

DIST. 3

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 #: 34331
Name: Texkan Resources, Inc.
Address 1: 14875 Landmark Blvd. Suite 111
Address 2: _____
City: Dallas State: Tx Zip: 75254 + _____
Contact Person: Robert Weldon
Phone: (214) 484-2322

API No. 15 - 045-21085-00-00
If pre 1967, supply original completion date: _____
Spot Description: _____
N2 SE Sec. 1 Twp. 15 S. R. 20 East West
2,635 Feet from North / South Line of Section
2,310 Feet from East / West Line of Section
Footages Calculated from Nearest Outside Section Corner:
 NE NW SE SW
County: Douglas
Lease Name: Lester Kalb Well #: I-10

Check One: Oil Well Gas Well OC D&A Cathodic Water Supply Well Other: Water Injection
 SWD Permit #: _____ ENHR Permit # E23292 Gas Storage Permit #: _____
Conductor Casing Size: 6.25 Set at: 42 Cemented with: 12 Sacks
Surface Casing Size: _____ Set at: _____ Cemented with: _____ Sacks
Production Casing Size: 2.875 Set at: 870 Cemented with: 120 Sacks

List (ALL) Perforations and Bridge Plug Sets:
Perfs 808 - 818

Elevation: 1028 (G.L. / K.B.) T.D.: 870 PBTD: _____ Anhydrite Depth: _____
(Stone Corral Formation)

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

Proposed Method of Plugging (attach a separate page if additional space is needed):
Fill well bore with cement pumped down 1" tubing to circulate to the surface.

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

If ACO-1 not filed, explain why:
Well drilled in 1989 by former operator. No logs available to submit

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: Dean Kramer
Address: P.O. Box 646 City: Wellsville State: Ks Zip: 66092 + _____
Phone: (816) 305-1356
Plugging Contractor License #: 33961 Name: Consolidated Well Service
Address 1: 2631 S. Eisenhower Ave Address 2: _____
City: Ottawa State: Ks Zip: 66067 + _____
Phone: (785) 242-4044

Proposed Date of Plugging (if known): Proposed for March 13, 2012

Payment of the Plugging Fee (K.A.R. 82-3-118) will be guaranteed by Operator or Agent
Date: March 8, 2012 Authorized Operator / Agent: Robert Weldon
(Signature)

RECEIVED
MAR 12 2012
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 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)

OPERATOR: License # 34331
Name: Texkan Resources, Inc.
Address 1: 14875 Landmark Blvd. Suite 111
Address 2: _____
City: Dallas State: Tx Zip: 75254 + _____
Contact Person: Robert Weldon
Phone: (214) 484-2322 Fax: (214) 484-2170
Email Address: rweldon38@aol.com

Well Location:
N2 ~~NE~~ NW SE Sec. 1 Twp. 15 S. R. 20 East West
County: Douglas

Lease Name: Lester Kalb Well #: I-10
If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:

Surface Owner Information:

Name: Kermit Kalb
Address 1: 1973 N. 200 Road
Address 2: _____
City: Wellsville State: Ks Zip: 66092 + _____

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: March 8, 2012 Signature of Operator or Agent: Robert Weldon Title: Petroleum Engineer

RECEIVED

MAR 19 2012

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

March 13, 2012

Texkan Resources, Inc.
14875 Landmark Blvd., Suite 111
Dallas, TX 75254

RE: CP-1 form
Lease Name: KALB LESTER 1-10 1-15S-20E DOUGLAS CTY
API No.: 15-045-21085-0000

Dear Operator:

The enclosed **Well Plugging Application form (CP-1)**, received March 12, 2012, is incomplete due to non-compliance with the **Kansas Surface Owner Notification Act (KSONA)**. This form cannot be processed without the following correction(s):

In order to comply with the Kansas Surface Owner Notification Act (KSONA), effective July 1, 2010, a KSONA-1 form must be completed and mailed with a copy of the CP-1 to the Surface Owner. You must provide the ORIGINAL KSONA-1, along with the ORIGINAL CP-1, to our office. For Your convenience, a KSONA-1 form is included for your use.

Please make all of the above-referenced corrections and **then return both ORIGINAL forms, along with a copy of this letter, to my attention by March 27, 2012.** If you have any questions, please contact me directly at (316) 337-6108.

Sincerely,

Marjorie (Maggie) Marcotte
Production department

Encls.

RECEIVED
MAR 19 2012
KCC WICHITA



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

Corporation Commission

Sam Brownback, Governor

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

TEXKAN RESOURCES, INC.
14875 LANDMARK BLVD, STE 111
DALLAS, TX 75254

March 20, 2012

Re: KALB LESTER #1-10
API 15-045-21085-00-00
1-15S-20E, 2635 FSL 2310 FEL
DOUGLAS 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 September 16, 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: #3
1500 W. 7th
Chanute, KS 67220
(620) 432-2300