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CORRECTED

For KCC Use:
Effective Date: 9-18-04
District # 4
SGA? Yes No

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

Form C-1
September 1999
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 September 25, 2004
month day year

OPERATOR: License# 31609
Name: Priority Oil & Gas LLC
Address: PC Box 27798
City/State/Zip: Denver, CO 80227-0798
Contact Person: Robbie Gries
Phone: 303-296-3435

CONTRACTOR: License# 8273
Name: (Excell Drilling) Excell Services, Inc.

RECEIVED
KANSAS CORPORATION COMMISSION
SEP 13 2004
CONSERVATION DIVISION
WICHITA, KS

Well Drilled For: Oil Enh Rec Gas OWWO Seismic; Other
Well Class: Infield Pool Ext. Wildcat Other
Type Equipment: Mud Rotary Air Rotary Cable

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: _____
KCC DKT #: _____

Spot SW - SE - SW Sec. 14 Twp. 3 S. R. 42
430 feet from (S) / N (circle one) Line of Section
1550 feet from E / (W) (circle one) Line of Section
Is SECTION Regular Irregular?

(Note: Locate well on the Section Plat on reverse side)
County: Cheyenne
Lease Name: Gustav Hilt Well #: 3-14
Field Name: Cherry Creek

Is this a Prorated / Spaced Field? Yes No
Target Formation(s): Niobrara
Nearest Lease or unit boundary: 330 feet to the South ? 430' ?
Ground Surface Elevation: 3662 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: 250'
Surface Pipe by Alternate: X 1 2
Length of Surface Pipe Planned to be set: 300'
Length of Conductor Pipe required: none
Projected Total Depth: 1850'
Formation at Total Depth: Niobrara
Water Source for Drilling Operations:
Well _____ Farm Pond X Other _____
DWR Permit #: _____

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

*WAS: NE SW SE SW
IS: NW SW SE SW

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 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: 9-7-04 Signature of Operator or Agent: Robbie Gries Title: President

For KCC Use ONLY
API # 15 - 023-20600-00-00
Conductor pipe required NONE feet
Minimum surface pipe required 280' feet per Alt. (1) X
Approved by: DPW 9-13-04/RSP 9-14-04
This authorization expires: 3-13-05
(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.

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