

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 1257859

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: | Spot Description: |
|--|--|
| month day year | |
| DPERATOR: License# | (Q/Q/Q/Q) feet from N / S Line of Section |
| Name: | feet from E / W Line of Section |
| Address 1: | Is SECTION: Regular Irregular? |
| ddress 2: | (Note: Locate well on the Section Plat on reverse side) |
| City: State: Zip: + | County: |
| Contact Person: | Lease Name: Well #: |
| hone: | Field Name: |
| CONTRACTOR: License# | Is this a Prorated / Spaced Field? |
| lame: | 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 MS |
| 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: I III |
| | 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 Depth: | Formation at Total Depth: Water Source for Drilling Operations: |
| irectional, Deviated or Horizontal wellbore? | Well Farm Pond Other: |
| Yes, true vertical depth: | DWR Permit #: |
| Sottom Hole Location: | (Note: Apply for Permit with DWR) |
| CCC DKT #: | Will Cores be taken? |
| | If Yes, proposed zone: |
| | FIDAVIT |
| The undersigned hereby affirms that the drilling, completion and eventual plu | igging of this well will comply with K.S.A. 55 et. seq. |
| is agreed that the following minimum requirements will be met: | gging of this well will comply with K.S.A. 55 et. seq. |
| 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 The minimum amount of surface pipe as specified below <i>shall be set</i> through all unconsolidated materials plus a minimum of 20 feet into th If the well is dry hole, an agreement between the operator and the dis The appropriate district office will be notified before well is either pluge If an ALTERNATE II COMPLETION, production pipe shall be cemented or pursuant to Appendix "B" - Eastern Kansas surface casing order #" | drilling rig; by circulating cement to the top; in all cases surface pipe shall be set e underlying formation. rict office on plug length and placement is necessary prior to plugging ; and or production casing is cemented in; |
| 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 The minimum amount of surface pipe as specified below <i>shall be set</i> through all unconsolidated materials plus a minimum of 20 feet into th If the well is dry hole, an agreement between the operator and the dis The appropriate district office will be notified before well is either pluge If an ALTERNATE II COMPLETION, production pipe shall be cemented or pursuant to Appendix "B" - Eastern Kansas surface casing order #" | by circulating cement to the top; in all cases surface pipe shall be set e underlying formation. rict office on plug length and placement is necessary prior to plugging ; led or production casing is cemented in; d from below any usable water to surface within 120 DAYS of spud date. 33,891-C, which applies to the KCC District 3 area, alternate II cementing |

| For KCC Use ONLY | |
|------------------|---|
| API # 15 | _ |

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

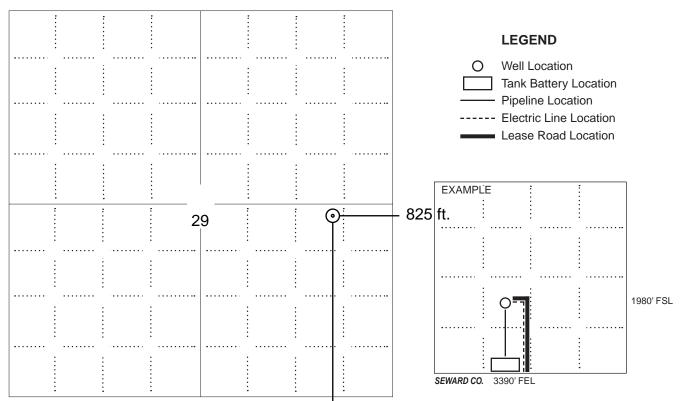
In all cases, please fully complete this side of the form. Include items 1 through 5 at the bottom of this page.

| Operator: | Location of Well: County: |
|---------------------------------------|--|
| Lease: | feet from N / S Line of Section |
| Well Number: | feet from E / W Line of Section |
| Field: | Sec Twp S. R |
| 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.

2475 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 257859

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 Drilling Pit Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) | Pit is: Proposed If Existing, date collination Pit capacity: | Existing | SecTwp R East WestFeet from Bast / West 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 (fee | 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 liner material, thickness and installation procedure. Describe procedures for periodic maintenance and determining liner integrity, including 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, Workover and Haul-Off Pits ONLY: | | over and Haul-Off Pits ONLY: | |
| Producing Formation: | | Type of materia | al utilized in drilling/workover: |
| Number of producing wells on lease: Number of work | | orking pits to be utilized: | |
| Barrels of fluid produced daily: Abandonment p | | procedure: | |
| Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No Drill pits must be close | | pe closed within 365 days of spud date. | |
| Submitted Electronically | | | |
| KCC OFFICE USE ONLY | | | |
| Date Received: Permit Num | ber: | Permi | Liner Steel Pit RFAC RFAS it Date: Lease Inspection: Yes No |

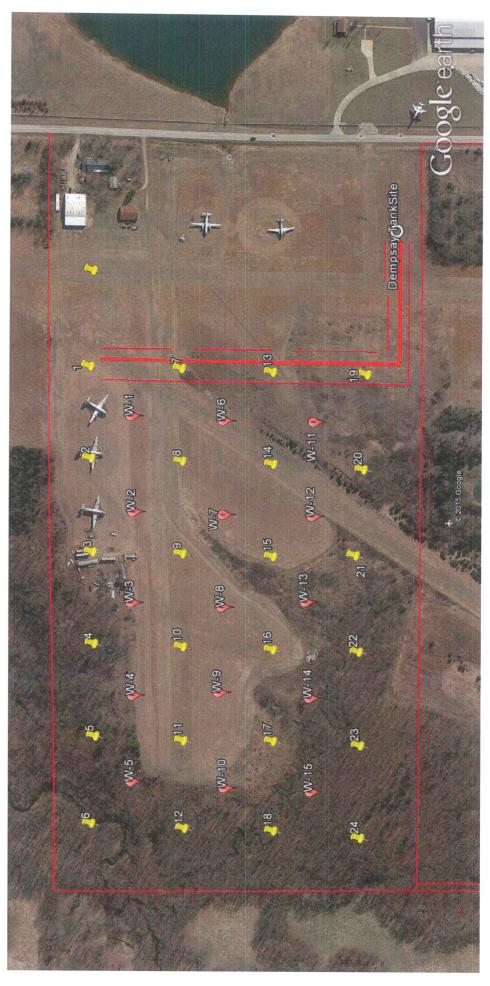
Kansas Corporation Commission OIL & GAS CONSERVATION DIVISION

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 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 |
| 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: | |
| the KCC with a plat showing the predicted locations of lease roads, tar | odic Protection Borehole Intent), you must supply the surface owners and nk batteries, pipelines, and electrical lines. The locations shown on the plat on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. |
| ☐ I certify that, pursuant to the Kansas Surface Owner Notice owner(s) of the land upon which the subject well is or will be | Act (House Bill 2032), I have provided the following to the surface 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 o | acknowledge that, because I have not provided this information, the owner(s). To mitigate the additional cost of the KCC performing this is 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 CF | g fee with this form. If the fee is not received with this form, the KSONA-1 P-1 will be returned. |
| Submitted Electronically | |
| ι | _ |



Google earth feet

___2000 __600

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



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 14, 2015

Lane Town Town Oil Company Inc. 16205 W 287TH ST PAOLA, KS 66071-8482

Re: Drilling Pit Application API 15-059-27042-00-00 Dempsay Family Trust 1 SE/4 Sec.29-17S-21E Franklin County, Kansas

Dear Lane Town:

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 as soon as practical after drilling operations have ceased.

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) 432-2300 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) 432-2300.

Summary of Changes

Lease Name and Number: Dempsay Family Trust 1

API/Permit #: 15-059-27042-00-00

Doc ID: 1257859

Correction Number: 1

Approved By: Rick Hestermann 07/14/2015

| Field Name | Previous Value | New Value |
|--|--|--|
| ElevationPDF | 958 Estimated | 979 Estimated |
| Feet to Nearest Water Well Within One-Mile of | 3272 | 2845 |
| Pit Ground Surface Elevation | 958 | 979 |
| KCC Only - Approved By | Rick Hestermann 07/01/2015 | Rick Hestermann 07/14/2015 |
| KCC Only - Approved Date | 07/01/2015 | 07/14/2015 |
| KCC Only - Date Received | 06/30/2015 | 07/14/2015 |
| KCC Only - Regular Section Quarter Calls | SW NW SW SE | NE NW NE SE |
| LocationInfoLink | https://kolar.kgs.ku.edu/ kcc/detail/locationInform ation.cfm?section=29&t | https://kolar.kgs.ku.edu/kcc/detail/locationInformation.cfm?section=29&t |
| Number of Feet East or West From Section Line | 2475 | 825 |
| Number of Feet East or West From Section Line | 2475 | 825 |

Summary of changes for correction 1 continued

| Field Name | Previous Value | New Value |
|--|--|--|
| Number of Feet North or South From Section | 825 | 2475 |
| Line Number of Feet North or South From Section Line | 825 | 2475 |
| Public Water Supply Well Within One Mile | No | Yes |
| Quarter Call 2 | SW | NE |
| Quarter Call 4 - Smallest | SW | NE |
| Save Link | //kcc/detail/operatorE ditDetail.cfm?docID=12 | //kcc/detail/operatorE ditDetail.cfm?docID=12 |
| Subdivision2 | 56458 SW | 57859 NE |
| Subdivision4Smallest | SW | NE |

Summary of Attachments

Lease Name and Number: Dempsay Family Trust 1

API: 15-059-27042-00-00

Doc ID: 1257859

Correction Number: 1

Approved By: Rick Hestermann 07/14/2015

Attachment Name

Fluid