RESCRIVED NSAS CORPORATION COMMISSION

NOV 1 3 2006

CONSERVATION DIVISION WICHITA, KS

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

WELL PLUGGING APPLICATION

Please TYPE Form and File ONE Copy

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

Well Operator: Merit Energy Company	KCC License #: 32446
(Owner / Company Name)	City: Dallas
State: Texas Zip Code: 75240	
Lease: West Spivey Unit (Gans Brown No. 1) Well #: 11	
	Sec. 23 Twp. 30 S. R. 08 East V West
680 2240	
Took in exact rootage) From T North 7 Goddin (north	nearest outside section corner) Line of Section (Not Lease Line)
per oper-icce-Dig	nearest outside section corner) Line of Section (Not Lease Line)
Check One: ✓ Oil Well	Water Supply Well
	# Other:
Conductor Casing Size: Set at: 200	
Surface Casing Size: 8 5/8" Set at: 200	
	Cemented with: unknown Sacks
List (ALL) Perforations and Bridgeplug Sets: 4282-4312' (Mississippi Chat)	
Proposed Method of Plugging (attach a separate page if additional space is needed):	
Is Well Log attached to this application as required? Yes No Is ACO-1	
Is Well Log attached to this application as required? Yes No Is ACO-1	
Is Well Log attached to this application as required? Yes No Is ACO-1	filed? Yes V No
Is Well Log attached to this application as required? Yes No Is ACO-1 If not explain why?	filed? Yes No the Rules and Regulations of the State Corporation Commission.
Is Well Log attached to this application as required? Yes No Is ACO-1 If not explain why? Plugging of this Well will be done in accordance with K.S.A. 55-101 et. seq. and List Name of Company Representative authorized to be in charge of plugging oper Merit Energy Company	filed? Yes No the Rules and Regulations of the State Corporation Commission.
Is Well Log attached to this application as required? Yes No Is ACO-1 If not explain why? Plugging of this Well will be done in accordance with K.S.A. 55-101 et. seq. and List Name of Company Representative authorized to be in charge of plugging oper Merit Energy Company Address: 13727 Noel Road, Suite 500	filed? Yes No the Rules and Regulations of the State Corporation Commission. ations: Sarah Bennett, Central Operations Engineer
Is Well Log attached to this application as required? Yes No Is ACO-1 If not explain why? Plugging of this Well will be done in accordance with K.S.A. 55-101 et. seq. and List Name of Company Representative authorized to be in charge of plugging oper Merit Energy Company Address: 13727 Noel Road, Suite 500 Plugging Contractor: Quality Well Services	filed? Yes No the Rules and Regulations of the State Corporation Commission. ations: Sarah Bennett, Central Operations Engineer Phone: (972) 628 - 1478 City / State: Dallas, TX KCC License #: 31925
Is Well Log attached to this application as required? Yes No Is ACO-1 If not explain why? Plugging of this Well will be done in accordance with K.S.A. 55-101 et. seq. and List Name of Company Representative authorized to be in charge of plugging oper Merit Energy Company Address: 13727 Noel Road, Suite 500	filed? Yes No the Rules and Regulations of the State Corporation Commission. ations: Sarah Bennett, Central Operations Engineer Phone: (972) 628 - 1478 City / State: Dallas, TX
Is Well Log attached to this application as required? Yes No Is ACO-1 If not explain why? Plugging of this Well will be done in accordance with K.S.A. 55-101 et. seq. and List Name of Company Representative authorized to be in charge of plugging oper Merit Energy Company Address: 13727 Noel Road, Suite 500 Plugging Contractor: Quality Well Services	filed? Yes No the Rules and Regulations of the State Corporation Commission. Sarah Bennett, Central Operations Engineer Phone: (972) 628 - 1478 City / State: Dallas, TX KCC License #: 31925 Phone: (620) 257 - 2719
Is Well Log attached to this application as required? Yes No Is ACO-1 If not explain why? Plugging of this Well will be done in accordance with K.S.A. 55-101 et. seq. and List Name of Company Representative authorized to be in charge of plugging oper Merit Energy Company Address: 13727 Noel Road, Suite 500 Plugging Contractor: Quality Well Services (Company Name) Address: 401 W. Main St., Lyons, KS 67554	the Rules and Regulations of the State Corporation Commission. Sarah Bennett, Central Operations Engineer Phone: (972) 628 - 1478 City / State: Dallas, TX KCC License #: (Contractor's) Phone: (620) 257 - 2719 on availability of rig.
Is Well Log attached to this application as required? Yes No Is ACO-1 If not explain why? Plugging of this Well will be done in accordance with K.S.A. 55-101 et. seq. and List Name of Company Representative authorized to be in charge of plugging oper Merit Energy Company Address: 13727 Noel Road, Suite 500 Plugging Contractor: Quality Well Services (Company Name) Address: 401 W. Main St., Lyons, KS 67554 Proposed Date and Hour of Plugging (if known?): December 2006 depending	the Rules and Regulations of the State Corporation Commission. Sarah Bennett, Central Operations Engineer Phone: (972) 628 - 1478 City / State: Dallas, TX KCC License #: (Contractor's) Phone: (620) 257 - 2719 on availability of rig.

PLUG & ABANDONMENT PROCEDURE

WSU #11 (GANS BROWN #1)

SW SE NE Sec 23-T30S-R8W

West Spivey Unit

Kingman County, KS

AFE №: 15626

KB: 1585 FT

TD: 4401 FT

GWI: 93.84%

PERFS: 4282 - 4312'

OBJECTIVE: Plug and Abandon well due to loss of production and holes in 5 ½" casing.

RECEIVED KANSAS CORPORATION COMMISSION

PROCEDURE:

NOV 1 3 2006

1. MIRU P&A rig.

CONSERVATION DIVISION WICHITA. KS

- 2. Kill well if necessary.
- 3. ND wellhead. NU BOP.
- 4. Set CIBP @ 4230' (no deeper).
 - Dump 10' CMT on CIBP.
- 5. TIH w/ workstring and circulate 9#, 36 viscosity mud in hole. TOOH w/ workstring.
 - Mud must remain in hole between plugs.
 - Mud MUST be placed between ALL plugs in this procedure.
- 6. Stretch Test 5 1/2" CSG. Shoot 5 1/2" CSG at free point and POOH laying down.
- 7. Spot 50' CMT plugs below and above Salt Section.
 - For depth of Salt Section, call District 2 office at (316) 630-4000.
- 8. Spot 100' CMT plug from 250' to 150'.
 - Plug must be at least 50' out and 50' in of the 8 5/8" CSG shoe.
- 9. Spot 30' CMT plug from 34' to 4'.
- 10. Cut wellhead off 4' below surface of ground.
- 11. Weld steel plate inside surface casing 1" below lip.
 - Weld well name, number, and date on plate. (ex: GANS BROWN #1, 12/1/06)
- 12. RDMO P&A rig.
- 13. Remove all unnecessary equipment from location.
- 14. Restore location to original grade.

Kathleen Sebelius, Governor

Brian J. Moline, Chair

Robert E. Krehbiel, Commissioner

Michael C. Moffet, Commissioner

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

Merit Energy Company 13727 Noel Rd., Ste 500 Dallas, TX 75240

February 09, 2007

Re: WEST SPIVEY UNIT #11 API 15-095-00892-00-00

SWSENE 23-30S-8W, 2300 FNL 1000 FEL

KINGMAN 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

Barry Metz

Deputy Director