

RECEIVED
 APR 19 2004
 KCC WICHITA

FORM C-1 7/91
 FORM MUST BE TYPED
 FORM MUST BE SIGNED
 ALL BLANKS MUST BE FILLED

FOR KCC USE:

EFFECTIVE DATE: 1-8-2001
 DISTRICT # 3
 SGAZ... Yes No

State of Kansas
 NOTICE OF INTENTION TO DRILL

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

Expected Spud Date: January 7th 2001
 month day year

Spot NE SE NW Sec 11 Twp 16 S, Rg 24 East West

OPERATOR: License # 32294
 Name: Osborn Energy, L.L.C.
 Address: 24850 Farley
 City/State/Zip: Bucyrus, Kansas 66013
 Contact Person: Steve Allee
 Phone: (913) 533-9900

3630 feet from South / North line of Section
2970 feet from East / West line of Section
 IS SECTION REGULAR IRREGULAR?

(NOTE: Locate well on the Section Plat on Reverse Side)
 County: Miami
 Lease Name: Hopkins Well #: 2
 Field Name: Paola-Rantoul

CONTRACTOR: License #: 5885
 Name: R. S. Glaze Drilling Company

Is this a Prorated/Spaced Field? ... yes no
 Target Formation(s): Cherokee
 Nearest lease or unit boundary: 330'

Well Drilled For: Well Class: Type Equipment:
 Oil Enh Rec Infield ... Mud Rotary
 Gas ... Storage ... Pool Ext. Air Rotary
 OHWO ... Disposal ... Wildcat ... Cable
 Seismic; ... # of Holes ... Other

Ground Surface Elevation: 1065' 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: 100'
 Depth to bottom of usable water: 200'
 Surface Pipe by Alternate: 1 2
 Length of Surface Pipe Planned to be set: 20'

If OHWO: old well information as follows:
 Operator: _____
 Well Name: _____
 Comp. Date: _____ Old Total Depth _____

Length of Conductor pipe required: N/A
 Projected Total Depth: 1000'
 Formation at Total Depth: Cherokee
 Water Source for Drilling Operations:
 ... well ... farm pond other

Directional, Deviated or Horizontal wellbore? ... yes no
 If yes, true vertical depth: _____
 Bottom Hole Location: _____

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. 55-101, 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: 1/27/29/00 Signature of Operator or Agent: [Signature] Title: _____

FOR KCC USE: 121-27551-0000
 API # 15- _____
 Conductor pipe required NONE feet
 Minimum surface pipe required 20 feet per Alt.
 Approved by: SK 1-3-2001
 This authorization expires: 7-3-2001
 (This authorization void if drilling not started within 6 months of effective date.)
 Spud date: _____ Agent: _____

RECEIVED
 KANSAS CORPORATION COMMISSION
 JAN 02 2001
 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 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.

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

Not Drilled
 [Signature]

11
 16
 245