

FIRST CORRECTED

Form C-1 December 2002 Form must be Typed Form must be Signed All blanks must be Filled

For KCC Use: Effective Date: 2-20-05 District # 3 SGA? [X] 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 February 25, 2005 month day year

OPERATOR: License# 33517 Name: Kansas Production EQR, LLC Address: 15425 North Freeway, Ste 230 City/State/Zip: Houston, Texas 77090 Contact Person: Jeff Stevenson Phone: 281-875-6200

CONTRACTOR: License# 5675 Name: McPherson Drilling, LLC

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

If OWWO: old well information as follows: Operator: Well Name: Original Completion Date: Original Total Depth: Directional, Deviated or Horizontal wellbore? [] Yes [X] No If Yes, true vertical depth: Bottom Hole Location: KCC DKT #:

* WAS: 15-125-30717-00-00 IS: 15-125-30707-00-00

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.

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

Date: 02/08/2005 Signature of Operator or Agent: Jeff Stevenson Title: Operation Manager

For KCC Use ONLY API # 15 - 125 - 30707.00-00 Conductor pipe required NONE feet Minimum surface pipe required 20 feet per Alt. (2) Approved by: RJP 2-15-05 / RJP 2-16-05 This authorization expires: 8-15-05 (This authorization void if drilling not started within 6 months of effective date.) Spud date: Agent:

Spot Irreg. NW - NW Sec. 7 Twp. 33 S. R. 17 East [X] West [] 860 feet from N [X] S [] Line of Section 1660 feet from E [] W [X] Line of Section Is SECTION Regular [] Irregular [X]

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

County: Montgomery Lease Name: Knisely Well #: 7-15 Field Name: Coffeerville Cherryvale Is this a Prorated / Spaced Field? [] Yes [X] No Target Formation(s): Weir/Riverton Nearest Lease or unit boundary: 860' Ground Surface Elevation: 829 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: 120' Depth to bottom of usable water: 160' Surface Pipe by Alternate: [] 1 [X] 2 Length of Surface Pipe Planned to be set: 20' est. Length of Conductor Pipe required: NONE Projected Total Depth: 1300' Formation at Total Depth: Mississippi Lime Water Source for Drilling Operations: [] Well [] Farm Pond Other City DWR Permit #:

(Note: Apply for Permit with DWR [])

Will Cores be taken? [] Yes [X] No If Yes, proposed zone:

RECEIVED

FEB 14 2005

KCC WICHITA

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:

7 33 17E