For KCC Use:	4/. 3	-04
Effective Date: _	<u> </u>	- 0 y
District #		
SCA2 TXV	□ No	

Spud date:_

Kansas Corporation Commission Oil & Gas Conservation Division

RECEIVED MAR 2 6 2004 Form C-1 September 1999 TA Form must be Typed

SGA? NOTICE OF IN Must be approved by KCC five	TENT TO DRILL (5) days prior to commencing WCC WICHI Form must be Signed All blanks must be Filled
Expected Spud Date April 22, 2004	Spot
OPERATOR: License#_3532	SE - SE - NW Sec. 9 Twp. 30 S. R. 14 West 2310 feet from \$ / N (circle one) Line of Section 2310 feet from \$ / W (circle one) Line of Section
Name: CMX, Inc. Address: 150 N. Main, Suite 1026 City/State/Zip: Wichita, KS 67202 Contact Person: Douglas H. McGinness II	Is SECTIONRegularIrregular? (Note: Locate well on the Section Plat on reverse side) County: Barber
Phone: 316-269-9052	Lease Name: Stannard Well #: 1-9 Field Name: Wildcat
CONTRACTOR: License#_5929 Name: Duke Drilling Co., Inc.	Is this a Prorated / Spaced Field? Target Formation(s): Arbuckle Nearest Lease or unit boundary: 330
Well prilled For: Well Class: Type Equipment: ✓ Oil	Ground Surface Elevation: Water well within one-quarter mile: Public water supply well within one mile: Depth to bottom of fresh water: Depth to bottom of usable water: Surface Pipe by Alternate: Yes Vo
If OWWO: old well information as follows: Operator:	Length of Surface Pipe Planned to be set: 320 Length of Conductor Pipe required: None Projected Total Depth: 4800 Formation at Total Depth: Arbuckle Water Source for Drilling Operations:
Directional, Deviated or Horizontal wellbore? If Yes, true vertical depth: Bottom Hole Location: KCC DKT #:	Well Farm Pond X Other
The undersigned hereby affirms that the drilling, completion and eventual pl	DAVIT ugging of this well will comply with K.S.A. 55-101, et. seq.
through all unconsolidated materials plus a minimum of 20 feet into the	It by circulating cement to the top; in all cases surface pipe shall be set ne underlying formation. istrict office on plug length and placement is necessary prior to plugging ; iged or production casing is cemented in;
I hereby certify that the statements made herein are true and to the best of Date: 3 24 04 Signature of Operator or Agent	f my Inbwledge and Velief. Title: President
For KCC Use ONLY API # 15 - OO 7 - 22817 · OO OO Conductor pipe required NONE feet Minimum surface pipe required 320 feet per Alt. O • Approved by: RTP3 - 29 · 0 4 This authorization expires: 9 · 29 · 0 4 (This authorization void if drilling not started within 6 months of effective date.)	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.

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MAR 2 6 2004

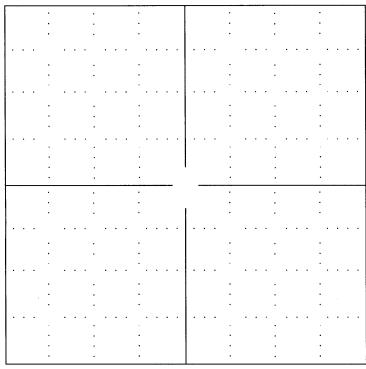
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

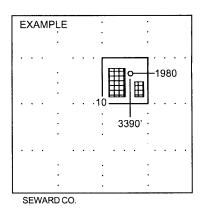
Plat of acreage attributable to a well in a prorated or spaced field

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: Barber
Operator: CMX, Inc.	feet from S / N (circle one) Line of Section
Lease: Stannard	2310 feet from E / W (circle one) Line of Section
Well Number: 1-9	Sec. 9 Twp. 30 S. R. 14 East 🗸 West
Field: Wildcat	
Number of Acres attributable to well:	Is Section Regular or Irregular
QTR / QTR / QTR of acreage: SE SE NW	If Section is Irregular, locate well from nearest corner boundary.
	Section corner used:NENWSESW
	PLAT
(Show location of the well and shade a	ttributable acreage for prorated or spaced wells.)
(Show footage to the ne	earest 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).



CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR
BRIAN J. MOLINE, CHAIR
JOHN WINE, COMMISSIONER
ROBERT E. KREHBIEL, COMMISSIONER

March 29, 2004

Mr. Douglas H. McGinness II CMX, Inc. 150 N. Main Ste 1026 Wichita, KS 67202

RE: Drilling Pit Application Stannard Lease Well No. 1-9 NW/4 Sec. 09-30S-14W Barber County, Kansas

Dear Mr. McGinness:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed **without slots**, the bottom shall be flat and reasonably level, and the free fluids must be removed. The fluids are to be removed from the reserve pit as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the reserve pit has occurred. The fluids should be removed again as soon as practical after drilling operations have ceased.

If production casing is set all completion fluids shall be removed on a daily basis.

The fluids should be taken to an authorized disposal well. Please call the District Office at (620) 225-8888 when the fluids have been removed. Also please file the enclosed CDP-5 form, Surface Pond Waste Transfer, within 30 days of fluid removal.

A copy of this letter should be posted in the doghouse along with the approved Intent to Drill. If you have any questions or concerns please feel free to contact the undersigned at the above address.

Sincerely.

Kathleen Haynes

Environmental Protection and Remediation Department

cc: S Durrant