For KCC Use: 5-14:2011 District

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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

NOTICE OF INTENT TO DRILL

Must be approved by KCC five (5) days prior to commencing well

Form K	SONA-1, Certii			s Surface Owner Notification Act, MUST be submitted with	this form.		
Expected Spud Date:	5	15	2011	Spot Description: 10' West & 230' North			
	month	day	year	C _ SE _ NE _ SW _ Sec 26 _ Twp 19	SR 11 DEXW		
ODEDATOR Livered	6878	6768	_	(9/9/9/0) 1,880 feet from	اشت است		
OPERATOR: License# _ Name: Carrie Exploration	n and Developm	nent		2,300 feet from	E / X W Line of Section		
Address 1: 210 West 22				Is SECTION: Regular Inregular?	د عا		
Address 2:				- (Note: Locate well on the Section Plat on	roverse side)		
City: Hays	Sta	ate: Ks Zij	o; <u>67601</u> +	County: Barton	reverse side)		
Contact Person: Ron He	erold			Lease Name: Teresa	Well #: C-1		
Phone: 785 625 9318				Field Name: Chase-Silica			
CONTRACTOR: License	# 33350 /	.		ls this a Prorated / Spaced Field?	Yes XNo		
Name: Southwind Drilling	Inc.			Target Formation(s). Arbuckle			
Well Drilled For:	Well (Class:	Type Equipment:	Nearest Lease or unit boundary line (in footage): 340			
	_		Mud Rotary	Ground Surface Elevation: est 1767	feet MSL		
		infield Pool Ext.	Air Rotary	Water well within one-quarter mile:	XYes No		
	, ,	Mildcat	Cable	Public water supply well within one mile:	Yes X No		
Seismic: #		Other		Depth to bottom of fresh water: 90'			
Other:				Depth to bottom of usable water: 230'			
				Surface Pipe by Alternate: XI III			
lif OWWO: old we	ell information a	is follows:		Length of Surface Pipe Planned to be set: 250			
Operator:				Length of Conductor Pipe (if any):			
Well Name:				Projected Total Depth: 3,400'			
Original Completion I		Original	Total Depth:	Formation at Total Depth: Arbuckle			
-				Water Source for Drilling Operations:			
Directional, Deviated or H	Horizontal wellb	ore?	Yes No	- XWell Farm Pond Other:			
If Yes, true vertical depth:				DWR Permit #: Existing			
Bottom Hole Location:				— (Note: Apply for Permit with DWR			
KCC DKT #:				Will Cores be taken?	Yes XNo		
				If Yes, proposed zone:			
			AF	FFIDAVIT	RECEIVED		
The undersigned hereb	y affirms that t	the drilling, co	ompletion and eventual p	olugging of this well will comply with K.S.A. 55 et. seq.			
It is agreed that the folio	owing minimun	n requiremer	nts will be met:		MAY 0 5 2011		
Notify the approp	riate district of	ffice <i>prior</i> to	spudding of well:				
2. A copy of the app	proved notice of	of intent to dr	ill shall be posted on ea	ch drilling rig;	KCC WICHITA		
				et by circulating cement to the top; in all cases surface pipe	e shall be set		
			minimum of 20 feet into t				
				istrict office on plug length and placement is necessary pr gged or production casing is cemented in;	ior to piugging;		
				ted from below any usable water to surface within 120 DA	YS of spud date.		
Or pursuant to Ap	ppendix "B" - E	Eastern Kans	as surface casing order	#133,891-C, which applies to the KCC District 3 area, alte	rnate II cementing		
must be complete	ed within 30 da	ays of the sp	ud date or the well shall I	be plugged. In all cases, NOTIFY district office prior to a	any cementing.		
I hereby certify that the	statements m	ade herein a	re true and to the best of	my knowledge and belief.			
- 5/3/2011	<u>.</u> .		R_{α}) J O A A OWner	ŗ		
Date: 5/3/2011	Signal	ture of Opera	tor or Agent: (VC)	Title:			
For KCC Hos ONLY				Remember to:			
For KCC Use ONLY	2555	8-000	3	- File Certification of Compliance with the Kansas Surface	ce Owner Notification		
API # 15 - 001 -		<u> </u>	<u> </u>	ACT (KSONA-1) With Intent to Drill,			
Conductor pipe required leet				- File Drill Pit Application (form CDP-1) with Intent to Drill; - File Completion Form ACO-1 within 120 days of spud date; - ★			
Minimum surface pipe r	required	250	_ feet per ALT.	- File acreage attribution plat according to field proration orders;			
Approved by: Put S				Notify appropriate district office 48 hours prior to workover or re-entry;			
This authorization expir	C-G-	2012		- Submit plugging report (CP-4) after plugging is completed (within 60 days);			
(This authorization void if	· · · · · · · · · · · · · · · · · · ·		onths of approval date.)	- Obtain written approval before disposing or injecting sa	ilt water.		
	<u> </u>			- If well will not be drifted or permit has expired (See: auth			
Spud date:	Age	nt:		please check the box below and return to the address I	below.		
				Well will not be drilled or Permit Expired Date			
Mail to	o: KCC - Con	servation D	ivision.	Signature of Operator or Agent:	쏭		

For KCC Use ONLY
API#15-009-25558-0000

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW.

In all cases, please fully complete this side of the form. Include items 1 through 5 at the bottom of this page.

Operator: Carrie Exploration and Development	Location of Well: County: Barton		
Lease: Teresa			
Well Number: C-1	2,300 feet from E / W Line of Section		
Field: Chase Silica	Sec. <u>26</u> Twp. <u>19</u> S. R. <u>11</u> E X W		
Number of Acres attributable to well:	Is Section: 🔀 Regular or 🔲 Irregular		
QTR/QTR/QTR/QTR of acreage: _CSE NE SW	——————————————————————————————————————		
	If Section is Irregular, locate well from nearest corner boundary. Section corner used: NE NW SE SW		
lease roads, tank batteries, pipelines and electrical lines, a	PLAT rest lease or unit boundary line. Show the predicted locations of as required by the Kansas Surface Owner Notice Act (House Bill 2032). th a separate plat if desired.		
	<u> </u>		
	* 1		
	LEGEND		
	LEGEND O Well Location Tank Battery Location Pipeline Location Electric Line Location Lease Road Location		
20	O Well Location Tank Battery Location Pipeline Location Electric Line Location		

NOTE: In all cases locate the spot of the proposed drilling locaton.

MAY 05 2011

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In plotting the proposed location of the well, you must show:

- 1. The manner in which you are using the depicted plat by identifying section lines, i.e. 1 section, 1 section with 8 surrounding sections, KCC WICHITA 4 sections, etc.
- 2. The distance of the proposed drilling location from the south / north and east / west outside section lines.
- 3. The distance to the nearest lease or unit boundary line (in footage).
- 4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (C0-7 for oil wells; CG-8 for gas wells).
- 5. The predicted locations of lease roads, tank batteries, pipelines, and electrical lines.

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.

OPERATOR: License # 6878	Well Location:		
Name: Carrie Exploration and Development	C SE NE SW Sec. 26 Twp. 19 S. R. 11 Eas West		
Address 1: 210 West 22nd	County: Barton		
	· ·		
City: Hays State: Ks Zip: 67601 +	If filing a Form T-1 for multiple wells on a lease, enter the legal description o		
Contact Person: Ron Herold	the lease below:		
Phone: (785) 625 9318 Fax: ()	<u>_</u>		
Address 2: City: Hays State: Ks Zip: 67601 Contact Person: Ron Herold Phone: (785) 625 9318 Email Address: ronaldherold@hotmail.com	-		
Surface Owner Information:			
Name: Ken & Teresa Sieker	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		
Name: Ken & Teresa Sieker Address 1: 211 E 1st Street Address 2:			
Address 2:	county, and in the real estate property tax records of the county treasurer.		
City: Ellinwood State: Ks Zip: 67526 +	_		
the KCC with a plat showing the predicted locations of lease roads, to	thodic Protection Borehole Intent), you must supply the surface owners and ank batteries, pipelines, and electrical lines. The locations shown on the plat d on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.		
the KCC with a plat showing the predicted locations of lease roads, to	ank batteries, pipelines, and electrical lines. The locations shown on the plat		
the KCC with a plat showing the predicted locations of lease roads, to are preliminary non-binding estimates. The locations may be entered Select one of the following: I certify that, pursuant to the Kansas Surface Owner Notice owner(s) of the land upon which the subject well is or will be	ank batteries, pipelines, and electrical lines. The locations shown on the plat on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. e Act (House Bill 2032), I have provided the following to the surface e located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form m being filed is a Form C-1 or Form CB-1, the plat(s) required by this		
the KCC with a plat showing the predicted locations of lease roads, to are preliminary non-binding estimates. The locations may be entered. Select one of the following: I certify that, pursuant to the Kansas Surface Owner Notice owner(s) of the land upon which the subject well is or will be CP-1 that I am filing in connection with this form; 2) if the for form; and 3) my operator name, address, phone number, fax. I have not provided this information to the surface owner(s). KCC will be required to send this information to the surface.	ank batteries, pipelines, and electrical lines. The locations shown on the plat on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted. e Act (House Bill 2032), I have provided the following to the surface e located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form m being filed is a Form C-1 or Form CB-1, the plat(s) required by this		
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KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Carrie Exploration ar	nd Development	License Number: 6878						
Operator Address: 210 West 22nd		Hays Ks 67601						
Contact Person: Ron Herold		Phone Number: 785 625 9318						
Lease Name & Well No.: Teresa	C-′	1	Pit Location (QQQQ):					
ype of Pit: Pit is: Emergency Pit Burn Pit X Proposed		Existing	SENESW Sec26Twp19R11East 💢 West					
Settling Pit X Drilling Pit	If Existing, date co		1,880 Feet from North / X South Line of Section					
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit capacity: 4,339	(bbis)	2,300 Feet from East / West Line of Section Barton County					
s the pit located in a Sensitive Ground Water A	Area? X Yes	No	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)					
Is the bottom below ground level? X Yes No	Artificial Liner?	No	How is the pit lined if a plastic liner is not used?					
Pit dimensions (all but working pits):	Length (fee		Width (feet)					
If the pit is lined give a brief description of the I material, thickness and installation procedure.		liner integrity, in	e water and cover when dry.					
Distance to nearest water well within one-mile	•	Depth to shallowest fresh water 9 feet. Source of information:						
feet Depth of water well	feet	measured	well owner electric log KDWR					
Emergency, Settling and Burn Pits ONLY:		Drilling, Workover and Haul-Off Pits ONLY: Bentonite Mud						
Producing Formation: Number of producing wells on lease:			Type of material utilized in drilling/workover:					
Barrels of fluid produced daily:		Number of working pits to be utilized: Abandonment procedure: Haul off free water and cover when dry.						
Does the slope from the tank battery allow all s flow into the pit? Yes No		Drill pits must be closed within 365 days of spud date.						
I hereby certify that the above staten	I hereby certify that the above statements are true and correct to the best of my knowledge and belief.							
5/3/2011 Date MAY 0.5 2011 Signature of Applicant or Agent KCC WICHITA								
KCC OFFICE USE ONLY Liner Steel Pit K RFAC RFAS								
Date Received: 5-5-1\ Permit Number: Permit Date: 5-9-1\ Lease Inspection: Yes \ \ No								

Conservation Division Finney State Office Building 130 S. Market, Rm. 2078 Wichita, KS 67202-3802



phone: 316-337-6200 fax: 316-337-6211 http://kcc.ks.gov/

Thomas E. Wright, Chairman Ward Loyd. Commissioner

Corporation Commission

Sam Brownback, Governor

May 9, 2011

Carrie Exploration and Development 210 West 22nd Hays, KS 67601

RE: Drilling Pit Application Teresa Lease Well No. C-1 SW/4 Sec. 26-19S-11W

Barton County, Kansas

Dear Sir or Madam:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed <u>without slots</u>, the bottom shall be flat and reasonably level, and the free fluids must be removed. The fluids are to be removed from the reserve pit as soon as practical after drilling operations have ceased. **Keep pits away from any drainage.**

If production casing is set all completion fluids shall be removed from the working pits daily. NO completion fluids or non-exempt wastes shall be placed in the reserve pit.

The fluids should be taken to an authorized disposal well. Please call the District Office at (785) 625-0550 when the fluids have been removed. Please file form CDP-5 (August 2004), Exploration and Production Waste Transfer, within 30 days of fluid removal. Conservation division forms are available through our office and on the KCC web site: www.kcc.state.ks.us/conservation/forms.

A copy of this letter should be posted in the doghouse along with the approved Intent to Drill. If you have any questions or concerns please feel free to contact the undersigned at the above address.

Sincerely,

Kathy Haynes

Environmental Protection and Remediation Department

cc: district