

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING APPLICATION
Please TYPE Form and File ONE Copy

RECEIVED

JUN 28 2006

KCC WICHITA

Form CP-1

September 2003

This Form must be Typed

Form must be Signed

All blanks must be Filled

API # 15 - 017-20847-00-00 (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 11-5-2003

Well Operator: Penn Virginia Oil & Gas Corporation KCC License #: 33209

(Owner/Company Name) (Operator's)

Address: 2550 East Stone Drive City: Kingsport

State: TN Zip Code: 37660 Contact Phone: (423) 723 - 0230

Lease: Mercer 27-2 Well #: 2 Sec. 27 Twp. 21 S. R. 6 East West

80'E + 60'N

NW4 - NE4 Spot Location / QQQQ County: Chase

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

1900 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: 229 Cemented with: 165 Sacks

Production Casing Size: 5 1/2 Set at: 3532 Cemented with: 200 Sacks

List (ALL) Perforations and Bridgeplug Sets: 3128-3131; 3164-3166; 3169-3172; 3176-3178; 3181-3183; 3193-3206

Elevation: 1325 (G.L. / K.B.) T.D.: 3550 PBTD: 3531 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): POOH with pump and rods. Set tubing @ 3128'. Pump 50' of cement.

Pull out and lay down tubing. Perf well @ 229'. Circulate cement form 229' to surface. Cut off and cap well

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: Richard Waddell

Penn Virginia Oil & Gas Corporation Phone: (423) 723 - 0230

Address: 2550 East Stone Drive City / State: Kingsport, TN

Plugging Contractor: Pratt Well Service KCC License #: 5893

(Company Name)

(Contractor's)

Address: Box 847, Pratt, Kansas 67124 Phone: (620) 672 - 2531

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

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

Date: 6-22-06 Authorized Operator / Agent: Richard Waddell

(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)

Penn Virginia Oil & Gas Corporation
2550 East Stone Drive, Suite 110
Kingsport, TN 37660

June 29, 2006

Re: MERCER 27-2 #2
API 15-017-20847-00-00
NWNE 27-21S-6E, 600 FNL 1900 FEL
CHASE 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: #2
3450 N. Rock Road, Suite 601
Wichita, KS 67226
(316) 630-4000

Sincerely


David P. Williams
Production Supervisor