For KCC Use: 6-23-05 Effective Date: District #_

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 December 2002 Form must be Typed

100 Z 10		rm must be Signed inks must be Filled
Must be approved by KCC five	(5) days prior to commencing well	
Expected Spud Date 6/29/2005	Spot	□ Face
month day year	C - SE - NW Sec. 25 Twp. 34 S. F	East West
OPERATOR: License# 8061		Line of Section
Name: OIL PRODUCERS INC. OF KANSAS	3300'	Line of Section
Address, 1710 WATERFRONT PARKWAY	Is SECTION ✓ Regular — Irregular?	
City/State/Zip: WICHITA, KS 67206	(Note: Locate well on the Section Plat on revers	se side)
Contact Person: BRIAN McCOY	County: BARBER	,
Phone: (316)681-0231	Lease Name: MOLZ	Vell #: 2
CONTRACTOR: License# 5123	Field Name:	
Name: PICKRELL DRILLING	Is this a Prorated / Spaced Field? Target Formation(s): MISSISSIPPI CHERT & CHEROK	Yes XNo
	Nearest Lease or unit boundary: 660'	
Well Drilled For: Well Class: Type Equipment:	Ground Surface Elevation: EST. 1414	feet MSL
✓ Oil ✓ Enh Rec ✓ Infield ✓ Mud Rotary	Water well within one-quarter mile:	Yes X No
✓ Gas ✓ Storage Pool Ext. Air Rotary OWO Disposal Wildcat Cable	Public water supply well within one mile:	Yes X No
OWWO Disposal Wildcat Cable Seismic: # of Holes Other	Depth to bottom of fresh water:	
Other	Depth to bottom of usable water: 180'	
	Surface Pipe by Alternate: ✓ 1	
If OWWO: old well information as follows:	Length of Surface Pipe Planned to be set: 350' Length of Conductor Pipe required: N/A	
Operator:	Projected Total Depth: 4800'	
Well Name:Original Total Depth:	Formation at Total Depth: MISSISSIPPI CHERT & CH	EROKEE
$ \sim$ \sim	Water Source for Drilling Operations:	
Directional, Deviated or Horizontal wellbore?	Well Farm Pond Other HAUL	
If Yes, true vertical depth:	DWR Permit #:	
Bottom Hole Location:	(Note: Apply for Permit with DWR)	_ ~ /
KCC DKT #:	Will Cores be taken?	Yes XNo
	If Yes, proposed zone:	DEATH (FD
	IDAVIT	RECEIVED
The undersigned hereby affirms that the drilling, completion and eventual p It is agreed that the following minimum requirements will be met:	lugging of this well will comply with K.S.A. 55 et. seq.	JUN 1 5 2005
Notify the appropriate district office <i>prior</i> to spudding of well;		JON 1 3 2000
2. A copy of the appropriate district office <i>prior</i> to spadding of well,	ch drilling rig;	KCC WICHITA
3. The minimum amount of surface pipe as specified below shall be see		shall be set
through all unconsolidated materials plus a minimum of 20 feet into the 4. If the well is dry hole, an agreement between the operator and the constant of the		der to plugging:
5. The appropriate district office will be notified before well is either plug		ior to plugging,
6. If an ALTERNATE II COMPLETION, production pipe shall be cement		
Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall		
I hereby certify that the statements made herein are true and to the best of		arry comonang.
	,	
Date: 6/14/2005 Signature of Operator or Agent: 75	Title: VICE PRESID	DENT
	Remember to:	
For KCC Use ONLY	- File Drill Pit Application (form CDP-1) with Intent to Drill;	1
API # 15 . 007-229//-00-00	- File Completion Form ACO-1 within 120 days of spud d	
Conductor pipe required NONE feet	 File acreage attribution plat according to field proration Notify appropriate district office 48 hours prior to worker 	orders;
Minimum surface pipe required 2007 feet per Alt. 1	- Submit plugging report (CP-4) after plugging is complet	,, ,
Approved by: 1 40 4-17-05	- Obtain written approval before disposing or injecting sa	It water.
This authorization expires: (2-17-05	- If this permit has expired (See: authorized expiration date	te) please
(This authorization void if drilling not started within 6 months of effective date.)	check the box below and return to the address below.	~
Splid date: Agent:	Well Not Drilled - Permit Expired Signature of Operator or Agent:	
Spud date:Agent:	Signature of Operator of Auctit.	!-
	Date:	3

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

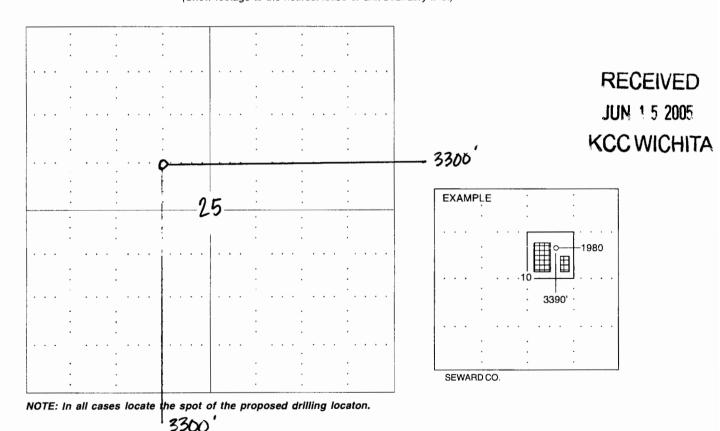
Plat of acreage attributable to a well in a prorated or spaced field

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 - 007-229/1-00-00	Location of Well: County: BARBER
Operator: OIL PRODUCERS INC. OF KANSAS	
Lease: MOLZ	3300' feet from N / ✓ S Line of Section 3300' Feet from ✓ E / W Line of Section
Well Number: 2	Sec. 25 Twp. 34 S. R. 12 East ✓ West
Field:	
Number of Acres attributable to well: 160	Is Section: 📝 Regular or 🔲 Irregular
QTR / QTR / QTR of acreage: C - 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.)



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

June 17, 2005

Mr. Brian McCoy Oil Producers, Inc. of Kansas 1710 Waterfront Pkwy Wichita, KS 67206

RE: Drilling Pit Application Molz Lease Well No. 2 NW/4 Sec. 25-34S-12W Barber County, Kansas

Dear Mr. McCoy:

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 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 as soon as practical after drilling operations have ceased. Please keep the pits away from the draw.

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 (620) 225-8888 when the fluids have been removed. Also please file the enclosed CDP-5 form, 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: S Durrant