

PERMIT Extension

For KCC use: Effective Date: 6-15-05
District #: 3
SGA? Yes No

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

RECEIVED
DEC 06 2005
KCC WICHITA
Form C-1
September 1999
Form must be Typed
Form must be Signed
All blanks must be Filled

NOTICE OF INTENT TO DRILL

Must be approved by KCC five (5) days prior to commencing well

Expected Spud Date: 6-15-05
month day year

Spot SW NE SW SE Sec. 1 Twp. 18 S. R. 21
825 feet from (S) / (N) (circle one) Line of Section
1815 feet from (E) / (W) (circle one) Line of Section
Is SECTION Regular Irregular?

OPERATOR: License# 6142 (6-30-05)
Name: Town Oil Company, Inc.
Address: 16205 West 287th St.
City/State/Zip: Paola, Kansas 66071
Contact Person: Lester Town
Phone: 913-294-2125

(Note: Locate well on the Section Plat on reverse side)
County: Miami
Lease Name: O'Brien Well #: 2-04

CONTRACTOR: License# Company Tools
Name: _____

Field Name: Paola-Rantoul
Is this a Prorated / Spaced Field? Yes No

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

Target Information(s): Bartlesville
Nearest Lease or unit boundary: 165

If OWWO: old well information as follows:
Operator: _____
Well Name: _____
Original Completion Date: _____ Original Total Depth: _____

Ground Surface Elevation: _____ feet MSL
Water well within one-quarter mile: Yes No

Directional, Deviated or Horizontal wellbore? Yes No
If Yes, true vertical depth: _____
Bottom Hole Location: _____
KCC DKT #: _____

Public water supply well within one mile: Yes No
Depth to bottom of fresh water: 100
Depth to bottom of usable water: 200

Surface Pipe by Alternate: 1 2
Length of Surface Pipe Planned to be set: 20

Length of Conductor Pipe required: None
Projected Total Depth: 600

Producing Formation Target: Bartlesville
Water Source for Drilling Operations:
Well _____ Farm Pond _____ Other

DWR Permit #: _____
(Note: Apply for Permit with DWR)

Will Cores be taken? Yes No
If Yes, proposed zone: _____

Permit Extension -

AFFIDAVIT

RECEIVED

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:

JUN - 9 2005

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.

KCC WICHITA

I hereby certify that the statements made herein are true and to the best of my knowledge and belief.

Date: 6-7-05 Signature of Operator or Agent: Roberta Town Title: Agent

For KCC Use ONLY
API # 15 - 121-28089-00-00
Conductor pipe required NONE feet
Minimum surface pipe required 20 feet per All. (2)
Approved by: RJP 6.10.05 / RJP 12.7.05
This authorization expires: 12.10.05 / 6.10.06
(This authorization void if drilling not started within 6 months of effective date.)
Spud date: _____ Agent: _____

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.

1
18
2/E