

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.

189-21373-0000
580-256-9751

OPERATOR: License #: 30421
Name: NLS Inc.
Address 1: 3981 Joe Bald Road
Address 2: _____
City: Kimberling City State: Mo Zip: 65686 + _____
Contact Person: Jay Boland
Phone: (417) 739-9126

API No. 15 - _____
If pre 1967, supply original completion date: _____
Spot Description: _____
NE SW SW Sec. 23 Twp. 34 S. R. 36 East West
990 Feet from North / South Line of Section
4,290 Feet from East / West Line of Section
Footages Calculated from Nearest Outside Section Corner:
 NE NW SE SW
County: Stevens
Lease Name: Ellis Well #: 2-23

Check One: Oil Well Gas Well OG D&A Cathodic Water Supply Well Other: _____
 SWD Permit #: _____ ENHR Permit #: _____ Gas Storage Permit #: _____
Conductor Casing Size: Unknown Set at: Unknown Cemented with: Unknown Sacks _____
Surface Casing Size: 8 5/8 Set at: 1743 Cemented with: Unknown Sacks _____
Production Casing Size: 4 1/2 Set at: 6789 Cemented with: Unknown Sacks _____

List (ALL) Perforations and Bridge Plug Sets:
6306-6324 6266-6269 6234-6236 CIBP 6285

Elevation: 3046 (G.L. / K.B.) T.D.: 6729 PBTD: 6360 Anhydrite Depth: _____
(Stone Corral Formation)

Condition of Well: Good Poor Junk in Hole Casing Leak at: Unknown
(Interval)

Proposed Method of Plugging (attach a separate page if additional space is needed):

IN ACCORDANCE WITH RULES AND REGULATIONS OF KCC

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Is Well Log attached to this application? Yes No Is ACO-1 filed? Yes No

If ACO-1 not filed, explain why:

KCC WICHITA

Plugging of this Well will be done in accordance with K.S.A. 55-101 et seq. and the Rules and Regulations of the State Corporation Commission

Company Representative authorized to supervise plugging operations: Kerry Andrews

Address: P.O. Box 2528 City: Liberal State: KS Zip: 67905 + 2528

Phone: (620) 629-4200

Plugging Contractor License #: 32833 Name: Sargent Lillard Csg. Pulling

Address 1: P.O. Box 1450 Address 2: _____

City: Woodward State: OK Zip: 73802 + 1450

Phone: (580) 254-1881

Proposed Date of Plugging (if known): _____

Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent

Date: 11/29/2011 Authorized Operator / Agent: Jay Boland

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

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NOTE: OK "GRANTED BY UEG.
TO INPUT OPER. BY EXPIRED LIC.
AS UEG. OPER. OPER. OF RECORD'S LIC.
EXPIRES - SINCE OPER. OF RECORD'S LIC. IS
EXPIRED - SINCE OPER. OF RECORD'S LIC. IS

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 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)

OPERATOR? License # 30421
Name: NLS Inc.
Address 1: 3981 Joe Bald Road
Address 2: _____
City: Kimberling City State: MO Zip: 65686 + _____
Contact Person: Jay Boland
Phone: (417) 739-9126 Fax: (_____) _____
Email Address: sboland@centerytel.net

Well Location:
NE SW Sec. 23 Twp. 34 S. R. 36 East West
County: Stevens
Lease Name: Ellis Well #: 2-23

If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:

**KSONA FEE
PAID**

Surface Owner Information:

Name: John Plank
Address 1: 19 Montague Lane
Address 2: _____
City: Platte State: Mo Zip: 64079 + _____

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.

If this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathodic Protection Borehole Intent), you must supply the surface owners and the KCC with a plat showing the predicted locations of lease roads, tank batteries, pipelines, and electrical lines. The locations shown on the plat are preliminary non-binding estimates. The locations may be entered on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.

Select one of the following:

- I certify that, pursuant to the Kansas Surface Owner Notice Act (House Bill 2032), I have provided the following to the surface owner(s) of the land upon which the subject well is or will be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C-1 or Form CB-1, the plat(s) required by this form; and 3) my operator name, address, phone number, fax, and email address.
- I have not provided this information to the surface owner(s). I acknowledge that, because I have not provided this information, the KCC will be required to send this information to the surface owner(s). To mitigate the additional cost of the KCC performing this task, I acknowledge that I am being charged a \$30.00 handling fee, payable to the KCC, which is enclosed with this form.

If choosing the second option, submit payment of the \$30.00 handling fee with this form. If the fee is not received with this form, the KSONA-1 form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-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: 11/29/2011 Signature of Operator or Agent: Jay Boland Title: President

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KCC WICHITA

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/>

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

Sam Brownback, Governor

December 16, 2011

Mr. John Plank
19 Montague Lane
Platt, MO 64079

RE: Kansas Surface Owners Notification Act
Lease Name: Ellis Well No.: 2-23
Location: 23-34S-36W, Stevens County

Dear Mr. Plank:

The 2009 Legislature passed *House Bill 2032*, known as the *Kansas Surface Owners Notice Act*. This Act requires the KCC to provide copies of drilling intents, operator transfers and well plugging applications to the surface owner if they are not provided by the lease operator. The *Operator of Record* has advised us that they have not provided you with a copy of the attached Well Plugging Application (CP-1) and Certification of Compliance with the Kansas Surface Owner Notification Act (KSONA-1) forms. Therefore, this letter and the attached forms shall serve as notice of the operator's action(s) in relation to the above-referenced well.

You do not need to respond to the KCC. Please contact the operator listed on the enclosed forms if you have any questions.

Very truly yours,

A handwritten signature in cursive script that reads "Steve Bond".

Steve Bond
Production Department Supervisor

Encls. (CP-1; KSONA-1 forms)



Phone: 316-337-6200
Fax: 316-337-6211
<http://kcc.ks.gov/>

Corporation Commission

Sam Brownback, Governor

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

•N.L.S., INC.
3981 JOE BALD RD
KIMBERLING CITY, MO 65686-9466

December 13, 2011

Re: ELLIS #2-23
API 15-189-21373-00-00
23-34S-36W, 990 FSL 4290 FEL
STEVENS COUNTY, KANSAS

Dear Operator:

The purpose of this letter is twofold. First, 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.

This letter is also to notify you that during the central office's review of your CP-1 for license number verification, staff has discovered that you are not the current operator of record of the above well on file with the Conservation Division. Central office staff is therefore requesting that you verify that you are the operator of record of the above well. The proper procedure for verifying operator authority is by filing a Conservation Division form T-1 (Request for Change of Operator; Transfer of Injection or Surface Pit Permit). If a T-1 has already been filed with the Conservation Division reflecting the transfer of operator authority, please disregard this paragraph. If a T-1 has not been filed reflecting the transfer, please see the attached letter, which explains the T-1 filing process.

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. Furthermore, 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 June 10, 2012. 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

Production Department Supervisor

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

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/>

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

Sam Brownback, Governor

December 2, 2011

**NLS, Inc.
3981 Joe Bald Road
Kimberling City, MO 65686**

**RE: CP-1/KSONA-1 forms
LEASE NAME: ELLIS 2-23 23-34S-36W
STEVENS CTY
API NO.: 15-189-21373-0000**

Dear Operator:

The enclosed **Well Plugging Application (CP-1)**, received today, is incomplete due to non-compliance with the Kansas Surface Owner Notification Act (KSONA). This form cannot be processed without the following corrections:

In order to comply with the Kansas Surface Owner Notification Act (KSONA), complete **SURFACE OWNER INFORMATION** must be listed on the KSONA-1 form. Please list all of the required surface owner information, then initial and date beside the correction.

Since you selected the box indicating that you **DID NOT NOTIFY** the Surface Owner, you must enclose a check for \$30.00 to cover the handling fee that KCC charges to notify the surface owner for you. (Refer to the explanation as highlighted on the KSONA-1 form)

Please make all of the above-referenced corrections and then **return the CORRECTED, ORIGINAL CP-1 and KSONA-1 forms, plus your check payable to KCC, to my attention by December 14, 2011.** Please contact me directly at (316) 337-6108 if you have any questions.

Sincerely,

Marjorie (Maggie) Marcotte
Production department

Encls.

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