For KCC Use:	4-26-04
District #	3
SGA? Yes	No No

Effective Date: 4-26-39 OIL & GAS CONSE District # NOTICE OF INT	ATION COMMISSION ERVATION DIVISION Form C-1 December 2002 Form must be Typed Form must be Signed All blanks must be Filled		
Expected Spud Date 6 13 2004 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	Spot C . NW . SE Sec. 10 Twp. 16 S. R. 24 West 1980 feet from X E / W Line of Section Is SECTION X Regular Irregular? (Note: Locate well on the Section Plat on reverse side) County: Miami		
Phone: 913-533-9900 CONTRACTOR: License# 5885 Name: Susie Glaze dba Glaze Drilling Co. Well Drilled For: Well Class: Type Equipment: Oil Enh Rec X Infield Mud Rotary X Gas Storage Pool Ext. Air Rotary OWWO Disposal Wildcat Cable Seismic: # of Holes Other Other	Lease Name: Knop Field Name: Paola-Rantoul Is this a Prorated / Spaced Field? Target Information(s): Marmaton Nearest Lease or unit boundary: 660 Ground Surface Elevation: 1049 Water well within one-quarter mile: Yes X No Public water supply well within one mile: Yes X No Depth to bottom of fresh water: 140 Depth to bottom of usable water: 240 Surface Pipe by Alternate: 1 X 2		
If OWWO: old well information as follows: Operator:	Length of Surface Pipe Planned to be set:		
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 <i>prior</i> to spudding of well; 2. A copy of the approved notice of intent to drill <i>shall be</i> posted on each drilling rig; 3. The minimum amount of surface pipe as specified below <i>shall be set</i> by circulating cement to the top; in all cases surface pipe <i>shall be set</i> 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 <i>prior to plugging</i> ; 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. <i>In all cases, NOTIFY district office</i> prior to any cementing. I hereby certify that the statements made herein are true and to the best of my knowledge and belief.			
For KCC Use QNLY API # 15 - 27854-00 Conductor pipe required NONE feet Minimum surface pipe required feet per Alt. 162 Approved by: 1-21-04 This authorization expires: 10-21-04 (This authorization void if drilling not started within 6 months of effective date.) Spud date: Agent:	Title: - 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: - Date:		

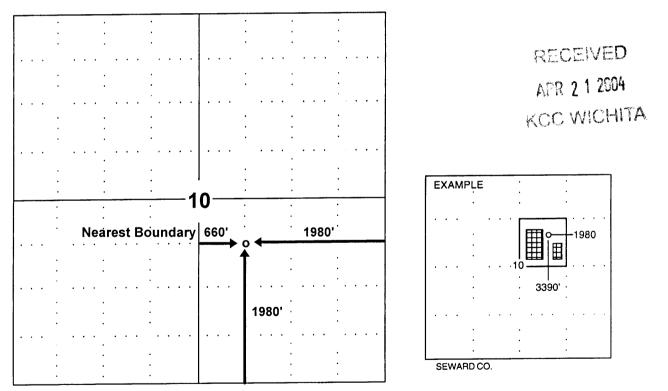
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

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: Miami
Operator: Osborn Energy, L.L.C.	
Lease: Knop	1980 feet from N / X S Line of Section 1980 feet from X E / W Line of Section
Well Number: 10-10-16-24	Sec. 10 Twp. 16 S. R. 24 X East Wes
Field: Paola-Rantoul	_
Number of Acres attributable to well:	Is Section: X Regular or Irregular
QTR / QTR / QTR of acreage:	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.

Miami County

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).