

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 #: 5055
Name: C.H. TODD, INC
Address 1: 1000 N. TYLER RD. STE. 100
Address 2: _____
City: WICHITA State: KS Zip: 67212 + _____
Contact Person: GORDON STOCKEMER
Phone: (316) 721-2020

API No. 15 - 025-20639-00-00
If pre 1967, supply original completion date: 4/30/1983
Spot Description: SNAKE CREEK
 NW SW SW Sec. 23 Twp. 34 S. R. 21 East West
990 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: CLARK
Lease Name: BARBY Well #: 7-23

Check One: Oil Well Gas Well OG D&A Cathodic Water Supply Well Other: _____
 SWD Permit #: _____ ENHR Permit #: _____ Gas Storage Permit #: _____
Conductor Casing Size: 20" Set at: 85 Cemented with: 300SX Sacks
Surface Casing Size: 8 5/8 Set at: 843 Cemented with: 675SX Sacks
Production Casing Size: 5.5 Set at: 4430 Cemented with: 150SX Sacks

List (ALL) Perforations and Bridge Plug Sets:

TORONTO 4312-4327 PERF
ELGIN 4212-4215 PERF

Elevation: 1796 (G.L. / K.B.) T.D.: 4453 PBTD: 4387 Anhydrite Depth: 860
(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):

PLUG WELL AS PER KCC RECOMENDATIONS

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

If ACO-1 not filed, explain why:

RECEIVED
KANSAS CORPORATION COMMISSION

FEB 25 2010

CONSERVATION DIVISION
WICHITA, KS

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: DAVID B. PAULY
Address: 1000 N. TYLER City: WICHITA State: KS Zip: 67212 + _____
Phone: (316) 721-2020
Plugging Contractor License #: 31925 Name: QUALITY WELL SERVICE
Address 1: 401 W. MAIN Address 2: _____
City: LYONS State: KS Zip: 67554 + _____
Phone: (620) 727-3410
Proposed Date of Plugging (if known): 03/10/2010

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

Date: 02/25/2010 Authorized Operator / Agent: _____
(Signature)

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



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

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

•C. H. TODD, INC.
1000 N TYLER STE 100
WICHITA, KS 67212-3276

March 15, 2010

Re: BARBY #7-23
API 15-025-20639-00-00
23-34S-21W, FL FL
CLARK COUNTY, KANSAS

Dear Operator:

The purpose of this letter is twofold. First, 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.**

This letter is also to notify you that during the central office's review of your CP-1 for license number verification, staff has discovered that you are not the current operator of record of the above well on file with the Conservation Division. **Central office staff is therefore requesting that you verify that you are the operator of record of the above well. The proper procedure for verifying operator authority is by filing a Conservation Division form T-1 (Request for Change of Operator; Transfer of Injection or Surface Pit Permit).** If a T-1 has already been filed with the Conservation Division reflecting the transfer of operator authority, please disregard this paragraph. If a T-1 has not been filed reflecting the transfer, please see the attached letter, which explains the T-1 filing process.

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. Furthermore, 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 September 11, 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



KANSAS
CORPORATION COMMISSION

Mark Parkinson, Governor Thomas E. Wright, Chairman Joseph F. Harkin, Commissioner

March 12, 2010

Gordon Stockemer
C. H. Todd, Inc.
1000 N TYLER STE 100
WICHITA, KS 67212-3276

RE: Transfer of Operations at the BARBY lease, located in Section 23, Township 34S, Range 21W, CLARK County, Kansas

Dear Gordon Stockemer:

On February 25, 2010, a well plugging application (CP-1) was received, which indicated to Staff that you are the current operator of the BARBY lease. However, Conservation Division records indicate that 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 BARBY lease has not been filed.

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 BARBY lease.

The proper way to notify the Conservation Division that you are the current operator of the BARBY 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 BARBY lease. As such, you have until April 9, 2010, to file a T-1 for the BARBY 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 C. H. Todd, Inc., as well as a copy of the bill or contract of sale under which you purchased the BARBY 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 BARBY 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 April 9, 2010, 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: KCC Conservation Division

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/>