

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
WELL PLUGGING APPLICATION
Please TYPE Form and File ONE Copy

Form CP-1
 March 2009
This Form must be Typed
Form must be Signed
All blanks must be Filled

OPERATOR: License #: 31980
 Name: Lotus Operating Co. LLC
 Address 1: 100 S. Main, Ste 420
 Address 2: _____
 City: Wichita State: KS Zip: 67202 + _____
 Contact Person: Tim Hellman
 Phone: (316) 262-1077

API No. 15 - 007-10375 - 0000
 If pre 1967, supply original completion date: 2/22/1957
 Spot Description: SE NE SE
 _____ Sec. 36 Twp. 34 S. R. 13 East West
1,650 Feet from North / South Line of Section
330 Feet from East / West Line of Section
 Footages Calculated from Nearest Outside Section Corner:
 NE NW SE SW
 County: Barber
 Lease Name: Sterling "B" Well #: 2

Check One: Oil Well Gas Well OG D&A Cathodic Water Supply Well Other: _____
 SWD Permit #: _____ ENHR Permit #: _____ Gas Storage Permit #: _____

Conductor Casing Size: _____ Set at: _____ Cemented with: _____ Sacks
 Surface Casing Size: 8 5/8" Set at: 300 Cemented with: 250 Sacks
 Production Casing Size: 5 1/2" Set at: 4850 Cemented with: 150 Sacks

List (ALL) Perforations and Bridge Plug Sets:

Elevation: 1453 (G.L. / K.B.) T.D.: 4855 PBTD: 4830 Anhydrite Depth: 710 ?
(Stone Corral Formation)

Condition of Well: Good Poor Junk in Hole Casing Leak at: _____
(Interval)

Proposed Method of Plugging (attach a separate page if additional space is needed):

As per KCC rules & Regulations

Is Well Log attached to this application? Yes No Is ACO-1 filed? Yes No

If ACO-1 not filed, explain why:

Drilled in 1957. Not much info in the well file. Just a old and faded 1957 temperature log. Top of cement from this log is at 4250'

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

Company Representative authorized to supervise plugging operations: Robin Brown

Address: 100 S. Main Ste 420 City: Wichita State: KS Zip: 67202 + _____

Phone: (620) 546-4801

Plugging Contractor License #: 33939 Name: Blackgold Oilfield Services Inc

Address 1: PO Box 503 Address 2: _____

City: Medince Lodge State: KS Zip: 67104 + _____

Phone: (620) 200-5584

Proposed Date of Plugging (if known): May 4, 2009

Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent

Date: 4-7-09 Authorized Operator / Agent: _____
(Signature)

RECEIVED
KANSAS CORPORATION COMMISSION

APR 08 2009

CONSERVATION DIVISION
WICHITA KS

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

Dust 1 PKT



CORPORATION COMMISSION

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

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

LOTUS OPERATING COMPANY, L.L.C.
100 S MAIN STE 420
WICHITA, KS 67202-3737

April 14, 2009

Re: STERLING B #2
API 15-007-10375-00-00
36-34S-13W, 1650 FSL 330 FEL
BARBER COUNTY, KANSAS

Dear Operator:

This letter is to notify you that the Conservation Division has received your plugging proposal, form CP-1, for the above well and has reviewed the proposal for completeness. The central office will now forward your CP-1 to the district office listed below for review of the proposed plugging method. **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 in accordance with K.A.R. 82-3-600.**

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 well by persons not having legal rights of ownership or interest in the well.

This notice is void after October 11, 2009. The CP-1 filing does not bring the above well into compliance with K.A.R. 82-3-111 with regard to the Commission's temporary abandonment requirements.

District: #1
210 E Frontview, Suite A
Dodge City, KS 67801
(620) 225-8888

Sincerely,

Steve Bond
Production Department Supervisor