KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

/ 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 #: 7383	API No. 15 - 051-21106-00-00		
Name: Grady Bolding Corporation	If pre 1967, supply original completion date:		
Address 1: P.O. Box 486	Spot Description:		
	<u>SE_NE_NE_Sec. 7</u> Twp. 12 S. R. 17East West		
Address 2:	Feet from North / South Line of Section Feet from East / West Line of Section		
Contact Person: Grady Bolding	Footages Calculated from Nearest Outside Section Corner:		
Phone: (620) 564-2240	NE NW ✓ SE SW County: Ellis		
e e e e e e e e e e e e e e e e e e e	Lease Name: Herman well #: 1		
Check One: ✓ Oil Well Gas Well OG D&A Cathodic	c Water Supply Well Other:		
SWD Permit #: ENHR Permit #:	Gas Storage Permit #:		
Conductor Casing Size: N/A Set at:	Cemented with: Sacks		
Surface Casing Size: 8 5/8" Set at: 252'	Cemented with: 130 Sacks		
Production Casing Size: 5 1/2" Set at: 3657'	Cemented with: 75 Sacks		
No perforations. Open hole completion from 3657' to 367	en per en		
Elevation: 2156 (G.L. / [K.B.) T.D.: 3671' PBTD: N/A A	(Stone Corral Formation)		
Condition of Well: Good Poor Junk in Hole Casing Leak at:	Note: Alternate 2 completion. DV Tool at 1352' (cemented with		
Proposed Method of Plugging (attach a separate page if additional space is needed): To be determined by KCC District Office.	300 sacks of cement to surface)		
Is Well Log attached to this application? Yes V No Is ACO-1 filed? Ves	No No		
If ACO-1 not filed, explain why:			
Log was not run	y v v e e e e e e e e e e e		
Plugging of this Well will be done in accordance with K.S.A. 55-101 et. seq. and the Rule Company Representative authorized to supervise plugging operations: Grady Bolding			
	Ellinwood State: KS Zip: 67526 + 0486		
Phone: (620) 564-2240	State 2p		
	Quality Oil Well Cementing		
DO Boy 32			
Address 1: F.O. BOX 32 Addre	State: KS Zip: 67665 + 0032		
Phone: (785) 483-2025	State. 115 Zip. 115		
Proposed Date of Plugging (if known): To be agreed to by KCC and Gra	dy Bolding Corporation		
Proposed Date of Plugging (if known): 10 be agreed to by Noo and and	CEN/FD		
Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent Date: 10-26-56-41-2011 Authorized Operator / Agent: 4	Gredy Greding President What 05 2011		
Mail to: KCC - Conservation Division, 130 S. Marke	Signature) RECEIVED RECE		

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

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

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 #	Well Location:	
Name: Grady Bolding Corporation	SE_NE_NE_Sec. 7 Twp. 12 S. R. 17 East West	
Address 1: P.O. Box 486		
Address 2:	County: Ellis Lease Name: Herman Well #: 1	
City: Ellinwood State: KS Zip: 67526 + 0486 Contact Person: Grady Bolding	If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:	
Phone: (620) 564-2240 Fax: (620) 564-2765		
Email Address: GRAdy @ HB Comm. Net		
urface Owner Information:		
Name: Ann L. Herman Address 1: 2721 Walnut	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.	
Address 2:	County, and in the real estate property tax records of the county a casarci.	
Gity: Trays State: Tto Zip: Groot +		
the KCC with a plat showing the predicted locations of lease roads, tank	dic Protection Borehole Intent), you must supply the surface owners and a batteries, pipelines, and electrical lines. The locations shown on the plate in 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, tank are preliminary non-binding estimates. The locations may be entered or Select one of the following: \[\begin{align*} 1 certify that, pursuant to the Kansas Surface Owner Notice And Owner(s) of the land upon which the subject well is or will be locations.	ct (House Bill 2032), I have provided the following to the surface	
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the KCC with a plat showing the predicted locations of lease roads, tank are preliminary non-binding estimates. The locations may be entered or Select one of the following: \[\begin{align*} I certify that, pursuant to the Kansas Surface Owner Notice Are owner(s) of the land upon which the subject well is or will be located CP-1 that I am filing in connection with this form; 2) if the form beform; and 3) my operator name, address, phone number, fax, are I have not provided this information to the surface owner(s). I acknowledge that I am being charged a \$30.00 handling	ct (House Bill 2032), I have provided the following to the surface — coated: 1) a copy of the Form C-1, Form CB-1, Form CB-1, Form T-1, or Form being filed is a Form C-1 or Form CB-1, the plat(s) required by this and email address. Cknowledge that, because I have not provided this information, the ener(s). To mitigate the additional cost of the KCC performing this fee, payable to the KCC, which is enclosed with this form.	
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Grady **B**olding **C**orporation P.O. Box 486

Ellinwood, Kansas 67526

Phone: 620-564-2240 Fax: 620-564-2765 Email: grady@hbcomm.net

April 25, 2011

Mr. Steve Bond Kansas Corporation Commission Finney State Office Building 130 S. Market, Room 2078 Wichita, Kansas 67202-3802

RE: Herman #1'- Ellis County
Well Plugging Application

Dear Steve,

I talked with Richard Williams last week and he suggested that I re-submit a well plugging application for the Herman #1 since I could not be certain that the plugger would be on location by the deadline of April 30.

I have merely crossed out the original date of the original application with today's date (04/25/2011). I am sending a copy of this letter to Richard Williams in order that he knows that this resubmission has been made.

I think that other operators will encounter this delay in the future. There are few plugging contractors operating in Kansas and thus they are spread pretty thin.

Thank you for your consideration.

Sincerely,

Grady Bolding

Cc: Richard Williams Hays Office RECEIVED

APR 2 6 2011

KCC WICHITA

- bry CP/ reed 10/29/10 - 'Ax' ggprud. through 4/30/11.

KANSAS CORPORATION COMMISSION NO NEW SIGN OIL & GAS CONSERVATION DIVISION MICE CARRECTION FOR

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 #: 7383		API No. 15 - 051-21106-00-	00
Name: Grady Bolding Corporation Address 1: P.O. Box 486		If pre 1967, supply original completion date:	
		Address 2:	- 67526 0486
•		Feet from ✓ East	st / West Line of Section
Contact Person: Grady Bolding		Footages Calculated from Nearest Outside	
Phone: (620) 564-2240		☐ NE ☐ NW 🗸 SE	sw
		County: Ellis Lease Name: Herman	
		Lease Name:	vveii #:
Check One: Oil Well Gas Well Go	D&A Cathodi	ic Water Supply Well Other:	and an extra section of the section
SWD Permit #:	ENHR Permit #:		#:
Conductor Casing Size: N/A			Sacks
Surface Casing Size: 8 5/8"	0.501	Cemented with: 130	
Production Casing Size:5 1/2"		Cemented with: 75	
	Set at.		
List (ALL) Perforations and Bridge Plug Sets: No perforations. Open hole completion	on from 3657' to 367	71'.	
140 periorationo. Opon note compressi			
Elevation: 2156 (G.L./ [K.B.) T.D.: 3671	PRTD N/A A	nhydrite Depth: 1376'	
	· .	(Stone Con	te 2 completion.
Condition of Well: Good Poor Junk in Hole	(1		2' (cemented with
Proposed Method of Plugging (attach a separate page if addition		300 sacks of c	ement to surface)
To be determined by KCC District Off	ice.		•
	· .		
Is Well Log attached to this application? Yes V No	Is ACO-1 filed? Yes	☐ No	
If ACO-1 not filed, explain why:			
Log was not run			
Plugging of this Well will be done in accordance with K.S.	A 55-101 at sea and the Rui	es and Regulations of the State Corporation	Commission
Plugging of this Well will be done in accordance with K.s. Company Representative authorized to supervise plugging o	parations: Grady Boldin	ng	
Company Representative authorized to supervise plugging of Address: P.O. Box 486	City:	Ellinwood State: KS Zip	67526 + 0486
Phone: (620) 564-2240	<u> </u>		
Plugging Contractor License #: 32528 (David Fu	unk) Nam	e: Quality Oil Well Cementin	g
Address 1: P.O. Box 32	Addr		
	7001	State: KS Zip	67665 + 0032
City: Russell Phone: (785) 483-2025			
Proposed Date of Plugging (if known): To be agree	ed to by KCC and Gra	dy Bolding Corporation	
Proposed Date of Plugging (if known):			RECEIVED
Payment of the Plugging Fee (K.A.R. 82-3-118) will be gu	aranteed by Operator/or Agen	t	APR 2 6 2011
Date: 10 78 10 Authorized Operator / Ager	PI 11 /12 , V	President	
1 to 1 pall	,	(Signature)	KCC WICHITA
Mail to: KCC - Conser	vation Division, 130 S. Mark	et - Room 2078, Wichita, Kansas 67202	

KANSAS CORPORATION COMMISSION SIGNAT. CORRECTION OIL & GAS CONSERVATION DIVISION CONA RED D. FORM

CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

Form Must Be Typed
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KCC WICHITA

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) X CP-1 (Plugging Application)
OPERATOR: License # 7383 Name: Grady Bolding Corporation	Well Location:SE_NE_NE_Sec.7Twp. 12_S. R. 17 ☐ East West
Address 1: P.O. Box 486	County: Ellis Lease Name: Herman Well #: 1
Address 2:	Lease Name: Herman Well #: 1
City: Ellinwood State: KS Zip: 67526 + 0486	If filing a Form T-1 for multiple wells on a lease, enter the legal description of
Contact Person: Grady Bolding	the lease below:
Phone: (620) 564-2240 Fax: (620) 564-2765	
Email Address: GRAdy @ HB Comm. Net	
Surface Owner Information:	
Name: Ann L. Herman	When filing a Form T-1 involving multiple surface owners, attach an additional
Address 1: 2721 Walnut	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
Address 2:	county, and in the real estate property tax records of the county treasurer.
City: Hays State: KS Zip: 67601 +	
	batteries, pipelines, and electrical lines. The locations shown on the plat the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.
N. I. certify that, pursuant to the Kansas Surface Owner Notice Acover(s) of the land upon which the subject well is or will be loced CP-1 that I am filing in connection with this form; 2) if the form beform; and 3) my operator name, address, phone number, fax, and	cated: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form being filed is a Form C-1 or Form CB-1, the plat(s) required by this
☐ I have not provided this information to the surface owner(s). I ac KCC will be required to send this information to the surface ow task, I acknowledge that I am being charged a \$30.00 handling	cknowledge that, because I have not provided this information, the ner(s). To mitigate the additional cost of the KCC performing this fee, payable to the KCC, which is enclosed with this form.
If choosing the second option, submit payment of the \$30.00 handling a form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1	fee with this form. If the fee is not received with this form, the KSONA-1 will be returned.
I hereby certify that the statements made herein are true and correct to	
Date: 10-18-10 Signature of Operator or Agent: Healy B	reding Title: President RECEIVED
4-24-11	APR 2 6 2011

Mail to, LCC . Concernation Division 120 C Market .. Doom 2079 Wichite Konces 67202



Sam Brownback, Governor, Thomas E. Wright, Chairman Ward Loyd, Commissioner

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

GRADY BOLDING CORPORATION PO BOX 486 ELLINWOOD, KS 67526-0486 May 06, 2011

Re: HERMAN #1

API 15-051-21106-00-00

7-12S-17W, 4265 FSL 391 FEL ELLIS 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 2, 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

Stue Bond

Production Department Supervisor

District: #4 2301 E. 13th Hays, KS 67601 (785) 625-0550