For KCC Use: 6-20-05 Effective Date:

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 December 2002

Form must be Typed District # NOTICE OF INTENT TO DRILL Form must be Signed SGA? Yes All blanks must be Filled Must be approved by the K.C.C. five (5) days prior to commencing well Expected Spud Date JULY 2005 15 Spot ☐ Fast S/2 - SW - SW Sec. 4 Twp. 32 S.R. 15 West
 West
 West
 West
 Nest
 Nes feet from N/NS Line of Section (7.30.05) feet from E / W Line of Section OPERATOR: License # 3842 LARSON OPERATING COMPANY A DIVISION OF LARSON ENGINEERING, INC. Name: Is SECTION X Regular Irregular? 562 WEST HIGHWAY 4 Address: (Note: Locate well on the Section Plat on Reverse Side) City/State/Zip: OLMITZ, KS 67564-8561 Contact Person: TOM LARSON County: Phone: (620) 653-7368 Lease Name: MARSH Well #: Field Name: WILDCAT CONTRACTOR: License # 5929 Is this a Prorated / Spaced Field? Name: DUKE DRILLING CO., INC. Target Formation(s): DOUGLAS SAND, MISSISSIPPI Nearest Lease or unit boundary: Well Drilled For: Well Class: Type Equipment: Ground Surface Elevation: feet MSI Oil ☐ Enh Rec ☐ Infield Mud Rotary Water well within one-quarter mile: ⊠ No ☐ Yes Gas ☐ Storage Pool Ext. ☐ Air Rotary Public water supply well within one mile: ☐ Yes ⊠ No OWWO Disposal 150 Cable Depth to bottom of fresh water: Seismic; # of Holes Other 180 Depth to bottom of usable water: Other Surface Pipe by Alternate: X 1 Length of Surface Pipe Planned to be set: If OWWO: old well information as follows: Length of Conductor pipe required: NONE Operator: Projected Total Depth: 5000' Well Name: Formation at Total Depth: MISSISSIPPI Original Completion Date: Original Total Depth: Water Source for Drilling Operations: ☐ Well ☐ Farm Pond Other WATER HAULER Yes No Directional, Deviated or Horizontal wellbore? DWR Permit #: If yes, true vertical depth: (Note: Apply for Permit with DWR) Bottom Hole Location: Will Cores Be Taken? ☐ Yes ☒ No KCC DKT#: If yes, proposed zone: **AFFIDAVIT** RECEIVED The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-101, et. seq. JUN - 8 2005 It is agreed that the following minimum requirements will be met: 1. Notify the appropriate district office prior to spudding of well; KCC WICHITA 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 a 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 spud date or the well shall be plugged. In all cases, NOTIFY district office prior to any cementing. I hereby certify that the statements made herein are true and to the best of my knowledge and belief. 06/07/2005 Signature of Operator or Agent. Remember to: File Drill Pit Application (Form CDP-1) with Intent to Drill; For KCC use ONLY API#15- 007- 22908.00.00 File Completion Form ACO-1 within 120 days of spud date; File acreage attribution plat according to field proration orders; Conductor pipe required N ○ N € Notify appropriate district office 48 hours prior to workover or re-entry; Minimum surface pipe required ____ Submit plugging report (CP-4) after plugging is completed; Approved by 258 6.15.05 Obtain written approval before disposing or injecting salt water. This authorization expires:_ If this permit has expired (See: authorized expiration date) please

check the box below and return to the address below.

Date:

☐ Well Not Drilled – Permit Expired Signature of Operator or Agent: _

(This authorization void if drilling not started within 6 months of effective date.)

____ Agent:_

Spud date:

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

Plat of Acreage attributable to a well in a prorated or spaced field

If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please show all the wells and within 1 mile of the boundaries of the proposed acreage attribution unit for gas wells and within ½ mile of the boundaries of the proposed acreage attribution unit for oil wells.

API No. 15 - LARSON OPERATING COMPANY Operator: A DIVISION OF LARSON ENGINEERING, INC. Lease: MARSH	Location of Well: County: BARBER 330 feet from N/ S Line of Section 660 feet from E / W Line of Section
Well Number: 1-4	Sec. 4 Twp. 32 S. R. 15 ☐ East ☒ Wes
Field: WILDCAT	Is Section: Regular or Irregular
Number of Acres attributable to well: 160	
QTR / QTR of acreage:	SW If Section is Irregular, locate well from nearest corner boundary. Section corner used: NE NW SE SW PLAT shade attributable acreage for prorated or spaced wells.)
•	to the nearest lease or unit boundary line.)
DADDED	RECEIVED
BARBER	JUN - 8 2005
	KCC WICHITA
	EXAMPLE .

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.
- 2. The distance of the proposed drilling location from the section's south / north and east / west.
- 3. The distance to the nearest lease or unit boundary line.
- 4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (CO-7 for oil wells; CG-8 for gas wells).



CORPORATION COMMISSION

KATHLEEN SEBELLUS, GOVERNOR

BRIAN J. MOLINE, CHAIR

ROBERT E. KREHBIEL, COMMISSIONER

MICHAEL C. MOFFET, COMMISSIONER

June 15, 2005

Mr. Tom Larson Larson Operating Co. 562 West Highway 4 Olmitz, KS 67564-8561

RE: Drilling Pit Application Marsh Lease Well No. 1-4 SW/4 Sec. 04-32S-15W Barber County, Kansas

Dear Mr. Larson:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed <u>without slots</u>, 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 the Hutchinson Salt section has been drilled through and displacement of the fluids into the reserve pit has occurred. The fluids should be removed again as soon as practical after drilling operations have ceased.

If production casing is set all completion fluids shall be removed on a daily basis.

The fluids should be taken to an authorized disposal well. Please call the District Office at (620) 225-8888 when the fluids have been removed. Also please file the enclosed CDP-5 form, Surface Pond Waste Transfer, 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 undersigned at the above address.

Sincerely,

Kathy Haynes

Environmental Protection and Remediation Department

cc: S Durrant