

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

Form CP-1  
March 2010  
This Form must be Typed  
Form must be Signed  
All blanks must be Filled

WELL PLUGGING APPLICATION

Form KSONA-1, Certification of Compliance with the Kansas Surface Owner Notification Act,  
MUST be submitted with this form.

OPERATOR: License #: 30717  
Name: Downin-Nelson Oil Co., Inc.  
Address 1: P.O. Box 372  
Address 2: \_\_\_\_\_  
City: Hays State: Ks. Zip: 67601 + 0372  
Contact Person: Ron Nelson  
Phone: (785) 621-2610

API No. 15 - 195-21,697-00-00  
If pre 1967, supply original completion date: \_\_\_\_\_  
Spot Description: \_\_\_\_\_  
    
Sec. 10 Twp. 13 S. R. 21  East  West  
990 Feet from  North /  South Line of Section  
3,630 Feet from  East  West Line of Section  
Footages Calculated from Nearest Outside Section Corner:  
 NE  NW  SE  SW  
County: Trego  
Lease Name: Deutscher Well #: 2

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: 312' Cemented with: 180 sxs. Sacks  
Production Casing Size: 5 1/2" Set at: 3909' Cemented with: 169 sxs. Sacks

List (ALL) Perforations and Bridge Plug Sets:  
3820' to 3840'

Elevation: 2171' ( G.L. /  K.B.) T.D.: 3909' PBTD: 3875' Anhydrite Depth: 1543'  
(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):

According to KCC Instructions.

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

If ACO-1 not filed, explain why:

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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: Terry W. Piesker  
Address: P.O. Box 177 City: Victoria State: Ks. Zip: 67671 + \_\_\_\_\_  
Phone: (785) 735-4363  
Plugging Contractor License #: 31925 Name: Quality Oil Well Cementing, Inc.  
Address 1: P.O. Box 32 Address 2: \_\_\_\_\_  
City: Russell State: Ks. Zip: 67664 + 0032  
Phone: (785) 445-2686

Proposed Date of Plugging (if known): As soon as possible.

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

Date: 12-17-10 Authorized Operator / Agent: Terry W. Piesker  
(Signature)

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

Form KSONA-1  
July 2010  
Form Must Be Typed  
Form must be Signed  
All blanks must be Filled

**CERTIFICATION OF COMPLIANCE WITH THE  
KANSAS SURFACE OWNER NOTIFICATION ACT**

*This form must be submitted with all Forms C-1 (Notice of Intent to Drill); CB-1 (Cathodic Protection Borehole Intent); T-1 (Request for Change of Operator Transfer of Injection or Surface Pit Permit); and CP-1 (Well Plugging Application). Any such form submitted without an accompanying Form KSONA-1 will be returned.*

Select the corresponding form being filed:  C-1 (Intent)  CB-1 (Cathodic Protection Borehole Intent)  T-1 (Transfer)  CP-1 (Plugging Application)

OPERATOR: License # 30717  
Name: Downin-Nelson Oil Co., Inc.  
Address 1: P.O. Box 372  
Address 2: \_\_\_\_\_  
City: Hays State: Ks. Zip: 67601 + 0372  
Contact Person: Ron Nelson  
Phone: ( 785 ) 621-2610 Fax: ( 785 ) 621-2612  
Email Address: \_\_\_\_\_

Well Location:  
\_\_\_\_ NW SE SW Sec. 10 Twp. 13 S. R. 21  East  West  
County: Trego  
Lease Name: Deutscher Well #: 2

*If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:*

**Surface Owner Information:**

Name: Ty and Jan Schmidt  
Address 1: 38056 "O" RD.  
Address 2: \_\_\_\_\_  
City: Ellis State: Ks. Zip: 67637 + \_\_\_\_\_

*When filing a Form T-1 involving multiple surface owners, attach an additional sheet listing all of the information to the left for each surface owner. Surface owner information can be found in the records of the register of deeds for the county, and in the real estate property tax records of the county treasurer.*

*If this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathodic Protection Borehole Intent), you must supply the surface owners and the KCC with a plat showing the predicted locations of lease roads, tank batteries, pipelines, and electrical lines. The locations shown on the plat are preliminary non-binding estimates. The locations may be entered on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.*

**Select one of the following:**

- I certify that, pursuant to the Kansas Surface Owner Notice Act (House Bill 2032), I have provided the following to the surface owner(s) of the land upon which the subject well is or will be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C-1 or Form CB-1, the plat(s) required by this form; and 3) my operator name, address, phone number, fax, and email address.
- I have not provided this information to the surface owner(s). I acknowledge that, because I have not provided this information, the KCC will be required to send this information to the surface owner(s). To mitigate the additional cost of the KCC performing this task, I acknowledge that I am being charged a \$30.00 handling fee, payable to the KCC, which is enclosed with this form.

*If choosing the second option, submit payment of the \$30.00 handling fee with this form. If the fee is not received with this form, the KSONA-1 form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1 will be returned.*

I hereby certify that the statements made herein are true and correct to the best of my knowledge and belief.

Date: 12-17-10 Signature of Operator or Agent: Terry W. Piesher Title: Consultant

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KCC WICHITA



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

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

• DOWNING-NELSON OIL CO INC  
PO BOX 372  
HAYS, KS 67601-0372

January 11, 2011

Re: DEUTSCHER #2  
API 15-195-21697-00-00  
10-13S-21W, 990 FSL 3630 FEL  
TREGO 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 July 10, 2011. 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: #4  
2301 E. 13th  
Hays, KS 67601  
(785) 625-0550



**KANSAS**  
CORPORATION COMMISSION

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

January 11, 2011

Ron Nelson  
Downing-Nelson Oil Co Inc  
PO BOX 372  
HAYS, KS 67601-0372

RE: Transfer of Operations at the DEUTSCHER lease, located in Section 10, Township 13S, Range 21W, TREGO County, Kansas

Dear Ron Nelson:

On December 20, 2010, a well plugging application (CP-1) was received, which indicated to Staff that you are the current operator of the DEUTSCHER lease. However, Conservation Division records indicate that Al-La-Lyn Oil, 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 DEUTSCHER lease. Therefore, Al-La-Lyn Oil, Inc. remains the Commission's operator of record and party responsible for the proper care and control of the DEUTSCHER 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 DEUTSCHER lease.

The proper way to notify the Conservation Division that you are the current operator of the DEUTSCHER 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 DEUTSCHER lease. As such, you have until February 8, 2011, to file a T-1 for the DEUTSCHER 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 Downing-Nelson Oil Co Inc, as well as a copy of the bill or contract of sale under which you purchased the DEUTSCHER 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 DEUTSCHER 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 February 8, 2011, 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**

Romine, Reggie  
Al-La-Lyn Oil, Inc.  
1801 SPRUCE BOX 115  
ELLIS, KS 67637

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/>