RECEIVED KANSAS CORPORATION COMMISSION Kansas Corporation Commission For KCC Use: Form C-1 APR 2 6 2005 Effective Date: OIL & GAS CONSERVATION DIVISION December 2002 Form must be Typed District # CONSERVATION DIVISION Form must be Signed blanks must be Filled NOTICE OF INTENT TO DRILL SGA? Yes Must be approved by KCC five (5) days prior to commencing well WICHITA, KS 2005 May Expected Spud Date_ Spot SW Sec. 26 Twp. 28 s _B 33 West 2100 OPERATOR: License# 5249 feet from VN / S Line of Section 1700 Name: Osborn Heirs Company feet from E / W Line of Section Address: P. O. Box 17968 Regular ____ Irregular? Is SECTION City/State/Zip: San Antonio, Texas 78217 (Note: Locate well on the Section Plat on reverse side) Contact Person: Gary Cunningham County: Haskell Phone: (210) 826-0700 ext 222 Lease Name:. Well #: Wildcat Field Name: . CONTRACTOR: License# 30684 Is this a Prorated / Spaced Field? Name: Abercrombie RTD, Inc Target Formation(s): St. Louis 531 feet Nearest Lease or unit boundary: Well Drilled For: Type Equipment: 2946.7 Ground Surface Elevation: **✓** Oil Enh Rec Infield ✓ Mud Rotary Water well within one-quarter mile: Yes ✓ No Gas Storage Pool Ext. Air Rotary Public water supply well within one mile: ✓ No CMMD. Disposal Wildcat Cable Depth to bottom of fresh water: _ Seismic: # of Holes Other Depth to bottom of usable water: Other Surface Pipe by Alternate: 1 1850 feet If OWWO: old well information as follows: Length of Surface Pipe Planned to be set: Length of Conductor Pipe required: N/A Operator: Projected Total Depth: 5850 feet Well Name: Formation at Total Depth:_ Original Completion Date: Original Total Depth: Water Source for Drilling Operations: Yes 🗸 No Directional, Deviated or Horizontal wellbore? Other Haul Well Farm Pond If Yes, true vertical depth:__ DWR Permit # Bottom Hole Location:_ (Note: Apply for Permit with DWR) Yes V No Will Cores be taken? * Prorated & Spaced Huyoton & Panoma 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. 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. 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

Date: April 26, 2005 Title: Agent Signature of Operator Remember to: For KCC lise ONLY File Drill Pit Application (form CDP-1) with Intent to Drill; 21591*-00-*00 File Completion Form ACO-1 within 120 days of spud date: File acreage attribution plat according to field proration orders; Conductor pipe required___ Notify appropriate district office 48 hours prior to workover or re-entry: Minimum surface pipe required Submit plugging report (CP-4) after plugging is completed;

Approved by: KO t This authorization expires: 10.260 (This authorization void if drilling not started within 6 months of effective date.)

Spud date: Agent: 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:

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

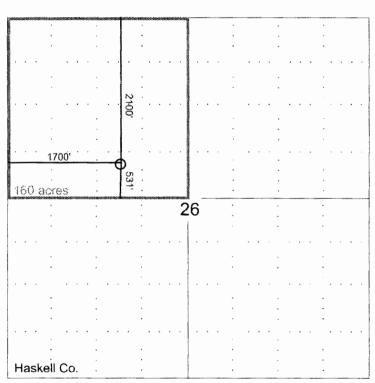
CONSERVATION DIVISION

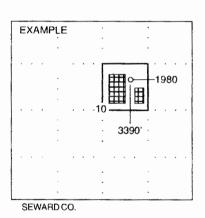
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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: Haskell
Operator: Osborn Heirs Company	
Lease: Trimpa	2100 feet from ✓ N / ☐ S Line of Section 1700 feet from ☐ E / ✓ W Line of Section
Well Number: _1	Sec. 26 Twp. 28 S. R. 33 East 🗸 Wes
Field: Wildcat	
Number of Acres attributable to well: 160	Is Section: Regular or V Irregular
QTR / QTR / QTR of acreage: SW - SE - NW	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.)





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.
- 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).



CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR BRIAN J. MOLINE, CHAIR ROBERT E. KREHBIEL, COMMISSIONER MICHAEL C. MOFFET, COMMISSIONER

NOTICE TO OPERATORS DRILLING IN THE PANOMA-COUNCIL GROVE GAS POOL SPACED AREA

The enclosed intent is located within the Panoma-Council Grove gas pool space area. In May 1978, Panoma-Council Grove Proration Order (as amended), Docket No. 60,024-C (C-7058) under FINDINGS OF FACT AND LAW on page 31, the following language is stated that:

- "The Commission finds that in order to prevent waste and protect correlative rights, the following stated rules pertaining to wells already completed, in the process of being drilled or for future wells to be drilled in the Panoma Council Grove Gas Pool Spaced area, and for wells producing from the Council Grove Formation outside of the Panoma Council Grove Gas Pool Spaced area within the Hugoton Gas Field, should be adopted."
- 1. "No dual completions between the Chase (Hugoton) and Council Grove Formations will be permitted for future wells drilled."
- 2. "Casing shall not be set above the top of the Council Grove Formation for a Council Grove producing well."
- 3. "The production casing of all new Council Grove wells should be cemented with a calculated volume of cement sufficient to encase the casing from the bottom of the casing to a point 500 feet above the Chase Formation."
- 4. "The casing shall be encased in cement in the interval between the base of the Council Grove and the top of the Chase Formation on all wells, irrespective of depth, completed below the Council Grove Formation, if they are located within the space area."
- 5. "The cement coverage heretofore required shall be confirmed by the running of a recognized survey, such as a temperature survey or cement bond log."

A copy of this survey and the cement tickets(s) showing that all cement work has been completed, must be filed with the ACO-1 Completion Report within 120 days from the wells "spud date."

Failure to comply with these provisions may cause the well to be shut-in until compliance has been achieved.

If you have any questions, please feel free to contact the Conservation Division's Production Department at (316) 337-6200.