

First/second  
**CORRECTED**

For KCC Use:  
Effective Date: 7-19-04  
District #: 9  
SGA?  Yes  No

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

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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  
**JUL 26 2004**

Expected Spud Date 7 21 2004  
month day year

Spot Ap 5/2 S/2 NW NE CONSERVATION DIVISION  
WICHITA, KS Swp. 5 S. R. 42  East  West

OPERATOR: License# 30282  
Name: Lobo Production, Inc.  
Address: 6715 Road 22  
City/State/Zip: Goodland, KS 67735  
Contact Person: John Sanders  
Phone: 785-899-5684

1220' feet from  N /  S Line of Section  
1920' feet from  E /  W Line of Section  
Is SECTION  Regular  Irregular?

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

County: CHEYENNE  
Lease Name: RUEB FARMS Well #: 3-2  
Field Name: CHERRY CREEK NIOBRARA GAS AREA

CONTRACTOR: License# Woofter Pump & Well #32940 33421  
Name: Poe Servicing, Inc. #3152

Is this a Prorated / Spaced Field?  Yes  No  
Target Formation(s): Niobrara

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

Nearest Lease or unit boundary: 1373 FNL / 1280 FNL

Ground Surface Elevation: 3582' 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: 150'

Depth to bottom of usable water: 150'

Surface Pipe by Alternate:  1  2

Length of Surface Pipe Planned to be set: 200'

Length of Conductor Pipe required: none

Projected Total Depth: 1400'

Formation at Total Depth: \_\_\_\_\_

Water Source for Drilling Operations:  
 Well  Farm Pond  Other City Water

DWR Permit #: \_\_\_\_\_

(Note: Apply for Permit with DWR )

Will Cores be taken?  Yes  No

If Yes, proposed zone: \_\_\_\_\_

If OWWO: old well information as follows:

Operator: \_\_\_\_\_  
Well Name: \_\_\_\_\_  
Original Completion Date: \_\_\_\_\_ Original Total Depth: \_\_\_\_\_

Directional, Deviated or Horizontal well bore?  Yes  No

If Yes, true vertical depth: \_\_\_\_\_

Bottom Hole Location: \_\_\_\_\_

KCC DKT #: \_\_\_\_\_

irreded permit - 1323 FNL 1860' FEL  
w/req to: 1220' FNL 1920' FEL  
CONSERVATION DIVISION  
WICHITA, KS

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KANSAS CORPORATION COMMISSION  
**JUL 14 2004**

**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 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.

\*WAS: NENE SW NE <sup>ES</sup> Ap 5/2 S/2 NW NE  
~~ES, NENE SW NE~~

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

Date: 7/13/04 Signature of Operator or Agent: Carol K. Sanders Title: Owner/Operator

For KCC Use ONLY  
API # 15 - 023-20579-00-00  
Conductor pipe required NONE feet  
Minimum surface pipe required 200' feet per Alt. 1  
Approved by: DPW 7-14-04 / RSR 7:15-04 / rse 7-26-04  
This authorization expires: 1-14-05  
(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.
- 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: \_\_\_\_\_

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

2  
5  
42w

**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: Lobo Production, Inc.  
 Lease: RUEB FARMS  
 Well Number: 3-2  
 Field: CHERRY CREEK NIOBRARA GAS AREA

Location of Well: County: CHEYENNE  
1373 1220 feet from  N /  S Line of Section  
1860 1920 feet from  E /  W Line of Section  
 Sec. 2 Twp. 5 S. R. 42  East  West

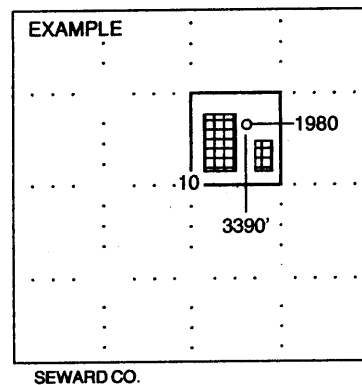
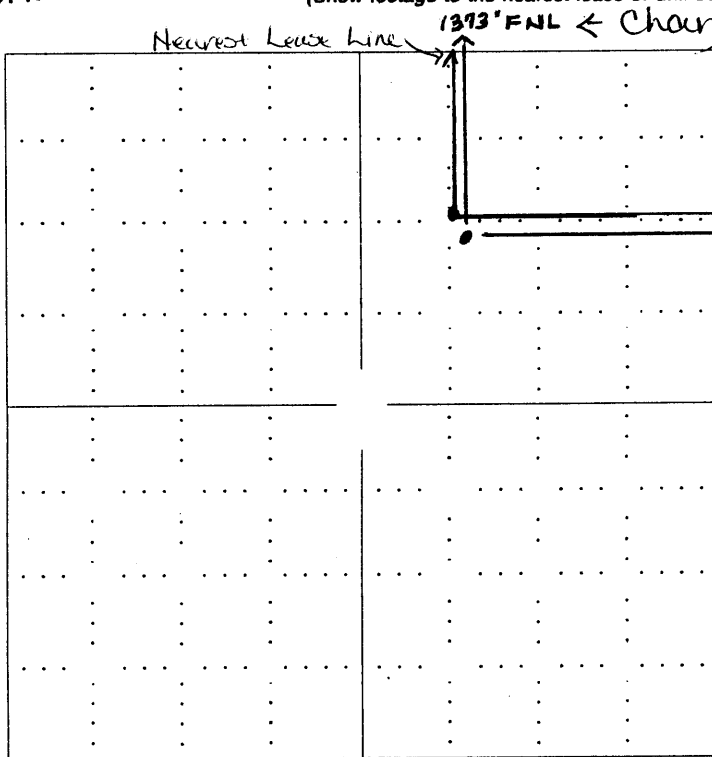
Number of Acres attributable to well: \_\_\_\_\_  
 QTR / QTR / QTR of acreage: NE - SW - NE  
SE NW

Is Section:  Regular or  Irregular  
 If Section is Irregular, locate well from nearest corner boundary.  
 Section corner used:  NE  NW  SE  SW

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 JUL 26 2004  
 KCC WICHITA

**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 location.**

**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: (CO-7 for oil wells; CG-8 for gas wells).