



Corporation Commission

Sam Brownback, Governor

REQUEST FOR INFORMATION

October 07, 2011

LAYMON OIL II, LLC -- KCC LICENSE # 32710
1998 SQUIRREL RD
NEOSHO FALLS, KS 66758-7124

RE: API Well No. 15-207-27597-00-00
GRISIER #2 3-10

SENWSWNE, 22-25S-16E
WOODSON County, Kansas

Dear Operator:

According to KCC records, the Intent to Drill approved by the KCC Conservation Division on April 09, 2010, for the well listed above, has expired. The KCC has not received a spud call or an ACO-1 Completion Report on this well.

If drilling operations on the well never commenced, please check, sign and date below and return this letter to the KCC Wichita office in the enclosed return envelope.

☒ Well not drilled: Signature *Regina Laymon*
Date: 10-13-11

If the well has been drilled, please submit the required ACO-1 Completion Report with all attachments for this well along with a copy of this letter to the KCC Wichita office.

In either case please provide the requested information within 30 days from the date of this letter. Pursuant to K.A.R. 82-3-128, failure to respond to this letter with the requested information may result in assessment of a monetary penalty of \$100.00. Failure to file the ACO-1 form, if applicable, may result in assessment of a monetary penalty of \$500.00.

We appreciate your cooperation in this matter. If you have any questions, please contact me at (316) 337-6200.

Very truly yours,

Steve Bond

Steve Bond
Production Department Supervisor

RECEIVED

OCT 17 2011

KCC WICHITA

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/>



For KCC Use:
 Effective Date: 04/14/2010
 District # 3
 SGA? ☐ Yes ☒ No

KANSAS CORPORATION COMMISSION
 OIL & GAS CONSERVATION DIVISION

1036907

Form C-1

October 2007

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

Expected Spud Date: 4/15/2010
 month day year

OPERATOR: License# 32710
 Name: Laymon Oil II, LLC
 Address 1: 1998 SQUIRREL RD
 Address 2: _____
 City: NEOSHO FALLS State: KS Zip: 66758 + 7124
 Contact Person: Kenneth Laymon
 Phone: 620-963-2495

CONTRACTOR: License# 32710
 Name: Laymon Oil II, LLC

Well Drilled For: ☒ Oil ☐ Gas ☐ Enh Rec ☐ Storage ☐ Disposal ☐ Seismic; # of Holes _____ ☐ Other: _____
 Well Class: ☒ Infield ☐ Pool Ext. ☐ Wildcat ☐ Other _____
 Type Equipment: ☒ Mud Rotary ☐ Air Rotary ☐ Cable

☐ If OWWO: old well information as follows:

Operator: _____
 Well Name: _____
 Original Completion Date: _____ Original Total Depth: _____

Directional, Deviated or Horizontal wellbore? ☐ Yes ☒ No
 If Yes, true vertical depth: _____
 Bottom Hole Location: _____
 KCC DKT #: _____

Spot Description: _____
 SE NW SW NE Sec. 22 Twp. 25 S. R. 16 ☒ E ☐ W
 (a/a/a/a) 3,580 feet from ☐ N / ☒ S Line of Section
2,040 feet from ☒ E / ☐ W Line of Section

Is SECTION: ☒ Regular ☐ Irregular?

(Note: Locate well on the Section Plat on reverse side)

County: Woodson
 Lease Name: Grisier #2 Well #: 3-10
 Field Name: Owl Creek Southeast

Is this a Prorated / Spaced Field? ☐ Yes ☒ No

Target Formation(s): Squirrel

Nearest Lease or unit boundary line (in footage): 600
 Ground Surface Elevation: 968 Estimated Estimated _____ feet MSL

Water well within one-quarter mile: ☐ Yes ☒ No

Public water supply well within one mile: ☐ Yes ☒ No

Depth to bottom of fresh water: 100

Depth to bottom of usable water: 150

Surface Pipe by Alternate: ☐ I ☒ II

Length of Surface Pipe Planned to be set: 40

Length of Conductor Pipe (if any): _____

Projected Total Depth: 1100

Formation at Total Depth: Squirrel

Water Source for Drilling Operations:

☐ Well ☒ Farm Pond ☐ Other: _____

DWR Permit #: _____

(Note: Apply for Permit with DWR ☐)

Will Cores be taken? ☐ Yes ☒ No

If Yes, proposed zone: _____

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. seq.

It is agreed that the following minimum requirements will be met:

1. Notify the appropriate district office **prior** to spudding of well;
2. A copy of the approved notice of intent to drill **shall be** posted on each drilling rig;
3. The minimum amount of surface pipe as specified below **shall be set** by circulating cement to the top; in all cases surface pipe **shall be set** through all unconsolidated materials plus a minimum of 20 feet into the underlying formation.
4. If the well is dry hole, an agreement between the operator and the district office on plug length and placement is necessary **prior to plugging**;
5. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
6. If an ALTERNATE II COMPLETION, production pipe shall be cemented from below any usable water to surface within **120 DAYS** of spud date. Or pursuant to Appendix "B" - Eastern Kansas surface casing order #133,891-C, which applies to the KCC District 3 area, alternate cementing must be completed within 30 days of the spud date or the well shall be plugged. **In all cases, NOTIFY district office** prior to any cementing.

OCT 17 2011

Submitted Electronically

KCC WICHITA

For KCC Use ONLY

API # 15 - 15-207-27597-00-00

Conductor pipe required 0 feet

Minimum surface pipe required 40 feet per ALT. ☐ I ☒ II

Approved by: Rick Hestermann 04/09/2010

This authorization expires: 04/09/2011

(This authorization void if drilling not started within 12 months of approval date.)

Spud date: _____ Agent: _____

Remember to:

- File Drill Pit Application (form CDP-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spud date;
- File acreage attribution plat according to field proration orders;
- Notify appropriate district office 48 hours prior to workover or re-entry;
- Submit plugging report (CP-4) after plugging is completed (within 60 days);
- Obtain written approval before disposing or injecting salt water.
- If this permit has expired (See: authorized expiration date) please check the box below and return to the address below.

☒ Well Not Drilled - Permit Expired Date: 10-13-11

Signature of Operator or Agent:

Signature of Kenneth Laymon

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

22 25 16 ☒ E ☐ W