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For KCC Use:
Effective Date: 10-10-05
District #
2012 D.:

This authorization expires: 4-5-04

Spud date:___

(This authorization void if drilling not started within 6 months of approval date.)

Agent:

KANSAS CORPORATION COMMISSION

OCT 0 3 2005

Form C-1

OIL & Gas Conservation Division December 2002 KCC WICHITAm must be Typed must be Signed NOTICE OF INTENT TO DRILL SGA? XYes No All blanks must be Filled Must be approved by KCC five (5) days prior to commencing well Expected Spud Date October 26, 2005 East ✓ West OPERATOR: License# 8061 feet from N / ✓ S Line of Section 440' Name: Oil Producers Inc. of Kansas _ feet from ✓ E / W 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 reverse side) Contact Person: Lori Wedel County: Kiowa Phone: 316-681-0231 Lease Name: George Smith Field Name: Alford CONTRACTOR: License# 4958 Is this a Prorated / Spaced Field? Name: Mallard JV, Inc. Target Formation(s): Mississippi Nearest Lease or unit boundary: 440' Well Drilled For: Well Class: Type Equipment: Ground Surface Elevation: Est: 2195 feet MSL **✓** Oil Enh Rec Infield ✓ Mud Rotary Water well within one-quarter mile: Yes No ✓ Gas Pool Ext. Storage Air Rotary Public water supply well within one mile: awwo Wildcat Disposal Cable Depth to bottom of fresh water: Seismic:... # of Holes Other Depth to bottom of usable water: Other_ Surface Pipe by Alternate: 🗸 1 Length of Surface Pipe Planned to be set: If OWWO: old well information as follows: Length of Conductor Pipe required: Operator:_ Projected Total Depth: 5150' Well Name: ... Formation at Total Depth: Mississippi 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) KCC DKT #:_ 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. 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. I hereby certify that the statements made herein are true and to the best of my knowledge and belief. Date: 9/30/2005 Title: Vice President Signature of Operator or Agent: Remember to: For KCC Use ONLY 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; Minimum surface pipe required.... 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:

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

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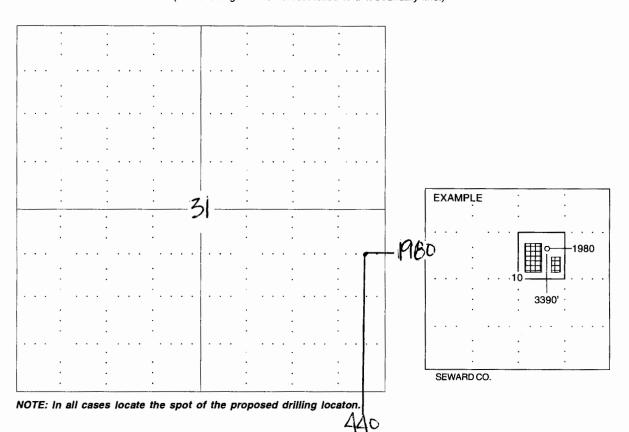
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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: Kiowa
Operator: Oil Producers Inc. of Kansas	
Lease: George Smith	1980' feet from N / ✓ S Line of Section 440' Feet from ✓ E / W Line of Section
Well Number: 1-31 Field: Alford	Sec. 31 Twp. 30S S. R. 18 East ✓ West
Number of Acres attributable to well:	Is Section: 📝 Regular or 🔲 Irregular
OTR/QTR/QTR of acreage: SE NE	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.
- 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

October 4, 2005

Ms. Lori Wedel Oil Producers, Inc. of Kansas 1710 Waterfront Parkway Wichita, KS 67206

Re:

Drilling Pit Application

George Smith Lease Well No. 1-31

NE/4 Sec. 31-30S-18W Kiowa County, Kansas

Dear Ms. Wedel:

District staff has inspected the location and has determined that an unsealed condition will present a pollution threat to water resources.

District staff has instructed that no earthen pits are to be used at the location. Steel pits are to be used. Please inform the Commission in writing as to which disposal well you will utilize to dispose of the contents in the steel pits and the amount of fluid which will be disposed. If a haul-off pit is necessary please file form CDP-1, Application for Surface Pit. This location will have to be inspected prior to approval of the haul-off pit application.

If fluids are taken to an authorized disposal well, please call the District Office at (316) 630-4000. Please file form CDP-5, Exploration and Production Waste Transfer, within 30 days of fluid removal. Conservation division forms are available through our office and on the KCC web site: www.kcc.state.ks.us/conservation/forms.

Sincerely,

Kathy Haynes

Environmental Protection and Remediation Department

Cc: S Durrant