

For KCC Use: 8-16-03
 Effective Date: 8-16-03
 District #: 3
 SGA? Yes No

KANSAS CORPORATION COMMISSION
 OIL & GAS CONSERVATION DIVISION
NOTICE OF INTENT TO DRILL

Form C-1
 December 2002
 Form must be Typed
 Form must be Signed
 All blanks must be Filled

Must be approved by KCC five (5) days prior to commencing well

Expected Spud Date August 13 2003
month day year

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

CONTRACTOR: License# 5885
 Name: Suzie Glaze

Well Drilled For:	Well Class:	Type Equipment:
<input type="checkbox"/> Oil	<input type="checkbox"/> Enh Rec	<input checked="" type="checkbox"/> Infield
<input checked="" type="checkbox"/> Gas	<input type="checkbox"/> Storage	<input checked="" type="checkbox"/> Air Rotary
<input type="checkbox"/> OWO	<input type="checkbox"/> Disposal	<input type="checkbox"/> Cable
<input type="checkbox"/> Seismic: # of Holes	<input type="checkbox"/> Wildcat	
<input type="checkbox"/> Other	<input type="checkbox"/> Other	

If OWWO: old well information as follows:
 Operator: _____
 Well Name: _____
 Original Completion Date: _____ Original Total Depth: _____

Directional, Deviated or Horizontal wellbore? Yes No
 If yes true vertical depth: _____
 Bottom Hole Location: AUG 11 2003
 KCC DKT #: _____

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 AUG 11 2003
 CONSERVATION DIVISION
 WICHITA, KS

Spot NW NW SW Sec. 10 Twp. 16 S. R. 25 East West
2,310 feet from N / S Line of Section
330 feet from E / W Line of Section
 Is SECTION Regular Irregular?

(Note: Locate well on the Section Plat on reverse side)
 County: Miami
 Lease Name: Stegeman Well #: 12-10-16-25
 Field Name: Louisburg

Is this a Prorated / Spaced Field? Yes No
 Target Information(s): Marmaton
 Nearest Lease or unit boundary: 350'
 Ground Surface Elevation: 1,091 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: 175' +
 Depth to bottom of usable water: 200' +
 Surface Pipe by Alternate: 1 2 20'
 Length of Surface Pipe Planned to be set: _____
 Length of Conductor Pipe required: None
 Projected Total Depth: 750'
 Formation at Total Depth: Cherokee
 Water Source for Drilling Operations:
 Well Farm Pond Other _____
 DWR Permit #: _____

(Note: Apply for Permit with DWP)
 Will Cores be taken? Yes No
 If Yes, proposed zone: _____
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AFFIDAVIT

APR 19 2004

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:

CONSERVATION DIVISION
 WICHITA, KS

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.
 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

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

Date: 8/7/03 Signature of Operator or Agent: R.P. Allee Title: _____

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: R.P. Allee
 Date: 8/15/04

10
16
25
A

For KCC Use ONLY
 AP: # 15 - 121-27743-00-00
 Conductor pipe required: None feet
 Minimum surface pipe required: 20 feet per Alt. 2
 Approved by: RJPB-11-03
 This authorization expires: 2-11-04
 (This authorization void if drilling not started within 6 months of effective date.)
 Spud date: _____ Agent: _____

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