

FOR KCC USE:

FORM C-1 7/91

EFFECTIVE DATE: 9-11-95

FORM MUST BE TYPED

DISTRICT # 4

State of Kansas
NOTICE OF INTENTION TO DRILL

FORM MUST BE SIGNED

SGA? Yes X No

Must be approved by the K.C.C. five (5) days prior to commencing well.

ALL BLANKS MUST BE FILLED

Expected Spud Date September 22, 1995
month day year

Spot Approx. East
Ap. E2 W2 NE Sec 7 Twp 6 S, Rg 26 X West

OPERATOR: License # 5663
Name: Hess Oil Company
Address: P. O. Box 1009
City/State/Zip: McPherson, KS 67460
Contact Person: Bryan Hess
Phone: 316-241-4640

1400 feet from xxxxx / North line of Section
1750 feet from East / xxxxx line of Section
IS SECTION X REGULAR IRREGULAR?

(NOTE: Locate well on the Section Plat on Reverse Side)

County: Sheridan

Lease Name: Stephenson Well #: 1

Field Name: _____

Is this a Prorated/Spaced Field? yes X no

Target Formation(s): Mississippi

Nearest lease or unit boundary: 890'

Ground Surface Elevation: 2650 est. 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: 150' 200'

* Depth to bottom of usable water: 1275' 1460'

Surface Pipe by Alternate: 1 X 2

* Length of Surface Pipe Planned to be set: 200' 220'

Length of Conductor pipe required: NA

Projected Total Depth: 4000'

Formation at Total Depth: Mississippi

Water Source for Drilling Operations:

well X farm pond other

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

If OMWO: old well information as follows:
Operator: _____
Well Name: _____
Comp. Date: _____ Old Total Depth _____

Directional, Deviated or Horizontal wellbore? yes X no
If yes, true vertical depth: _____
Bottom Hole Location: _____

Will Cores Be Taken?: yes X no
If yes, proposed zone: _____

* NOTE CHANGE TO 220' MIN. SURF. PIPE AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-101, 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. 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: 9/5/95 Signature of Operator or Agent: Bryan Hess Title: Bryan Hess, Mgr.

FOR KCC USE:
API # 15- 1779-210770000
Conductor pipe required NONE feet
Minimum surface pipe required 220 feet per Alt. X(2)
Approved by: DPW 9-6-95
This authorization expires: 3-6-96
(This authorization void if drilling not started within 6 months of effective date.)
Spud date: _____ Agent: _____

RECEIVED
STATE CORPORATION COMMISSION

SEP 06 1995
9-6-95

COMMISSIONER OF STATE CORP. DIVISION
WICHITA, KANSAS

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.

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202.

7
4
26W

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

PLAT OF ACREAGE ATTRIBUTABLE TO A WELL IN A PRORATED OR SPACED FIELD

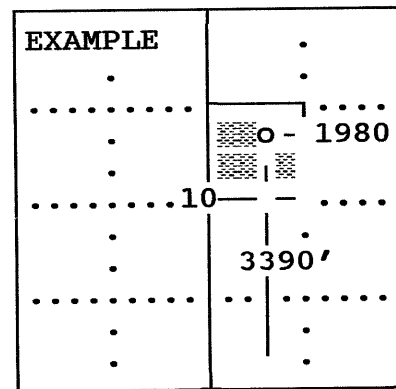
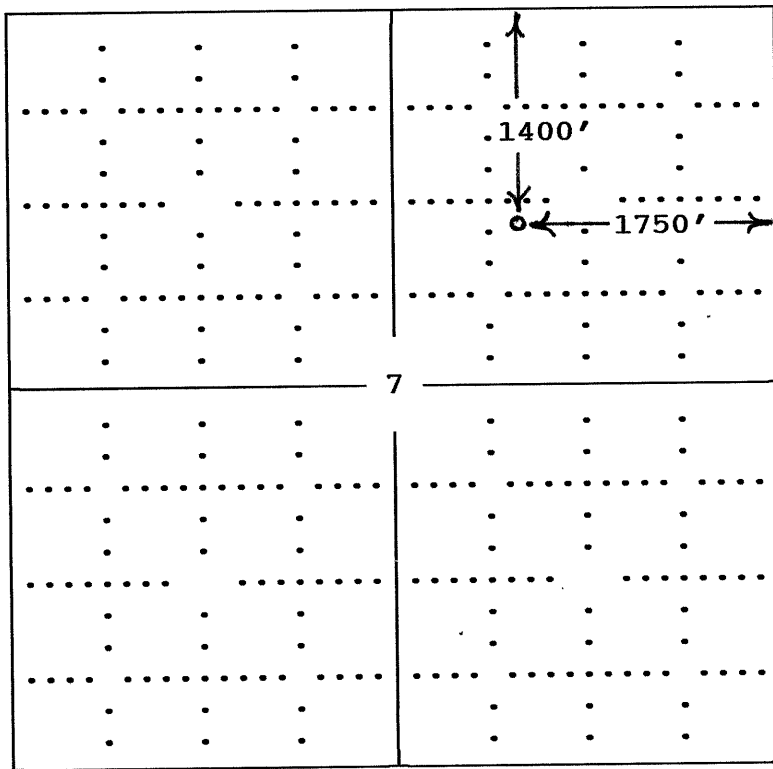
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please show all the wells 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- _____
 OPERATOR Hess Oil Company LOCATION OF WELL: COUNTY Graham
 LEASE Stephenson 1400 feet from xxxxx/North line of section
 WELL NUMBER 1 1750 feet from East/xxxx line of section
 FIELD _____ SECTION 7 TWP 6 RG 26 W

NUMBER OF ACRES ATTRIBUTABLE TO WELL _____ IS SECTION X REGULAR or _____ IRREGULAR
 QTR/QTR/QTR OF ACREAGE - - - **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.)



SEWARD CO.

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; and
- 3) the distance to the nearest lease or unit boundary line.