trustee of the Hembree Family Trust, dated November 18, 2005,

Phyllis M. Hembree, Co-Trustee of the Hembree Family Trust, dated November 18, 2005,

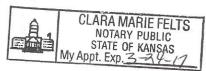
STATE OF KANSAS)) ss.
COUNTY OF)

Before me, the undersigned, a Notary Public in and for said County and State, on the <u>24</u> day of <u>April</u>, 2014, personally appeared Robert F. Hembree and Phyllis M. Hembree, Co-Trustees of the Hembree Family Trust, dated November 18, 2005, to me personally known and known to me to be the identical persons who subscribed their names to the foregoing instrument, and they being by me duly sworn did say that they signed the above and foregoing, and acknowledges to me that they executed the same as their free and voluntary act and deed, for the uses and purposes set forth and specified therein.

WITNESS my hand and seal the day and year last above written.

Clara Mario Felle
Notary Public

My Term Expires: 3-24-17



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 Jay Scott Emler, Commissioner Pat Apple, Commissioner

July 23, 2014

Fred J. Hembree Hembree, Robert F PO BOX 542 NESS CITY, KS 67560-0542

Re: Drilling Pit Application H & S 1 SE/4 Sec.34-18S-24W Ness County, Kansas

Dear Fred J. Hembree:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed <u>without slots</u>, 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 within 96 hours of completion of drilling operations.

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) 225-8888 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) 225-8888.