

Fax Transmittal Memo

of Pages

To: DAVE WILLIAMS From: STATE OF KANSAS
 Co.: Co.: KANSAS CORPORATION COMMISSION
 Dept.: Plugging Phone # 130 South Market - Room 2078
 Fax # 316 337 6211 Fax # Wichita, Kansas 67202

STATE OF KANSAS
 KANSAS CORPORATION COMMISSION
 CONSERVATION DIVISION
 130 South Market - Room 2078
 Wichita, Kansas 67202
 WELL PLUGGING APPLICATION FORM
 (PLEASE TYPE FORM and File ONE Copy)

15.159.20856.0000

FORM CP-1 (3/92)

API # 15-159-20856 (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 Smoky Valley Resources KCC LICENSE # 44246/97
 (owner/company name) (operator's)

ADDRESS 1325 W Hwy 56 CITY Lyons

STATE KS ZIP CODE 67554 CONTACT PHONE # (316) 257 5529

LEASE Miller WELL# 1 SEC. 3 T 21 R. 6 (East West)

SW NE NE SPOT LOCATION/0000 COUNTY Rice

1320 FEET (in exact footage) FROM S 10 (circle one) LINE OF SECTION (NOT Lease Line)

1320 FEET (in exact footage) FROM 10 W (circle one) LINE OF SECTION (NOT Lease Line)

Check One: OIL WELL X GAS WELL D&A SWD/ENHR WELL DOCKET#

CONDUCTOR CASING SIZE SET AT CEMENTED WITH SACKS

SURFACE CASING SIZE 8 5/8 SET AT 241 CEMENTED WITH 265 SACKS

PRODUCTION CASING SIZE 5 1/2 SET AT 3430 CEMENTED WITH 125 SACKS

LIST (ALL) PERFORATIONS and BRIDGEPLUG SETS: 3384 - 3390

ELEVATION 1556 T.D. 3432 PETD ANHYDRITE DEPTH 700'
 (G.L./K.B.) (Stone Corral Formation)

CONDITION OF WELL: GOOD X POOR CASING LEAK JUNK IN HOLE

PROPOSED METHOD OF PLUGGING To KCC Rules and Regulations

(If additional space is needed attach separate page)

IS WELL LOG ATTACHED TO THIS APPLICATION AS REQUIRED? IS ACO-1 FILED? yes

If not explain why?

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.

LIST NAME OF COMPANY REPRESENTATIVE AUTHORIZED TO BE IN CHARGE OF PLUGGING OPERATIONS:

George Salina PHONE# 316 257 5529

ADDRESS 1325 W Hwy 56 City/State Lyons KS 67554

PLUGGING CONTRACTOR Quality Well Service KCC LICENSE # 31925/97
 (company name) (contractor's)

ADDRESS 249 E Beth Dr. PHONE # (316) 278 2476

PROPOSED DATE AND HOUR OF PLUGGING (if known?) A.S.A.P.

PAYMENT OF THE PLUGGING FEE (K.S.A. 82-3-118) WILL BE GUARANTEED BY OPERATOR OR AGENT

DATE: 12-26-96 AUTHORIZED OPERATOR/AGENT: George Salina
 (signature)



Kansas Corporation Commission

Bill Graves, Governor Timothy E. McKee, Chair Susan M. Seltsam, Commissioner John Wine, Commissioner
Judith McConnell, Executive Director David J. Heinemann, General Counsel

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

December 30, 1996

Smokey Valley Resources
1325 W Hwy 56
Lyons KS 67554

Miller #1
API #15-159-20,856.0000
1320 FNL 1320 FEL
Sec. 03-21S-06W
Rice County

Dear George Salina,

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 above-captioned 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.

Sincerely,


 David P. Williams
 Production Supervisor

District: #2
130 S. Market Room 2125
Wichita KS 67202-3208
(316) 337-6231



Kansas Corporation Commission

Bill Graves, Governor Timothy E. McKee, Chair Susan M. Seltsam, Commissioner John Wine, Commissioner
Judith McConnell, Executive Director David J. Heinemann, General Counsel

December 31, 1996

Smokey Valley Resources
1325 W HWY 56
Lyons KS 67554

RE: Miller #1
API# 15-159-20,856
Rice County

Dear George Salina,

We received the Well Plugging Application form (CP-1) which you submitted December 27, 1996, via FAX. The application was processed. We are needing the Original Copy with Signature in this office.

FAX documents are not accepted as originals, and will no longer be processed via FAX.

If you have any questions, please contact Dave Williams, Supervisor Production Department, 316-337-6200.

I appreciate your attention to this matter.

Sincerely,

A handwritten signature in cursive script that reads "Janet Pierce".

Janet Pierce
Production Department