For KCC Use: Effective Date: District # SGA2 Vyes No

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1
October 2007
Form must be Typed
Form must be Signed
All blanks must be Filled

NOTICE OF INTENT TO DRILL

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

Expected Spud Date: June 28, 2009 year	Spot Description: NE SW Sec. 29 Twp. 30 S. R.16 XE W (G-G-G-G-G) 1960 feet from N / X S Line of Section
OPERATOR: License# 3830 AX&P Inc.	3650 feet from E / W Line of Section
Name: AXAP, THC. Address 1: 20147 200 Rd	is SECTION: Regular Irregular?
Address 2:	(Note: Locate well on the Section Plat on reverse side)
City: Neodesha State:KS Zip:66757+—	County: Wilson
Contact Person: J. J. Hanke Phone: 620 325-5212	Lease Name: Unit 1- Wolfe West Well #: WW#30F
33079	Field Name: Neodesha Is this a Prorated / Spaced Field? Yes X No
De training Marie II	Is this a Prorated / Spaced Field? Target Formation(s): Neodesha Sd. /
	Nearest Lease or unit boundary line (in footage): 500 '+
Well Drilled For: Well Class: Type Equipment: Oil Enh Rec Infield Mud Rotary	Ground Surface Elevation: 780 feet MSL
Gas Storage Pool Ext. Air Rotary	Water well within one-quarter mile:
Disposal Wildcat Cable	Public water supply well within one mile: Yes No
Seismic: # of Holes Other	Depth to bottom of fresh water: 150'+
Other:	Surface Pipe by Alternate:
If OWWO: old well information as follows:	Length of Surface Pipe Planned to be set: 35'
Operator:	Length of Conductor Pipe (if any):none
Operator: ————————————————————————————————————	Projected Total Depth: 850'
Original Completion Date: Original Total Depth:	Formation at Total Depth: Neodesha Sd.
Directional, Deviated or Horizontal wellbore?	Water Source for Drilling Operations: Well X Farm Pond Other:
If Yes, true vertical depth:	DWR Permit #:
Bottom Hole Location:	(Note: Apply for Permit with DWR
KCC DKT #: =====	Will Cores be taken?
	If Yes, proposed zone: KANSAS CORPORATION COMMISSION
ΔFFI	ΠΑΝΙΤ
The undersigned hereby affirms that the drilling, completion and eventual plug	
It is agreed that the following minimum requirements will be met:	
1 Notify the appropriate district office prior to spudding of well;	RECEIVED
 A copy of the approved notice of intent to drill shall be posted on each The minimum amount of surface pipe as specified below shall be set b 	drilling rig; weirculating cement to the top; in all cases surface pipe shall be set
through all unconnolidated 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 distri	ict office on plug length and placement is necessary <i>prior to plugging</i> ;
 The appropriate district office will be notified before well is either plugge If an ALTERNATE II COMPLETION, production pipe shall be cemented 	from below any usable water to surface within 120 DAYS of spud date.
O Annuadiu "D" Eastorn Kanege surface casing order #15	33 891-C. which applies to the KCC district 3 area, alternate it cementing
must be completed within 30 days of the spud date or the well shall be	plugged. In all cases, No. II y district office prior to any certienting.
I hereby certify that the statements made herein are true and correct to the be	est of my knowledge and belief
Date: 6/17/09 Signature of Operator or Agent: 10	year falls Title: 175
	Remembler to:
For KCC Use ONLY	- File Drill Pit Application (form CDP-1) with Intent to Drill;
API # 15 - 205-27780-00-00	
Conductor pipe required	 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;
Minimum surface nine required 20 feet per ALT.	Cultural allugations concert (CR 4) often plugging is completed (within 60 days):
Approved by: Rus 6-19-2009	Obtain written approval before disposing or injecting salt water. Obtain written approval before disposing or injecting salt water. White provided (Consultational approval please)
This authorization expires: 6-19-2010	If this permit has expired (See: authorized expiration date) please check the box below and return to the address below.
(This authorization void if drilling not started within 12 months of approval date.)	Well Not Drilled - Permit Expired Date:
Spud date: Agent:	Signature of Operator or Agent:

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

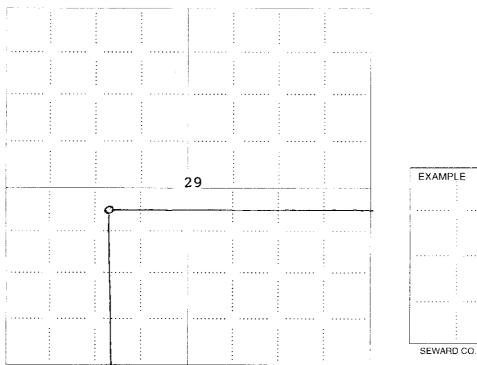
Plat of acreage attributable to a well in a prorated or spaced field

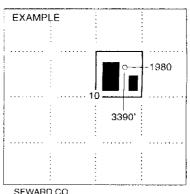
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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 - 205- 27780-00-00	
Operator: AX&P, Inc.	Location of Well: County: Wilson
Lease: Unit 1 - Wolfe West	1960 feet from N / S Line of Section
Well Number: WW#3	
Field: Neodesha	OF 3650 feet from x E / W Line of Section Sec. 29 Twp. 30 S. R. 16
Number of Acres attributable to well: 2.5	
QTR/QTR/QTR/QTR of acreage:NESW	Is Section: X 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.)





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

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 8 surrounding sections, 4 sections, etc.
- 2. The distance of the proposed drilling location from the south / north and east / west outside section lines.
- 3. The distance to the nearest lease or unit boundary line (in footage).
- 4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (C0-7 for oil wells; CG-8 for gas wells).

Kansas Corporation Commission Oil & Gas Conservation Division

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: AX&P, Inc.		License Number: 3830		
Operator Address: 20147 CR	200 Neod	lesha, Ks		
Contact Person: J.J. Hanke		Phone Number: (620) 325-5212		
Lease Name & Well Notinit 1 -Wolfe West, WW#30F		Pit Location (QQQQ):		
Type of Pit:	Pit is:		NE SW	
Emergency Pit Burn Pit	X Proposed	Existing	Sec. 29 Twp. 30 R16 X East	West
Settling Pit Drilling Pit	If Existing, date of	constructed:	1960Feet from North / [\textstyle] South Line	e of Section
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit capacity:		3650 Feet from East / West Lin	e of Section
	100	(bbls)	Wilson	County
Is the pit located in a Sensitive Ground Water	Area? Yes	No	Chloride concentration:	mg/l
Is the bottom below ground level?	Artificial Liner?		(For Emergency Pits and Settling Pits only)	
Yes No	Yes X	No	How is the pit lined if a plastic liner is not used?	
Pit dimensions (all but working pits): 20	Length (fe	eet) 10	Width (feet) N/A: Stee	el Pits
	om amund level to de	eepest point:	5(feet)	ļ
· · · · · · · · · · · · · · · · · · ·				-
Depth from the pit is lined give a brief description of the material, thickness and installation procedure	liner	Describe proce liner integrity, in	dures for periodic maintenance and determining cluding any special monitoring. KANSAS CORPORTS	RATION COMMISSION
If the pit is lined give a brief description of the material, thickness and installation procedure Distance to nearest water well within one-mile	liner	Describe proce liner integrity, in check pi	dures for periodic maintenance and determining cluding any special monitoring. KANSAS CORPORTS JUN REC west fresh water 100+ 13 feet.	1 9 2009
If the pit is lined give a brief description of the material, thickness and installation procedure Distance to nearest water well within one-mile	liner of pit	Describe proce liner integrity, in Check pi	dures for periodic maintenance and determining colluding any special monitoring. KANSAS CORPORT Level daily West fresh water 100+ 13 feet. mation:	1 9 2009 EIVED
If the pit is lined give a brief description of the material, thickness and installation procedure Distance to nearest water well within one-mile	liner of pit	Describe proce liner integrity, in check pi	dures for periodic maintenance and determining cluding any special monitoring. KANSAS CORPORTS JUN REC west fresh water 100+ 13 feet.	1 9 2009 EIVED
If the pit is lined give a brief description of the material, thickness and installation procedure Distance to nearest water well within one-mile 2882. 1/2 milet Depth of water well	of pit	Describe proce liner integrity, in Check pi	dures for periodic maintenance and determining cluding any special monitoring. KANSAS CORPORT Level daily West fresh water 100+ /3 feet. mation: Tredwell owner electric logx	1 9 2009 EIVED
If the pit is lined give a brief description of the material, thickness and installation procedure Distance to nearest water well within one-mile 2882 1/2 milet Depth of water well Emergency, Settling and Burn Pits ONLY:	of pit	Describe proce liner integrity, in Check pi	dures for periodic maintenance and determining holuding any special monitoring. KANSAS CORPORT Level daily West fresh water 100+ 13 feet. mation: redwell owner electric logx over and Haul-Off Pits ONLY:	1 9 2009 EIVED
If the pit is lined give a brief description of the material, thickness and installation procedure Distance to nearest water well within one-mile 2882 1/2 milet Depth of water well Emergency, Settling and Burn Pits ONLY: Producing Formation:	of pit	Describe proce liner integrity, in Check pi	dures for periodic maintenance and determining holuding any special monitoring. KANSAS CORPORT K	1 9 2009 EIVED
If the pit is lined give a brief description of the material, thickness and installation procedure Distance to nearest water well within one-mile 2882 1/2 milet Depth of water well Emergency, Settling and Burn Pits ONLY: Producing Formation: Number of producing wells on lease:	of pit 23 feet	Describe proce liner integrity, in Check pi	dures for periodic maintenance and determining holuding any special monitoring. KANSAS CORPORT K	19 2009 EIVED KDWR / S205-27
Distance to nearest water well within one-mile 2882 1/2 milet Depth of water well	of pit 23 feet spilled fluids to	Describe proce liner integrity, in check pit check pit Depth to shallor Source of information measurement Drilling, Worked Type of material Number of work Abandonment processor to the best correct to the best of the state of t	dures for periodic maintenance and determining holuding any special monitoring. KANSAS CORPORT RECURSAS COR	19 2009 EIVED / S-205-27780-00-0
If the pit is lined give a brief description of the material, thickness and installation procedure Distance to nearest water well within one-mile 2882 1/2 milet Depth of water well Emergency, Settling and Burn Pits ONLY: Producing Formation: Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all flow into the pit? I hereby certify that the above states	of pit 23 feet spilled fluids to	Describe proce liner integrity, in check pit check pit Depth to shallor Source of information measurement Drilling, Worked Type of material Number of work Abandonment processor to the best correct to the best of the state of t	dures for periodic maintenance and determining holuding any special monitoring. KANSAS CORPORT LEVEL daily West fresh water 100+ 13 feet. mation: redwell ownerelectric logX over and Haul-Off Pits ONLY: I utilized in drilling/workover: fresh water one one orocedure: backfill w topsoil e closed within 365 days of spud date. of my knowledge and belief.	19 2009 EIVED KDWR / S-205-27780



Mark Parkinson, Governor Thomas E. Wright, Chairman Michael C. Moffet, Commissioner Joseph F. Harkins, Commissioner

June 19, 2009

AX & P Inc. 20147 200 rd Neodesha, KS 66757

RE: Drilling Pit Application

Wolfe West Unit 1 Lease Well No. WW30F

SW/4 Sec. 29-30S-16E Wilson County, Kansas

Dear Sir or Madam:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed <u>without slots</u>, the bottom shall be flat and reasonably level, and the free fluids must be removed. The fluids are to be removed from the reserve pit as soon as practical 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 (620) 432-2300 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.

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,

Kathy Haynes
Kathy Haynes

Environmental Protection and Remediation Department

cc: File