

For KCC Use:

Effective Date: 5.25.04

District # 2

S G A ? Yes No

**KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION**

RECEIVED

Form C-1
September 1999
Form must be Typed
Form must be Signed
All blanks must be Filled

NOTICE OF INTENT TO DRILL

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

130 S & 130 E of KCC WICHITA

Expected Spud Date April 14 2004
month day year

Spot 200' NW of East West
NW - SW Sec 27 Twp. 28 S. R. 6

OPERATOR: License# 5399
Name: American Energies Corporation
Address: 155 N. Market, Suite 710
City/State/Zip: Wichita, KS 67202
Contact Person: Alan L. DeGood, President
Phone: (316) 316-263-5785

2180' fsl feet from (S) / X (circle one) Line of Section
460' fwl feet from E / W (circle one) Line of Section
Is SECTION XX Regular Irregular?

CONTRACTOR: License# 5123
Name: Pickrell Drilling Company, Inc.

(Note: Locate well on the Section Plat on reverse side)
County: Kingman

Lease Name: Voth A OWWO Well #: 1
Field Name: Wildcat

Is this a Prorated / Spaced Field? Yes No
Target Information(s): Mississippi

Nearest Lease or unit boundary: 330'
Ground Surface Elevation: 1499 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: 70' 150'
Depth to bottom of usable water: 70' 180'

Surface Pipe by Alternate: XX 1
Length of Surface Pipe Planned to be set: 261'

Length of Conductor Pipe required: None
Projected Total Depth: 3983'

Producing Formation Target: Mississippi
Water Source for Drilling Operations:
Well Farm Pond Other XX

DWR Permit #: _____
(Note: Apply for Permit with DWR)

Will Cores be taken? Yes No
If Yes, proposed zone: _____

Well Drilled For: Well Class: Type Equipment:

- | | | | |
|--|--------------------------------------|---|--|
| <input checked="" type="checkbox"/> Oil | <input type="checkbox"/> Enh Rec | <input type="checkbox"/> Infield | <input checked="" type="checkbox"/> Mud Rotary |
| <input checked="" type="checkbox"/> Gas | <input type="checkbox"/> Storage | <input type="checkbox"/> Pool Ext. | <input type="checkbox"/> Air Rotary |
| <input type="checkbox"/> OWWO | <input type="checkbox"/> Disposal | <input checked="" type="checkbox"/> Wildcat | <input type="checkbox"/> Cable |
| <input type="checkbox"/> Seismic; # of Holes _____ | <input type="checkbox"/> Other _____ | | |

If OWWO: old well information as follows:

Operator: Energy Production Inc.
Well Name: Voth 1 15-095-21,250
Original Completion Date: 7/4/82 Original Total Depth: 3983

Directional, Deviated or Horizontal wellbore? Yes No

If Yes, true vertical depth: _____

Bottom Hole Location: _____

KCC DKT #: _____

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 11 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: 03/18/04 Signature of Operator or Agent: Alan L. DeGood Title: President

For KCC Use ONLY

API # 15 - 095-21250-0001

Conductor pipe required NONE feet

Minimum surface pipe required 261' set feet per All (1)

Approved by: RJP 5.20.04

This authorization expires: 11-20-04
(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.

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

27
28
6w

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 - _____
 Operator: American Energies Corporation
 Lease: Voth A
 Well Number: 1
 Field: _____
 Number of Acres attributable to well: _____
 QTR / QTR / QTR of acreage: NW - NW - SW

Location of Well: County: Kingman
 2180' fsl _____ feet from S / N (circle one) Line of Section
 460' fwl _____ feet from E / W (circle one) Line of Section
 Sec 27 Twp 28 S. R 6 East West

Is Section XX Regular or _____ Irregular

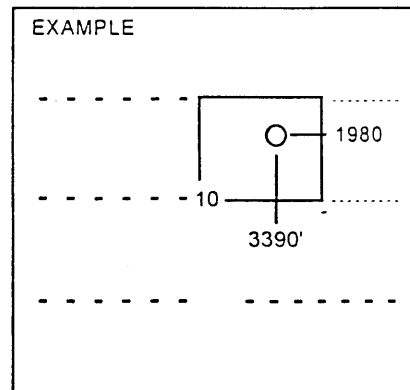
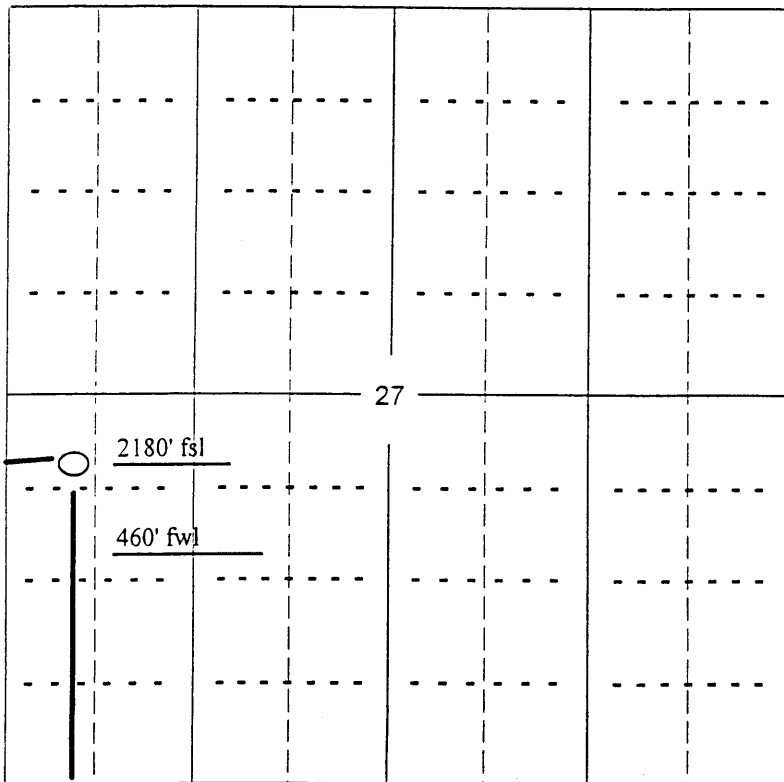
If Section is Irregular, locate well from nearest corner boundary.

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 fine.)



SEWARDCO.

NOTE., In all cases locate the spot of the proposed drilling location.

When plotting the proposed location of the well, you must show.

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.

The distance of the proposed drilling location from the section's south / north and east / west.

The distance to the nearest lease or unit boundary line.

If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (CO-7 for oil wells; CG-8 for gas wells).

KANSAS

CORPORATION COMMISSION

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

May 20, 2004

Mr. Alan DeGood
American Energies Corporation
155 N. Market Ste 710
Wichita, KS 67202

Re: Drilling Pit Application
Voth A OWWO Lease Well No. 1
SW/4 Sec. 27-28S-06W
Kingman County, Kansas

Dear Mr. DeGood:

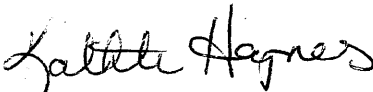
District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed **without slots**, the bottom shall be flat and reasonably level, and the free fluids must be removed. The fluids are to be removed from the reserve pit as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the reserve pit has occurred. The fluids should be removed again within 72 hours 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 (316) 337-6231 when the fluids have been removed. Also, please file the enclosed CDP-5, 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: Doug Louis