

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 #: 32842
Name: JMA Energy Company, L.L.C.
Address 1: 1021 NW Grand Blvd.
Address 2: _____
City: Oklahoma City State: OK Zip: 73118 + _____
Contact Person: Terry Gilbert
Phone: (405) 947-4322, Ext. 253

API No. 15 - 175-20017-0001
If pre 1967, supply original completion date: _____
Spot Description: _____
SW SW. NE NW Sec. 7 Twp. 35 S. R. 24 East West
4,030 Feet from North / South Line of Section
3,890 Feet from East / West Line of Section
Footages Calculated from Nearest Outside Section Corner:
 NE NW SE SW
County: Seward
Lease Name: Dowdy own Well #: 1-7 KCC PKT
per PBDMS

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: 1405' Cemented with: 600 sxs + 100 sxs tail Sacks
Production Casing Size: 4 1/2" Set at: 6462' Cemented with: 175 Sacks

List (ALL) Perforations and Bridge Plug Sets:

Chester Sand 6334'-6353', BP @ approx 6391'; Morrow 6272'-6278'

Elevation: 2969' (G.L. / K.B.) T.D.: 6760' PBTD: _____ Anhydrite Depth: 5550'
(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):

MIRU & pull casing. Set cement plugs as required. Weld on cap.

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

If ACO-1 not filed, explain why:

Copy of ACO-2 filed 1988 attached

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: Terry Gilbert

Address: 1021 NW Grand Blvd. City: Oklahoma City State: OK Zip: 73118 + _____

Phone: (405) 947-4322, Ext. 253

Plugging Contractor License #: N/A 6547 Name: Sargents Casing Pulling Service
PKT

Address 1: _____ Address 2: _____

City: Woodward State: OK Zip: 73801 + _____

Phone: (_____) _____

Proposed Date of Plugging (if known): _____

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

Date: 4/23/09 Authorized Operator / Agent: _____
(Signature)

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

RECEIVED
APR 30 2009
KCC WICHITA

Dist!
PKT



CORPORATION COMMISSION

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

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

JMA RESOURCES, INC.
5400 NW GRAND BLVD., STE 305
OKLAHOMA CITY, OK 73112

May 11, 2009

Re: DOWDY OWWO #1-7
API 15-175-20017-00-01
7-35S-34W, 4030 FSL 3890 FEL
SEWARD 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 November 7, 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.

Sincerely,

Steve Bond
Production Department Supervisor

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



KANSAS
CORPORATION COMMISSION

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

May 13, 2009

Jeffrey J McDougall
JMA Energy Company, LLC
1021 NW GRAND BLVD
OKLAHOMA CITY, OK 73118-6039

RE: Transfer of Operations at the DOWDY OWWO lease, located in Section 7, Township 35S, Range 34W, SEWARD County, Kansas

Dear Jeffrey J McDougall:

On April 30, 2009, a well plugging application (CP-1) was received, which indicated to Staff that you are the current operator of the DOWDY OWWO lease. However, Conservation Division records indicate that JMA Resources, Inc. has not filed a Request for Change of Operator; Transfer of Injection or Surface Pit Permit (Conservation Division Form "T-1") transferring to you operator responsibility for the DOWDY OWWO lease. Therefore, JMA Resources, Inc. remains the Commission's operator of record and party responsible for the proper care and control of the DOWDY OWWO lease.

Conservation Division Staff understands that the burden of transferring operator responsibility first falls upon the transferring operator. However, in instances in which the transferring operator is no longer a licensed operator, or Staff is unable to determine the last operator of the subject lease, the burden of verifying operator responsibility falls upon the current operator of such lease. Staff is therefore requesting that you verify whether or not you are the current operator of the DOWDY OWWO lease.

The proper way to notify the Conservation Division that you are the current operator of the DOWDY OWWO lease is to file a Request for Change of Operator; Transfer of Injection or Surface Pit Permit (Conservation Division Form "T-1"). Staff will provide you with 28 days from this letter's date to provide a T-1 for the DOWDY OWWO lease. As such, you have until June 10, 2009, to file a T-1 for the DOWDY OWWO lease. A blank T-1 is enclosed with this letter. The T-1 is also available on the Conservation Division's website, at <http://kcc.ks.gov/conservation/forms/index.htm>, or upon request in the Conservation Division's central office in Wichita or any of the Conservation Division's district offices. If the past operator of the subject lease is unknown, or the past operator no longer has an active license, Staff is willing to accept other documentation in lieu of the past operator's signature on the T-1 form. Staff needs the T-1 signed by or on behalf of JMA Energy Company, LLC, as well as a copy of the bill or contract of sale under which you purchased the DOWDY OWWO lease, a copy of the agreement under which you are operating the lease, a copy of the assignment of the lease to you, or a copy of the new lease under which you are operating.

If you do not believe you are the operator of the DOWDY OWWO lease, you need to contact Jonelle Rains, the Conservation Division's Supervisor of Environmental Protection and Remediation, immediately to address the situation. Jonelle Rains may be reached at the Conservation Division's central office in Wichita, at the contact information listed below.

If by June 10, 2009, Commission Staff has not received the required information, or you have not contacted Jonelle Rains and resolved this situation, Staff may refer this matter to Conservation Division legal staff with a recommendation for an administrative penalty or penalties. Under K.A.R. 82-3-128, the failure to verify information requested by the Commission is punishable by a \$100 penalty. In addition, Staff may ask the Commission to shut in your current operations until compliance is achieved.

Please contact the Conservation Division immediately, or provide the requested information within 28 days of this letter's date, to remedy the above possible violation(s) and avoid further compliance action by the Commission. Please include a copy of this letter with the completed T-1 form upon filing with the Conservation Division.

Yours truly,
KCC Conservation Division Staff

cc: McDougall, Jeffrey J.
JMA Resources, Inc.
5400 NW GRAND BLVD., STE 305
OKLAHOMA CITY, OK 73112

CONSERVATION DIVISION
Finney State Office Building, 130 S. Market, Room 2078, Wichita, KS 67202-3802
(316) 337-6200 • Fax (316) 337-6211 • <http://kcc.ks.gov/>