For KCC Use: Effective Date: District # 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

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

Expected Spud Date	Spot East
month /day year	NE - NW - NE Sec. 36 Twp. 30 S. R. 9 West
32825	330feet from V N / S Line of Section /
OPERATOR: License# 32825 V Name: PIONEER EXPLORATION, LTD.	1550 feet from VE / W Line of Section
Address: 15603 KUYKENDAHL SUITE 200	Is SECTION Regular Irregular?
Address: HOUSTON, TEXAS 77090	
City/State/Zip: DANA BURNSIDES /	(Note: Locate well on the Section Plat on reverse side) County: KINGMAN
Phone: 281-893-9400 EXT. 222	Lease Name: Swingle Well #: 6-36
Phone: 201 000 0400 EXT. 222	Field Name: SPIVEY-GRABS-BASIL Well #:
CONTRACTOR: License# 33006	
Name: ACE DRILLING	Is this a Prorated / Spaced Field? Target Formation(s): MISSISSIPPIAN CHAT
,	Nearest Lease or unit boundary: 330'
Well Drilled For: Well Class: Type Equipment:	Ground Surface Elevation: 1656' feet MSL
✓ Oil Enh Rec ✓ Infield ✓ Mud Rotary	
Gas Storage Pool Ext. Air Rotary	Water well within one-quarter mile: Public water supply well within one mile: Yes No Yes No
CWWO Disposal Wildcat Cable	Depth to bottom of fresh water: 110'
Seismic; # of Holes Other	Depth to bottom of usable water. 200 180
Other	Surface Pipe by Alternate: 2
	Length of Surface Pipe Planned to be set: 200
If OWWO: old well information as follows:	Length of Conductor Pipe required: NA NONE
Operator:	Projected Total Depth: 4600'
Well Name:	Formation at Total Depth: MISSISSIPPIAN CHAT
Original Completion Date:Original Total Depth:	Water Source for Drilling Operations:
Directional, Deviated or Horizontal watter EIVED Yes V No	Well Farm Pond Other
If Yes, true vertical depth: KANSAS CORPORATION COMMISSION	DWR Permit #:
Bottom Hole Location:	(Note: Apply for Permit with DWR)
KCC DKT #: AUG \$\frac{1}{2} \frac{2004}{2}	Will Cores be taken?
06 07	If Yes, proposed zone:
CONSERVATION DIVISION D WICHITA, KS AFF	FIDAVIT
The undersigned hereby affirms that the drilling, completion and eventual p	olugging of this well will comply with K.S.A. 55 et. seq.
It is agreed that the following minimum requirements will be met:	
through all unconsolidated materials plus a minimum of 20 feet into 0 4. If the well is dry hole, an agreement between the operator and the 0 5. The appropriate district office will be notified before well is either plu 6. If an ALTERNATE II COMPLETION, production pipe shall be cemen Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall	the the process of the second street of the top; in all cases surface pipe shall be set the underlying formation. district office on plug length and placement is necessary prior to plugging; gged or production casing is cemented in; and the form below any usable water to surface within 120 days of spud date. The surface within 120 days of spud date. The 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	of my knowledge and belief.
Date: 08/05/2004 Signature of Operator or Agent: Lucy	Maritle: Reservoir Engneer
	Remember to:
For KCC Use ONLY API # 15 - 095 - 2195 (a .00 .00 Conductor pipe required feet Minimum surface pipe required 200 feet per Alt. (1) &	- 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.
7,510100 5),	While a with her walled (One with street and street data) along
This authorization expires: 10-1-05	check the box below and return to the address below.
(This authorization void if drilling not started within 6 months of effective date.)	Well Not Drilled - Permit Expired
Spud date: Agent:	Signature of Operator or Agent:
	Date:
Mail to: KCC - Conservation Division, 130	S. Market - Room 2078, Wichita, Kansas 67202

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 and 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	Location of Well: County: KINGMAN
Operator: PIONEER EXPLORATION, LTD.	feet from N / S Line of Section
Lease: Swingle	1550 feet from E / W Line of Section
Well Number: 6-36	Sec. 36 Twp. 30 S. R. 9 East Wes
Field: SPIVEY-GRABS-BASIL	
Number of Acres attributable to well:	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.)

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KANSAS CORPORATION COMMISSION AUG 25 2004 CONSERVATION DIVIS WICHITA KS **EXAMPLE** 3390 SEWARD CO.

RECEIVED

NOTE: In all cases locate the spot of the proposed drilling locaton.

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 lines, 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.
- 3. The distance to the nearest lease or unit boundary line.
- 4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (C0-7 for oil wells; CG-8 for gas wells).

KANSAS

CORPORATION COMMISSION

KATHLEEN SEBELLUS, GOVERNOR

BRIAN J. MOLINE, CHAIR

ROBERT E. KREHBIEL, COMMISSIONER

MICHAEL C. MOFFET, COMMISSIONER

March 31, 2005

Mr. Dana Burnsides Pioneer Exploration, Ltd. 15603 Kuykendahl Ste 200 Houston, TX 77090

Re: Drilling Pit Application

Swingle Lease Well No. 6-36 NE/4 Sec. 36-30S-09W Kingman County, Kansas

Dear Mr. Burnsides:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed <u>without slots</u>, the bottom shall be flat and reasonably level, and **all pits must be lined with bentonite**. The free fluids must be removed. The fluids are to be removed from the reserve pit as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the reserve pit has occurred. The fluids should be removed again within 72 hours after drilling operations have ceased.

If production casing is set all completion fluids shall be removed on a daily basis.

The fluids should be taken to an authorized disposal well. Please call the District Office at (316) 630-4000 when the fluids have been removed. Also, please file the enclosed CDP-5, Surface Pond Waste Transfer, within 30 days of fluid removal.

A copy of this letter should be posted in the doghouse along with the approved Intent to Drill. If you have any questions or concerns please feel free to contact the undersigned at the above address.

Sincerely,

Kathy Haynes

Environmental Protection and Remediation Department

cc: Doug Louis