| For KCC Use: | 8-15-06 |
|-------------------|----------|
| Effective Date: _ | 8-13-04 |
| District # | <u>L</u> |
| SGA? X Yes | ☐ No |

Kansas Corporation Commission Oil & Gas Conservation Division

Form C-1
December 2002
Form must be Typed
Form must be Signed
All blanks must be Filled

NOTICE OF INTENT TO DRILL

| Must be approved by KCC five | e (5) days prior to commencing well | All blanks must be Filled |
|---|---|---|
| Expected Spud Date August 14, 2006 | Spot 210' N. & 110' E. of | , . |
| month day year | NW NW SE Sec. 19 Twp. 21 | East V West |
| OPERATOR: Licensett 5056 V | 2520 sec. twp | |
| OPERATOR: License# 5056 V Name: F.G. Holl Company, L.L.C. | 2200 feet from E / | |
| Address, 9431 E. Central, Suite 100 | is SECTION Regular Irregular? | Elito oi dedilati |
| City/State/Zip: Wichita, Kansas 67206-2563 | | |
| Contact Person: Franklin R. Greenbaum | (Note: Locate well on the Section Plat or County: Stafford | i reverse side) |
| Phone: (316) 684-8481 | Lease Name: BAUER "A" | Weli #: 1-19 |
| 1 | Field Name: Wildcat | vveii # |
| CONTRACTOR: License# 33323 | Is this a Prorated / Spaced Field? | Yes No |
| Name: Petromark Drilling, L.L.C., Rig #2 | Target Formation(s): Chase and Council Grove | |
| Molt Drillard Fore Malt Classes Time Ferriaments | Nearest Lease or unit boundary: 120' | |
| Well Drilled For: Well Class: Type Equipment: | Ground Surface Elevation: 1950 | feet MSL |
| Oil Enh Rec Infield Mud Rotary | Water well within one-quarter mile: | Yes VNo |
| Gas Storage Pool Ext. Air Rotary | Public water supply well within one mile: | Yes No |
| Cable | Depth to bottom of fresh water: 200' | |
| Seismic; # of Holes Other | Depth to bottom of usable water: 289'2'40 | |
| Other | Surface Pipe by Alternate: 🗸 1 🗀 2 | ✓ |
| If OWWO: old well information as follows: | Length of Surface Pipe Planned to be set: 850 | - |
| Operator: | Length of Conductor Pipe required: None | |
| Well Name: | Projected Total Depth: 2850 | |
| Original Completion Date: Original Total Depth: | Formation at Total Depth: Tarkio | |
| Directional, Deviated or Horizontal wellbore? Yes ✓ No | Water Source for Drilling Operations: | |
| If Yes, true vertical depth: | Well Farm Pond Other | |
| | DWR Permit #: (Contractor will apply) | |
| Bottom Hole Location: | (Note: Apply for Permit with DWF | |
| Declaration of Unit Attached | Will Cores be taken? | Yes ✓ No |
| | If Yes, proposed zone: | RECEIVED |
| The undersigned hereby affirms that the drilling, completion and eventual p | 1000 | SAS CORPORATION COMMISS |
| It is agreed that the following minimum requirements will be met: | bidgging of this well will comply with K.S.A. 35 et. seq. | AUG 0 9 2006 |
| | | A00 0 3 Z000 |
| Notify the appropriate district office <i>prior</i> to spudding of well; A copy of the approved notice of intent to drill <i>shall be</i> posted on ea | ach drilling rig: | CONSERVATION DIVISION |
| 3. The minimum amount of surface pipe as specified below <i>shall be s</i> | et by circulating cement to the top; in all cases surface | ce pipe WiGhiThe KA |
| 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 The appropriate district office will be notified before well is either plu | | ary prior to plugging ; |
| The appropriate district office will be notified before well is entirer plu But an ALTERNATE II COMPLETION, production pipe shall be cement | | 0 days of soud date |
| Or pursuant to Appendix "B" - Eastern Kansas surface casing order | | |
| must be completed within 30 days of the spud date or the well shall | be plugged. In all cases, NOTIFY district office pr | ior to any cementing. |
| I hereby certify that the statements made herein are true and to the best | Prophrowledge and belief. | |
| Date: 08/09/2006 Signature of Operator or Agent: | Title: Explora | ition Manager |
| Date: 08/09/2006 Signature of Operator or Agent: | Title: Explore | tion Manager |
| | Remember to: | |
| For KCC Use ONLY | - File Drill Pit Application (form CDP-1) with Intent to | |
| For KCC Use ONLY API # 15 - 185-23375-0000 | - File Completion Form ACO-1 within 120 days of | |
| Conductor pipe required None feet | File acreage attribution plat according to field pro Notify appropriate district office 48 hours prior to | |
| Minimum surface pipe required 260 feet per Alt. (1) | Submit plugging report (CP-4) after plugging is c | • |
| Approved by: Cit 8-10-06 | - Obtain written approval before disposing or inject | ing salt water. |
| Approved by: 1 3 4 - 10- D7 | - If this permit has expired (See: authorized expirat | 9, |
| This authorization expires: 2-10-07 | check the box below and return to the address b | 1 |
| (This authorization void if drilling not started within 6 months of approval date.) | Well Not Drilled - Permit Expired | 1 |
| Spud date: Agent: | Signature of Operator or Agent: | |
| | Ď-1- | > |

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 - 15-185-23375-0000 | Location of Well: County: Stafford |
|--|--|
| Operator: F.G. Holl Company, L.L.C. | |
| Lease: BAUER "A" | |
| Well Number: 1-19 | Sec. 19 Twp. 21 S. R. 14 ☐ East ✔ West |
| Field: Wildcat | |
| Number of Acres attributable to well: | Is Section: Regular or Irregular |
| QTR / QTR / QTR of acreage: NW - NW - SE | 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.)

| | | · · · · · · · · · · · · · · · · · · · | |
|---|---------|---------------------------------------|---------------------------------------|
| | | | |
| | | | RECEIVED KANSAS CORPORATION COMMISSIO |
| | | | AUG 0 9 2006 |
| | | | CONSERVATION DIVISION WICHITA, KS |
| · · · · · · · · · · · · · · · · · · · | 19 | · | EXAMPLE · · |
| | o | 2200 ' | |
| · · · · · · · · · · · · · · · · · · · | | | 1980 |
| · | | | 3390′ |
| | | | |
| · · · · · · · · · · · · · · · · · · · | 2520 ". | · · · · · · · · · · · · · · · · · · · | SEWARD CO. |

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: F.G. Holl Company, L.L.C. | | | License Number: 5056 | | |
|--|---------------------------|---------------------------------|--|------------------|--|
| Operator Address: 9431 E. Cen | itral, Suite 1 | 00, Wich | ita, Kansas 67206-2563 | | |
| Contact Person: Franklin R. Greenbaum | | | Phone Number: (316) 684 - 8481 | | |
| Lease Name & Well No.: BAUER "A | | | Pit Location (QQQQ): | | |
| Type of Pit: | | | | | |
| Emergency Pit Burn Pit | ✓ Proposed | Existing | Sec. 19 Twp. 21S R. 14 East 🗸 V | West | |
| Settling Pit Drilling Pit | If Existing, date c | onstructed: | Feet from North / 🗸 South Line of | of Section | |
| Workover Pit Haul-Off Pit | Dit conseits | | 2200 Feet from 🗸 East / 🗍 West Line of | Ī | |
| (If WP Supply API No. or Year Drilled) | Pit capacity: 500 | (bbls) | Stafford | | |
| Is the pit located in a Sensitive Ground Wate | | \ | Chloride concentration: | | |
| is the pictodated in a deficility cream water | 17110a. [29] 100 |] 1,00 | (For Emergency Pits and Settling Pits only) | | |
| Is the bottom below ground level? Yes No | Artificial Liner? | No | How is the pit lined if a plastic liner is not used? | | |
| Pit dimensions (all but working pits): | 50 Length (fe | _{eet)} 150 | Width (feet) N/A: Steel | Pits | |
| | from ground level to de | | | | |
| | | | KANSAS CORPORATION AUG 0 9 CONSERVATION | 2006 DIVISION | |
| | | Depth to shallowest fresh water | | | |
| | | measu | redwell owner electric logK | .DWR | |
| | | | Drilling, Workover and Haul-Off Pits ONLY: | | |
| | | | al utilized in drilling/workover: Fresh Mud | | |
| | | | Number of working nits to be utilized: | | |
| Barrels of fluid produced daily: | | Abandonment | procedure: Backfill rotary pits and smooth locat | 10 | |
| Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No | | Drill pits must I | pe closed within 365 days of spud date. | | |
| I hereby certify that the above stat | ements are true and | correct to the bes | t of my knowledge and belief. | | |
| 08/09/2006 | | E.h. | Franklin R. Greenbaum | | |
| Date | | S | ignature of Applicant or Agent | | |
| | KCC | OFFICE USE O | NLY SEA | sac | |
| Date Received: 8 9 06 Permit Nur | nber: | Perm | it Date: ೪ ರ ರ Lease Inspection: 🗶 Yes [| No | |



CORPORATION COMMISSION

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

August 10, 2006

Mr. Frank R. Greenbaum F.G. Holl Company, LLC 9431 E. Central Ste 100 Wichita, KS 67206-2563

Re: Drilling Pit Application

Bauer A Lease Well No. 1-19 SE/4 Sec. 19-21S-14W Stafford County, Kansas

Dear Mr. Greenbaum:

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.

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 Havnes

Department of Environmental Protection and Remediation

cc: File