

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 #: 32446
Name: Merit Energy Company
Address 1: 13727 Noel Road, Suite 500
Address 2: _____
City: Dallas State: TX Zip: 75240 + _____
Contact Person: Anneliese Biasetti
Phone: (972) 701-8377

API No. 15 - 175-20384-00-01
If pre 1967, supply original completion date: _____
Spot Description: _____
NE NE SW Sec. 22 Twp. 33 S. R. 34 East West
2,300 2314 Feet from North / South Line of Section
2,980 3126 Feet from East / West Line of Section
GPS-KCC-DIS
Footages Calculated from Nearest Outside Section Corner:
 NE NW SE SW
County: SEWARD
Lease Name: ETZOLD UNIT Well #: 3-1

Check One: Oil Well Gas Well OG D&A Cathodic Water Supply Well Other: _____
 SWD Permit #: _____ ENHR Permit #: E-24,960 Gas Storage Permit #: _____

Conductor Casing Size: _____ Set at: _____ Cemented with: _____ Sacks
Surface Casing Size: 8-5/8" Set at: 1675 Cemented with: 700 Sacks
Production Casing Size: 5-1/2" Set at: 6408 Cemented with: 175 Sacks

List (ALL) Perforations and Bridge Plug Sets:

6242-6288

Elevation: 2899 (G.L. / K.B.) T.D.: 6420 PBDT: 6200 Anhydrite Depth: _____
(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

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

If ACO-1 not filed, explain why:

RECEIVED
JUN 29 2009
KCC WICHITA

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: Dwain Wall (Merit Workover Foreman)

Address: 1900 West 2nd Street City: Liberal State: KS Zip: 67901 + _____

Phone: (620) 655-5214

Plugging Contractor License #: _____ Name: To be determined

Address 1: _____ Address 2: _____

City: _____ State: _____ Zip: _____ + _____

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: 06-25-2009 Authorized Operator / Agent: Anneliese Biasetti
(Signature)

KANSAS

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)

MERIT ENERGY COMPANY
13727 NOEL RD STE 500
DALLAS, TX 75240-7312

July 20, 2009

Re: ETZOLD UNIT #3-1
API 15-175-20384-00-01
22-33S-34W, 2314 FSL 3126 FEL
SEWARD COUNTY, KANSAS

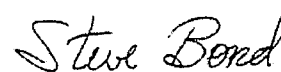
Dear Operator:

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 January 16, 2010. 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