

Kansas Corporation Commission OIL & Gas Conservation Division

December 2002

NOTICE OF INTENT TO DRILL Must be approved by KCC five (5) days prior to commencing well

KCC WICHI TA Form must be Typed Form must be Signed All blanks must be Filled

Expected Spud Date _____ January 19, 2004 Spot vear 990 OPERATOR: License# 5363 S Line of Section Name: BEREXCO, INC. 1650 feet from W Line of Section Address: P. O. Box 20380 Is SECTION _Regular _ _Irregular? City/State/Zip: Wichita, KS 67208 (Note: Locate well on the Section Plat on reverse side) Contact Person: Dana Wreath County: Rawlins Phone: (316) 265-3311 Lease Name: Wilkonson Field Name: Wildcat CONTRACTOR: License# 30606 -Is this a Prorated / Spaced Field? Name: Murfin Drilling Target Formation(s): Lansing-Kansas City Nearest Lease or unit boundary: 990 ft Well Drilled For: Well Class: Type Equipment: Ground Surface Elevation: 3295 **✓** Oil feet MSI Enh Rec Infield ✓ Mud Rotary Water well within one-quarter mile: Gas Yes Storage Pool Ext. Air Rotary Public water supply well within one mile Yes 🗸 No awa Disposal Wildcat Cable 200 Depth to bottom of fresh water: 250 Seismic: # of Holes Other Depth to bottom of usable water: Other. Surface Pipe by Alternate: 1 Length of Surface Pipe Planned to be set: 300 If OWWO: old well information as follows: Operator:_ Length of Conductor Pipe required: None Projected Total Depth: 4400' Well Name: Formation at Total Depth: Lansing-Kansas City Base Original Completion Date:_ __Original Total Depth: Water Source for Drilling Operations: Directional, Deviated or Horizontal wellbore? Well Farm Pond If Yes, true vertical depth:__ DWR Permit #: Bottom Hole Location:_ (Note: Apply for Permit with DWR) KCC DKT #: Will Cores be taken? * APIWAS: 15.155.20825.00.00 Yes V No If Yes, proposed zone: 15-153 - 20825-00:06 **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.

I hereby certify that the statements made herein are true and to the best of my knowledge and belief. Date: December 23, 2003 Signature of Operator or Agent: Title: Engineer Technician

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 any cementing.

| For KCC Use ONLY API # 15 - 153 - 20825.00-00 |
|--|
| Conductor pipe required NONE feet |
| Minimum surface pipe required 200, feet per Alt. 1 Approved by RTP12.24.03/25712.29.03 |
| Approved by (27/29.03) Approved by (27/29.03) |
| This authorization expires: 6.24-04 |
| (This authorization void if drilling not started within 6 months of effective date.) |
| Spud date:Agent: |

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 proration 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.
- If this permit has expired (See: authorized expiration date) please check the box below and return to the address below.

| Well Not Drilled - Permit Expired | |
|-----------------------------------|--|
| Signature of Operator or Agent: | |

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

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

DEC 2 4 2003

Plat of acreage attributable to a well in a prorated or spaced field

KCC WICHITA

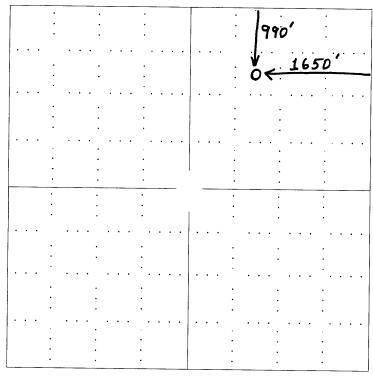
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please show all the wells and within 1 mile of the boundaries of the proposed acreage attribution unit for gas wells and within 1/2 mile of the boundaries of the proposed acreage attribution unit for oil wells.

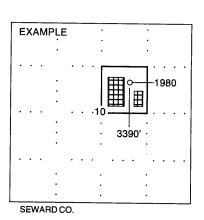
| API No. 15 | Location of Well: County: Rawlins |
|--|--|
| Operator: BEREXCO, INC. | 990 feet from N / S Line of Section |
| Lease: Wilkonson | 1650 feet from VE / W Line of Section |
| Well Number: 1-34 | 24 |
| Field: Wildcat | Sec. 34 Twp. 1 S. R. 36 East West |
| Number of Acres attributable to well: 10 | Is Section: 🔽 Regular or 🔲 Irregular |
| QTR / QTR / QTR of acreage: SE - NW - NE | If Section is Irregular, locate well from nearest corner boundary. Section corner used: NE NW SE SW |

PLAT

(Show location of the well and shade attributable acreage for prorated or spaced wells.)

(Show footage to the nearest lease or unit boundary line.)





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

In plotting the proposed location of the well, you must 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 section's south / north and east / west.
- 3. The distance to the nearest lease or unit boundary line.
- 4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (C0-7 for oil wells; CG-8 for gas wells).