

RECEIVED

OCT 01 2004

KCC WICHITA

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING APPLICATION

Please TYPE Form and File ONE Copy

Form CP-1
September 2003
This Form must be Typed
Form must be Signed
All blanks must be Filled

API # 15-175-20841-00-01 (Identifier Number of this well). This must be listed for wells drilled since 1967; if no API # was issued,

indicate original spud or completion date 11-13-91

Well Operator: ELDER & VAUGHN, INC. (Owner / Company Name) KCC License #: 7457 (Operator's)

Address: P.O. BOX 18938 City:

State: OKLAHOMA CITY, OK Zip Code: 73154 Contact Phone: (405) 842-8877

Lease: ARKALON Well #: 1-27 Sec. 27 Twp. 33 S. R. 32 [ ] East [X] West

C NW NE Spot Location / QQQQ County: SEWARD

4620 Feet (in exact footage) From [ ] North / [X] South (from nearest outside section corner) Line of Section (Not Lease Line)

1980 Feet (in exact footage) From [X] East / [ ] West (from nearest outside section corner) Line of Section (Not Lease Line)

Check One: [ ] Oil Well [ ] Gas Well [X] D&A [ ] Cathodic [ ] Water Supply Well
[ ] SWD Docket # [ ] ENHR Docket # [ ] Other:

Conductor Casing Size: - Set at: - Cemented with: - Sacks

Surface Casing Size: 8 5/8 Set at: 1557' Cemented with: CIRCULATED Sacks

Production Casing Size: 4 1/2 Set at: 2650 Cemented with: 150 Sacks

List (ALL) Perforations and Bridgeplug Sets: 2492-2504, 2452-62 & 2420-26 ALL SQUEEZED OFF
2480-90 CIBP @ 2461 - PERF 2451-61 and 2419-25

Elevation: 2599 ( [ ] G.L. / [X] K.B. ) T.D.: 2711 PBTD: 2461 Anhydrite Depth: 1580-1650 (Stone Corral Formation)

Condition of Well: [X] Good [ ] Poor [ ] Casing Leak [ ] Junk in Hole

Proposed Method of Plugging (attach a separate page if additional space is needed): AS PER KCC RULES & REGULATIONS

Is Well Log attached to this application as required? [ ] Yes [X] No Is ACO-1 filed? [X] Yes [ ] No

If not explain why? ORIGINALLY THIS WAS A WASH DOWN AND NO LOG AVAILABLE.

Plugging of this Well will be done in accordance with K.S.A. 55-101 et. seq. and the Rules and Regulations of the State Corporation Commission.

List Name of Company Representative authorized to be in charge of plugging operations: JACK H. VAUGHN
ELDER & VAUGHN, INC. Phone: (405) 842-8877

Address: P.O. BOX 18938 City / State: OKLAHOMA CITY, OK 73154

Plugging Contractor: SARGENT & HORTON PLUGGING INC. (Company Name) KCC License #: 31151

Address: RT. 1 BOX 49 BA TYRONE, OK 73951 Phone: (580) 854-6515 (Contractor's)

Proposed Date and Hour of Plugging (if known?): 11-1-04

Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent

Date: 9/29/04 Authorized Operator / Agent: [Signature] (Signature)

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202



KANSAS

CORPORATION COMMISSION

Kathleen Sebelius, Governor    Brian J. Moline, Chair    Robert E. Krehbiel, Commissioner    Michael C. Moffet, Commissioner

**NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)**

Elder & Vaughn Inc  
PO Box 18938  
Oklahoma City, OK 73118

October 04, 2004

Re: ARKALON #1-27  
API 15-175-20841-00-01  
NWNW 27-33S-32W, 4620 FSL 1980 FEL  
SEWARD COUNTY, KANSAS

Dear Operator:

This letter is to notify you that the Conservation Division is in receipt of your plugging proposal, form CP-1, for the above-captioned well.

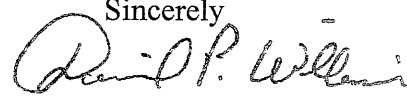
Your CP-1 has been reviewed by the Conservation Division central office for completeness and to verify license numbers. The plugging proposal will now be forwarded to the district office listed below for review of your proposed method of plugging.

**Please contact the district office for approval of your proposed plugging method at least five (5) days before plugging the well, pursuant to K.A.R. 82-3-113 (b). If a workover pit will be used during the plugging of the well it must be permitted. A CDP-1 form must be filed and approved prior to the use of the pit.**

The Conservation Division's review of form CP-1, either in the central or district office, does not include an inquiry into well ownership or the filing operator's legal right to plug the well.

**This notice in no way constitutes authorization to plug the above-captioned well by persons not having legal rights of ownership or interest in the well. This notice is void after ninety (90) days from the above date.**

District: #1  
210 E Frontview, Suite A  
Dodge City, KS 67801  
(620) 225-8888

Sincerely  
  
David P. Williams  
Production Supervisor