Effective Date

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 KSONA-1, Certification of Compliance with the Kansas Surface Owner Notification Act, MUST be submitted with this form. 1/21/2012 Spot Description: 4991 FSL 2310 FW2 Expected Spud Date: month dav vear 52. SE TWD. 6768 1,381 OPERATOR: License# 2,310 Name: Carrie Exploration and Development Address 1: 210 West 22nd Street is SECTION: Regular Irregular? Address 2: (Note: Locate well on the Section Plat on reverse side) Zip: 67601 City: Hays State: Ks. County: Barton Contact Person: Ron Herold Lease Name: Thomas Farms 785 625 9318 Cell 913 961 2760 Chase Silica Field Name: 33350 CONTRACTOR: License# Is this a Prorated / Spaced Field? Name: Southwind Drilling Inc. Target Formation(s): Arbuckle Nearest Lease or unit boundary line (in footage): 330 Well Drilled For: Well Class: Ground Surface Elevation: 1771 feet MSI Enh Rec nfield Mud Rotary Water well within one-quarter mile: Storage ool Ext. Public water supply well within one mile: Disposal Depth to bottom of fresh water: 25 # of Holes Depth to bottom of usable water: Other Surface Pipe by Alternate: X If OWWO: old well information as follows: Length of Surface Pipe Planned to be set: Length of Conductor Pipe (if any): Operator: Projected Total Depth: 3450 Well Name: Formation at Total Depth: Arbuckle **Original Completion Date:** Original Total Depth; Water Source for Drilling Operations: Yes No Farm Pond Other: Existing irrigation well Directional, Deviated or Horizontal wellbore? Well If Yes, true vertical depth: **Bottom Hole Location:** (Note: Apply for Permit with DWR KCC DKT #: Will Cores be taken? Yes X 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. JAN 03 2012 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. 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 II 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. I hereby certify that the statements made herein are true and to the best of my knowledge and belief. Date: 12/31/2011 Signature of Operator or Agent: _ ... Remember to: For KCC Use ONLY File Certification of Compliance with the Kansas Surface Owner Notification 8 API#15-009-2564 Act (KSONA-1) with Intent to Dritt: File Drill Pit Application (form CDP-1) with Intent to Drill; Conductor pipe required ... File Completion Form ACO-1 within 120 days of spud date; ø Minimum surface pipe required File acreage attribution plat according to field proration orders; Approved by: [wt 1-5-20] Notify appropriate district office 48 hours prior to workover or re-entry; Submit plugging report (CP-4) after plugging is completed (within 60 days); This authorization expires: Obtain written approval before disposing or injecting salt water. (This authorization void if drilling not started within 12 months of approval date) If well will not be drilled or permit has expired (See authorized expiration date) please check the box below and return to the address below. Spud date: Agent:

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

 Well will not be drilled or Permit Expired Signature of Operator or Agent:	Date:

For KCC Use ONLY
API # 15 009-25647-0000

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: Thomas Farms	1,381	
Well Number: C-2	2,310	feet from N / X S Line of Sectionfeet from E / X W Line of Section
Field: Chase Silica	Sec. 34 Twp. 19	S. R. 11 E 🔀 W
Number of Acres attributable to well: 10	ls Section: 🔀 Regular	or Dirregular
QTR/QTR/QTR of acreage: SE _ NE _ SW	No googless: No against	o
		ate well from nearest corner boundary. NENWSEXSW

PLAT

Show location of the well. Show footage to the nearest lease or unit boundary line. Show the predicted locations of lease roads, tank batteries, pipelines and electrical lines, as required by the Kansas Surface Owner Notice Act (House Bill 2032).

You may attach a separate plat if desired.

				O Well Locatio Tank Battery Pipeline Loc Lease Road	Location ation Location
	2.0	34		EXAMPLE	
	310			0-7	1980' FSI
NOTE: In all cas	es locate the spot o	f the proposed drilling	ng locaton.	SEWARD CO. 3390' FEL	RECEIVED

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

KCC WICHITA

- The manner in which you are using the depicted plat by identifying section lines, i.e. 1 section, 1 section with 8 surrounding sections, 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 Alf 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 # 6768	Well Location:		
Name: Carrie Exploration and Development Address 1: 210 West 22nd Street	SENESW Sec. 34 Twp. 19 S. F		
	County: Barton Lease Name: Thomas Farms		
Address 2:			
City: State: NS. Zip: 07001 +	If filing a Form T-1 for multiple wells on a lease, of the lease below:	enter the legal description of	
Contact Person: Ron Herold Phone: (785) 625 9318 Fax: ()			
Phone: (100) 020 0010 Fax: () Email Address: ronaldherold@hotmail.com			
Email Address:			
Surface Owner Information:			
Name: Josh Thomas Address 1: 22 SE 130 Ave	When filing a Form T-1 involving multiple surface sheet listing all of the information to the left for e		
Address 1: 22 3C 130 AVE	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	s of the county treasurer.	
If this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathod the KCC with a plat showing the predicted locations of lease roads, tank are preliminary non-binding estimates. The locations may be entered or	batteries, pipelines, and electrical lines. The loc	cations shown on the plat	
Select one of the following:			
I certify that, pursuant to the Kansas Surface Owner Notice A owner(s) of the land upon which the subject well is or will be keeper that I am filing in connection with this form; 2) if the form beform; and 3) my operator name, address, phone number, fax, and	ocated: 1) a copy of the Form C-1, Form CB-1, being filed is a Form C-1 or Form CB-1, the plate	Form T-1, or Form	
I have not provided this information to the surface owner(s). I as KCC will be required to send this information to the surface ow task, I acknowledge that I am being charged a \$30.00 handling	mer(s). To mitigate the additional cost of the K0	CC performing this	
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 CP-	fee with this form. If the fee is not received with 1 will be returned.	h this form, the KSONA-1	
I hereby certify that the statements made herein are true and correct to	the best of my knowledge and belief.	RECEIVED	
,)		JAN 03 2012	
Date: 12/31/2011 Signature of Operator or Agent:	New Title: Owner	PINE VY LUIL	

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 an	nd Development		License Number: 6768	
Operator Address: 210 West 22nd	Street		Hays Ks. 67601	
Contact Person: Ron Herold			Phone Number: 785 625 9318 Cell 913 961 2760	
Lease Name & Well No.: Thomas Fai	rms C-2) •	Pit Location (QQQQ):	
Type of Pit:	Pit is:		SE . NE . SW	
Emergency Pit Burn Pit	X Proposed	Existing	Sec. 34 Twp. 19 R. 11 East X West	
Settling Pit X Drilling Pit	If Existing, date cor		1,381 Feet from North / X South Line of Section	
Workover Pit Haul-Off Pit			2,310 Feet from East / X West Line of Section	
(If WP Supply API No. or Year Drilled)	Pit capacity: 2,893	(bbis)	Barton County	
Is the pit located in a Sensitive Ground Water	Area? X Yes	No	Chloride concentration: mg/l (For Emergency Pils and Settling Pils only)	
Is the bottom below ground level? XYes No	Artificial Liner?	lo	How is the pit lined if a plastic liner is not used?	
Pit dimensions (all but working pits):	90 Length (fee	et) 90	Width (feet) N/A: Steel Pits	
• • • • • • •	rom ground level to dee	pest point:	(feet) No Pit	
			e water and cover when dry.	
Source of			Depth to shallowest fresh water 13 feet. Source of information: electric log KDWR	
i 8 76 feet Depth of water well	47feet	measured	x well owner electric log KDWR	
Emergency, Settling and Burn Pits ONLY:		Drilling, Work	over and Haul-Off Pits ONLY: Bentonite Mud	
Number of producing wells on lease: Number			Type of material utilized in drilling/workover:	
		Number of working pits to be utilized:3 Abandonment procedure: Haul off free water and cover when dry		
Barrels of fluid produced daily:		Abandonment	procedure: Tradi on the water and dover when dry	
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Drill pits must t	pe closed within 365 days of spud date. RECEIVED	
I hereby certify that the above states 12/31/2011 Date	ments are true and cor	<u> </u>		
	KCC	OFFICE USE O	NLY Liner Steel Pit X RFAC RFAS	
Date Received: 1-3-12 Permit Nur	mber:	Perm	it Date: 1-5-12 Lease Inspection: XYes 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/

Sam Brownback, Governor

Mark Sievers, Chairman Ward Loyd, Commissioner Thomas E. Wright, Commissioner

January 5, 2012

Carrie Exploration and Development 210 W 22nd St Hays, KS 67601

RE: Drilling Pit Application

Thomas Farms Lease Well No. C-2

SW/4 Sec. 34-19S-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 lined with native clay. The free fluids must be removed. The fluids are to be removed from the reserve pit after drilling operations have ceased. Keep pits away from draw/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