

DISTRICT 1 --- CHECKLIST FOR INTENTS TO DRILL

Operator CAG Operating LLC

OGRID # 229137

Well Name & # IC Federal #57

Surface Type F S : P

Location K-22-175320

Sub-Surface Type F S : P

A. DATE C101 rec'd 7/28/09 C101 reviewed 7/28/09

B. Put Check Mark if OK on Form:

OGRID ☒, BONDING ☒, PROP CODE ☒, WELL # ☒,

Signature ☒

Inactive Well list as of: 7/28/09 # well 1425, # inactive wells 3

1. District Grant APD but see number of inactive wells:

NO Letter required ☒; Sent Letter to Operator ☐, to Santa Fe ☐

Additional Bonding as of: 7/28/09

2. District Denial because operator needs addition bonding:

NO Letter required ☒; Sent Letter to Operator ☐, To Santa Fe ☐

3. District Denial because of Inactive Well list and Financial Assurance:

NO Letter required ☒: Sent Letter to Operator ☐, To Santa Fe ☐

C. C-102 YES ☒, NO ☐, Signature ☒

1. Pool Maljamar Cose West, code 44500

a. Dedicated acreage 40, What Units K

b. SUR. Location Standard ☐; Non-Standard Location ☒

2. 2nd Operator in same acreage, Yes ☐, No ☐

If Yes, Name of 2nd Oper.

Agreement Letter ☐, Disagreement letter ☐

3. Intent to Directional Drill YES ☒, NO ☐

a. Dedicated acreage 40, What Units K

b. Bottomhole Location Standard ☒; Non-Standard ☐

D. Blowout Preventer YES ☒, NO ☐

E. H2S YES ☒, NO ☐

F. C-144 Pit Registration YES ☒, NO ☐

G. Does APD require:

Non-Standard location approval YES ☐, NO ☐, ORDER # ☐

Non-Standard proration approval YES ☐, NO ☐, ORDER # ☐

Simultaneous approval (share acreage) YES ☐, NO ☐, ORDER # ☐

Number of wells 3, Plus # 51

Letter from other Operator YES ☐, NO ☐, ORDER # ☐

Injection order YES ☐, NO ☐, ORDER # ☐

SWD order YES ☐, NO ☐, ORDER # ☐

H. Holding for:

I. Approval Date 7/28/09

API # 30-025-39481