For KCC Use:

Effective D	Date:
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IECI	uve	Da

District # SGA?

Yes No

CORRECTION #1

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

KOLAR Document ID: 1426031

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:	Nager Formation(s):
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. I II	
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:

CORRECTION	#1
Side Two	

For KCC Use ONLY

API # 15 - ____

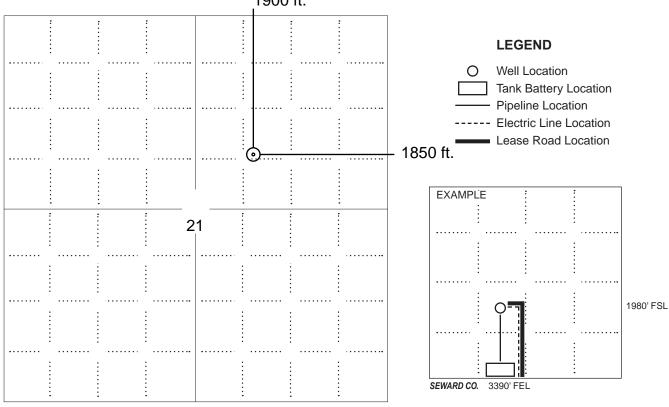
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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: QTR/QTR/QTR/QTR of acreage:	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. 1900 ft.



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

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: 1426031

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.: Pit Location (QQQQ): Type of Pit: Pit is: Emergency Pit Burn Pit Proposed Existing Settling Pit Drilling Pit Workover Pit Haul-Off Pit Pit capacity:			
Contact Person: Phone Number: Lease Name & Well No.: Pit Location (QQQQ): Type of Pit: Pit is: Emergency Pit Burn Pit Settling Pit Drilling Pit If Existing, date constructed: Feet from North / South Line of Workover Pit Haul-Off Pit Pit capacity: Pit capacity: (If WP Supply API No. or Year Drilled) Pit capacity: Is the pit located in a Sensitive Ground Water Area? Yes			
Lease Name & Well No.: Pit Location (QQQQ): Type of Pit: Pit is: Emergency Pit Burn Pit Proposed Existing Sect. Twp. Workover Pit Haul-Off Pit Pit capacity: Pit capacity: (If WP Supply API No. or Year Drilled) Pit capacity: Is the pit located in a Sensitive Ground Water Area? Yes			
Type of Pit: Pit is:			
Image: Setting Pit Burn Pit Proposed Existing SecTwpR East Image: Setting Pit Image: Setting Pit Drilling Pit If Existing, date constructed: Image: Feet from North / Image: South Line of Pit Image: Workover Pit Haul-Off Pit Pit capacity: Image: Feet from East / Image: West Line of Pit Image: Imag			
Settling Pit Drilling Pit Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) Pit capacity:			
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) Pit capacity: (bbls)	West		
(If WP Supply API No. or Year Drilled) Pit capacity: Feet from [East /] West Line of [of Section		
(bbls) (bbls) Is the pit located in a Sensitive Ground Water Area? Yes No	of Section		
	_County		
(For Emergency Pits and Settling Pits only)	mg/l		
Is the bottom below ground level? Artificial Liner? How is the pit lined if a plastic liner is not used?			
Yes No			
Pit dimensions (all but working pits):Length (feet)Width (feet)	Pits		
Depth from ground level to deepest point: (feet) No Pit			
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:			
	WR		
Emergency, Settling and Burn Pits ONLY: Drilling, Workover and Haul-Off Pits ONLY:			
	aterial utilized in drilling/workover:		
Number of producing wells on lease:	ment 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.	I pits must be closed within 365 days of spud date.		
Submitted Electronically			
KCC OFFICE USE ONLY Liner Steel Pit RFAC RFAS			
Date Received: Permit Number: Permit Date: Lease Inspection: Yes			

CORRECTION #1

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

Form KSONA-1
January 2014

KOLAR Document ID: 1426031

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 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:		
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

API # 15 - .

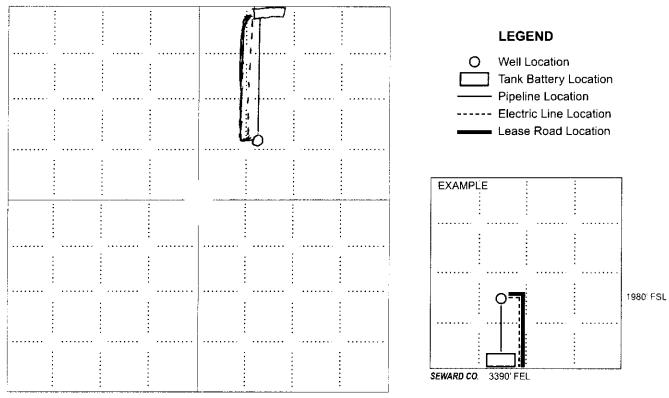
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

Operator: Hertel Oil Company, LLC	Location of Well: County: Ellis	
Lease: Clem	1,900 feet from 🔀 N / 🛄 S Line of Section	
Well Number: 1	1,850feet from 🔀 E / 🛄 W Line of Section	
Field: Koblitz West	Sec.21Twp. 12S. R. 18E 🛛 E 🔀 W	
Number of Acres attributable to well:	ls Section: 🛛 Regular or 🔲 Irregular	
QTR/QTR/QTR/QTR of acreage: <u>SW</u> - <u>NE</u> - <u>SW</u> - <u>NE</u>		
	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.

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).
- 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.

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

October 30, 2018

Mike Hertel Hertel Oil Company LLC 704 E 12TH ST HAYS, KS 67601-3440

Re: Drilling Pit Application API 15-051-26938-00-00 Clem 1 NE/4 Sec.21-12S-18W Ellis County, Kansas

Dear Mike Hertel:

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 within 72 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 (785) 261-6250 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 (785) 261-6250.

Summary of Changes

Lease Name and Number: Clem 1

API/Permit #: 15-051-26938-00-00

Doc ID: 1426031

Correction Number: 1

Approved By: Rick Hestermann 10/30/2018

Field Name	Previous Value	New Value
ElevationPDF	2151 Estimated	2152 Estimated
Feet to Nearest Water Well Within One-Mile of	2014	2565
Pit Ground Surface Elevation	2151	2152
KCC Only - Approved By	Karen Ritter 10/19/2018	Rick Hestermann 10/30/2018
KCC Only - Approved Date	10/19/2018	10/30/2018
KCC Only - Date Received	10/19/2018	10/26/2018
KCC Only - Regular Section Quarter Calls	NW NE SW NE	SW NE SW NE
LocationInfoLink	https://kolar.kgs.ku.edu/ kcc/detail/locationInform ation.cfm?section=21&t	https://kolar.kgs.ku.edu/ kcc/detail/locationInform ation.cfm?section=21&t
Number of Feet North or South From Section Line	1350	1900
Number of Feet North or South From Section Line	1350	1900

Summary of changes for correction 1 continued

Field Name	Previous Value	New Value
Quarter Call 4 - Smallest	NW	SW
Subdivision4Smallest	NW	SW

Summary of Attachments

Lease Name and Number: Clem 1 API: 15-051-26938-00-00 Doc ID: 1426031 Correction Number: 1 Approved By: Rick Hestermann 10/30/2018

Attachment Name

Corrected Plat

72 Hrs