

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

WELL PLUGGING APPLICATION

Please TYPE Form and File ONE Copy

RECEIVED  
MAY 30 2006  
KCC WICHITA

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

API # 15 - 145-20346 -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 10-20-1974

Well Operator: Smokey Valley Resources KCC License #: 32081  
(Owner / Company Name) (Operator's)

Address: PO Box 209 City: Dexter

State: Kansas Zip Code: 67038 Contact Phone: ( 620 ) 894 - 0212

Lease: Dixon Well #: 3 Sec. 17 Twp. 20 S. R. 20  East  West

SW - NE - NW - SW - SW Spot Location / QQQQ County: Pawnee  
Previous CPI - KCC - Dig - SW

2310 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: 3/9 Cemented with: 185 Sacks

Production Casing Size: 5 1/2 Set at: 4355 Cemented with: 150 Sacks

List (ALL) Perforations and Bridgeplug Sets: 4355 to 4365 open hole

Elevation: 2220 ( G.L. /  K.B.) T.D.: \_\_\_\_\_ PBTD: 4365 Anhydrite Depth: 1398  
(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 the well to the rules and regulations of the K.C.C.

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: \_\_\_\_\_

George Saling Phone: ( 620 ) 894 - 0212

Address: PO Box 209 City / State: Dexter

Plugging Contractor: Mike's Testing & Salvage KCC License #: 31529  
(Company Name) (Contractor's)

Address: Chase, Ks. 67524 Phone: ( 620 ) 938 - 2943

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

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

Date: 5-22-06 Authorized Operator / Agent: George Saling  
(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)**

Smokey Valley Resources, Inc.  
PO Box 209  
Dexter, KS 67038

May 31, 2006

Re: DIXON #3  
API 15-145-20346-00-00  
NWNWSW 17-20S-20W, 2310 FSL 330 FWL  
PAWNEE 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.

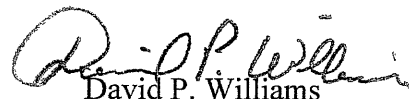
Your CP-1 has been reviewed by the Conservation Division central office for completeness and to verify license numbers. The plugging proposal will now be forwarded to the district office listed below for review of your proposed method of plugging.

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