#### KOLAR Document ID: 1466647

For KCC Use:

| Effective | Date |
|-----------|------|
|           |      |

| District | # |  |
|----------|---|--|
|          |   |  |

SGA? Yes No

## KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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 ye                    | ear    | Sec Twp S   |                     |
| OPERATOR: License#                            |                      |                           |        | feet from N                                       | / S Line of Section |
| Name:   |                      |                           |        | feet from E                                       | / W Line of Section |
| Address 1:                                    |                      |                           |        | Is SECTION: Regular Irregular?                    |                     |
| Address 2:                                    |                      |                           |        | (Note: Locate well on the Section Plat on re      | verse side)         |
| City:   | State:               | Zip: +                    |        | County:   | ,                   |
| Contact Person:                               |                      |                           |        | Lease Name:                                       |                     |
| Phone:  |                      |                           |        | Field Name:                                       |                     |
| CONTRACTOR: License#_                         |                      |                           |        | Is this a Prorated / Spaced Field?                | Yes No              |
| Name:   |                      |                           |        | Target Formation(s):                              |                     |
|   |                      |                           |        | Nearest Lease or unit boundary line (in footage): |                     |
| Well Drilled For: Well Class: Type Equipment: |                      | Ground Surface Elevation: |        |   |                     |
| Oil Enh Re                                    |                      | Mud Ro                    |        | Water well within one-quarter mile:               | Yes No              |
| Gas Storage                                   |                      |                           | iry    | Public water supply well within one mile:         | Yes No              |
| Dispos  |                      | Cable                     |        | Depth to bottom of fresh water:                   |                     |
| Other:  |                      |                           |        | Depth to bottom of usable water:                  |                     |
|   |                      |                           |        | Surface Pipe by Alternate:                        |                     |
| If OWWO: old well in                          | nformation as follow | /S:                       |        | Length of Surface Pipe Planned to be set:         |                     |
| Operator:                                     |                      |                           |        | Length of Conductor Pipe (if any):                |                     |
| Well Name:                                    |                      |                           |        | Projected Total Depth:                            |                     |
| Original Completion Dat                       |                      |                           |        | Formation at Total Depth:                         |                     |
| 5   |                      |                           |        | Water Source for Drilling Operations:             |                     |
| Directional, Deviated or Hori                 | zontal wellbore?     |                           | Yes No | 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?                              | Yes No              |
|   |                      |                           |        | 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;
- 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: For KCC Use ONLY

API # 15 -\_\_\_

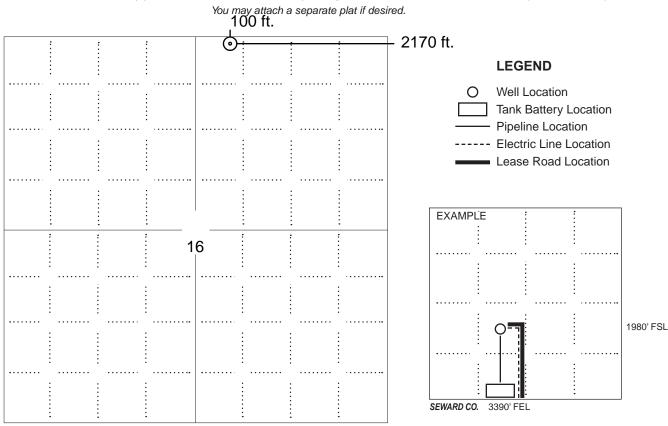
## IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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:<br>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.



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.

Side Two

## KOLAR Document ID: 1466647

## KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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:  | Pit is:                |  | ·   |
| Emergency Pit Burn Pit  | Proposed               | Existing                                   | SecTwpR East West   |
| Settling Pit Drilling Pit   | If Existing, date co   | nstructed:                                 | Feet from North / South Line of Section                                     |
| Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)  | Pit capacity:          |  | Feet from East / West Line of Section                                       |
|   |                        | (bbls)                                     | County  |
| Is the pit located in a Sensitive Ground Water  | Area? Yes              | No   | Chloride concentration: mg/l<br>(For Emergency Pits and Settling Pits only) |
| Is the bottom below ground level?   | Artificial Liner?      | 1-   | How is the pit lined if a plastic liner is not used?                        |
| Yes No  |                        | No   |   |
| Pit dimensions (all but working pits):  |                        |  |   |
|   | om ground level to dee |  |   |
| If the pit is lined give a brief description of the liner<br>material, thickness and installation procedure. Describe procedures for periodic maintenance and determining<br>liner integrity, including any special monitoring. |                        |  |   |
|   |                        |  |   |
| Distance to nearest water well within one-mile of pit: Depth to shallo<br>Source of infor   |                        | west fresh water feet.<br>nation:          |   |
| feet Depth of water wellfeet measured   |                        | well owner electric log KDWR               |   |
| Emergency, Settling and Burn Pits ONLY: Drilling, Worke   |                        | over and Haul-Off Pits ONLY:               |   |
| Producing Formation: Type of materia  |                        | l utilized in drilling/workover:           |   |
| Number of producing wells on lease: Number of work  |                        | xing pits to be utilized:                  |   |
| Barrels of fluid produced daily: Abandonment  |                        | procedure:                                 |   |
| Does the slope from the tank battery allow all spilled fluids to  |                        | at be closed within 365 days of spud date. |   |
| Submitted Electronically  |                        |  |   |
| KCC OFFICE USE ONLY   |                        |  |   |
| Date Received: Permit Nun   | ber:                   | Permi                                      | t Date: Lease Inspection: Yes No  |

## KOLAR Document ID: 1466647

## 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:         | If filing a Form T-1 for multiple wells on a lease, enter the legal description o the lease below:   |  |  |
| Contact Person: 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<br>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:

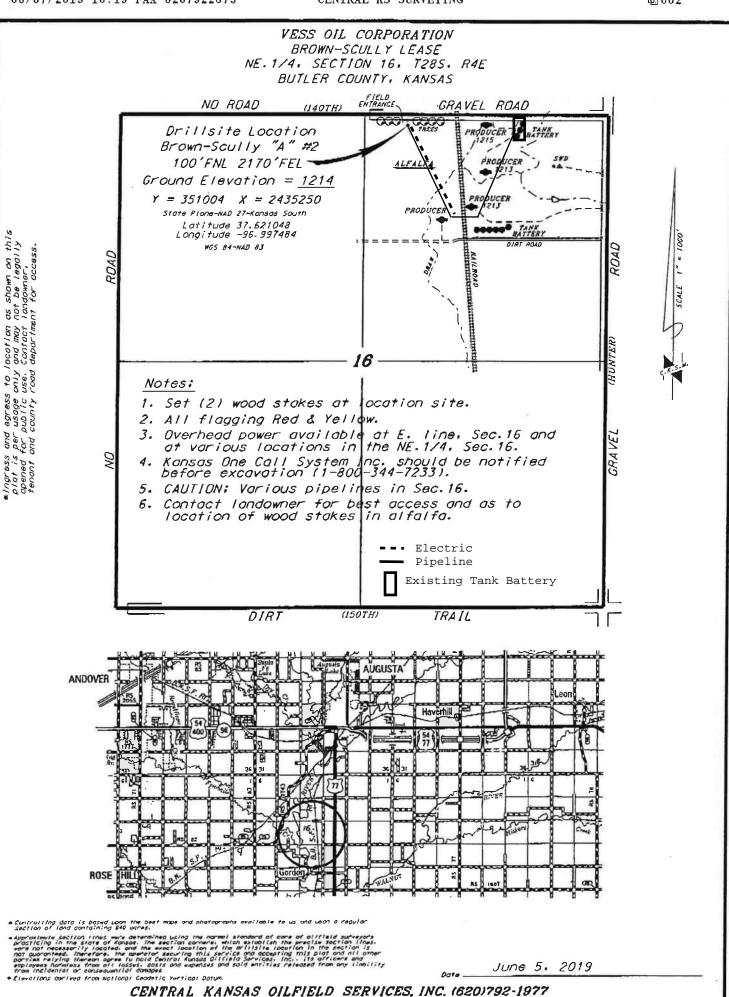
- I certify that, pursuant to the Kansas Surface Owner Notice Act (House Bill 2032), I have provided the following to the surface owner(s) of the land upon which the subject well is or will be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form CP-1 that I am filing in connection with this 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.

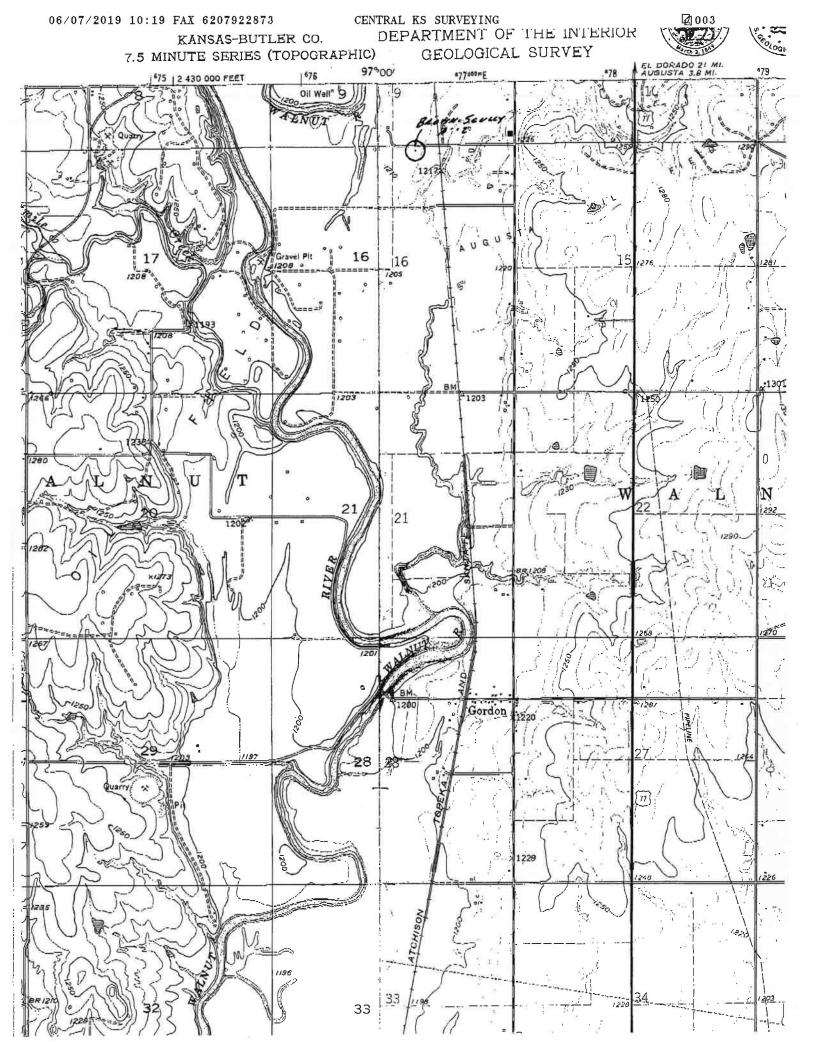
#### Submitted Electronically

#### 06/07/2019 10:19 FAX 6207922873

CENTRAL KS SURVEYING



002



108 651 more 1105

St. of Kansas · Butler Co., SS Recorded November 5, 1992 st 1:30 P.M. Doc 10534 Book 651 Proge //05 Feels, \$8.00 Marcia McCou · Register of Deeds

#### AGREEMENT

THIS AGREEMENT made and entered into this 21st day of July 1992 by and between OXY USA INC, a Delaware Corporation, hereinafter called Lessee, and all other parties, whether one or more, signatory hereto, hereinafter called Lessor,

WITNESSES, that,

WHEREAS, Lessee is the owner of the following described oil and gas leases located in Butler County, Kansas:

(a) Oil and Gas Lease dated June 25, 1914, by John C. Scully covering the following described land to wit: SE/4 Section 9, Township 28 South, Range 4 East, excepting the right-of-way of the railroad across said land, recorded in Book K of Miscellaneous at page 602.

(b) Oil and Gas Lease dated April 30, 1914, by Warren E. Brown and Icy M. Brown, his wife, covering the following described land to wit: NE/4 Section 16, Township 28 South, Range 4 East, recorded in Book K of Miscellaneous at page 389.

WHEREAS, subject to said leases, Lessor owns all or an undivided interest in all of the oil, gas and other minerals covered by said leases and

WHEREAS, in the interest of the public welfare and to promote conservation and increase the ultimate recovery of oil and gas from the above referred to leases, Lessee desires to drill one or more wells on the common lease line, or within one hundred (100) feet either side of said common lease line, being the South Line of the SE/4 of Section 9 and the North Line of the NE/4 of Section 16, Township 28 South, Range 4 East.

NOW, THEREFORE, in consideration of the premises and the mutual covenant and agreements hereinafter contained, to be kept and performed by the parties hereto, it is mutually agreed as follows:

- 1. Lessor agrees to the drilling of the above referred well or wells on the common lease line, or within one hundred (100) feet either side of said common lease line.
- 2. Lessor agrees that the production from the above referred well or wells shall be measured by metering and that one-half of the oil and gas production from said well or wells shall be allocated to each of said leases.
- 3. This agreement and the oil and gas leases referred to above shall continue in full force and effect as long as oil and/or gas is produced from said lease or production is allocated to said leases in accordance with this agreement.
- 4. All provisions of the above leases and this agreement, express or implied, shall be subject to all federal and state laws and the orders, rules and regulations of all governmental agencies administering the same, and said leases and this agreement shall not be in any way terminated nor shall the Lessee be liable in damages for failure to comply with any of the express or implied provisions of said leases and this agreement if such failure accords with any such laws, orders, rules and regulations.

RTN: OXY USA Inc. (11) P.O. Box 300 Tulsa, OK. 74102-03

- 5. This agreement shall extend to, be binding upon, and inure to the benefit of the parties hereto and their heirs, devisees, legal representatives, successors and assigns and shall constitute a covenant running with the land, leases and interests covered hereby.
- 6. This agreement may be executed in any number of counterparts and each executed counterpart shall have the same force and effect as an original instrument and as if all of the parties to the aggregate counterparts had signed the same instrument.

IN WITNESS WHEREOF, the parties hereto have executed this agreement upon the respective dates indicated opposite their respective signature.

Date

LESSEE

OXY USA INC. Bv Charles J. Sheltor Attorney-in-fact

LESSORS

DATE (1)

SIGNATURE Pauline Brown Gillespie Estate

by James Paul Gillespie, Executor

## ACKNOWLEDGMENT

| STATE OF  | Kansas   | ) |
|-----------|----------|---|
| COUNTY OF | Sedqwick | ) |

(Attorney-in-Fact)

| The foreg        | joing instrument was                | acknowledged         | d before me this <u>]</u>   | 8th day of   |
|------------------|-------------------------------------|----------------------|-----------------------------|--------------|
| <u>September</u> | 19 <u>92</u> , by <u>James Paul</u> | <u>Gillespie</u> , a | sx <b>antoknoy</b> xnt tact | on behalf of |
|                  | Gillespie Estate                    | •                    | Executor                    |              |

| My Commission Expires:                           | Lunda Fichter                              |
|--|--|
| November, 13, 1995                               | Lynda Flichter Notary Public               |
| STATE NOTARY PUBLIC                              |  |
| Sodgwick County, Ke.<br>My Apple Bap. 11-1310 95 |  |
| STATE OF Phlahoma ) SS                           | (Individual)                               |
| GOUNTY OF (Inlahoma)                             | (  |
|  |  |
| The foregoing instrument was ackn                | owledged before me this <u>21st</u> day of |
| 1992, by church & ohe                            | Iton, is attorney - in fact, on behalf of  |
| OXF USA She.                                     | $\hat{\mathbf{D}}$                         |
| My Commission Expires:                           | Rosunne Baker                              |
| 3-y7-96  | Notary Public                              |
|  |  |

BOOK 651 PAGE /106

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



Phone: 316-337-6200 Fax: 346-337-6211 http://kcc.ks.gov/

Dwight D. Keen, Chair Shari Feist Albrecht, Commissioner Susan K. Duffy, Commissioner Laura Kelly, Governor

August 08, 2019

Dylan Klaus Vess Oil Corporation 1700 N WATERFRONT PKWY BLDG 500 WICHITA, KS 67206-6619

Re: Drilling Pit Application Brown-Scully A 2 NE/4 Sec.16-28S-04E Butler County, Kansas

Dear Dylan Klaus:

District staff has inspected the above referenced location and has determined that an unsealed condition will present a pollution threat to water resources.

District staff has recommended that the reserve pit be lined with bentonite or native clay, 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 after drilling operations have ceased.

# If production casing is set all completion fluids shall be removed from the working pits daily. <u>NO</u> 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 (316) 337-7400 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 (316) 337-7400.