

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION Form CP-1 March 2010 This Form must be Typed Form must be Signed

Form

Form must be Signed All blanks must be Filled *tification Act,* 

KSONA-1, Certifica	ation of Complian	ce with the	Kansas Su	ırface Owner l	Votification
	MUST be su	bmitted with	this form.		

		API No. 15	
Name:		If pre 1967, supply original completion date:	
Address 1:		Spot Description:	
Address 2:		Sec Twp S. R	East West
City: State:		Feet from North /	South Line of Section
		Feet from East /	West Line of Section
Contact Person:		Footages Calculated from Nearest Outside Section	on Corner:
Phone: ( )		NE NW SE SW	
		County:	
		Lease Name: Well #	· · · · · · · · · · · · · · · · · · ·
Check One: Oil Well Gas Well OG	D&A Cathodic	Water Supply Well Other:	
SWD Permit #:	ENHR Permit #:	Gas Storage Permit #:	
Conductor Casing Size:	Set at:		
Surface Casing Size:			
Production Casing Size:			
List (ALL) Perforations and Bridge Plug Sets:			
Condition of Well: Good Poor Junk in Hole Proposed Method of Plugging (attach a separate page if addit	Casing Leak at:	al)	
Is Well Log attached to this application? Yes No If ACO-1 not filed, explain why:	Is ACO-1 filed? Yes	No	
If ACO-1 not filed, explain why: Plugging of this Well will be done in accordance with K.	S.A. 55-101 <u>et. seq</u> . and the Rules a	nd Regulations of the State Corporation Commi	
If ACO-1 not filed, explain why: Plugging of this Well will be done in accordance with K. Company Representative authorized to supervise plugging of	S.A. 55-101 <u>et. seq</u> . and the Rules a	nd Regulations of the State Corporation Commi	
If ACO-1 not filed, explain why: Plugging of this Well will be done in accordance with K. Company Representative authorized to supervise plugging of Address:	S.A. 55-101 <u>et. seq</u> . and the Rules a operations: City:	nd Regulations of the State Corporation Commi	
If ACO-1 not filed, explain why:         Plugging of this Well will be done in accordance with K.         Company Representative authorized to supervise plugging of Address:         Phone:	<b>S.A. 55-101</b> <u>et. seq</u> . and the Rules a operations: City:	nd Regulations of the State Corporation Commi	
If ACO-1 not filed, explain why:         Plugging of this Well will be done in accordance with K.         Company Representative authorized to supervise plugging of Address:         Phone:	S.A. 55-101 <u>et. seq</u> . and the Rules a operations: City: Name:	nd Regulations of the State Corporation Commi	+
If ACO-1 not filed, explain why:         Plugging of this Well will be done in accordance with K.         Company Representative authorized to supervise plugging of Address:         Phone:	S.A. 55-101 <u>et. seq</u> . and the Rules a operations: City: Name:	nd Regulations of the State Corporation Commi	
If ACO-1 not filed, explain why:         Plugging of this Well will be done in accordance with K.         Company Representative authorized to supervise plugging a         Address:         Phone:         Plugging Contractor License #:         Address 1:         City:	S.A. 55-101 et. seq. and the Rules a         operations:	nd Regulations of the State Corporation Commi	
If ACO-1 not filed, explain why:         Plugging of this Well will be done in accordance with K.         Company Representative authorized to supervise plugging of Address:         Phone:       )         Plugging Contractor License #:         Address 1:         City:         Phone:       )	S.A. 55-101 <u>et. seq</u> . and the Rules a operations: City: City: Name: Address 2	nd Regulations of the State Corporation Commi	+
If ACO-1 not filed, explain why:         Plugging of this Well will be done in accordance with K.         Company Representative authorized to supervise plugging a         Address:         Phone:         Plugging Contractor License #:         Address 1:         City:	S.A. 55-101 <u>et. seq</u> . and the Rules a operations: City: City: Name: Address 2	nd Regulations of the State Corporation Commi	+

Submitted Electronically

Mail to:	KCC -	Conservation	Division.	130 S.	Market -	- Room	2078	Wichita.	Kansas	67202
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#### KANSAS CORPORATION COMMISSION **OIL & GAS CONSERVATION DIVISION**

## **CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT**

Form KSONA-1 January 2014 Form Must Be Typed Form must be Signed All blanks must be Filled

1225043

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: 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:+	

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 must provide the name and address of the surface owner by filling out the top section of this form and 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.

#### L Submitted Electronically

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## Chesapeake Operating, Inc.

Interoffice Memorandum

- TO: Jay Stratton
- CC: Walter Kennedy, John Hudson, David Lynch and Bud Neff
- FROM: Doug Kathol, Sara Everett
- DATE: February 28, 2014
- RE: Plug and Abandon FINN 1-28 SECTION 28-T22S-R37W KEARNY COUNTY, KS

Property Number: 217741

## Chesapeake Energy GWI: 61.875% NRI: 43.771%

#### **Recommendation:**

The Finn 1-28 was producing approximately 22 MCF and 60 BW per day when it was shut in in December of 2012. The well was drilled in 1977 to a total depth of 3,050 feet and completed in the Council Grove formation. Cumulative production has been 201 MMCF of natural gas.

Discussion:

	FINN Plug & A COUNCIL VERT 2/28/2	bandon GROVE ICAL				Prod	Geologist : servoir Engineer: uction Engineer : Landman : Production Sup.:	J	ter Kennedy ohn Hudson Doug Kathol David Lynch Bud Neff
WELL DA	<u>TA:</u>								
Lease:	FINN 1-28		WI:	1	0.618750	NRI:	0.437710		
S-T-R: Location:	28-T22S-F C SW - 13		<b>Cour</b> 1320 FWL OF	•	: KEARNY, I TION	KS			
AFE #:	802974	API #:	1509320418		Prop. #:	217741	IP:	unknown	
PBTD:	2743 BP	TD:	3,050'		Spudded:	4/27/19	77		
Туре:	VERTICAL	-	Elevations	GL:	3,251'		<b>KB:</b> 3,258'	KB-GL	: 7'
Casing an	d Tubing:							SET	DEPTH
SIZE	WEIGHT	GRADE	TYPE		CE	MENT	тос	TOP	BTM
8 5/8	24.00#	J-55	Surface Casin	Ig		200	7'	7'	310'

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

SIZE	WEIGHT	GRADE	ID	DRIFT	Bbl/Ft.	Gallons/Ft.	Burst	Collapse	Jnt St
5 1/2	14.00#	J-55	5.0120"	4.8870''	0.0244	1.02490	4,270	3,120	172

300

7'

3,041'

1,850'

## Well Driving Directions:

FROM LAKIN 10 M. N ON HWY 25, 7W, 1.25N, E INTO

5 1/2 14.00# J-55 Production Casing

Perf'd Formations	Depth Range	Stimulation Details
Treatable Water	900' - 1000'	
Stone Corral	2011' - 2105'	
COUNCIL GROVE	2800' - 2898'	2500 gal 15% HCl + 100000 gal gel + 100000# 10/20 sand

NOTES: Retrievable BP @ 2743'

Finn 1-28 P&A February 18, 2014

### **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 5<sup>1</sup>/<sub>2</sub>" 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 1/2" 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.



2/28/2014

# Chesapeake Operating, Inc. Estimated Plugging & Salvage Values Shallow Well (<3000' TD Apprx.)

Well Name:	Finn 1-28	Property #	217741	<b>GWI:</b> 61.875
Location:	SEC 28-T22S-R37W	API #	15-093-20418	NRI: 41.771
County, State:	Kearny Co., KS	AFE #	802974	

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

Equipment Description	Salvage Value	Cost
1,800" 5-1/2" 14# J-55 Casing	\$5.00/ft	\$9,000.00
2,900' 2 3/8" Tubing	\$0.52/ft	\$1,508.00
2,900' Rods	\$0.26/ft	\$754.00
Pump Jack - Lufkin 80D	3048	\$3,048.00
Engine 20hp	154	\$154.00
	Gross Salvage Total: COI Net Salvage Total:	\$14,464.00 \$8,949.60

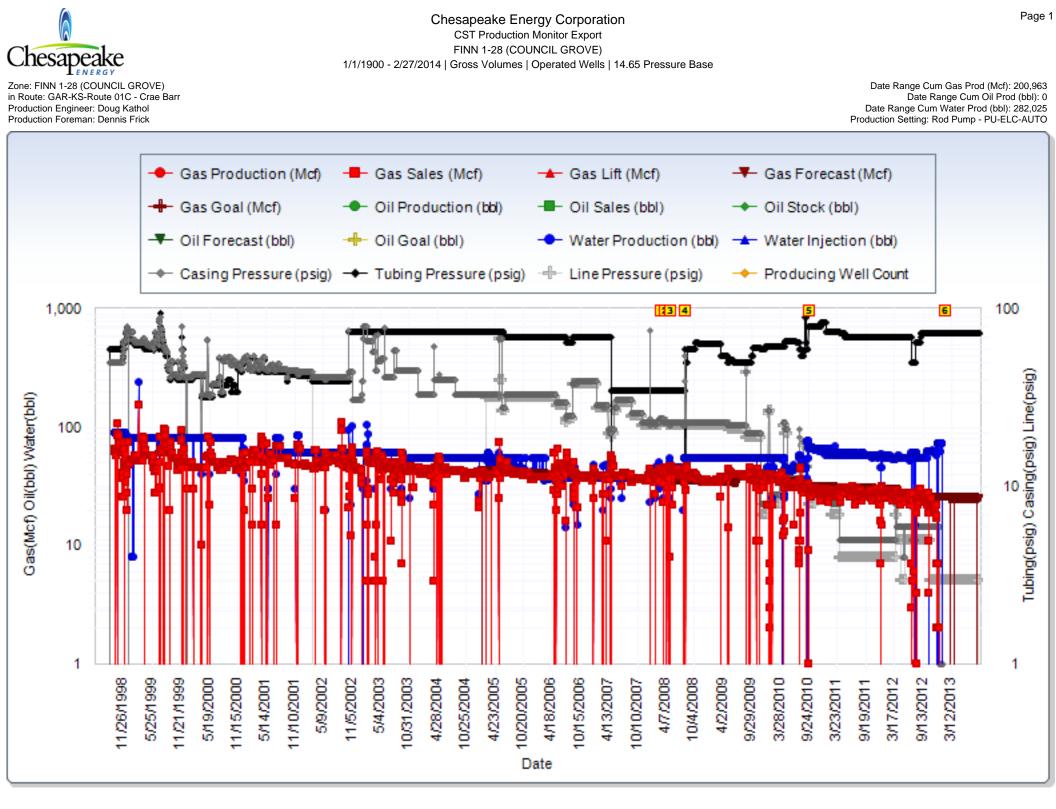
### **Estimated Plugging Expenses**

<u>Description</u>		Cost
Cased Hole Services / Perforating	—	\$2,000.00
Completion Unit		\$5,500.00
Contract Labor		\$3,000.00
Cementing/Squeeze Contingency Plug to Abandon Supervision Surface Equipment Rental Transportation Reclamation		\$500.00 \$2,000.00 \$4,000.00 \$2,000.00 \$1,000.00 \$3,000.00
	Gross Plugging Expense:	\$24,000.00
	COI Net Plugging Expense:	\$14,850.00
	Gross Total Estimated Plugging Expense: COI Net Total Estimated Plugging Expense:	\$9,536.00 \$5,900.40

## **Current Wellbore Schematic**

WELL (PN): FINN 1-28 (217741) FIELD OFFICE: GARDEN CITY FIELD: HUGOTON STATE / COUNTY: KANSAS / KEARNY LOCATION: SEC 28-22S-37W, 1320 FSL & 1320 FWL ROUTE: GAR-KS-ROUTE 01C - CRAE BARR ELEVATION: GL: 3,251.0 KB: 3,258.0 KB Height: 7.0 DEPTHS: TD: 3,050.0

VERTICAL - Original Hole, 2/19/2014 3:33	·45 PM	Pumping	Unite	•									
Vertical schematic (actual)	Zones			<b>N</b> ake	M	odel	SPM		SL (in	)	Instal	Date	
		Conventional C		ufkin		80D-119-					54.00	7/1/1978	
		Surface Ca	asing; \$					Hole		1			
		Set Tension (kips)		N N	lud Weight		Cut Pull Date			Depth	Cut Pull (ftKE	3)	
					Drift			Тор					
		Item Des	OD (in)	. ,	(in)	Wt (lb/ft		Thread	Top (ft		Btm (ftKB)	Len (ft)	
		Casing Joints	8 5/8	8.097		24.0	0			7.0	309.0	302.0	
		Float Shoe	8 5/8	8.097					30	0.90	310.0	1.0	
		Production				L1 0 ftK	B · Orio	ninal Ho				-	
		Set Tension (kips)			lud Weight		Cut Pull Date	J		Depth	Cut Pull (ftKE	3)	
					Drift		_	Terr					
8 5/8 in; 24.00 lb/ft;		Item Des	OD (in)	ID (in)	(in)	Wt (lb/fi	t) Grade	Top Thread	Top (ftl	KB) E	Btm (ftKB)	Len (ft)	
310.0 ftKB		Casing Joints	5 1/2		. ,		0 J-55			7.0	3,040.0	3,033.0	
		Float Shoe	5 1/2						3,04	40.0	3,041.0	1.0	
		Description: 7.0-310.0	Surface	Jasing C	ement								
		Top of Cemer	t (ftKR).	70	-	Ton Meas	surement	Method	Returns	to Sur	face		
Retrievable Bridge		Top of Genner	Pump		Amour	<u> </u>	surement			Vol Pu		Yield	
Plug; 5 1/2 in; 2,743.0 ftKB; Used		Fluid	Da		(sacks	,	Class	Dens (I	lb/gal)	(bl	bl)	(ft³/sack)	
to Isolate HIC.		<b>D</b>	4/27/19			200							
Acidizing; 2,800.0-		Description: Production Casing Cement 1,850.0-3,041.0											
2,896.0 ftKB; 1	COUNCIL	1,850.0-3,041.0         Top of Cement (ftKB): 1,850.0         Top Measurement Method: Cement Bond Log											
6/4/1977		_	Pump		Amour				Vol Pumped			Yield	
2.896.0 ftKB	GROVE,	Fluid	Da		(sacks	,	Class	Dens (I		(bl		(ft³/sack)	
6/4/1977	Original Hole		4/27/19	77		300 Poz	: 50/50						
	TIOIC	Perforation	ons					_			_		
										Shot Dens			
		-								(shots/	/f		
		Date 7/7/1978		Zor			Top (ftKB) 2,800.0		(ftKB) 2.898.0	t)	Curre	ent Status	
		Stimulati			E, Original		2,000.	<u> </u>	2,030.0				
									4/4077				
		COUNCIL O					Treat Avg			ent			
		2,800.0	2,896.0		0.00		ficat / tvg	i ostion (p		on			
		Sand S	Size		Тур	be		Amou	nt		Conc (	b/gal)	
						~							
		COUNCIL ( Min Top Dep Ma						Post ISIP (p:	si) Comme	ont			
		2,800.0	2,896.0				Heat Avg	rostion (p.		SIIC			
Plug Back Total													
Depth; 2,925.0 ftKB													
5 1/2 in; 14.00 lb/ft;													
		1											
J-55; 3,041.0 ftKB													





#### Chesapeake Energy Corporation CST Production Monitor Export FINN 1-28 (COUNCIL GROVE) 1/1/1900 - 2/27/2014 | Gross Volumes | Operated Wells | 14.65 Pressure Base

Marker #	Date	Annotation	Created By	Created Date
1	2/25/2008	Workover/Failure/Pump Repair	WellviewJobInfo	4/8/2009
2	3/19/2008	Electrical Problem	Doug Howeth	1/20/2009
3	4/26/2008	Electrical Problem	Doug Howeth	1/20/2009
4	7/23/2008	PU down - Broken Belts	Doug Howeth	1/20/2009
5	9/17/2010	Workover/Failure/Rod Repair	WellviewJobInfo	9/17/2010
6	1/17/2013	Workover/Failure/Casing Repair	WellviewJobInfo	1/17/2013



#### Chesapeake Energy Corporation CST Operations 8/8ths LOS Report LOS MAIN 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	Sev Tax	Op Cash Flow	Capital	Net Cash Flow
FINN 1- 28	217741	\$3.00	\$92.43	\$0.00	0	) 0	0	20,656	\$0.00	214	0	0	7,616	240	10,672	583	0	1,331	0	20,656	0	20,656
Totals		\$3.00	\$92.43	\$0.00	0	) 0	0	20,656	\$0.00	214	0	0	7,616	240	10,672	583	0	1,331	0	20,656	0	20,656



#### Chesapeake Energy Corporation CST Operations 8/8ths LOS Report FINN 1-28 01/2013 - 12/2013 Gross Volumes | Operated Wells

LENERG													
	Gas Oil Price Price	NGL Royal Price Burde		MCFE Total LOE	LOE/MCFE	Ad Compress Val	sion Overhead	R&M SWD Su	ubsurface Utilitie		All Sev Other Tax	Op Cash Capita Flow	Al Net Cash Flow
FINN 1- 217741 28	\$3.00 \$92.43	\$0.00	0 0	0 20,656	\$0.00	214	0 0	7,616 240	10,672 58	3 0	<mark>1,331</mark> 0	20,656	0 20,656
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	0	0	0	0	0	0	0	0	0	0	0	0	0
Gas Sales	0	0	0	0	0	0	0	0	0	0	0	0	0
Gas Value	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Gas Price	\$2.70	\$2.58	\$2.78	\$3.33	\$3.52	\$3.50	\$3.06	\$2.80	\$2.92	\$2.85	\$2.84	\$3.17	\$3.00
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	0 2025 0 20	0 2025 8228	0	0	0.000588008	0 2025 0 20	0 2025 8928	0 2025 8228	0 20259220	0 2025 8928	0 2025 8928	0 20258828	0.20259229
Royalty Percent	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828
Revenue MCFE	0	0	0	0	0	0	0	0	0	0	0	0	0
LOE Total	12,576	17	280	668	1,156	1,339	17	4,006	331	18	17	231	20,656
LOE Per MCFE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Ad Valorem Tax	\$0.00 0	φ0.00 0	<b>\$0.00</b>	\$0.00 0	\$0.00 0	φ <b>0.00</b>	φ0.00 0	φ0.00 0	\$0.00 0	\$0.00 0	\$0.00 0	214	214
Audit Charges	0	0	0	0	0	0	0	0	0	0	0	0	0
Company Labor	233	0	236	0	466	0	0	0	0	0	0	0	935
Compression	0	0	0	0	00+00	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	0	0	0	0	0	0	0	0	0	0	0	0	0
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	0	0	0	0	0	0	0	0	0	0	0	0	0
Overhead	0	0	0	0	0	0	0	0	0	0	0	0	0
Pumping Service	0	0	0	0	0	0	0	0	0	0	0	0	0
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	27	651	0	1,322	0	3,989	0	0	0	0	7,616
Salt Water Disposal	240	0	0	0	0	0	0	0	0	0	0	0	240
Salt Water Processing	0	0	0	0	0	0	0	0	0	0	0	0	0
Subsurface Repairs	9,999	0	0	0	673	0	0	0	0	0	0	0	10,672
Supplies	0	0	0	0	0	0	0	0	0	0	0	0	0
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	82	0	0	0	0	0	0	0	0	0	0	0	82
Utilities	395	17	17	17	17	17	17	17	17	18	17	17	583
Workover	0	0	0	0	0	0	0	0	0	0	0	0	0
Gas Severance Tax	0	0	0	0	0	0	0	0	0	0	0	0	0
Oil Severance Tax	0	0	0	0	0	0	0	0	0	0	0	0	0
Severance Tax 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	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100
GWI	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000
Operating Cash Flow	(12,576)	(17)	(280)	(668)	(1,156)	(1,339)	(17)	(4,006)	(331)	(18)	(17)	(231)	(20,656)
Capital	(12,570)	0	(200)	0	(1,130)	(1,553)	0	(4,000)	(001)	(10)	0	(201)	0
Net Cash Flow	(12,576)	(17)	(280)	(668)	(1,156)	(1,339)	(17)	(4,006)	(331)	(18)	(17)	(231)	(20,656)



#### Chesapeake Energy Corporation CST Operations 8/8ths LOS Report Totals 01/2013 - 12/2013 Gross Volumes | Operated Wells

	Gas Oil	NGL Roya			LOE/MCFE		ion Overhead	R&M SWD Su	ubsurface Utilitie		All Sev	Op Cash Capita	
	Price Price \$3.00 \$92.43	Price Burde	on o	LOE 0 20,656	\$0.00	Val 214	0 0	7,616 240	10.672 58		Other Tax 1,331 0	Flow 20,656	Flow 20,656
Totals			-										
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 Gas Sales	0	0	0	0	0	0	0	0	0	0	0		0
Gas Value	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0		\$0
Gas Price	\$2.70	\$2.58	\$2.78	\$3.33	\$3.52	\$3.50	\$3.06	\$2.80	\$2.92	\$2.85	\$2.84		\$3.00
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
Oil Price	\$88.99	\$90.59	\$89.49	\$86.01	\$88.96	\$89.97	\$99.13	\$100.70	\$100.40	\$94.72	\$88.16		\$92.43
Royalty Burden	0	0	0	0	0	0	0	0	0	0	0	-	0
Royalty Percent	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828	0.29258828		0.29258828
Revenue MCFE	0	0	0	0	0	0	0	0	0	0	0		0
LOE Total	12,576	17	0 280	668	1,156	1,339	17	4,006	331	18	17		20,656
LOE Per MCFE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		\$0.00
Ad Valorem Tax	¢0.00	0	¢0.00	¢0.00	¢0.00	¢0.00	¢0.00	¢0.00 0	¢0.00	¢0.00	¢0.00 0		214
Audit Charges	0	0	0	0	0	0	0	0	0	0	0		0
Company Labor	233	0	236	0	466	0	0	0	0	0	0	0	935
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
Field Facilities	0	0	0	0	0	0	0	0	0	0	0		0
Fuel Water Lube	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
Insurance Oil Processing	0	0	0	0	0	0	0	0	314	0	0	Ű	314
Other Expenses	0	0	0	0	0	0	0	0	0	0	0		0
Overhead	0	0	0	0	0	0	0	0	0	0	0	Ű	0
Pumping Service	0	0	0	0	0	0	0	0	0	0	0	0	0
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	1,627	0	27	651	0	1,322	0	3,989	0	0	0		7,616
Salt Water Disposal	240	0	0	0	0	0	0	0	0	0	0	Ű	240
Salt Water Processing	0	0	0	0	0	0	0	0	0	0	0		0
Subsurface Repairs	9,999 0	0	0	0	673 0	0	0	0	0	0	0		10,672
Supplies Telemetry	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
Treating Expenses	82	0	0	0	0	0	0	0	0	0	0		82
Utilities	395	17	17	17	17	17	17	17	17	18	17		583
Workover	0	0	0	0	0	0	0	0	0	0	0		0
Gas Severance Tax	0	0	0	0	0	0	0	0	0	0	0	0	0
Oil Severance Tax	0	0	0	0	0	0	0	0	0	0	0	0	0
Severance Tax	0	0	0	0	0	0	0	0	0	0	0	0	0
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	J	0
NRI	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100	0.43771100		0.43771100
GWI	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000	0.61875000		0.61875000
Operating Cash Flow	(12,576)	(17)	(280)	(668)	(1,156)	(1,339)	(17)	(4,006)	(331)	(18)	(17)	(231)	(20,656)
Capital	(12,576)	0	(280)	0 (668)	0	(1 330)	0 (17)	0	0 (331)	0	0		(20.656)
Net Cash Flow	(12,576)	(17)	(280)	(800)	(1,156)	(1,339)	(17)	(4,006)	(331)	(18)	(17)	(231)	(20,656)

Conservation Division 266 N. Main St., Ste. 220 Wichita, KS 67202-1513



Phone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Shari Feist Albrecht, Chair Jay Scott Emler, Commissioner Pat Apple, Commissioner Sam Brownback, Governor

September 29, 2014

Sarah Rodriguez/Doug Kathol Chesapeake Operating, Inc. 6100 N WESTERN AVE PO BOX 18496 OKLAHOMA CITY, OK 73118-1046

Re: Plugging Application API 15-093-20418-00-00 FINN 1-28 SW/4 Sec.28-22S-37W Kearny County, Kansas

Dear Sarah Rodriguez/Doug Kathol:

The Conservation Division has received your Well Plugging Application (CP-1).

Under K.A.R. 82-3-113(b)(2), you must notify DISTRICT 1 of your proposed plugging plan at least 5 days before plugging the well. DISTRICT 1's phone number is (620) 225-8888. Failure to notify DISTRICT 1, or failure to file a Well Plugging Record (CP-4) after the well is plugged will result in a penalty recommendation.

Under K.A.R. 82-3-600, you must file an Application for Surface Pit (CDP-1) if you wish to use a workover pit while plugging the well. Failure to timely file a CDP-1, failure to timely remove fluids, or failure to timely file Closure of Surface Pit (CDP-4) or Waste Transfer (CDP-5) forms will result in a penalty recommendation.

This receipt does NOT constitute authorization to plug this well if you do not otherwise have the legal right to do so.

This receipt is VOID after March 29, 2015. If the well is not plugged by then, you will have to submit a new CP-1 if you wish to plug the well.

The March 29, 2015 deadline does NOT override any compliance deadline given to you by Legal, District, or other Commission Staff. Failure to comply with any given deadline will still result in the Commission assessing penalties, or taking other legal action.

Sincerely, Production Department Supervisor

cc: DISTRICT 1