

For KCC Use:Effective Date: 01/09/2023District # 4SGA? ☐ 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: 1/31/2023
month day yearOPERATOR: License# 35695Name: ARP Operating, LLCAddress 1: 730 17th St, #715

Address 2: _____

City: DENVER State: CO Zip: 80202 + _____Contact Person: Rich TabakaPhone: 303-709-7022

CONTRACTOR: License# _____

Name: Advise on ACO-1 -- Must be licensed by KCC**Well Drilled For:**☒ Oil☐ Gas☐ Seismic ; _____ # of Holes☐ Other: _____☐ If OWWO: old well information as follows:☐ Enh Rec☐ Storage☐ Disposal☐ Other**Well Class:**☐ Infield☐ Pool Ext.☒ Wildcat☐ Other**Type Equipment:**☒ Mud Rotary☐ Air Rotary☐ Cable

Operator: _____

Well Name: _____

Original Completion Date: _____ Original Total Depth: _____

Directional, Deviated or Horizontal wellbore? ☐ Yes ☒ No

If Yes, true vertical depth: _____

Bottom Hole Location: _____

KCC DKT #: _____

Spot Description: _____

E2 - W2 - SW - SW Sec. 36 Twp. 10 S. R. 33 ☐ E ☒ W(Q/Q/Q/Q) 660 feet from ☐ N / ☒ S Line of Section500 feet from ☐ E / ☒ W Line of SectionIs SECTION: ☒ Regular ☐ Irregular?**(Note: Locate well on the Section Plat on reverse side)**County: ThomasLease Name: Close Implement Well #: 1Field Name: UnnamedIs this a Prorated / Spaced Field? ☐ Yes ☒ NoTarget Formation(s): LansingNearest Lease or unit boundary line (in footage): 660Ground Surface Elevation: 3137 Estimated _____ feet MSLWater well within one-quarter mile: ☐ Yes ☒ NoPublic water supply well within one mile: ☐ Yes ☒ NoDepth to bottom of fresh water: 250Depth to bottom of usable water: 1750Surface Pipe by Alternate: ☐ I ☒ IILength of Surface Pipe Planned to be set: 300

Length of Conductor Pipe (if any): _____

Projected Total Depth: 4900Formation at Total Depth: Mississippi

Water Source for Drilling Operations:

☒ Well ☐ Farm Pond ☐ Other: _____

DWR Permit #: _____

(Note: Apply for Permit with DWR ☐)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;
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 - 15-193-21113-00-00Conductor pipe required 0 feetMinimum surface pipe required 300 feet per ALT. ☐ I ☒ IIApproved by: CeLena Peterson 01/04/2023**This authorization expires:** 01/04/2024*(This authorization void if drilling not started within 12 months of approval date.)*

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.

☐ **Well will not be drilled or Permit Expired** Date: _____

Signature of Operator or Agent: _____

36

10

33

☐ E☒ W

For KCC Use ONLY

API # 15 - 15-193-21113-00-00

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: ARP Operating, LLC

Lease: Close Implement

Well Number: 1

Field: Unnamed

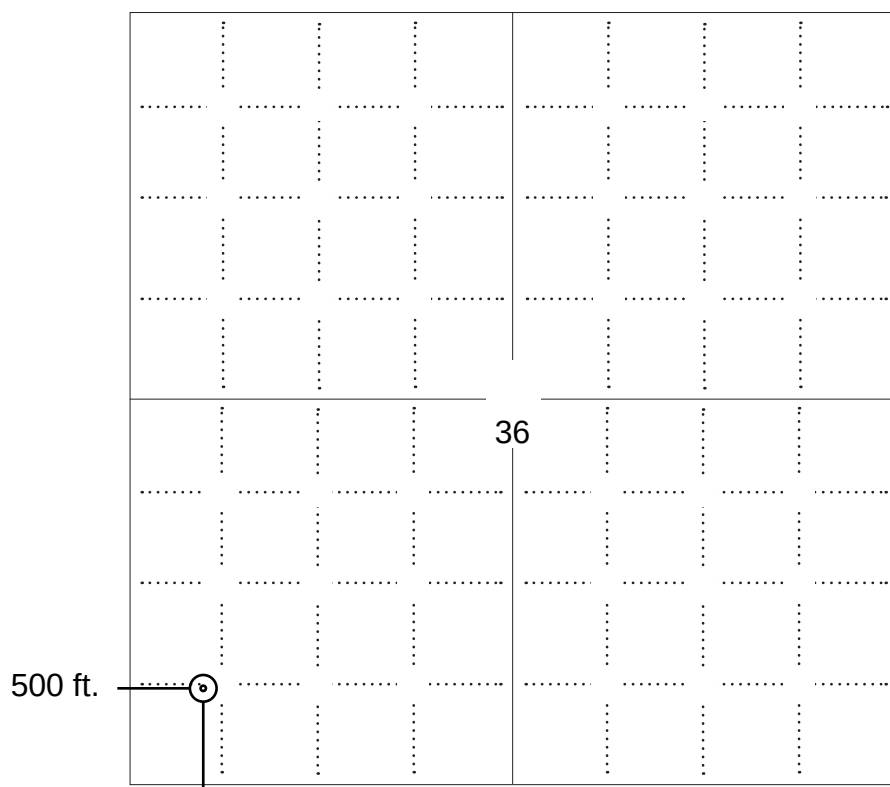
Number of Acres attributable to well: _____

QTR/QTR/QTR/QTR of acreage: E2 - W2 - SW - SW

Location of Well: County: Thomas

660 feet from ☐ N / ☒ S Line of Section500 feet from ☐ E / ☒ W Line of SectionSec. 36 Twp. 10 S. R. 33 ☐ E ☒ WIs 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 location.

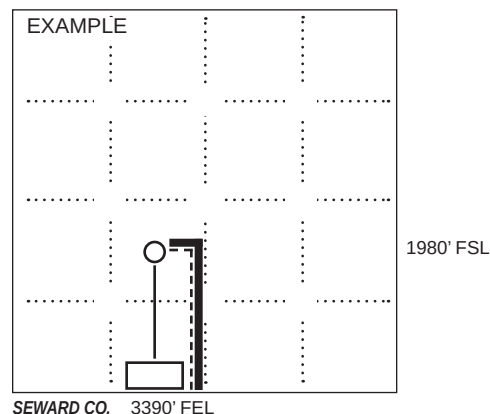
660 ft.

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.

LEGEND

- ☐ Well Location
- ☐ Tank Battery Location
- ☐ Pipeline Location
- ☐ Electric Line Location
- ☐ Lease Road Location



KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
APPLICATION FOR SURFACE PIT

Form CDP-1
May 2010
Form must be Typed

Submit in Duplicate

Operator Name: ARP Operating, LLC		License Number: 35695	
Operator Address: 730 17th St, #715		DENVER CO 80202	
Contact Person: Rich Tabaka		Phone Number: 303-709-7022	
Lease Name & Well No.: Close Implement 1		Pit Location (QQQQ): E2 - W2 - SW - SW Sec. 36 Twp. 10 R. 33 ☐ East ☒ West 660 Feet from ☐ North / ☒ South Line of Section 500 Feet from ☐ East / ☒ West Line of Section Thomas County	
Type of Pit: ☐ Emergency Pit ☐ Burn Pit ☐ Settling Pit ☒ Drilling Pit ☐ Workover Pit ☐ Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit is: ☒ Proposed ☐ Existing If Existing, date constructed: _____ Pit capacity: 7100 (bbls)		
Is the pit located in a Sensitive Ground Water Area? ☐ Yes ☒ No		Chloride concentration: _____ mg/l (For Emergency Pits and Settling Pits only)	
Is the bottom below ground level? ☒ Yes ☐ No	Artificial Liner? ☐ Yes ☒ No	How is the pit lined if a plastic liner is not used? Bentonite and native soil	
Pit dimensions (all but working pits): 100 Length (feet) 100 Width (feet) ☐ N/A: Steel Pits Depth from ground level to deepest point: 4 (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: 3754 feet Depth of water well 148 feet		Depth to shallowest fresh water 83 feet. Source of information: ☐ measured ☐ well owner ☐ electric log ☒ KDWR	
Emergency, Settling and Burn Pits ONLY: Producing Formation: _____ 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		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: Chemical Mud Number of working pits to be utilized: 3 Abandonment procedure: Cut windows, allow to dry, back fill when conditions allow Drill pits must be closed within 365 days of spud date.	
Submitted Electronically			

KCC OFFICE USE ONLY

☐ Liner ☐ Steel Pit ☐ RFAC ☐ RFAS
 Date Received: **12/29/2022** Permit Number: **15-193-21113-00-00** Permit Date: **01/03/2023** Lease Inspection: ☐ Yes ☒ No

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form KSONA-1
July 2021
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 # 35695
Name: ARP Operating, LLC
Address 1: 730 17th St, #715
Address 2: _____
City: DENVER State: CO Zip: 80202 + _____
Contact Person: Rich Tabak
Phone: (303) 7097022 Fax: (_____) _____
Email Address: rich@arpoperating.com

Well Location:
E2 W2 SW SW Sec. 36 Twp. 10 S. R. 33 ☐ East ☒ West
County: Thomas
Lease Name: Close Implement Well #: 1
If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:

Surface Owner Information:

Name: Close Implement, INC
Address 1: 3111 Cedar Crest
Address 2: _____
City: Oakley State: KS Zip: 67748 + _____

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.

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 (see Chapter 55 of the Kansas Statutes Annotated), 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.

I Submitted Electronically

I

FILE NUMBER 29300932 BK 293 PG 932 - 934
RECORDED 4/22/2022 at 1:02 PM
RECORDING FEE: \$ 55.00
Thomas County, KANSAS
SUZANNE HERSCHBERGER, DEPUTY
LORA L. VOLK, REGISTER OF DEEDS *Lora L. Volk*



Producers 88 - (Paid-up)

OIL AND GAS LEASE

Agreement, Made and entered into the 15th day of February 2022, by and between, Close Implement, Inc. whose mailing address is 3111 Cedar Crest, Oakley, KS 67748 hereinafter called Lessor (whether one or more) and Allied Resource Holdings, LLC Whose mailing address is 1444 Wazee Street, Suite 125, Denver, Colorado 80202 Hereinafter called Lessee.

Lessor, in consideration of Ten and more Dollars (\$10.00+) in hand paid, receipt of which is hereby acknowledged and of the royalties herein provided and of the agreements of the lessee herein contained, hereby grants, leases and lets exclusively unto lessee for the purpose of investigating, exploring by geophysical and other means, prospecting, drilling, mining and operating for and producing oil, liquid hydrocarbons, all gases, and their respective constituent products, injecting gas, water, other fluids, and air into subsurface strata, laying pipe lines, storing oil, building tanks, power stations, telephone lines, and other structures and things thereon to produce, save, take Lessor, in consideration of Ten and more dollars (10.00+) in hand paid, receipt of which is hereby acknowledged and of the royalties herein provided and of the agreements of the lessee care of, treat, manufacture, process, store and transport said oil, liquid hydrocarbons, gases and their respective constituent products and other products manufactured therefrom, and housing and otherwise caring for its employees, the following described land, together with any reversionary rights and after-acquired interest, therein situated in the county of Thomas state of Kansas described as follows to-wit:

Township 10 South, Range 33 West

Section 24: NE/4 (160.00 acres, more or less)

Section 36: SW/4 (160.00 acres, more or less)

All containing 320.00 acres more or less, and all accretions thereto.

See Exhibit "A" attached hereto and made a part hereof for additional provisions.

Subject to the provisions herein contained, this lease shall remain in force for a term of Two (2) years from this date (called "primary term"), and as long thereafter as oil, liquid hydrocarbons, gas or other respective constituent products, or any of them, is produced from said land ~~or land with which said land is pooled.~~ *MM*

In consideration of the premises the said lessee covenants and agrees:

1st. To deliver to the credit of lessor, free of cost, in the pipeline to which lessee may connect wells on said land, the equal one-eighth (1/8) part of all oil produced and saved from the leased premises.

2nd. To pay lessor for gas of whatsoever nature or kind produced and sold, or used off the premises, or used in the manufacture of any products therefrom, one eighth (1/8), at the market price at the well, (but, as to gas sold by lessee, in no event more than one-eighth (1/8) of the proceeds received by lessee received from such sales), for the gas sold, used off the premises, or in the manufacture of products therefrom, said payments to be made monthly.

This lease may be maintained during the primary term hereof without further payment or drilling operations. If the lessee shall commence to drill a well within the term of this lease or any extension thereof, the lessee shall have the right to drill such well to completion with reasonable diligence and dispatch, and if oil or gas, or either of them, be found in paying quantities, this lease shall continue and be in force with like effect as if such well had been completed within the term of years first mentioned.

If said lessor owns a less interest in the above described land than the entire and undivided fee simple estate therein, then the royalties herein provided for shall be paid the said lessor only in the proportion which lessor's interest bears to the whole and undivided fee.

Lessee shall have the right to use, free of cost, gas, oil and water produced on said land for lessee's operations thereon, except water from the wells of the lessor.

When requested by lessor, lessee shall bury lessee's pipelines below plow depth.

No well shall be drilled nearer than 200 feet to the house or barn now on said premises without written consent of lessor.

Lessee shall pay for damages caused by lessee's operations to growing crops on said land.

Lessee shall have the right at any time to remove all machinery and fixtures placed on said premises, including the right to draw and remove casing.

If the estate of either party hereto is assigned, and the privilege of assigning in whole or in part is expressly allowed, the covenants hereof shall extend to their heirs, executors, administrators, successors or assigns, but no change in the ownership of the

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: _____

Lease: _____

Well Number: _____

Field: _____

Number of Acres attributable to well: _____

QTR/QTR/QTR/QTR of acreage: _____

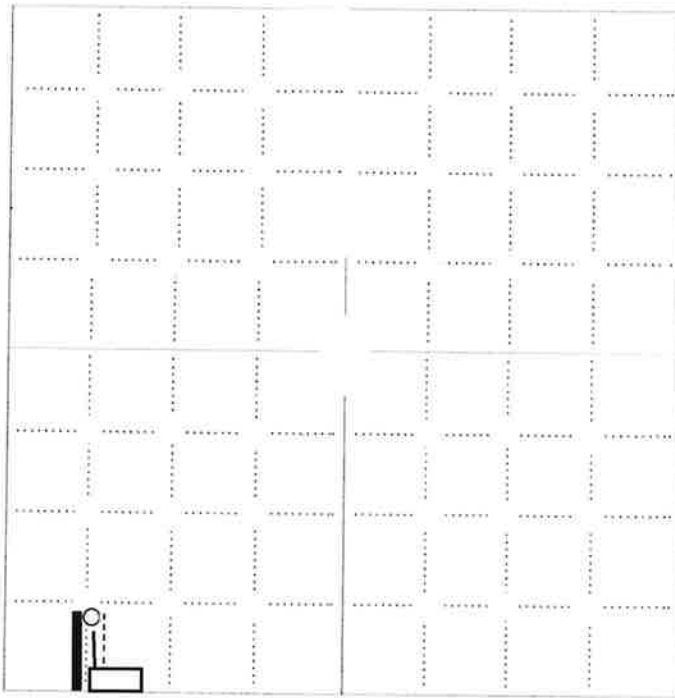
Location of Well: County: _____

feet from N / S Line of Sectionfeet from E / W Line of SectionSec. _____ Twp. _____ S. R. E WIs Section: ☐ Regular or ☐ Irregular

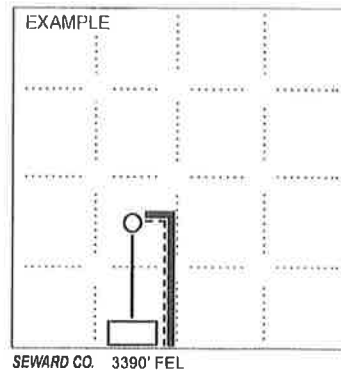
If Section is irregular, locate well from nearest corner boundary.

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.

**LEGEND**

- ☐ Well Location
- ☐ Tank Battery Location
- Pipeline Location
- - - - Electric Line Location
- Lease Road Location



1980' FSL

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