

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 #: 33725
Name: Foundation Energy Management, LLC
Address 1: 14800 Landmark Blvd. Ste. 220
Address 2: _____
City: Dallas State: TX Zip: 75254 + 1434
Contact Person: David Koss
Phone: (918) 585-1650

API No. 15 - 159-19210 - 000001 *KCC ap*
If pre 1967, supply original completion date: _____
Spot Description: _____
C S/2 SW, SW Sec. 12 Twp. 18 S. R. 10 East West *KCC PRT Den OPS*
330 317 Feet from North / South Line of Section
4,620 4713 Feet from East / West Line of Section
Footages Calculated from Nearest Outside Section Corner:
 NE NW SE SW
County: Rice
Lease Name: Anna Habiger Well #: 1

Check One: Oil Well Gas Well OG D&A Cathodic Water Supply Well Other: _____
 SWD Permit #: 14.375 ENHR Permit #: _____ Gas Storage Permit #: _____
Conductor Casing Size: _____ Set at: _____ Cemented with: _____ Sacks
Surface Casing Size: 8-5/8" Set at: 195' Cemented with: 120 Sacks
Production Casing Size: 4-1/2" Set at: 3277' Cemented with: 100 Sacks

List (ALL) Perforations and Bridge Plug Sets:

Open hole 3277'-3669'

Elevation: 1740 (G.L. / K.B.) T.D.: 3669' PBTD: _____ Anhydrite Depth: 437'
(Stone Corral Formation)

Condition of Well: Good Poor Junk in Hole Casing Leak at: approximately 500'
(Interval)

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

per KCC instructions

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

If ACO-1 not filed, explain why:

RECEIVED
JAN 11 2010
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: Kent Strube
Address: P.O. Box 533 City: Clafin State: KS Zip: 67525 + _____
Phone: (620) 786-4161
Plugging Contractor License #: 32098 Name: Classic Well Service
Address 1: P.O. Box 539 Address 2: _____
City: Clafin State: KS Zip: 67525 + _____
Phone: (620) 562-8088
Proposed Date of Plugging (if known): 1/20/2010

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

Date: 1/8/10 Authorized Operator / Agent: _____
(Signature) *Dist PRT*



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)

FOUNDATION ENERGY MANAGEMENT, LLC
14800 LANDMARK BLVD
STE 220
DALLAS, TX 75254-1434

January 13, 2010

Re: ANNA HABIGER #1
API 15-159-19210-00 ~~00~~ 01 KCC ops
12-18S-10W, 317 FSL 4713 FEL
RICE 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 July 12, 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: #2
3450 N. Rock Road, Suite 601
Wichita, KS 67226
(316) 630-4000