

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form ACO-1
October 2008
Form Must Be Typed

WELL COMPLETION FORM
WELL HISTORY - DESCRIPTION OF WELL & LEASE

OPERATOR: License # N/A
Name: Hayse Management Services for Aquila
Address 1: PO Box 107
Address 2: _____
City: Mullinville State: KS Zip: 67109 + _____
Contact Person: Dale Hayse
Phone: (620) 548-2369
CONTRACTOR: License # KDHE - 639
Name: Hayse Management Services
Wellsite Geologist: N/A
Purchaser: N/A

Designate Type of Completion:
☒ New Well _____ Re-Entry _____ Workover _____
_____ Oil _____ SWD _____ SIOW _____
_____ Gas _____ ENHR _____ SIGW _____
_____ CM (Coal Bed Methane) _____ Temp. Abd. _____
_____ Dry X Other _____
(Core, WSW, Expl. Cathodic, etc.)

If Workover/Re-entry: Old Well Info as follows:
Operator: N/A
Well Name: _____
Original Comp. Date: _____ Original Total Depth: _____
_____ Deepening _____ Re-perf. _____ Conv. to Enhr. _____ Conv. to SWD _____
_____ Plug Back: _____ Plug Back Total Depth _____
_____ Commingled _____ Docket No.: _____
_____ Dual Completion _____ Docket No.: _____
_____ Other (SWD or Enhr.?) _____ Docket No.: _____
11-20-07 11-20-07
Spud Date or Date Reached TD Completion Date or
Recompletion Date Recompletion Date

API No. 15 - 155-21532-00-00
Spot Description: _____
NW NW NW NW Sec. 14 Twp. 23 S. R. 6 ☐ East ☒ West
5145 Feet from ☒ North / ☐ South Line of Section
5240 Feet from ☐ East / ☒ West Line of Section
Footages Calculated from Nearest Outside Section Corner:
☐ NE ☐ NW ☒ SE ☐ SW
County: Reno
Lease Name: N/A Well #: CPB 60
Field Name: N/A
Producing Formation: N/A
Elevation: Ground: 1536 Kelly Bushing: N/A
Total Depth: 75' Plug Back Total Depth: 75'
Amount of Surface Pipe Set and Cemented at: 0 Feet
Multiple Stage Cementing Collar Used? ☐ Yes ☒ No
If yes, show depth set: _____ Feet
If Alternate II completion, cement circulated from: _____
feet depth to: _____ w/ Alf3-Dig-4/7/09 ^{5x cmt.}

Drilling Fluid Management Plan
(Data must be collected from the Reserve Pit)
Chloride content: N/A ppm Fluid volume: _____ bbls
Dewatering method used: _____
Location of fluid disposal if hauled offsite: _____
Operator Name: _____
Lease Name: _____ License No.: _____
Quarter _____ Sec. _____ Twp. _____ S. R. _____ ☐ East ☐ West
County: _____ Docket No.: _____

INSTRUCTIONS: An original and two copies of this form shall be filed with the Kansas Corporation Commission, 130 S. Market - Room 2078, Wichita, Kansas 67202, within 120 days of the spud date, recompletion, workover or conversion of a well. Rule 82-3-130, 82-3-106 and 82-3-107 apply. Information of side two of this form will be held confidential for a period of 12 months if requested in writing and submitted with the form (see rule 82-3-107 for confidentiality in excess of 12 months). One copy of all wireline logs and geologist well report shall be attached with this form. ALL CEMENTING TICKETS MUST BE ATTACHED. Submit CP-4 form with all plugged wells. Submit CP-111 form with all temporarily abandoned wells.

All requirements of the statutes, rules and regulations promulgated to regulate the oil and gas industry have been fully complied with and the statements herein are complete and correct to the best of my knowledge.

Signature: Dale Hayse
Title: Supv Date: 3-30-09
Subscribed and sworn to before me this 30 day of MARCH,
20 09.
Notary Public: Hollie Muniz
Date Commission Expires: 8-6-11

HOLLIE MUNIZ
Notary Public - State of Kansas
My Appt. Expires 8-6-11

KCC Office Use ONLY

_____ Letter of Confidentiality Received

If Denied, Yes ☐ Date: _____

_____ Wireline Log Received

_____ Geologist Report Received

_____ UIC Distribution

RECEIVED
KANSAS CORPORATION COMMISSION

MAR 31 2009

CONSERVATION DIVISION

Operator Name: Hayse Management Services for Aquila Lease Name: N/A Well #: CPB 60
 Sec. 14 Twp. 23 S. R. 6 ☐ East ☒ West County: Reno

INSTRUCTIONS: Show important tops and base of formations penetrated. Detail all cores. Report all final copies of drill stems tests giving interval tested, time tool open and closed, flowing and shut-in pressures, whether shut-in pressure reached static level, hydrostatic pressures, bottom hole temperature, fluid recovery, and flow rates if gas to surface test, along with final chart(s). Attach extra sheet if more space is needed. Attach copy of all Electric Wireline Logs surveyed. Attach final geological well site report.

Drill Stem Tests Taken ☐ Yes ☒ No
 (Attach Additional Sheets)

Samples Sent to Geological Survey ☐ Yes ☒ No

Cores Taken ☐ Yes ☒ No

Electric Log Run ☐ Yes ☒ No
 (Submit Copy)

List All E. Logs Run:

☐ Log Formation (Top), Depth and Datum ☐ Sample
 Name Top Datum

| CASING RECORD <input type="checkbox"/> New <input type="checkbox"/> Used | | | | | | | |
|---|-------------------|---------------------------|-------------------|---------------|----------------|--------------|----------------------------|
| Report all strings set-conductor, surface, intermediate, production, etc. | | | | | | | |
| Purpose of String | Size Hole Drilled | Size Casing Set (In O.D.) | Weight Lbs. / Ft. | Setting Depth | Type of Cement | # Sacks Used | Type and Percent Additives |
| N/A | | | | | | | |
| | | | | | | | |
| | | | | | | | |

| ADDITIONAL CEMENTING / SQUEEZE RECORD | | | | |
|---|------------------|-----------------|-------------|----------------------------|
| Purpose: | Depth Top Bottom | Type of Cement | #Sacks Used | Type and Percent Additives |
| <input type="checkbox"/> Perforate <input type="checkbox"/> Protect Casing <input checked="" type="checkbox"/> Plug Back TD <input type="checkbox"/> Plug Off Zone | 75' | Bentonite Grout | N/A | N/A |
| | | | | |

| Shots Per Foot | PERFORATION RECORD - Bridge Plugs Set/Type Specify Footage of Each Interval Perforated | Acid, Fracture, Shot, Cement Squeeze Record (Amount and Kind of Material Used) | Depth |
|----------------|---|---|-------|
| N/A | | | |
| | | | |
| | | | |
| | | | |
| | | | |

| | | | | | |
|--|-----------|--|-------------|---------------|---|
| TUBING RECORD: | | Size: | Set At: | Packer At: | Liner Run: <input type="checkbox"/> Yes <input type="checkbox"/> No |
| Date of First, Resumed Production, SWD or Enhr. N/A | | Producing Method: <input type="checkbox"/> Flowing <input type="checkbox"/> Pumping <input type="checkbox"/> Gas Lift <input type="checkbox"/> Other (Explain) | | | |
| Estimated Production Per 24 Hours | Oil Bbls. | Gas Mcf | Water Bbls. | Gas-Oil Ratio | Gravity |

| | | | | |
|--|--|--|--|--|
| DISPOSITION OF GAS: <input type="checkbox"/> Vented <input type="checkbox"/> Sold <input type="checkbox"/> Used on Lease (If vented, Submit ACO-18.) | | METHOD OF COMPLETION: <input type="checkbox"/> Open Hole <input type="checkbox"/> Perf. <input type="checkbox"/> Dually Comp. <input type="checkbox"/> Commingled <input type="checkbox"/> Other (Specify) _____ | | PRODUCTION INTERVAL: _____ _____ |
|--|--|--|--|--|

15-155-21532000

EQUUS BEDS GROUNDWATER MANAGEMENT DISTRICT NO. 2

313 Spruce Street Halstead, Kansas 67056 (316) 835-2224

FORM CP-15

As-Built

**APPLICATION FOR PERMIT TO DRILL AND CONSTRUCT
AN UNCASED CATHODIC PROTECTION BOREHOLE**

Permit Application Number CPB- 60

To the Equus Beds Groundwater Management District No. 2:

Comes now the Applicant Hayse Management Services for Aquila

Whose Address is

PO Box 107 Mullinville Kansas 67109
(P.O. Box or Street) (City) (State) (Zip Code)
Telephone No. 620 548-2369
(Area Code) (Telephone)

And makes application to the Equus Beds Groundwater Management District No. 2 for a permit to drill and construct a cathodic protection borehole in and through the Equus Beds aquifer in the county of Reno, State of Kansas, to the extent and in accordance with the following:

1. The location of the proposed cathodic protection borehole is in the NW quarter of the NW quarter of the NW quarter of Section 14, Township 23, south, Range 6 west and more particularly described as being near a point 5145 feet north and 5240 feet west of the apparent southeast corner of said section. (100ft south, 25 ft east of center line from the corner of 4th & Hendricks, Hutchinson, Ks)
2. The proposed use of the cathodic protection borehole is to provide cathodic protection of the applicant's Gas Distribution Main facility from electrochemical corrosion.
3. The land surface elevation is 1536 feet above mean sea level and the method of measurement used was (b) topographic map _____.
4. The depth to surface or top of bedrock or shale is 75 feet below land surface.
5. The depth to the water table of the fresh water aquifer is 12 feet below land surface.
6. Aquifer salinity as indicated by chloride concentration is 145 mg/L and was determined by: (b) test well data _____.
7. The total depth of the cathodic protection borehole will not penetrate the bedrock surface and will be completed 75+/- feet below land surface.
8. The diameter of the uncased cathodic protection borehole will be a minimum of 8 inches.

RECEIVED

FEB 11 2009

EBGWMD2 Form -CP-15

12-Dec-00

9. Non toxic anodes that meet or exceed the American Water Works Association standards for use in public water supply systems and adopted through K.A.R. 82-3-707 will be installed beginning at a depth of 25 feet below land surface to a total depth of 70 feet below land surface.
10. Anode conductor grout that is certified by the National Sanitation Foundation to meet the American National Standards Institute Standard 60 for use in drinking water treatment chemicals and adopted through K.A.R. 82-3-707 will be installed beginning at a depth of 10 feet below land surface a total depth of 75 feet below land surface.
11. The uncased borehole from the top of the anode conductor grout will be grouted with (c) bentonite clay grout from a total depth of 10 feet below land surface to 3 feet below land surface.
12. The grouted uncased borehole will be backfilled with clean compacted topsoil from 3 feet below land surface to 0 feet above land surface.
13. Will the use of a drilling pit threaten to contaminate fresh and usable groundwater?
 Yes X No. If Yes, complete sections (a) and (b). Circle one: (a) the pit will be: (i) constructed so that the bottom and side have a hydraulic conductivity no greater than 1×10^{-7} cm/sec., (ii) constructed above ground, or (iii) a portable above ground tank, and (b) the applicant has submitted a surface pond application to the Director, Conservation Division, Kansas Corporation Commission. Yes No.
14. A construction plan is submitted with the application and shows or illustrates the information contained in paragraphs #4 through #12.
15. The cathodic protection borehole will be abandoned and plugged if it: (a) is not completed due to unforeseen circumstances, (b) either contaminates or threatens to contaminate a fresh water aquifer, (c) encounters uncontrollable artesian flow, (d) has exhausted its anodes and replacement anodes are not installed within one year, or (e) has not been used for one year and the applicant does not demonstrate intentions to use it.
16. The applicant understands and is aware that the Equus Beds Groundwater Management District No. 2 has adopted regulations a policy that establishes minimum standards to drill, construct and abandon cathodic protection boreholes and agrees to comply with the adopted standard and policy. Further, the applicant may, pursuant to District policy D.S.P. 9007.1 appeal these standards and request a waiver of an adopted standard.
17. Dated at Mullinville, Kansas, this 8 day of October, 2007.

 Hayse Management Services
(Applicant)

By 
(Signature)

 Supervisor
RECEIVED (Title)

FEB 11 2009

EBGWMD2 Form -CP-15

APPLICANT - DO NOT CONTINUE BELOW DOUBLE LINE

For Equus Beds Groundwater Management District Use

1) Application received on 11/17/07.

2) Application review by Tim Boese

Manager
(Title)

3) The application is hereby denied. The denial was based on the following findings:

4) The application meets or exceeds the Cathodic Protection Borehole K.A.R. 82-3-700 and K.A.R. 82-3-705 through K.A.R. 82-3-710 and is hereby approved by Board of Directors, Equus Beds Groundwater Management District No. 2 this 13 day of November, 2007.

Tim Boese

Equus Beds Groundwater Management District No. 2

RECEIVED

EBGMD2 Form - CP-15
Rev. 23 Aug 06

FEB 11 2009

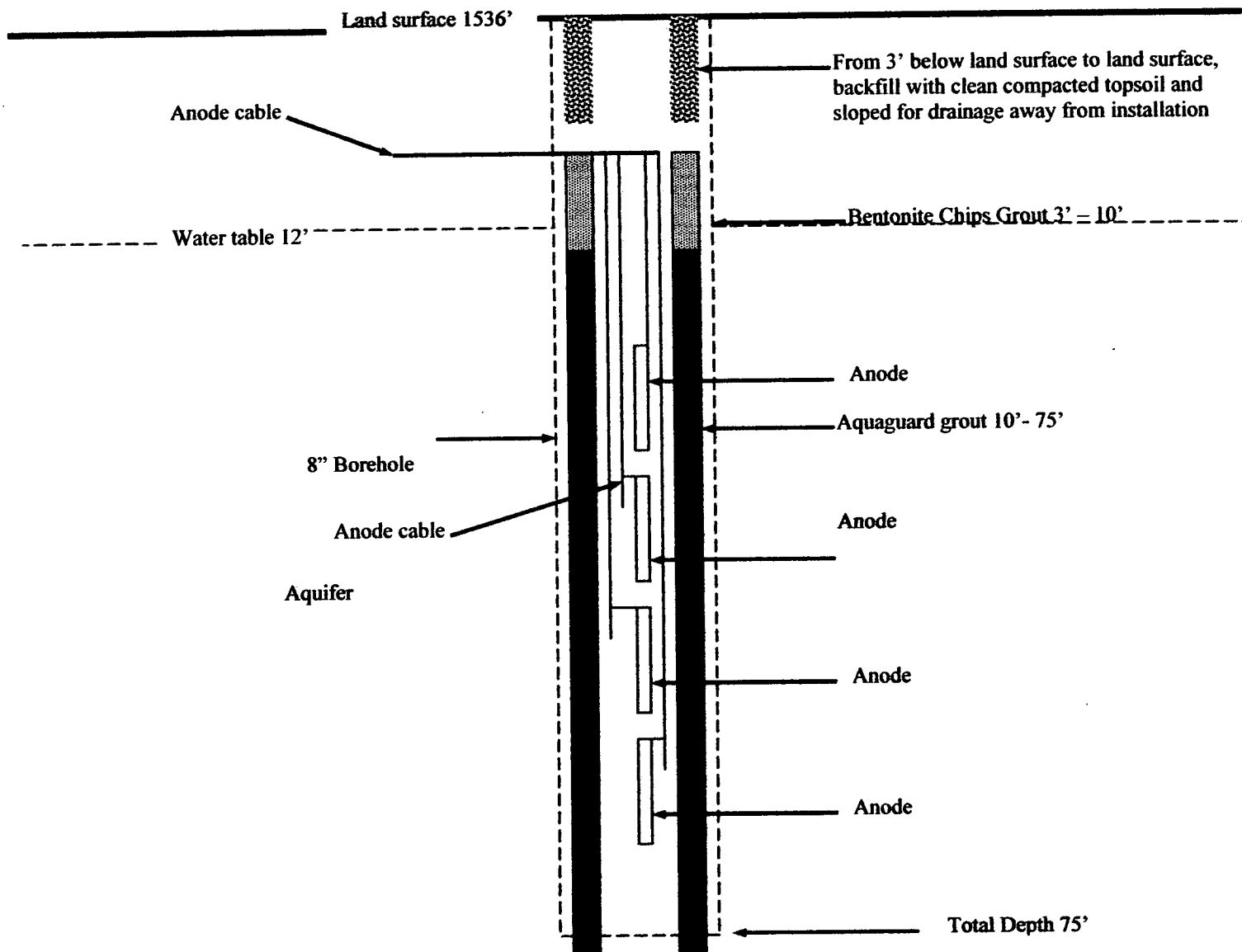
Equus Beds Groundwater
Management District No. 2

EQUUS GROUNDWATER MANAGEMENT DISTRICT NO. 2

CATHODIC PROTECTION BOREHOLE ILLUSTRATION

Uncased Borehole Construction Features

Aquila
4th & Hendricks
Hutchinson, Reno County, Kansas
October, 2007



RECEIVED

FEB 11 2009

Equus Beds Groundwater
Management District No. 2

Division of Water Resources; App. No.

KSA 82a-1212