

FIRST CORRECTED

For KCC Use: Effective Date: 3.12.05 District #: 2 SGA? Yes No

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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

NOTICE OF INTENT TO DRILL

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

Expected Spud Date: March 15, 2005 OPERATOR: License# 5822 (6.30-05) Name: VAL Energy Inc. Address: Box 116 City/State/Zip: Wichita, Ks. 67201 Contact Person: K. Todd Allam Phone: 316-263-6688

Spot: C-SW-NW Sec. 4 Twp. 30 S. R. 1E East West 3300 feet from N/S Line of Section 660 feet from E/W Line of Section Is SECTION Regular Irregular?

CONTRACTOR: License# 30141 (6.30-05) Name: Summitt Drilling Co.

County: Sumner Lease Name: Wyant Well #: V-1 Field Name: Sum-Wick South Is this a Prorated / Spaced Field? Yes No

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

Target Formation(s): Miss. Nearest Lease or unit boundary: 6600? Ground Surface Elevation: 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: 120 / (40' BEDROCK) EST Depth to bottom of usable water: 230 Surface Pipe by Alternate: 1 2 Length of Surface Pipe Planned to be set: 225-250' Min

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 #: FEB 01 2005

* Length of Conductor Pipe required: 60' MIN SEE NGTS Projected Total Depth: 3550 Formation at Total Depth: Miss. Water Source for Drilling Operations: Well Farm Pond Other Haul DWR Permit #: (Note: Apply for Permit with DWR)

* Conductor Pipe is Required Per App. TABLE 1 CONSERVATION DIVISION WICHITA, KS

Will Cores be taken? Yes 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. 55 et. seq.

* SET CONDUCTOR PIPE, MIN. 12" DIAMETER, A MINIMUM of 20' INTO BEDROCK

- 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.

** Approval Date: should be 3-7-05 / 3-5-05 WAS Expiration Date: should be 9-7-05 / 9-5-05

I hereby certify that the statements made herein are true and to the best of my knowledge and belief. Date: 2-1-05 Signature of Operator or Agent: K. Todd Allam Title: President

For KCC Use ONLY API # 15 - 191-22450-00-00 Conductor pipe required 60 feet Minimum surface pipe required 250 feet per Alt. 1 Approved by RJP 3-7-05 / RJP 3-15-05 This authorization expires: 9-7-05 (This authorization void if drilling not started within 6 months of effective date.) Spud date: Agent:

Remember to: - File Drill Pit Application (form CDF-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:

4 30 1E