

CORRECTED

Corrected

Form C-1

December 2002

Form must be Typed

Form must be Signed

All blanks must be Filled

For KCC Use: 12-21-04
Effective Date: 2
District #: 2
SGA? Yes No

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

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

Expected Spud Date 11 22 2004
month day year

Spot
C E 1/2 SE NE Sec. 10 Twp. 31 S. R. 7
 East West

OPERATOR: License# 7744 (6-30-05)
Name: Sho-Bar Energy Inc.
Address: 215 E. 14th
City/State/Zip: Harper, KS. 67058
Contact Person: Howard Short
Phone: 620-896-2710

1980 feet from N / S Line of Section
330 feet from E / W Line of Section
Is SECTION Regular Irregular?

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

County: Harper, KS. 67058
Lease Name: Mathes Well #: 1
Field Name: Duquoin

CONTRACTOR: License# 5123 (6-30-05)
Name: Pickrell Drilling Co. Inc.

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

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

Nearest Lease or unit boundary: 330'
Ground Surface Elevation: 1560 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: 180'

Surface Pipe by Alternate: 1 2
Length of Surface Pipe Planned to be set: 250

Length of Conductor Pipe required: none
Projected Total Depth: 4400

Formation at Total Depth: Mississippian
Water Source for Drilling Operations: Well Farm Pond Other

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 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 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: 10-16-04 APPROV.
IS: 12-16-04 APPROV*

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

Date: 11-17-04 Signature of Operator or Agent: Howard Short Title: pres.

For KCC Use ONLY
API # 15 - 077-21503-00-00
Conductor pipe required NONE feet
Minimum surface pipe required 200 feet per Alt. 1
Approved by: RJP 12-16-04/RSP 12-22-04
This authorization expires: 6-16-05
(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: _____

10
31
7w