

RECEIVED
AUG 29 2005
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 # 15-159-21652-00-00 (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 9/7/83.

Well Operator: Resource Operations, Inc. KCC License #: 30364
(Owner/Company Name) (Operator's)

Address: P.O. Box 9487 City: Tulsa

State: Oklahoma Zip Code: 74157 Contact Phone: (918) 446-6114

Lease: Chappelle Well #: 1 Sec. 20 Twp. 19 S. R. 9 East West

N 8E - NE - SE Spot Location / QQQQ County: Rice

1980 Feet (in exact footage) From North / South (from nearest outside section corner) Line of Section (Not Lease Line)

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

Check One: Oil Well Gas Well 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: 224' Cemented with: 180 Sacks

Production Casing Size: 5 1/2" Set at: 3330' Cemented with: 325 Sacks

List (ALL) Perforations and Bridgeplug Sets: 3322' - 3224', 3230' - 3232', 3263' - 3265'

Elevation: 1719 (G.L. / K.B.) T.D.: 3331 PBTD: _____ Anhydrite Depth: _____
(Stone Corral Formation)

Condition of Well: Good Poor Casing Leak Junk in Hole

Proposed Method of Plugging (attach a separate page if additional space is needed): Plug according to the rules and regulations of the Kansas Corporation Commission

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

If not explain why? _____

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: Tom Rose

Phone: (620) 938-2982

Address: P.O. Box 466 City / State: Chase, KS 67524

Plugging Contractor: Mike's Testing & Salvage, Inc. KCC License #: 31529

Address: 312 S. Main, P.O. Box 467, Chase, KS Phone: (620) 938-2943
67524 (Contractor's)

Proposed Date and Hour of Plugging (if known?): ASAP

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

Date: 8/17/05 Authorized Operator / Agent: _____
(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)

Resource Operations, Inc.
Box 9487
Tulsa, OK 74157

August 31, 2005

Re: CHAPPELL #1
API 15-159-21652-00-00
NENESE 20-19S-9W, 1994 FSL 409 FEL
RICE 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.

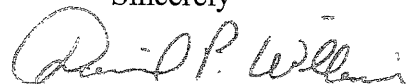
Your CP-1 has been reviewed by the Conservation Division central office for completeness and to verify license numbers. The plugging proposal will now be forwarded to the district office listed below for review of your proposed method of plugging.

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.

Sincerely



David P. Williams
Production Supervisor

District: #2
3450 N. Rock Road, Suite 601
Wichita, KS 67226
(316) 630-4000