Kansas Corporation Commission OIL & GAS CONSERVATION DIVISION

WELL PLUGGING APPLICATION

RECEIVED

JUN 2 8 2006 This Form must be Typed Form must be Signed

Form CP-1

KCC WICHITA blanks must be Filled Please TYPE Form and File ONE Copy

API # 15 - 017-20851 - 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 11-12-2003 Well Operator: Penn Virginia Oil & Gas Corporation KCC License #: 33209 (Owner / Company Name) Address: 2550 East Stone Drive __ _{City:}_Kingsport Contact Phone: (423) 723 - 0230 State:_TN _ Zip Code: <u>37</u>660 Sec. 26 Twp. 21 S. R. 6 V East West Mercer 26-4 Lease: County:_Chase NW4 NW4 Spot Location / QQQQ 700 Feet (in exact footage) From ✓ North / South (from nearest outside section corner) Line of Section (Not Lease Line) 750 East / V West (from nearest outside section corner) Line of Section (Not Lease Line) Feet (in exact footage) From Check One: Oil Well ✓ Gas Well Cathodic Water Supply Well SWD Docket # ENHR Docket # _ Conductor Casing Size:_ Cemented with: Surface Casing Size: 8 5/8 Set at: 3441 Production Casing Size: 5 1/2 Cemented with: 200 List (ALL) Perforations and Bridgeplug Sets: 3246-3250; 3253-3256; 3285-3289; 3292-3297; 3300-3302 Elevation:____1359 (VG.L./ K.B.) T.D.: 3450 ____ _{PBTD:} 3440 Anhydrite Depth: (Stone Corral Formation) Condition of Well: ✓ Good Junk in Hole Proposed Method of Plugging (attach a separate page if additional space is needed): POOH with pump and rods. Set tubing @ 3246'. Pump 50' of cement. Pull out and lay down tubing. Perf well @ 210'. Circulate cement form 210' 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.

Penn Virginia Oil & Gas Corporation Phone: (423) 723 Address: 2550 East Stone Drive City / State: Kingsport, TN Plugging Contractor: Pratt Well Service (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,

List Name of Company Representative authorized to be in charge of plugging operations: Richard Waddell

Date: 6 - 22-06 Authorized Operator / Agent: 4

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 26-4 #3

API 15-017-20851-00-00

NWNW 26-21S-6E, 700 FNL 750 FWL

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

David P. Williams

Production Supervisor