

KANSAS CORPORATION COMMISSION **OIL & GAS CONSERVATION DIVISION**

1242009 Form CP-1 March 2010 This Form must be Typed Form must be Signed

WELL PLUGGING APPLICATION

All blanks must be Filled Form KSONA-1, Certification of Compliance with the Kansas Surface Owner Notification Act, MUST be submitted with this form. OPERATOR: License #: ____ API No. 15 - ____ If pre 1967, supply original completion date: _____ Name[.] Spot Description: ____ Address 1: _ _-__- ___- ___ Sec. ____ Twp. ____ S. R. ____ East West Address 2: _____ Feet from North / South Line of Section _____ State: _____ Zip: _____ + _ _ _ _ City: ____ - Feet from East / West Line of Section Contact Person: ____ Footages Calculated from Nearest Outside Section Corner: Phone: (_____ _)___ NE NW SE SW County: ___ _____ Well #: ___ Lease Name: ____ Check One: Oil Well Gas Well OG D&A Cathodic Water Supply Well Other: SWD Permit #: ____ ENHR Permit #: _____ Gas Storage Permit #: ____ Set at: Conductor Casing Size: Cemented with: Sacks Cemented with: Surface Casing Size: ____ ___ Set at: __ Sacks Set at: Cemented with: Production Casing Size: Sacks List (ALL) Perforations and Bridge Plug Sets: Elevation: _____ (____G.L. / _____K.B.) T.D.: _____ PBTD: _____ Anhydrite Depth: ____ (Stone Corral Formation) Condition of Well: Good Poor Junk in Hole Casing Leak at: (Interval) Proposed Method of Plugging (attach a separate page if additional space is needed): Is Well Log attached to this application? Yes No 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 et. seq. and the Rules and Regulations of the State Corporation Commission Company Representative authorized to supervise plugging operations: ____ _____ State: _____ Zip: _____ + _ _ _ _ _____ City: ____ Address: Phone: (____ _) __ Plugging Contractor License #: _____ Name: ____ _____ Address 2: ____ Address 1: ____ 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

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

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 o the lease below:		
Contact Person:			
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 county, and in the real estate property tax records of the county treasurer.		
Address 1:			
Address 2:			
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.

Submitted Electronically

I



Chesapeake Operating, Inc.

Interoffice Memorandum

TO: Don Glover

CC: John Hudson, Craig Bachhuber, Ryan Dayton, Bud Neff

FROM: Matthew Anakwue (CM)

DATE: February 10, 2015

RE: Plug and Abandon Light 1-9

> SEC 9-T35S-R33W Seward County, Kansas

Property No: 212735

Chesapeake Energy GWI = 60.4688% N.R.I. = 49.827385%

Recommendation

The referenced well is recommended for plugging and abandonment.

Discussion

The Light 1-9 was drilled and completed in February 1963 to a total depth of 6,300'. Initially, the Chester was acidized, then the Morrow was opened and the zones were commingled then frac'd w/ 20,000 gal gel acid w/ 20,000# sand fr 6128-6237' OA. Chesapeake acquired the well from Hugoton in 1998. In 2000, 2 csg leaks were squeezed and then in 2013 another csg leak developed and a casing patch was installed. In Feb. 2014 the well was SI, uneconomic.

The well has produced a cumulative 9169.3 MMCF & 990 BO and has no remaining reserves (1Q15). Geology has determined no uphole potential and the well has been temporarily abandoned. The lease has expired and Chesapeake has plugging liability.

The gross estimate AFE cost to P&A the well is \$42M (\$25.4M net to COI). Partner approval will be necessary to commence operations.

Your approval is respectfully requested.

Light 1-9 P&A 2-10-2015

Well Data

 Well Name: Light 1-9
 W.I. = 60.4688
 N.R.I. = 49.827385

 Location: C NE NE, Section 9-T35S-R33W

 County: Seward County, KS

 API #: 15-175-10158
 PN: 212735
 AFE#:

 TD: 6,300'
 PBTD: 6,249'
 Elevations: KB – 2844' (12'), GL – 2832'

Formations

Name	Туре	Тор	Bottom	Perforations	Comments
Morrow				6128-65'	
Chester				6227-37'	

<u>Tubulars</u>

<u>95/9"24#1-55</u>	8 007"	7 072"	0.0637	2050	1370	100
Pipe	ID	Drift	Bbls/ft	Burst	Collapse	%
Other in Hole:		aks @ 25	3-3271'; betw 64-94 & 3120			
Production Tubing:		y w/ SN se 320'; 6/25	t @ 6109' & c //2013	sg patch w/ pl	krs set @	
Production Casing:	Cemente		9.5# & 11.0 sacks cemer)		0' – 6,29	92'
Surface Casing:	50 jts Cemente		3" 24# J-55 sacks cemer	-	' – 1,525' o surface.	

Pipe	ID	Drift	Bbls/ft	Burst	Collapse	%
8 5/8", 24#, J-55	8.097"	7.972"	0.0637	2950	1370	100
4 ½", 9.5#, K-55	4.090"	3.965"	0.0162	4380	3310	100
4 ½", 11.6#, K-55	4.0"	3.875"	0.0155	5350	4960	100

Light 1-9 P&A 2-10-2015

Procedure

- Notify KCC District 1 at least 5 days before plugging operations KCC District 1: (620) 225-8888 BLM –Randy George (405) 790-1011
- 2. MIRU WOR, ND WH, NU BOP, TOOH with tubing
- 3. PU 4 ½" CIBP, TIH with plug and set at ±6080'. Dump 2 sx cement w/2% CaCl₂ on top of CIBP (Plug 1). TOOH w/tubing while circulating plugging mud.
- RU to pull 4 ½" casing and weld on pull nipple. PU on casing, MIRU WLU and RIH w/tools and locate freepoint. RIH w/cutting tools and cut casing above free point (estimated ~2510'). POOH with WL tools and TOOH with 4 ½" casing laying down.
- 5. TIH with tubing, pump the following plugs in casing/open hole displacing with plugging mud:

Plug 2:	Shoe & FW Plug (2460'-2260')	70 sx. w/ 2% CaCl ₂
Plug 3:	BTW plug (est 1000-900' confirm with kcc)	50 sx. w/ 2% CaCl2
Plug 4:	Surface plug (34'-4')	10 sx. w/ 2% CaCl ₂

6. Cut off casing 4ft. below ground level, weld on steel ID plate. RDMO WOR.

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

March 03, 2015

Katie Wright Chesapeake Operating, LLC 6100 N WESTERN AVE PO BOX 18496 OKLAHOMA CITY, OK 73118-1046

Re: Plugging Application API 15-175-10158-00-00 LIGHT 1-9 NE/4 Sec.09-35S-33W Seward County, Kansas

Dear Katie Wright:

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 September 03, 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 September 03, 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