STATE OF KANSAS KANSAS CORPORATION COMMISSION CONSERVATION DIVISION 130 South Market - Room 2078 Wichita, Kansas 67202

WELL PLUGGING APPLICATION FORM (NISAS CORP CELL)
(PLEASE TYPE FORM and Pile ONE COPY)

API # 15-185 (Identifier number of this well) (This must be listed for wells drilled since 1967; if no API# was issued, indicate spud or completion date.
WELL OPERATOR Smokey Valley Resources, Inc. KCC LICENSE # 32081
WELL OPERATOR Smokey Valley Resources, Inc. KCC LICENSE # 32081 3/4 ADDRESS 1325 Hwy 56 (owner/company name) CITY Lyons
STATE Kansas ZIP CODE 67554 CONTACT PHONE # (310) 257-5529
LEASE WILLCUT WELL# 3-1 SEC. 4 T. 21S R. 13W (East/West)
SW . SE . NE - SPOT LOCATION/2000 COUNTY Stafford
2870 FEET (in exact tootage) FROM S/N (circle one) LINE OF SECTION (NOT Lease Line)
790 PEET (in exact footage) FROM E/W (circle one) LINE OF SECTION (NOT Lease Line)
Check One: OIL WELL GAS WELL DAA SWD/ENHR WELL DOCKET# E-8784
CONDUCTOR CASING SIZE SET AT CEMENTED WITH SACKS
SURFACE CASING SIZE 85/8" SET AT 283' CEMENTED WITH 225 SACKS
PRODUCTION CASING SIZE 4 1/2" SET AT 3539' CEMENTED WITH 225 SACKS
LIST (ALL) PERFORATIONS and BRIDGEPLUG SETS: 3360'
ELEVATION T.D. 3542' PETD ANHYDRITE DEPTH (Stone Corral Formation)
(G.L./K.B.) (Stone Corral Formation)
CONDITION OF WELL: GOOD X POOR CASING LEAK JUNK IN HOLE
PROPOSED METHOD OF PLUGGING IN COMPLIANCE WITH K.C.C. RULES AND REGULATIONS.
(If additional space is needed attach separate page)
IS WELL LOG ATTACHED TO THIS APPLICATION AS REQUIRED? NO IS ACO-1 FILED? Yes
If not explain why?
PLUGGING OF THIS WELL WILL HE DONE IN ACCORDANCE WITH W.S.A. 55-101 ot, sec. AND THE RULES AND REGULATIONS OF THE STATE CORPORATION COMMISSION.
LIST NAME OF COMPANY REPRESENTATIVE AUTHORIZED TO BE IN CHARGE OF PLUGGING OPERATIONS:
George Saling PHONE# () 316-257-5529
ADDRESS 1325 Hwy 56 City/State Lyons, KS 67554
PLDGGING CONTRACTORMike's Testing & Salvage, Inc XCC_LICENSE # 31529
ADDRESS P.O. Box 467, Chase, KS 67524 PHONE # () 316-938-2943
PROPOSED DATE AND HOUR OF PLUGGING (If Known?) . ASAP
PAYMENT OF THE PLUGGING FEE (K.A.R. 82-3-118) WILL BE GUARANTZED BY OPERATOR OR AGENT
DATE: 10210-98 AUTHORIZED OPERATOR/AGENT: 1000 L
(signature)



Kansas Corporation Commission

Bill Graves, Governor John Wine, Chair Susan M. Seltsam, Commissioner Cynthia L. Claus, Commissioner

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

June 30, 1998

API

Smokey Valley Resources, Inc. 1325 Hwy. 56 Lyons, Ks. 67554 Willcut #3-1
APL15-18521424
SW SE NE
Sec. 04-21S-13W
Stafford County

Dear Smokey Valley Resources,

This letter is to notify you that the Conservation Division is in receipt of your plugging proposal, form CP-1, for the above-captioned well.

Your CP-1 has been reviewed by the Conservation Division central office for completeness and to verify license numbers. The plugging proposal will now be forwarded to the district office listed below for review of your proposed method of plugging.

Please contact the district office for approval of your proposed plugging method at least at 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.

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 abovecaptioned well by persons not having legal rights of ownership or interest in the well. This notice is void after ninety (90) days from the above date.

David P. Williams

Production Supervisor

District: #1 304 W. McArtor Dodge City, KS 67801 (316) 225-8888