STATE OF KANSAS KANSAS CORPORATION COMMISSION CONSERVATION DIVISION 130 South Market - Room 2078 Wichita, Kansas 67202

FORM CP-1 (3/92)

WELL PLUGGING APPLICATION FORM (PLEASE TYPE FORM and File ONE Copy)

API # 15-015-23,270 0000 (Identifier number of this well). This must be listed for wells drilled since 1967; if no API# was issued, indicate spud or completion date. WELL OPERATOR ____Petroleum Management, Inc. _____ KCC LICENSE # 5242 (owner/company name) (operator's (operator's) CITY Wichita ADDRESS 14201 East Central STATE Kansas ZIP CODE 67230 CONTACT PHONE # (316) 733-5600 LEASE Ferrell B WELL# 1 SEC. 32 -T28S -R.08 (East/xxxx) NW SE NE SPOT LOCATION/QQQQ COUNTY Butler 3630 FEET (in exact footage) FROM S/X (circle one) LINE OF SECTION (NOT Lease Line) 990 FEET (in exact footage) FROM E/X (circle one) LINE OF SECTION (NOT Lease Line) Check One: OIL WELL x GAS WELL D&A SWD/ENHR WELL DOCKET# CONDUCTOR CASING SIZE _____ SET AT ____ CEMENTED WITH ____ SACKS SURFACE CASING SIZE ___8-5/8_ SET AT ___245_ CEMENTED WITH ___140_ SACKS PRODUCTION CASING SIZE 5-1/2 SET AT 3140 CEMENTED WITH 225 SACKS LIST (ALL) PERFORATIONS and BRIDGE PLUG SETS: OH 3140-3152' T.D. 3152 PBTD 3152 ANHYDRITE DEPTH NONE ELEVATION 1630 KB (G.L./K.B.) (Stone Corral Formation) CONDITION OF WELL: GOOD X POOR CASING LEAK JUNK IN HOLE PROPOSED METHOD OF PLUGGING Spot 50 ft. cement plug at TD. Shoot and pull casing. Run coiled tubing to 250' and cement to surface. (If additional space is needed attach separate page) IS WELL LOG ATTACHED TO THIS APPLICATION AS REQUIRED? YES IS ACO-1 FILED? YES 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: PHONE# (316) 733-4798____ Gary L. Reed ADDRESS 14200 Brookline Ct. City/State _Wichita, KS 67230 KCC LICENSE # 6957 PLUGGING CONTRACTOR B.P.C. Well Plugging (company name) (contractor's) ADDRESS P.O. Box 282 Burden, KS 67019 PHONE # (620) 438-2856 PROPOSED DATE AND HOUR OF PLUGGING (If Known?) __As meets pluggers schedule 500002-12:00000 PAYMENT OF THE PLUGGING FEE_(K.A.R. 82-3-118) WILL BE GUARANTEED BY OPERATOR XXXXXXXX DATE: 04/2/02 AUTHORIZED OPENED/AGENT: Son, The # Well already plugged - Kee-Dig

KCC WICHITA



Kansas Corporation Commission

Bill Graves, Governor John Wine, Chair Cynthia L. Claus, Commissioner Brian J. Moline, Commissioner

NOTICE OF RECEIPT OF WELL PLUGGING APPLICATION (CP-1)

Petroleum Management, Inc. 14201 East Central Wichita, KS 67230-1515

April 03, 2002

Re: FERRELL B #1

API 15-015-23270-00-00

NWSENE 32-28S-8E, 3630 FSL 990 FEL

BUTLER 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

130 S. Market, Room 2125

Wichita, KS 67202-3208

(316) 337-6231

David P. Williams

Production Supervisor