

FOR KCC USE:

EFFECTIVE DATE: 7-11-95

DISTRICT # 4

SEAT 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

FORM C-1 7/97
FORM MUST BE TYPED
FORM MUST BE STAMPED
ALL BLANKS MUST BE FILLED

Expected Spud Date 08 01 95
month day year

Spot NW SE NW 26 3 19 East
NW SE NW Sec 26 Twp 3 S. Rg West

OPERATOR: License # 5011
Name: Viking Resources, Inc.
Address: 105 S. Broadway, Ste. 1040
City/State/Zip: Wichita, KS. 67202
Contact Person: Shawn Devlin
Phone: 316-262-2502

3630 feet from South line of Section
3630 feet from East line of Section
IS SECTION X REGULAR IRREGULAR

(NOTE: Locate well on the Section Plat on Reverse Side)
County: Phillips
Lease Name: Grau Well #: 2
Field Name: Stugar
Is this a Prorated/Spaced Field? yes X no
Target Formation(s): IKC
Nearest lease or unit boundary: 1020
Ground Surface Elevation: 2050 est. feet MSL
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: 80-180
Depth to bottom of usable water: 990
Surface Pipe by Alternate: 1 X 2
Length of Surface Pipe Planned to be set: 200
Length of Conductor pipe required: none
Projected Total Depth: 3550
Formation at Total Depth: Arbuckle
Water Source for Drilling Operations: well X farm pond other

CONTRACTOR: License #: 30606
Name: Murfin Drilling

Well Drilled For: Well Class: Type Equipment:

- X Oil Enh Rec Infield X Mud Rotary
Gas Storage X Pool Ext. Air Rotary
CWVO Disposal Wildcat Cable
Seismic: # of Holes Other
Other

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

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

DWR Permit #:
Will Cores Be Taken? yes X 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. 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: 6/28/96 Signature of Operator or Agent: Title: Sec. Treas.

RECEIVED
WICHITA, KANSAS
JUN 11 1995
6-30-95

FOR KCC USE:
API # 15- 147-205620000
Conductor pipe required NONE feet
Minimum surface pipe required 200 feet per Alt. X 2
Approved by: JK 7-6-96
This authorization expires: 1-6-96
(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 AGO-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: Conservation Division, 200 Colorado Derby Building, 202 W. First St., Wichita, Kansas 67202-1286.

26
3
RW

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 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 Viking Resources, Inc.
 LEASE Grau
 WELL NUMBER 2
 FIELD Stugar

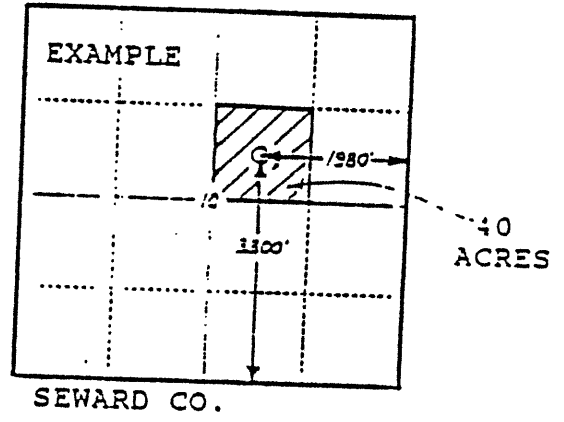
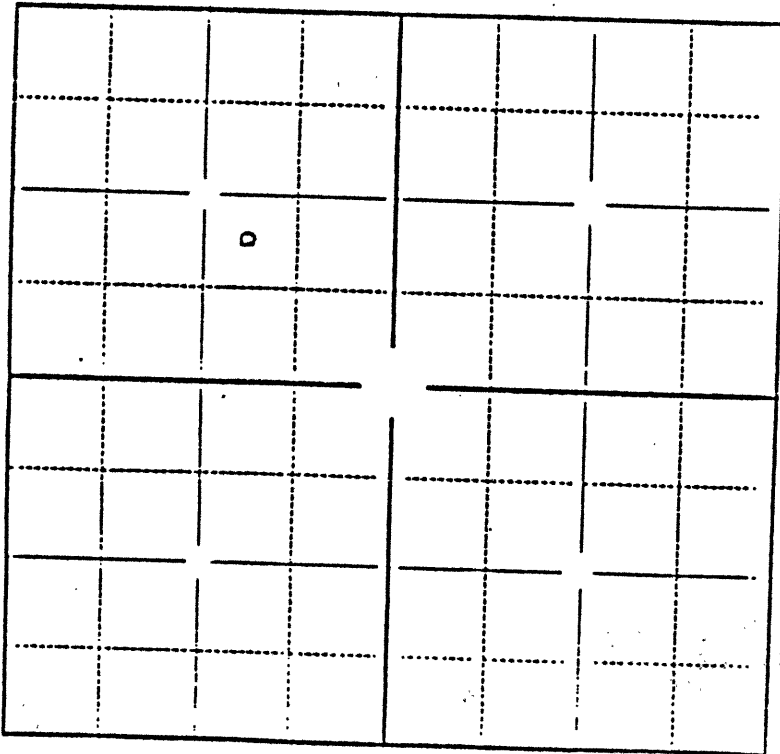
LOCATION OF WELL: COUNTY Phillips
3630 feet from south/_____ line of section
3630 feet from east/_____ line of section
 SECTION 26 TWP 3 RG 19 W

NUMBER OF ACRES ATTRIBUTABLE TO WELL _____
 QTR/QTR/QTR OF ACREAGE _____

IS SECTION _____ 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 line.)



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 _____, 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 lines; and
- 3) the distance to the nearest lease or unit boundary line.

RECEIVED
 STATE CORPORATION COMMISSION
 JUL 0 1995