

FOR KCC USE:

FORM C-1 7/91

EFFECTIVE DATE: 7-12-2000

FORM MUST BE TYPED

DISTRICT #

State of Kansas
NOTICE OF INTENTION TO DRILL

FORM MUST BE SIGNED

SGAF...Yes. No

Must be approved by the K.C.C. five (5) days prior to commencing well.

ALL BLANKS MUST BE FILLED

Expected Spud Date ..07.....21.....00.....^{Spot} 7th + 10th E. of C.N.E. Sec .15. Twp .17 S. Rg .40 West
month day year

OPERATOR: License # ...4894.....
Name: Horseshoe Operating, Inc.....
Address: .500 W. Texas, Suite 1190.....
City/State/Zip: Midland, Tx 79701.....
Contact Person: S. L. Burns.....
Phone: .(935) 683-1448.....

.....1250.....feet from South North line of Section
.....1250.....feet from East West line of Section
IS SECTION REGULAR IRREGULAR?
(NOTE: Locate well on the Section Plat on Reverse Side)
County: Greeley.....
Lease Name: Wear..... Well #: .2.....
Field Name: Bradshaw.....

CONTRACTOR: License #: ...30606.....
Name: Murfin Drilling Co., Inc.....

*Is this a Prorated/Spaced Field? yes no
Target Formation(s): Winfield.....
Nearest lease or unit boundary: ..1250.....
Ground Surface Elevation: --3607.3..... 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: ..200'.....
Depth to bottom of usable water: --1200' 1650' PERMIAN
Surface Pipe by Alternate: 1 2
Length of Surface Pipe Planned to be set: ...220'.....
Length of Conductor pipe required:
Projected Total Depth: 3040
Formation at Total Depth:Winfield.....
Water Source for Drilling Operations:
..... well farm pond other
Will Cores Be Taken? yes no
If yes, proposed zone:

Well Drilled For: Well Class: Type Equipment:

... Oil ... Enh Rec Infield Mud Rotary
 Gas ... Storage ... Pool Ext. ... Air Rotary
... OWWO ... Disposal ... Wildcat ... Cable
... Seismic; ... # of Holes ... Other

If OWWO: old well information as follows:

Operator:
Well Name:
Comp. Date: Old Total Depth

Directional, Deviated or Horizontal wellbore? ... yes no

If yes, true vertical depth:

Bottom Hole Location:

* GREELEY CO. IS NOT SPACED OR PRORATED.

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-101, 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. IN ALL CASES, NOTIFY DISTRICT OFFICE PRIOR TO ANY CEMENTING.

I hereby certify that the statements made herein are true and to the best of my knowledge and belief.

Date: 7/6/00 Signature of Operator or Agent: [Signature] Title: TREASURER

FOR KCC USE: 071-20730-0000
API # 15-
Conductor pipe required NONE feet
Minimum surface pipe required 220 feet per Alt. (2)
Approved by: JK 7-7-2000 1-7-2001
This authorization expires: 1-7-2001
(This authorization void if drilling not started within 6 months of effective date.)
Spud date: Agent:

JUL 2000 RECEIVED

RECEIVED
KANSAS CONSERVATION COMMISSION

JUL 07 2000

CONSERVATION DIVISION
WICHITA, KS

REMEMBER TO:

- 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 prorator orders;
- Notify appropriate district office 48 hours prior to workover or re-entry;
- Submit plugging report (CP-4) after plugging is completed;
- Obtain written approval before disposing or injecting salt water.

Mail to: KCC - Conservation Division, 130 S. Market - Room 207A, Wichita, Kansas 67202.

15
17
40W