

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 #: 4894
Name: Horseshoe Operating, Inc.
Address 1: 110 W. Louisiana, Ste. 200
Address 2: _____
City: Midland State: TX Zip: 79701 + _____
Contact Person: S. L. Burns / Janice Ripley
Phone: (432) 683-1448

API No. 15 - 071-20077-00-00
If pre 1967, supply original completion date: _____
Spot Description: _____
C - SE SE Sec. 20 Twp. 20 S. R. 40 East West
660 Feet from North / South Line of Section
660 662 Feet from East / West Line of Section
Footages Calculated from Nearest Outside Section Corner:
 NE NW SE SW
County: Greeley
Lease Name: Panning Well #: 1

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: 235 Cemented with: 160 Sacks
Production Casing Size: 4-1/2 Set at: 2847 Cemented with: 200 Sacks

List (ALL) Perforations and Bridge Plug Sets:

Perfs 2799-2807'

Elevation: 3583 (G.L. / K.B.) T.D.: 2855 PBTD: _____ 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):

Plug 4-1/2" w/250# hulls & 185 sx 60/40 poz 4% gel. Plug annulus w/100 sx 60/40 poz 4% gel.

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

If ACO-1 not filed, explain why:

RECEIVED

MAY 21 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: Dave Olson
Address: 110 W. Louisiana, Ste. 200 City: Midland State: TX Zip: 79701 + _____
Phone: (620) 376-8190
Plugging Contractor License # 949996 Name: Allied Cementing Co., Inc.
Address 1: P. O. Box 31 Address 2: _____
City: Russell State: KS Zip: 67665 + _____
Phone: (785) 483-2627

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: 5/17/10 Authorized Operator / Agent: S. L. Burns
(Signature)



CORPORATION COMMISSION

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

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

HORSESHOE OPERATING, INC.
110 W LOUISIANA STE 200
MIDLAND, TX 79701-3414

May 24, 2010

Re: PANNING #1
API 15-071-20077-00-00
20-20S-40W, 660 FSL 662 FEL
GREELEY 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 20, 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