

CORRECTED



For KCC Use:
Effective Date: 09/21/2010
District #: 3
SGA? Yes No

KANSAS CORPORATION COMMISSION 1044465
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.

Expected Spud Date: 09/20/2010
month day year

OPERATOR: License# 32710
Name: Laymon Oil II, LLC
Address 1: 1998 SQUIRREL RD
Address 2:
City: NEOSHO FALLS State: KS Zip: 66758 + 7124
Contact Person: Kenneth Laymon
Phone: 620-963-2495

CONTRACTOR: License# 32710
Name: Laymon Oil II, LLC

Well Drilled For: Oil Gas Enh Rec Storage Disposal Seismic # of Holes Other
Well Class: Infield Pool Ext. Wildcat Other
Type Equipment: Mud Rotary Air Rotary Cable
If OWWO: old well information as follows:

Operator:
Well Name:
Original Completion Date: Original Total Depth:

Directional, Deviated or Horizontal wellbore? Yes No
If Yes, true vertical depth:
Bottom Hole Location:
KCC DKT #:

Handwritten notes: * WAS: NW-NW-NW-SE 2475' FSL IS: NW-NW-NW-NE 5115 FSL

Spot Description: NW - NW - NW - NE Sec. 21 Twp. 24 S. R. 16
2,475 - 5115 feet from N / S Line of Section
2,475 feet from E / W Line of Section
Is SECTION: Regular Irregular?

County: Woodson
Lease Name: Marion Jones Well #: 18-10
Field Name: Vernon
Is this a Prorated / Spaced Field? Yes No
Target Formation(s): Squirrel
Nearest Lease or unit boundary line (in footage): 165
Ground Surface Elevation: 1037 Estimated Estimated feet MSL
Water well within one-quarter mile: Yes No
Public water supply well within one mile: Yes No
Depth to bottom of fresh water: 125
Depth to bottom of usable water: 150
Surface Pipe by Alternate: I II
Length of Surface Pipe Planned to be set: 40
Length of Conductor Pipe (if any):
Projected Total Depth: 1100
Formation at Total Depth: squirrel
Water Source for Drilling Operations: Well Farm Pond Other
DWR Permit #:
Will Cores be taken? Yes 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.

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.
4. 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 cementing.

Submitted Electronically

For KCC Use ONLY
API # 15 - 15-207-27706-00-00
Conductor pipe required 0 feet
Minimum surface pipe required 40 feet per ALT. I II
Approved by: NAOMI HOLLON 09/16/2010
This authorization expires: 09/16/2011
Spud date: Agent:

Remember to:

- File Certification of Compliance with the Kansas Surface Owner Notification Act (KSONA-1) with Intent to Drill;
- File Drill Pit Application (form CDP-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spud date;
- File acreage attribution plat according to field proration orders;
- Notify appropriate district office 48 hours prior to workover or re-entry;
- Submit plugging report (CP-4) after plugging is completed (within 60 days);
- Obtain written approval before disposing or injecting salt water.
- 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.

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

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

Sept 29 2014

CONSERVATION DIVISION
WICHITA, KS

21
24
16
E
W



1044465

Side Two

CORRECTED

For KCC Use ONLY
API # 15 - 15-207-27706-00-00

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: Laymon Oil II, LLC
Lease: Marion Jones
Well Number: 18-10
Field: Vernon

Location of Well: County: Woodson
2,475 feet from N / S Line of Section
2,475 feet from E / W Line of Section
Sec. 21 Twp. 24 S. R. 16 E W

Number of Acres attributable to well: _____
QTR/QTR/QTR/QTR of acreage: NW - NW - NW - SE

Is Section: Regular or Irregular

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If Section is Irregular, locate well from nearest corner boundary.
Section corner used: NE NW SE SW

NE

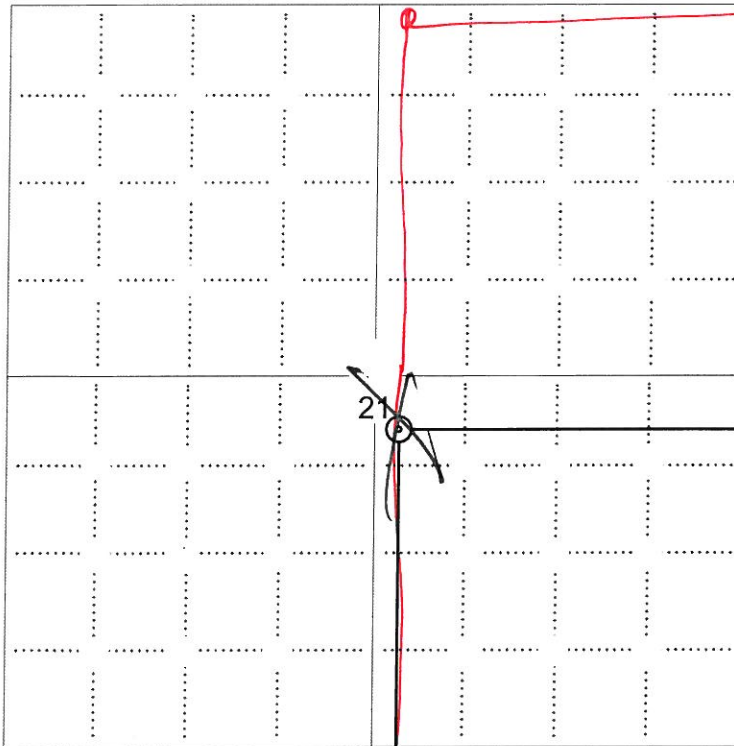
Sept 29 2014

CONSERVATION DIVISION
WICHITA, KS

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.



2475'

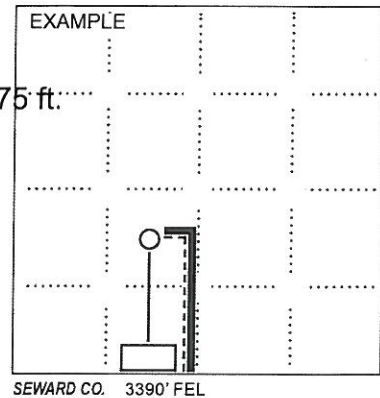
21

2475 ft.

515

LEGEND

- Well Location
- Tank Battery Location
- Pipeline Location
- Electric Line Location
- Lease Road Location



NOTE: In all cases locate the spot of the proposed drilling location.

In plotting the proposed location of the well, 2475 ft. show:

1. 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: (CO-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 1044465
OIL & GAS CONSERVATION DIVISION

Form CDP-1
May 2010
Form must be Typed

CORRECTED APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Laymon Oil II, LLC		License Number: 32710	
Operator Address: 1998 SQUIRREL RD		NEOSHO FALLS KS 66758	
Contact Person: Kenneth Laymon		Phone Number: 620-963-2495	
Lease Name & Well No.: Marion Jones 18-10		Pit Location (QQQQ): NW - NW - NW ^{NE} SE	
Type of Pit: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Settling Pit <input type="checkbox"/> Workover Pit <small>(If WP Supply API No. or Year Drilled)</small>	Pit is: <input checked="" type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: Pit capacity: 240 (bbls)	Sec. 21 Twp. 24 R. 16 <input checked="" type="checkbox"/> East <input type="checkbox"/> West 2,475 ⁵⁷⁵ Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section 2,475 Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section Woodson County	
Is the pit located in a Sensitive Ground Water Area? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		Chloride concentration: _____ mg/l <small>(For Emergency Pits and Settling Pits only)</small>	
Is the bottom below ground level? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Artificial Liner? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	How is the pit lined if a plastic liner is not used? Native Clay	
Pit dimensions (all but working pits): 50 Length (feet) 8 Width (feet)		<input type="checkbox"/> N/A: Steel Pits	
Depth from ground level to deepest point: 4 (feet)		<input type="checkbox"/> No Pit	
If lined give a brief description of the liner material, thickness and installation procedure.		Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.	
<p>IRREVERSIBLE</p> <p>RECEIVED 29 2014</p> <p>Supt</p> <p>CONSERVATION DIVISION WICHITA, KS</p>			
Distance to nearest water well within one-mile of pit: 2640 feet Depth of water well 250 feet		Depth to shallowest fresh water 150 feet. Source of information: <input type="checkbox"/> measured <input checked="" type="checkbox"/> well owner <input type="checkbox"/> electric log <input type="checkbox"/> KDWR	
Emergency, Settling and Burn Pits ONLY: Producing Formation: _____ Number of producing wells on lease: _____ Barrels of fluid produced daily: _____ Does the slope from the tank battery allow all spilled fluids to flow into the pit? <input type="checkbox"/> Yes <input type="checkbox"/> No		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: drilling gel Number of working pits to be utilized: 1 Abandonment procedure: Backfill with dirt using dozer. Drill pits must be closed within 365 days of spud date.	
Submitted Electronically			

KCC OFFICE USE ONLY

Liner Steel Pit RFAC RFAS

Date Received: 09/16/2010 Permit Number: 15-207-27706-00-00 Permit Date: 09/16/2010 Lease Inspection: Yes No

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



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**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 # 32710
Name: Laymon Oil II, LLC
Address 1: 1998 SQUIRREL RD
Address 2: _____
City: NEOSHO FALLS State: KS Zip: 66758 + 7124
Contact Person: Kenneth Laymon
Phone: (620) 963-2495 Fax: (620) 963-2921
Email Address: laymon@lcwb.coop

Well Location: NE
NW NW NW SE Sec. 21 Twp. 24 S. R. 16 East West
County: Woodson
Lease Name: Marion Jones Well #: 18-10

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

Surface Owner Information:

Name: Marion Jones
Address 1: 1746 140th Road
Address 2: _____
City: Yates Center State: KS Zip: 66783 + _____

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.

Submitted Electronically

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SEP 29 2014
CONSERVATION DIVISION
WICHITA, KS

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 API # 15 - _____

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 Lease: Marion Jones
 Well Number: 18-10
 Field: Vernon

Location of Well: County: Woodson
 _____ feet from N / S Line of Section
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 Sec. 21 Twp. 23 S. R. 16 E W

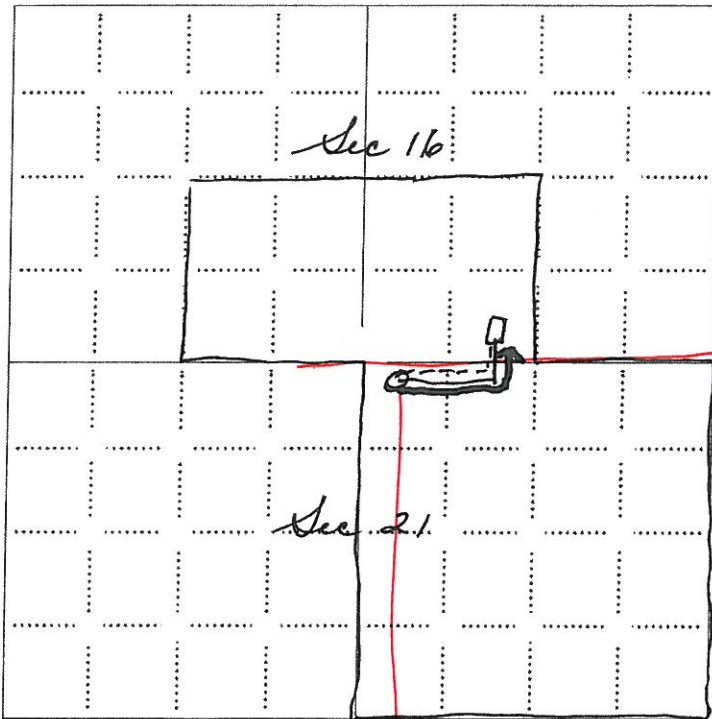
Number of Acres attributable to well: _____
 QTR/QTR/QTR/QTR of acreage: nw - nw NE - NE

Is Section: Regular or Irregular

If Section is Irregular, locate well from nearest corner boundary.
 Section corner used: NE NW SE SW

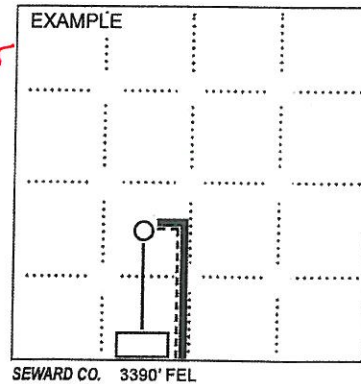
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LEGEND

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- Tank Battery Location
- Pipeline Location
- Electric Line Location
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515

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