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 #: 32638		API No. 15 - /29 - 10038	1-0000
Name: NADEL & GUSSMAN, LLC		If pre 1967, supply original completion date: 10/15/1955	
Address 1:15 E. 5TH ST. SUITE 3200		Spot Description:	
Address 2:		C . NW . 4 Sec. 12 Tw	o. <u>32</u> S. R. <u>42</u> ☐ East √ West
City: TULSA State: OK	Zip: 74103	1320 Feet from [North / South Line of Section
Contact Person: JUSTIN STOLWORTHY	- Zip +	Feet from	East / West Line of Section
Phone: (918) 583-3333		Footages Calculated from Neares	t Outside Section Corner:
Prione: (9-30)		- NE NW County MORTON	SE USW 2/2
		Lease Name: BAILEY	Well #: 1-12
		Lease Name:	
Check One: ☐ Oil Well	D&A Cat	hodic Water Supply Well Of	her:
SWD Permit #:	ENHR Permit #:	Gas Storage	Permit #:
Conductor Casing Size:	Set at:		Sacks
Surface Casing Size: 8-5/8'	_ Set at:699'		Sacks
Production Casing Size: 5-1/2'	Set at: 3264'	Cemented with: 350	
List (ALL) Perforations and Bridge Plug Sets:			
2808'-10, 2816'-18', 2822'-25', 2831'	-33', 2996'-98', 30	26'-29' 3056'-60' 3176'-81'	3154'-56' 3144'-47'
3114'-30', 3216'-23'	,		, 0 10 1 00 , 0 144 47 ,
Elevation: 3468 ([G.L./] K.B.) T.D.: 3290'	PBTD: 3264	_ Anhydrite Depth:	
Condition of Well: Good Poor Junk in Hole		(St	one Corral Formation)
Proposed Method of Plugging (attach a separate page if addit		(Interval)	
IN ACCORDANCE W/ KCC. PLEAS	•		
III NOOCHDANCE W/ NCC. FEEAS	L SEE ATTACHE	D PROCEDURE.	
		_	
Is Well Log attached to this application? Yes V No	Is ACO-1 filed? 🔽	Yes No	
If ACO-1 not filed, explain why:			
Diversion of this Mail will be done to accordance to			
Plugging of this Well will be done in accordance with K. Company Representative authorized to supervise plugging	_		oration Commission
Address: PO BOX 773	operations: C		
Phone: (620) 697-2137	U	State: 10	Zip:+
Plugging Contractor License #: 31151		Name: SARGENT & LILLARD F	PLUGGING
Address 1: RT. 1, BOX 49BA,			2300110
City: TYRONE	A		73051 0721
Phone: (580) 254-1881		State: OK	Zip: 73951 + 9731
Proposed Date of Plugging (if known): ASAP			
Proposed Date of Prugging (II known):			RECEIVED
Payment of the Plugging Fee (K.A.R. 82-3-118) will be gu	sarapteed by Operator or Ar	gent	MAR 3 1 2011
Date: 3 28 11 Authorized Operator / Age		32	PIAN J I ZUII
	,	(Signature)	KCC WICHITA

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	1 (Cathodic Protection Sorehole Intent) T-1 (Transfer) X CP-1 (Plugging Application)
OPERATOR: License # 32638 Name: NADEL & GUSSMAN, LLC Address 1: 15 E. 5TH ST. SUITE 3200	Well Location: C _ NW_4 Sec. 12 _ Twp, 32 _ S. R. 42 _ □ East West County: MORTON
Address 2:	Lease Name: BAILEY Well #: 1-12
City: TULSA State: OK Zip: 74103 +	
Contact Person: JUSTIN STOLWORTHY	If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:
Phone: (918) 583-3333 Fax: (918) 583-0888	
Email Address: JSTOLWORTHY@NAGUSS.COM	
Surface Owner Information: Name: Rodney & Viola Harrison Address 1: 511 Evergreen Way Address 2:	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.
the KCC with a plat showing the predicted locations of lease roads, tal	nodic Protection Borehole Intent), you must supply the surface owners and nk 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.
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 form form; and 3) my operator name, address, phone number, fax, I have not provided this information to the surface owner(s). I	acknowledge that, because I have not provided this information, the
task, I acknowledge that I am being charged a \$30.00 handlin	owner(s). To mitigate the additional cost of the KCC performing this ng fee, payable to the KCC, which is enclosed with this form.
If choosing the second option, submit payment of the \$30.00 handling form and the associated Form C-1, Form CB-1, Form T-1, or Form CF	ng fee with this form. If the fee is not received with this form, the KSONA-1 P-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: 3 28	Title: REGIONAL OFS CANGINED
	RECEIVED
	MAR 3 1 2011

NADEL & GUSSMAN LLC Completion / Workover Procedure

Bailey #1-12 Morton Co, Kansas

Rev 3/11/11

Bailey #1-12

Description of Well Service: Plug and abandon well.

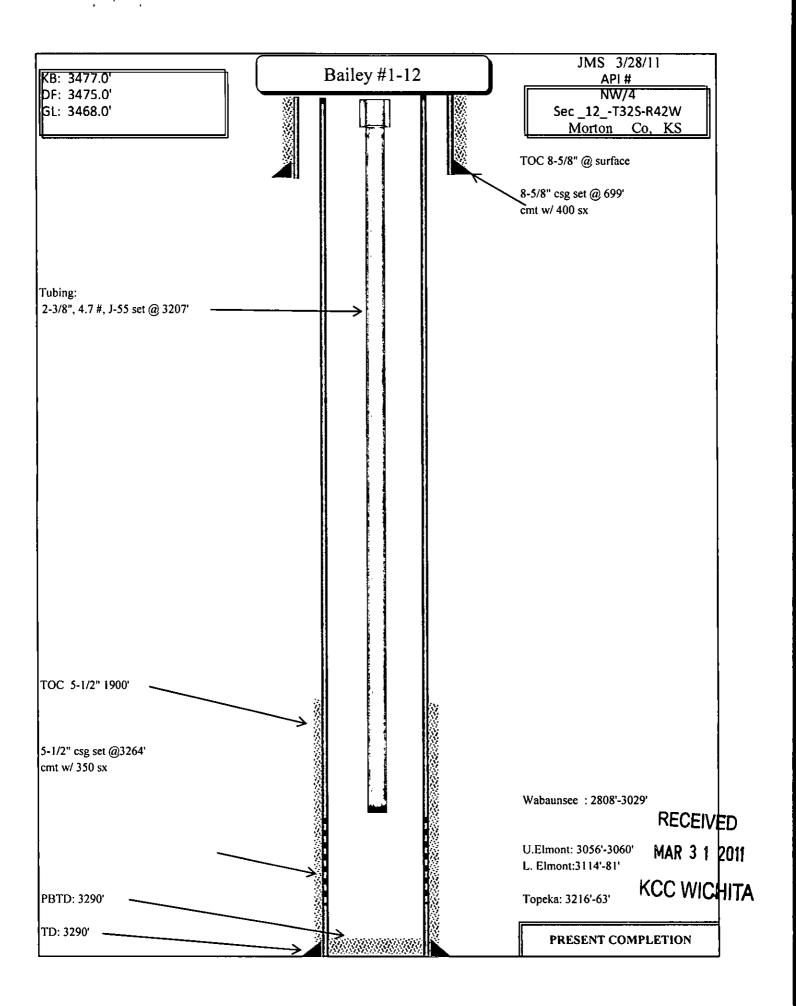
All cement volumes use 100% excess outside pipe and 100' excess inside. The stabilizing wellbore fluid will be 9 ppg/36 vis mud, sufficient to balance all exposed formation pressures. All cement will be Class H w/ 2% calcium chrolide, mixed at 15.6 ppg with a 1.18 cf/sx yield.

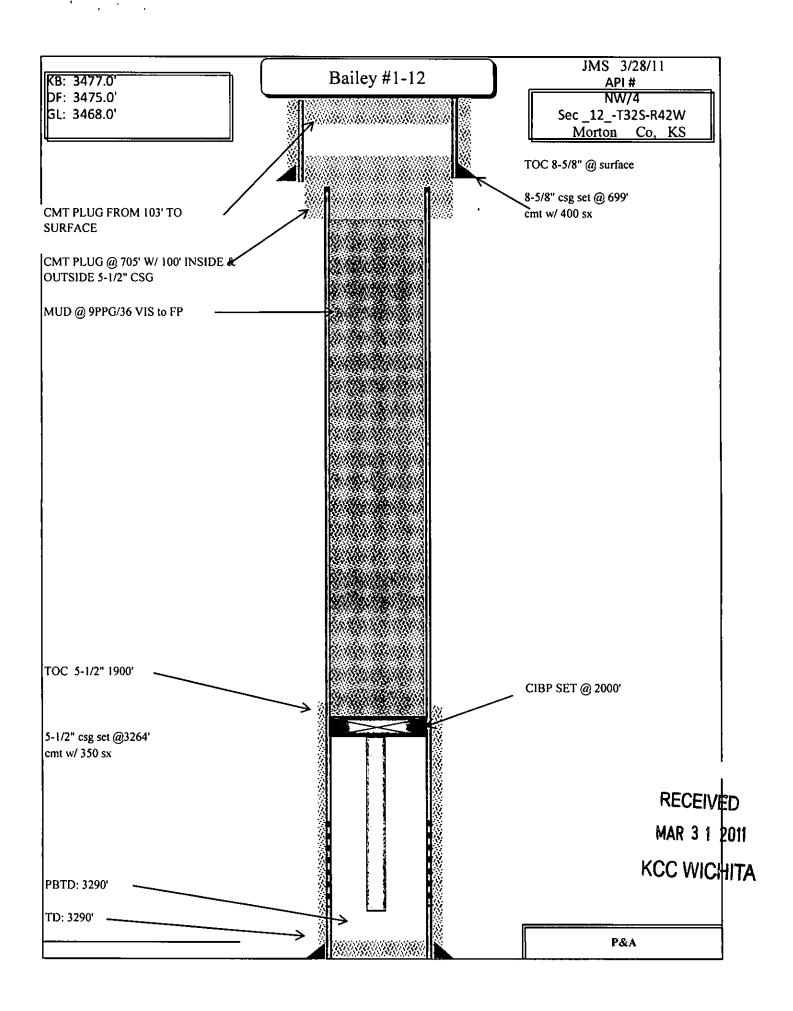
DETAILED PROCEDURE:

- 1. Install and test location rig anchors. Comply with all KCC regulations.
- 2. Spot equipment, MIRU PU.
- 3. Conduct safety meeting for all personnel on location.
- 4. Record casing, tubing and Braden head pressures.
- 5. NU relief line and blow down well.
- 6. POOH w/ rods & pump
- 7. Load hole w/ mud.
- 8. ND WH and NU BOP's (blind & pipe rams).
- 9. Function test BOP.
- 10. MIRU Wire-line truck
- 11. RIH w/ free point tls & determine free point.
- 12. POOH w/ tls & RIH w/ jet cutting tls & cut tbg.
- 13. Circulate w/ 50 bbls of mud
- 14. POOH & LD free tbg.
- 15. RIH w/ gauge ring & gauge well bore to determine CIBP setting depth.
- 16. POOH & LD gauge ring
- 17. RIH w/ CIBP & set at determined depth w/ 2 sx cmt on CIBP. Test to 500 psig.
- 18. POOH & LD setting tls.
- 19. Weld on 5-1/2" puil sub.
- 20. RU Wire-line Service Company and chemical cut 5-1/2"csg @ +/-705'.
- 21. POOH and LD 5-1/2" csg.
- 22. Cement Plug #1 (705') TIH with open-ended tubing & load casing with mud and circulate well clean. Pressure test tubing to 800 PSI. Mix 100 sxs cement and spot a plug inside open-hole above 705' to isolate the open-hole section insuring 100' outside & 100' inside 8-5/8" casing. POOH with tbg to 103'.
- 23. Cement Plug #2 (103'-3') Load casing with mud and circulate well clean. Pressure test tubing to 800 PSI. Mix 40 sxs cement and spot a plug inside 8-5/8" surface csg @ surface. POOH with tubing.
- 24. Cap w/ 15 sx of cmt.
- 25. ND BOP and cut off casing below surface. Install P&A marker with cement to comply with regulations. RD CEIVED off location, cut off anchors and restore location.

MAR 3 1 2011

KCC WICHITA





Nadel and Gussman, LLC.

Date: Friday, March 11, 2011

To: Surface land owners

From: Justin Stolworthy

Re: Bailey #1-12

Morton Co., Kansas N&G Operated

Objective: Notice of intent to plug and abandon well.

Brief History: Bailey #1-12 was drilled and completed in 1955. It was completed in the Topeka, U. & L. Elmont, & Wabaunsee formations. Recently, a casing leak has developed, causing an influx of Glorietta sand. The influx of sand has sanded the tubing in place. Free-point analysis shows the tubing to be stuck @ ~2000'. This well was making 25 MCFD prior to the casing leak, consequently making it uneconomical to repair.

This well will be plugged and abandoned along with the location reclaimed in accordance w/ KCC.

Justin Stolworthy Regional Operations Engineer Nadel & Gussman, L.L.C. 15 East 5th Street, Suite 3200 Tulsa, Ok 74103 Office 918-583-3333 Fax 918-583-0888

RECEIVED
MAR 3 1 2011
KCC WICHITA



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

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

NADEL AND GUSSMAN LLC 15 E 5TH ST STE 3200 TULSA, OK 74103-4340 April 05, 2011

Re: BAILEY #1-12

API 15-129-10030-00-00

12-32S-42W, 1320 FNL 3960 FEL MORTON 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 October 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

Steve Bond

Production Department Supervisor

District: #1 210 E Frontview, Suite A Dodge City, KS 67801 (620) 225-8888