For KCC Use:

| Effective I | Date: |
|-------------|-------|
|-------------|-------|

| IECI | uve | Da |
|------|-----|----|
| | | |

District # SGA?

Yes No

CORRECTION #1

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

KOLAR Document ID: 1409505

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

NOTICE OF INTENT TO DRILL

Must be approved by KCC five (5) days prior to commencing well

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

| Expected Spud Date: | Spot Description: |
|--|---|
| month day year | · · · · · · · · · · · · · · · · · · · |
| OPERATOR: License# | feet from N / S Line of Section |
| Name: | feet from L E / W Line of Section |
| Address 1: | Is SECTION: Regular Irregular? |
| Address 2: | (Note: Locate well on the Section Plat on reverse side) |
| City: State: Zip: + | County: |
| Contact Person: | Lease Name: Well #: |
| Phone: | Field Name: |
| CONTRACTOR: License# | Is this a Prorated / Spaced Field? |
| Name: | Target Formation(s): |
| Well Drilled For: Well Class: Type Equipment: Oil Enh Rec Infield Mud Rotary Gas Storage Pool Ext. Air Rotary Disposal Wildcat Cable Seismic ; # of Holes Other Other: | Nearest Lease or unit boundary line (in footage): Ground Surface Elevation: feet MSL Water well within one-quarter mile: Yes No Public water supply well within one mile: Yes No Depth to bottom of fresh water: |
| Directional, Deviated or Horizontal wellbore? | Well Farm Pond Other: |
| If Yes, true vertical depth: | DWR Permit #: |
| Bottom Hole Location: | (Note: Apply for Permit with DWR) |
| KCC DKT #: | Will Cores be taken? |
| | If Yes, proposed zone: |

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. seq.

It is agreed that the following minimum requirements will be met:

- 1. Notify the appropriate district office *prior* to spudding of well;
- 2. A copy of the approved notice of intent to drill shall be posted on each drilling rig;
- 3. The minimum amount of surface pipe as specified below shall be set by circulating cement to the top; in all cases surface pipe shall be set through all unconsolidated materials plus a minimum of 20 feet into the underlying formation.
- 4. If the well is dry hole, an agreement between the operator and the district office on plug length and placement is necessary prior to plugging;
- 5. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
- 6. If an ALTERNATE II COMPLETION, production pipe shall be cemented from below any usable water to surface within 120 DAYS of spud date. Or pursuant to Appendix "B" - Eastern Kansas surface casing order #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 be plugged. In all cases, NOTIFY district office prior to any cementing.

Submitted Electronically

| For KCC Use ONLY | |
|-------------------------------|-----------------|
| API # 15 | |
| Conductor pipe required | feet |
| Minimum surface pipe required | _ feet per ALT. |
| Approved by: | |
| This authorization expires: | |
| Spud date: Agent: | |

Remember to:

- File Certification of Compliance with the Kansas Surface Owner Notification Act (KSONA-1) with Intent to Drill;
- File Drill Pit Application (form CDP-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spud date;
- File acreage attribution plat according to field proration orders;
- Notify appropriate district office 48 hours prior to workover or re-entry;
- Submit plugging report (CP-4) after plugging is completed (within 60 days);
- Obtain written approval before disposing or injecting salt water.
- 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.

ш

Well will not be drilled or Permit Expired Date: _ Signature of Operator or Agent:

| CORREC | TION | #′ |
|----------|------|----|
| Side Two | | |

For KCC Use ONLY

API # 15 -_

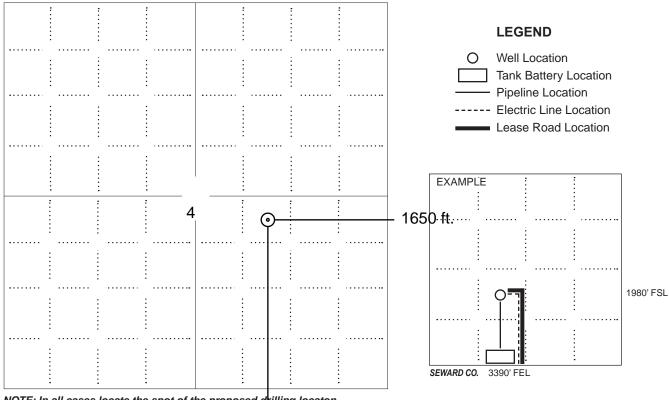
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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 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.

2310 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.

CORRECTION #1

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION KOLAR Document ID: 1409505

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

| Operator Name: License Number: Operator Address: Phone Number: Contact Person: Phone Number: Lease Name & Well No: PR Location (QQQQ); Type of Pit: Pit R:: Setting Pit Pit R:: Setting Pit Pit R:: Percentation Pit R:: Percentation: Pit dimensions (all but working pits): Longth (keet) Depth from ground level? Pit R:: Percentation: No Depth from ground level? Percentation: | Submit in Duplicate | | | | |
|---|---|-----------------------|--|--|--|
| Contact Person: Phone Number: Lesse Name & Well No:: Pit Location (QOQQ): Type of Pit: Burn Pit Beregency Pit Burn Pit Workower Pit: Pit Lis: Setting Pit: Drilling Pit Workower Pit: Head-Off Pit Werk Supply AP Na or Ward Differit County (oble) County Is the pit located in a Sensitive Ground Water Area? Yes in No Pit dimensions (all but working pits): Length (feet) | Operator Name: | | | License Number: | |
| Lease Name & Well No: Pit Location (QQQQ): Type of Pit: Pit is: | Operator Address: | | | | |
| Type of Pit: Pit is: Pit is: | Contact Person: | | | Phone Number: | |
| Image: setting pit Burn Pit Proposed Existing SecTwpREastWest Setting Pit Drilling Pit It Existing, date constructed: Feet fromNorth /South Line of Section Workover Pit Haul-Off Pit Pit capacity: | Lease Name & Well No.: | | | Pit Location (QQQQ): | |
| Settling Pit Drilling Pit If Existing, date constructed: | Type of Pit: | Pit is: | | · | |
| Workover Pit | Emergency Pit Burn Pit | Proposed | Existing | SecTwp R East West | |
| (IWP Supply API No. or Veer Onitient) Pit capacity: | Settling Pit Drilling Pit | If Existing, date co | nstructed: | Feet from North / South Line of Section | |
| interview | | Pit capacity: | | Feet from East / West Line of Section | |
| Is the bottom below ground level? Artificial Liner? How is the plt lined if a plastic liner is not used? I' Yes No I' Yes No Pit dimensions (all but working pits): Length (feet) Width (feet) N/A: Steel Pits Depth from ground level to deepest point: (feet) NO Pit NO Pit I' the pit is lined give a brief description of the liner Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. NO Pit Distance to nearest water well within one-mile of pit: Depth to shallowest fresh water feet. Source of information: feet measured well owner electric log KDWR Producing Formation: | | | (bbls) | County | |
| Yes No Pit dimensions (all but working pits): Length (feet) Depth from ground level to deepest point: (feet) If the pit is lined give a brief description of the liner material, thickness and installation procedure. Distance to nearest water well within one-mile of pit: Gepth of water well Tere Depth of water well Tere Depth of water well Tereregnery, Settling and Burn Pits ONLY: Producing Formation: Type of material utilized in drilling/workover: Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all spilled fluids to flow into the pit? Submitted Electronically KCC OFFICE USE ONLY Liner Stell Pits RefAC RefAC RefAC | Is the pit located in a Sensitive Ground Water A | rea? Yes | No | | |
| Pit dimensions (all but working pits): | | | | How is the pit lined if a plastic liner is not used? | |
| Depth from ground level to deepest point: | | | No | | |
| 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 shallowest fresh water feet. Source of information: feet Depth of water wellfeet Depth to shallowest fresh water feet. Source of information: feet Depth of water wellfeet Drilling, Workover and Haul-Off Pits ONLY: Producing Formation: Type of material utilized in drilling/workover: | Pit dimensions (all but working pits): | Length (fe | et) | Width (feet)N/A: Steel Pits | |
| material, thickness and installation procedure. liner integrity, including any special monitoring. Distance to nearest water well within one-mile of pit: Depth to shallowest fresh water feet. Source of information: feet Depth of water well feet | Depth fro | m ground level to dee | epest point: | (feet) No Pit | |
| Source of information: feet Drilling, Workover and Haul-Off Pits ONLY: | | | | | |
| Image: Control of Water Weil | Distance to nearest water well within one-mile of | of pit: | | | |
| Producing Formation: Type of material 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 be closed within 365 days of spud date. | feet Depth of water well | feet | measured | well owner electric log KDWR | |
| Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No Drill pits must be closed within 365 days of spud date. Submitted Electronically KCC OFFICE USE ONLY Liner Steel Pit | Emergency, Settling and Burn Pits ONLY: | | Drilling, Worko | over and Haul-Off Pits ONLY: | |
| Barrels of fluid produced daily: Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No Drill pits must be closed within 365 days of spud date. Dirill pits must be closed within 365 days of spud date. KCC OFFICE USE ONLY Liner Steel Pit RFAS | Producing Formation: | | Type of materia | ial utilized in drilling/workover: | |
| Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No Drill pits must be closed within 365 days of spud date. Submitted Electronically KCC OFFICE USE ONLY Liner Steel Pit RFAS | Number of producing wells on lease: Number of wor | | working pits to be utilized: | | |
| flow into the pit? Yes Drill pits must be closed within 365 days of spud date. Submitted Electronically KCC OFFICE USE ONLY Liner Steel Pit RFAS | Barrels of fluid produced daily: Abandonment | | procedure: | | |
| Submitted Electronically KCC OFFICE USE ONLY Liner Steel Pit RFAC RFAS | | | must be closed within 365 days of spud date. | | |
| Liner Steel Pit RFAC RFAS | | | | | |
| Date Received: Permit Number: Permit Date: Lease Inspection: Yes No | | | | | |
| | Date Received: Permit Numl | oer: | Permi | t Date: Lease Inspection: Yes No | |

CORRECTION #1

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 |

KOLAR Document ID: 1409505

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 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:+ | |

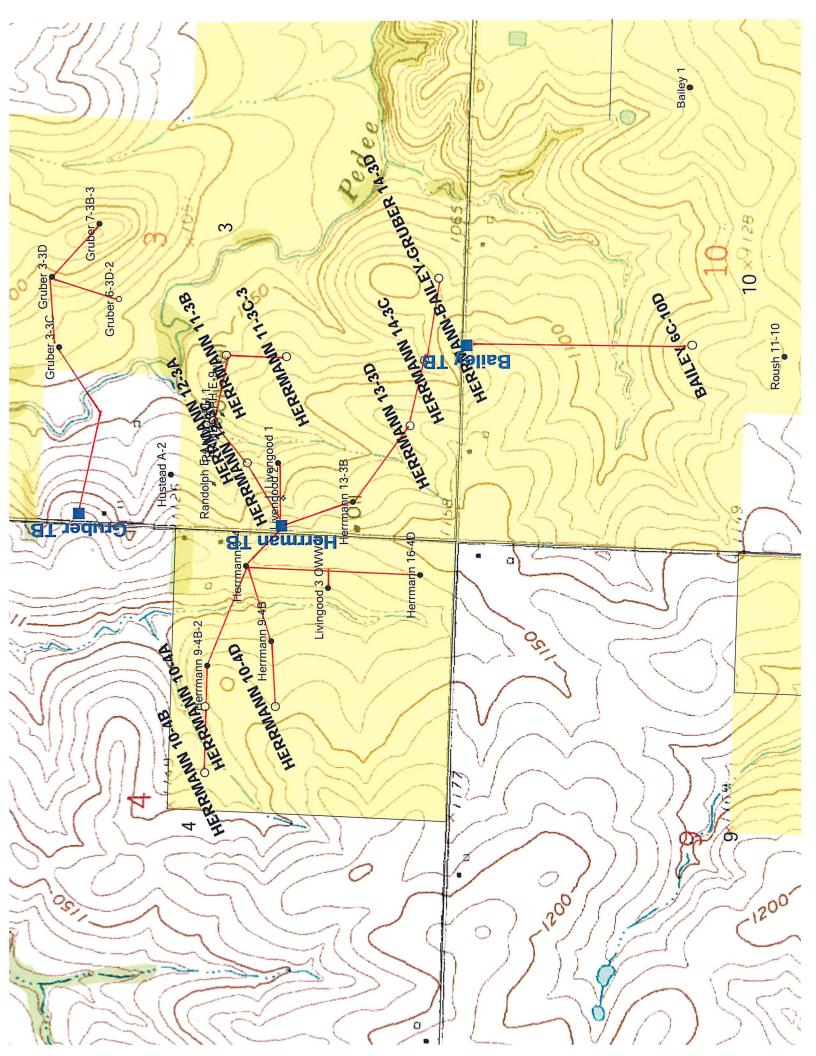
If this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathodic Protection Borehole Intent), you must supply the surface owners and the KCC with a plat showing the predicted locations of lease roads, tank batteries, pipelines, and electrical lines. The locations shown on the plat are preliminary 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.

Submitted Electronically



STATE OF KANSAS

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



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

GOVERNOR JEFF COLYER, M.D. Shari Feist Albrecht, Chair | Jay Scott Emler, Commissioner | Dwight D. Keen, Commissioner

May 18, 2018

JOE TAGLIERI Running Foxes Petroleum Inc. 14550 E EASTER AVE STE 200 CENTENNIAL, CO 80112-4222

Re: Drilling Pit Application API 15-013-20056-00-00 HERRMANN 10-4A SE/4 Sec.04-01S-15E Brown County, Kansas

Dear JOE TAGLIERI:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed **without slots**, 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) 902-6450 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) 902-6450.

Summary of Changes

Lease Name and Number: HERRMANN 10-4A

API/Permit #: 15-013-20056-00-00

Doc ID: 1409505

Correction Number: 1

Approved By: Rick Hestermann 05/18/2018

| Field Name | Previous Value | New Value |
|---|--|--|
| ElevationPDF | 1118 Estimated | 1140 Estimated |
| Feet to Nearest Water Well Within One-Mile of Pit | 2898 | 2875 |
| Ground Surface Elevation | 1118 | 1140 |
| KCC Only - Approved By | Rick Hestermann 05/11/2018 | Rick Hestermann 05/18/2018 |
| KCC Only - Approved Date | 05/11/2018 | 05/18/2018 |
| KCC Only - Date Received | 05/10/2018 | 05/18/2018 |
| KCC Only - Regular Section Quarter Calls | SW NE NW SE | NE NW SE |
| LocationInfoLink | https://kolar.kgs.ku.edu/ kcc/detail/locationInform ation.cfm?section=4&to | https://kolar.kgs.ku.edu/ kcc/detail/locationInform ation.cfm?section=4&to |
| Nearest Lease Or Unit Boundary | 378 | 330 |
| Number of Feet East or West From Section Line | 1683 | 1650 |

Summary of changes for correction 1 continued

| Field Name | Previous Value | New Value |
|---|----------------|-----------|
| Number of Feet East or West From Section Line | 1683 | 1650 |
| Number of Feet North or South From Section Line | 2262 | 2310 |
| Number of Feet North or South From Section Line | 2262 | 2310 |
| Quarter Call 4 - Smallest | SW | |
| Subdivision4Smallest | SW | |

Summary of Attachments

Lease Name and Number: HERRMANN 10-4A API: 15-013-20056-00-00 Doc ID: 1409505 Correction Number: 1 Approved By: Rick Hestermann 05/18/2018

Attachment Name

Fluid