

For KCC Use: 9-1707  
 Effective Date: \_\_\_\_\_  
 District #: 2  
 SGA?  Yes  No

KANSAS CORPORATION COMMISSION  
 OIL & GAS CONSERVATION DIVISION  
**NOTICE OF INTENT TO DRILL**

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

Must be approved by KCC five (5) days prior to commencing well

Expected Spud Date 09 14 07  
 month day year

OPERATOR: License# 5210  
 Name: Lebsack Oil Production  
 Address: P. O. Box 489  
 City/State/Zip: Hays, KS 67601-0489  
 Contact Person: Rex Curtis  
 Phone: (785) 625-5444

CONTRACTOR: License# 5142  
 Name: Sterling Drilling Company

Well Drilled For:	Well Class:	Type Equipment:
<input checked="" type="checkbox"/> Oil <input checked="" type="checkbox"/> Enh Rec	<input checked="" type="checkbox"/> Infield <input type="checkbox"/> Pool Ext.	<input checked="" type="checkbox"/> Mud Rotary <input type="checkbox"/> Air Rotary
<input checked="" type="checkbox"/> Gas <input type="checkbox"/> Storage	<input type="checkbox"/> Wildcat	<input type="checkbox"/> Cable
<input type="checkbox"/> OWWO <input type="checkbox"/> Disposal	<input type="checkbox"/> Other	
<input type="checkbox"/> Seismic; # of Holes _____		
<input type="checkbox"/> Other _____		

If OWWO: old well information as follows:  
 Operator: \_\_\_\_\_  
 Well Name: \_\_\_\_\_  
 Original Completion Date: \_\_\_\_\_ Original Total Depth: \_\_\_\_\_

Directional, Deviated or Horizontal wellbore?  Yes  No  
 If Yes, true vertical depth: \_\_\_\_\_  
 Bottom Hole Location: \_\_\_\_\_  
 KCC DKT #: \_\_\_\_\_

Spot 100' N. & 40' W. of  
 Nw Se Ne Sec. 28 Twp. 20 S. R. 10  
 East  West  
1550' feet from  N /  S Line of Section  
1030' feet from  E /  W Line of Section  
 Is SECTION  Regular  Irregular?

(Note: Locate well on the Section Plat on reverse side)  
 County: Rice  
 Lease Name: Bryant Well #: 2  
 Field Name: Chase-Silica  
 Is this a Prorated / Spaced Field?  Yes  No  
 Target Information(s): Chase Group, Lansing  
 Nearest Lease or unit boundary: 1030'  
 Ground Surface Elevation: 1735' (Actual Elevation) \_\_\_\_\_ feet MSL  
 Water well within one-quarter mile:  Yes  No  
 Public water supply well within one mile:  Yes  No  
 Depth to bottom of fresh water: 120' Est  
 Depth to bottom of usable water: 200' Est  
 Surface Pipe by Alternate:  1  2  
 Length of Surface Pipe Planned to be set: 250'  
 Length of Conductor Pipe required: None  
 Projected Total Depth: 3350'  
 Formation at Total Depth: Arbuckle  
 Water Source for Drilling Operations:  
 Well  Farm Pond  Other \_\_\_\_\_  
 DWR Permit #: SDC will apply for  
 (Note: Apply for Permit with DWR )  
 Will Cores be taken?  Yes  No  
 If Yes, proposed zone: \_\_\_\_\_

**AFFIDAVIT**

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. seq.  
 It is agreed that the following minimum requirements will be met:

1. Notify the appropriate district office **prior** to spudding of well;
2. A copy of the approved notice of intent to drill **shall be** posted on each drilling rig;
3. The minimum amount of surface pipe as specified below **shall be set** by circulating cement to the top; in all cases surface pipe **shall be set** through all unconsolidated materials plus a minimum of 20 feet into the underlying formation.
4. If the well is dry hole, an agreement between the operator and the district office on plug length and placement is necessary **prior to plugging**;
5. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
6. If an ALTERNATE II COMPLETION, production pipe shall be cemented from below any usable water to surface within **120 days** of spud date. Or pursuant to Appendix "B" - Eastern Kansas surface casing order #133,891-C, which applies to the KCC District 3 area, alternate II cementing must be completed within 30 days of the spud date or the well shall be plugged. **In all cases, NOTIFY district office** prior to any cementing.

I hereby certify that the statements made herein are true and to the best of my knowledge and belief.  
 Date: 08/29/07 Signature of Operator or Agent: \_\_\_\_\_ Title: Steve McClain, Agent

**For KCC Use ONLY**  
 API # 15 - 159-22549-0000  
 Conductor pipe required None feet  
 Minimum surface pipe required 220 feet per Alt. 1  
 Approved by: Per 9-12-07  
 This authorization expires: 3-12-08  
 (This authorization void if drilling not started within 6 months of effective date.)  
 Spud date: \_\_\_\_\_ Agent: \_\_\_\_\_

**Remember to:**

- File Drill Pit Application (form CDP-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spud date;
- File acreage attribution plat according to field proration orders;
- Notify appropriate district office 48 hours prior to workover or re-entry;
- Submit plugging report (CP-4) after plugging is completed;
- Obtain written approval before disposing or injecting salt water.

- If this permit has expired (See: authorized expiration date) please check the box below and return to the address below.  
 Well Not Drilled - Permit Expired  
 Signature of Operator or Agent: \_\_\_\_\_  
 Date: \_\_\_\_\_

28  
20  
10W

**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 - 159-22549-0000  
 Operator: Lebsack Oil Production  
 Lease: Bryant  
 Well Number: 2  
 Field: Chase-Silica  
 Number of Acres attributable to well: 160  
 QTR / QTR / QTR of acreage: Nw - Se - Ne

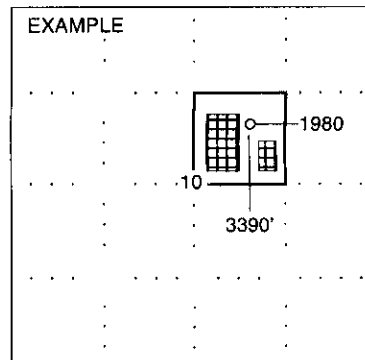
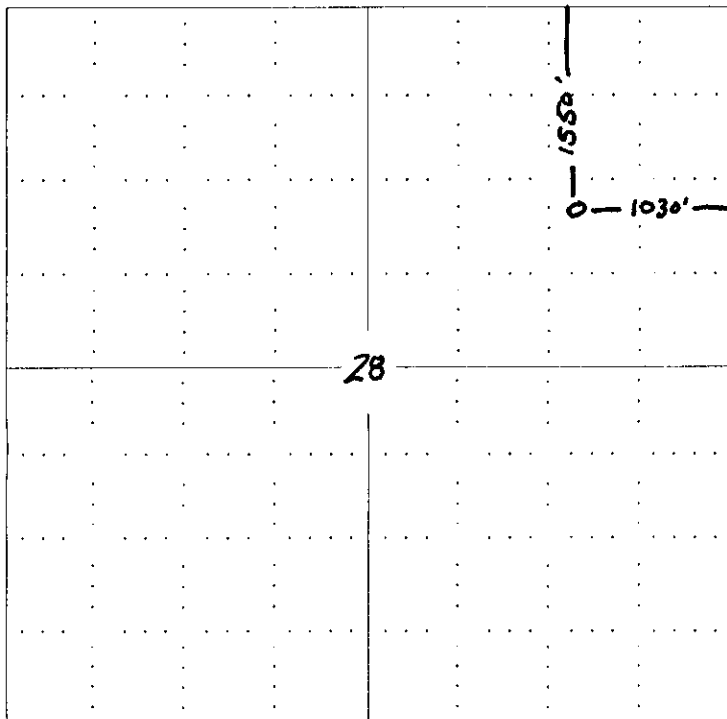
Location of Well: County: Rice  
1550' feet from  N /  S Line of Section  
1030' feet from  E /  W Line of Section  
 Sec. 28 Twp. 20 S. R. 10  East  West

Is Section:  Regular or  Irregular

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 COMMISSION

**NOTE: In all cases locate the spot of the proposed drilling location.**

**AUG 31 2007**

**In plotting the proposed location of the well, you must show:**

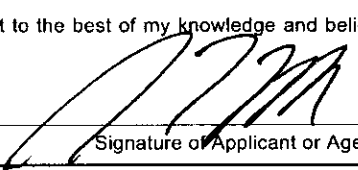
1. The manner in which you are using the depicted plat by identifying section lines, i.e. 1 section, 1 section with 4 surrounding sections, 4 sections, etc.
2. The distance of the proposed drilling location from the section's south / north and east / west.
3. The distance to the nearest lease or unit boundary line.
4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (CO-7 for oil wells; CG-8 for gas wells).

CONSERVATION DIVISION  
 KANSAS

**KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION  
APPLICATION FOR SURFACE POND**

Form CDP-1  
January 2001  
Form must be Typed

*Submit in Duplicate*

Operator Name: <b>Lebsack Oil Production, Inc.</b>		License Number: <b>5210</b>
Operator Address: <b>P O Box 489, Hays, Kansas 67601-0489</b>		
Contact Person: <b>Rex Curtis</b>		Phone Number: ( <b>785</b> ) <b>625 - 5444</b>
Lease Name: <b>Bryant #2</b>		Pit Location:
Type of Pond: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Treatment Pit <input type="checkbox"/> Workover Pit <input checked="" type="checkbox"/> Drilling Pit <input type="checkbox"/> Burn Pit <small>(If WP Supply API No. or Year Drilled)</small>	Pit is: <input checked="" type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: _____ Pit capacity: <b>3,500</b> (bbls)	<b>NE</b> Qtr. Sec. <b>28</b> Twp. <b>20</b> R. <b>10</b> <input type="checkbox"/> E <input checked="" type="checkbox"/> W 1550' Feet from <b>N</b> / S (circle one) Line of Section 1030' Feet from <b>E</b> / W (circle one) Line of Section <b>Rice</b> County
Is the pit located in a Sensitive Ground Water Area? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		Chloride concentration: _____ mg/l <small>(For Emergency Pits and Treatment Pits only)</small>
Is the bottom below ground level? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Artificial Liner? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	How is the pit lined if a plastic liner is not used? <b>Bentonite</b>
Pit dimensions (all but working pits): <u>75</u> Length (feet) <u>75</u> Width (feet) Depth from ground level to deepest point: <u>4</u> (feet)		
If the pit is lined give a brief description of the liner material, thickness and installation procedure.		Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.
Distance to nearest water well within one-mile of pit <u>1952</u> feet    Depth of water well <u>54</u> feet		Depth to shallowest fresh water <u>?? 38</u> feet. Source of information: _____ measured    _____ well owner    _____ electric log <input checked="" type="checkbox"/> KDWR
<b>Emergency, Treatment and Burn Pits ONLY:</b> Producing Formation: _____ Number of producing wells on lease: _____ Barrels of fluid produced daily: _____ Does the slope from the tank battery allow all spilled fluids to flow into the pond? <input type="checkbox"/> Yes <input type="checkbox"/> No		<b>Drilling and Workover Pits ONLY:</b> Type of material utilized in drilling/workover: <u>Fresh water/Bentonite</u> Number of working pits to be utilized: <u>3</u> Abandonment procedure: <u>Haul off free fluids after Hutchinson Salt and at completion of drilling operations. Let dry and backfill.</u> Drill pits must be closed within 365 days of spud date.
I hereby certify that the above statements are true and correct to the best of my knowledge and belief.		
<u>08/29/07</u> Date	 Signature of Applicant or Agent	RECEIVED KANSAS CORPORATION COMMISSION <b>AUG 31 2007</b> CONSERVATION DIVISION WICHITA, KS
<b>KCC OFFICE USE ONLY</b>		
Date Received: <u>8/31/07</u> Permit Number: _____	Permit Date: <u>9/11/07</u> Lease Inspection: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<u>Beat RFS 72</u>

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

\* Public water supply well NENE51 27-010W

15-159-22549-000



*Kathleen Sebelius, Governor  
Thomas E. Wright, Chairman  
Michael C. Moffet, Commissioner  
Joseph F. Harkins, Commissioner*

September 11, 2007

Mr. Rex Curtis  
Lebsack Oil Production  
PO Box 489  
Hays, KS 67601-0489

Re: Drilling Pit Application  
Bryant Lease Well No. 2  
NE/4 Sec. 28-20S-10W  
Rice County, Kansas

Dear Mr. Curtis:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed **without slots**, the bottom shall be flat and reasonably level, and **all pits must be lined with bentonite**. 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 within 72 hours 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 (316) 630-4000 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](http://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,

A handwritten signature in black ink that reads "Kathy Haynes".

Kathy Haynes  
Environmental Protection and Remediation Department

cc: File