RECEIVED KANSAS CORPORATION COMMISSION

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

APR 1 3 2006

Form C-1 December 2002

NOTICE OF INTENT TO DRILL CONSERVATION DIVISION All blanks must be Filled

Form must be Typed

Must be approved by KCC five (5) days prior to commencing well KCHITA, KS April 21, 2006 Expected Spud Date __ Spot 190' W. 30' S of East day vear West 1350' FNL feet from VN / S Line of Section OPERATOR: License# 33168 WOOLSEY OPERATING COMPANY, LLC VE/ feet from W Line of Section 125 N. Market, Suite 1000 Is SECTION _ _Regular _____Irregular? Wichita, Kansas 67202 City/State/Zip: _ (Note: Locate well on the Section Plat on reverse side) Dean Pattisson Contact Person:_ County: 316-267-4379 ext 107 MICHEL 'A' Well #:_1 Phone: Lease Name: -Stranathan Field Name: CONTRACTOR: License#-Is this a Prorated / Spaced Field? Yes No Duke Drilling Co., Inc. Target Formation(s): Mississippian 1290 Nearest Lease or unit boundary: Well Drilled For: Well Class: Type Equipment: Ground Surface Elevation: _ feet MSI V Oil V Infield ~ ✓ Mud Rotary • Enh Rec Water well within one-quarter mile: Yes V No ✓ Gas Storage Pool Ext. Air Rotary Public water supply well within one mile: Yes No CAWAD Disposal Wildcat Cable Depth to bottom of fresh water: Seismic: Other 180 Depth to bottom of usable water: Other Surface Pipe by Alternate: 1 250' Length of Surface Pipe Planned to be set If OWWO: old well information as follows: n/a Length of Conductor Pipe required: Operator: Projected Total Depth: ___5300' Well Name: Formation at Total Depth: Arbuckle Original Completion Date: Original Total Depth: Water Source for Drilling Operations: Other To be hauled Directional, Deviated or Horizontal wellbore? Yes 🗸 No Well Farm Pond If Yes, true vertical depth: DWR Permit #: _ Bottom Hole Location: (Note: Apply for Permit with DWR) KCC DKT #1 Will Cores be taken? Yes 🗸 No * Pooling clause attached. 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. 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;

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.

I hereby certify that the statements made herein are true and to the best of my knowledge and belief

Signature of Operator or Agent:_

Brian Wilhite
For KCC Use ONLY
API # 15 - 007-23010-0000
Conductor pipe required None feet
Minimum surface pipe required 200 feet per Alt 1 Y
Approved by: Put 4/4-06
This authorization expires: 10-14-06
(This authorization void if drilling not started within 6 months of approval date.)
Spud date:Agent:

For KCC Use:

Effective Date

Yes X No

District #

Date:

Remember to:

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;

Obtain written approval before disposing or injecting salt water.

If this permit has expired (See: authorized expiration date) please check the box below and return to the address below.

Wall Nat	Dallad	- Permit E	!	
 Well Not	Drilled	- Permit E	kpired .	

Signature of Operator or Agent: Date:

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

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

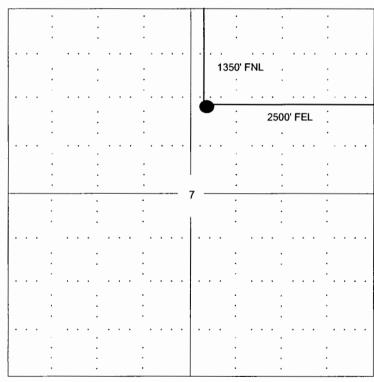
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please show all the wells and within 1 mile of the boundaries of the proposed acreage attribution unit for gas wells and within 1/2 mile of the boundaries of the proposed acreage attribution unit for oil wells.

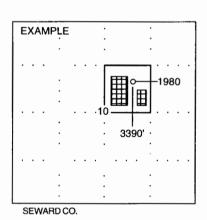
API No. 15 - 007-23010-0000	Location of Well: County: Barber
Operator: WOOLSEY OPERATING COMPANY, LLC	
Lease: MICHEL 'A'	1350' FNL feet from VN / S Line of Section 2500' FEL feet from VE / W Line of Section
Well Number: 1	Sec. 7 Twp. 34 S. R. 11 East Wes
Field: Stranathan	
Number of Acres attributable to well: QTR / QTR of acreage: W2 - W2 - NE	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 and shade attributable acreage for prorated or spaced wells.)

(Show footage to the nearest lease or unit boundary line.)





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 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: (C0-7 for oil wells; CG-8 for gas wells).

Kansas Corporation Commission Oil & Gas Conservation Division

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Woolsey Operating Company, LLC			License Number: 33168					
Operator Address: 125 N. Market, Suite 1000, Wichita, Kansas 67202								
Contact Person: Carl W. Durr			Phone Number: (620) 886 - 5606 ext 27					
Lease Name & Well No.: MICHEL A-1			Pit Location (QQQQ):					
Type of Pit: Pit is:			Appx _ W2 _ WE _ NE					
Emergency Pit Burn Pit	✔ Proposed [Sec. 7 Twp. 34 R. 11						
Settling Pit Prilling Pit If Existing, date constructed:			1350' FNL Feet from V North / South Line of Section					
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit capacity:		2500' FEL Feet from Feet F					
Is the pit located in a Sensitive Ground Water	Aroa? Vos 🗇	-No	County					
is the pit located in a Sensitive Ground water	Area? res	110	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)					
Is the bottom below ground level?	Artificial Liner? ☐ Yes ✓ N	In	How is the pit lined if a plastic liner is not used?					
			Clays from mud will provide sealer.					
The dimensions (an est tremming pine).	O Length (fee		Width (feet) N/A: Steel Pits 4 (feet)					
	om ground level to dee							
If the pit is lined give a brief description of the material, thickness and installation procedure			edures for periodic maintenance and determining functioning any special monitoring.					
	i	Monitor pi	its until thoroughly dry	MMISSIC				
			APR 1 3 2006	į.				
			COMP					
			CONSERVATION DIVISION WICHTAKS					
Distance to nearest water well within one-mile	of pit	Depth to shallo Source of infor	west fresh water39feet.					
Distance to nearest water well within one-mile 3157 feet Depth of water well		Source of infor	west fresh water39feet.					
		Source of infor	west fresh water 39 feet. mation:					
3157_feet Depth of water well		Source of informeasu Drilling, Worke	west fresh water39feet. mation:					
		Drilling, Work Type of material Number of wor	west fresh water39feet. mation:)S-				
3157 feet Depth of water well	53 feet	Source of informeasu Drilling, Worke Type of material	west fresh water39feet. mation:	ON:				
	53 feet	Drilling, Work Type of materia Number of wor Abandonment	west fresh water	NO-007				
Barrels of fluid produced daily: Depth of water well 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	53 feet	Drilling, Work Type of materia Number of wor Abandonment Drill pits must t	west fresh water	NO-007				
Barrels of fluid produced daily: Does the slope from the tank battery allow all flow into the pit? Producing Formation: Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all flow into the pit? Yes No	53 feet	Drilling, Work Type of materia Number of wor Abandonment Drill pits must t	west fresh water	NO-007				
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Barrels of fluid produced daily: Does the slope from the tank battery allow all flow into the pit? I hereby certify that the above state 4/14/06	spilled fluids to	Drilling, Work Type of materia Number of wor Abandonment Drill pits must be	west fresh water)S-				
Barrels of fluid produced daily: Does the slope from the tank battery allow all flow into the pit? I hereby certify that the above state 4/14/06	spilled fluids to ments are true and co	Drilling, Work Type of materia Number of wor Abandonment Drill pits must be	west fresh water	N-007				



CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR

BRIAN J. MOLINE, CHAIR
ROBERT E. KREHBIEL, COMMISSIONER
MICHAEL C. MOFFET, COMMISSIONER

April 13, 2006

Mr. Dean Pattisson Woolsey Operating Company, LLC 125 N. Market Ste 1000 Wichita, KS 67202

RE: Drilling Pit Application Michel A Lease Well No. 1 NE/4 Sec. 07-34S-11W Barber County, Kansas

Dear Mr. Pattisson:

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. Please keep the pits on the hill away from the draw.

If production casing is set all completion fluids shall be removed from the working pits daily.

NO 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 (620) 225-8888 when the fluids have been removed. Please file form CDP-5 (August 2004), Exploration and Production Waste Transfer, within 30 days of fluid removal. Conservation division forms are available through our office and on the KCC web site: www.kcc.state.ks.us/conservation/forms.

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

Kath Haynes

Environmental Protection and Remediation Department

cc: S Durrant