FOR KCC Use: 12.18.05

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 December 2002

| District # | | | | Form must be Typed | |
|--|------------------|---------------------|---------------------------------------|--|----|
| SGA? Yes X No | | | | ITENT TO DRILL Form must be Signed All blanks must be Filled | |
| | | Must De | approved by KCC five | (5) days prior to commencing well | |
| Expected Spud Date | 02 | 07 | 2006 | Spot 50' E | |
| Expecies opus Date | month | day | year | NW - NE - NW Sec. 26 Twp. 19 S. R. 22 West | |
| 89 | 96 | | | 330 feet from N / S Line of Section | |
| OPERATOR: License# 89: Name: Mid-Continent Re | sources Inc | | / | 1700 feet from E / / W Line of Section | |
| Address: P. O. Box 399 | 3001003, 1110 | | | Is SECTION Regular Irregular? | |
| City/State/Zip: Garden Cit | v. KS 67846 | | | | |
| Contact Person: Scott Cor | sair | | | (Note: Locate well on the Section Plat on reverse side) County: Ness | |
| Phone: 785-398-2270 | 0.2,1 | | | Lease Name: Dorsa Well #:4 | - |
| | | | | Field Name: Schaben | - |
| CONTRACTOR: License# | 33323 | <u></u> | | Is this a Prorated / Spaced Field? Yes ✓ No | - |
| Name: Petromark Drilling | , LLC | | | Target Formation(s): Mississippian | , |
| | | | | Nearest Lease or unit boundary: 330' | - |
| Well Drilled For: | Well Clas | is: Ty | pe Equipment: | Ground Surface Elevation: 2240 est feet MSL | - |
| ✓ Oil Enh Re | c 🗸 Infie | ild [| Mud Rotary | | |
| ✓ Gas Storage | e 🔲 Pool | l Ext. | Air Rotary | | _ |
| OWWO Dispose | al Wild | cat | Cable | Public water supply well within one mile: Depth to bottom of fresh water: 480') 18℃ 8.5. | , |
| Seismic;# of I | loles 🔲 Othe | er _ | _ | Depart to Dottom or most water | - |
| Other | | | | Depart to bottom of usable water. | - |
| _ | | | | Surface Pipe by Alternate: 1 2 200' | |
| If OWWO: old well informati | tion as follows: | : | | Length of Surface Pipe Planned to be set: 200' | - |
| Operator: | | | | Length of Conductor Pipe required: None | - |
| Well Name: | | | | Projected Total Depth: 4400' | - |
| Original Completion Date | te: | Original 7 | Total Depth: | Formation at Total Depth: Mississippian | |
| Directional, Deviated or Ho | rizontal wallbo | ro? | Yes ✓ No | Water Source for Drilling Operations: | |
| • | | | | Well ✓ Farm Pond Other | - |
| If Yes, true vertical depth: | | | | DWR Permit #: | - |
| Bottom Hole Location: | | | | (Note: Apply for Permit with DWR] | |
| X REMOVED FRO | 11 50 1/2 | REIL B | PA | Will Cores be taken? |) |
| | | | | If Yes, proposed zone: | - |
| PER 06-CO | 12-01. | 1-68 | PO AFF | IDAVIT RECEIVED | |
| The undersigned hereby a | ffirms that the | drilling, cor | npletion and eventual p | olugging of this well will comply with K.S.A. 55 et. seq. | |
| It is agreed that the followi | ng minimum r | equirement | s will be met: | CTC 12 23 | |
| Notify the appropriat | e district offic | e <i>prior</i> to s | audding of well: | | |
| 2. A copy of the approx | | | | ich drilling rig; KCC WICHITA | |
| | | | | et by circulating cement to the top; in all cases surface pipe shall be set | |
| • | | • | | the underlying formation. | |
| | , , | | | district office on plug length and placement is necessary prior to plugging; | |
| | | | | gged or production casing is cemented in; ted from below any usable water to surface within 120 days of spud date. | |
| | | | | *#133,891-C, which applies to the KCC District 3 area, alternate II cementing | a |
| | | | | be plugged. In all cases, NOTIFY district office prior to any cementing. | • |
| I hereby certify that the sta | atements mad | le herein ar | e true and to the best | of my knowledge and belief. | |
| ,, | | | X | <i>1</i> · · · · · · · · · · · · · · · · · · · | |
| Date: December 12, 200 | 5 Signature | of Operator | or Agent; | Title: Petroleum Engineer | _ |
| | | | Scott Cors | air Caramber to: | |
| For KCC Use ONLY | | | | | |
| FOR KCC USE ONLY | 24435 | | Λ λ | - File Drill Pit Application (form CDP-1) with Intent to Drill; - File Completion Form ACO-1 within 120 days of spud date; | ., |
| | 7 | | <u> </u> | File acreage attribution plat according to field proration orders; | " |
| Conductor pipe required_ | NONE | ; 3 | _ feet | Notify appropriate district office 48 hours prior to workover or re-entry; | ' |
| Minimum surface pipe rec | quiredZ_ | 20 | _ feet per Alt. + 2 | - Submit plugging report (CP-4) after plugging is completed; | |
| | 12.13.0 | 5 | | - Obtain written approval before disposing or injecting salt water. | _ |
| | 10.13.1 | 20 | , , , , , , , , , , , , , , , , , , , | - If this permit has expired (See: authorized expiration date) please | P |
| This suthorization expires (This authorization void if d | | od within 6 m | raths of affactive data 1 | check the box below and return to the address below. | ` |
| (THIS GUITOTIZATION VOICE IT O | many IVI SIBITE | a wann o ma | And OF GROUND GARS.) | Well Not Drilled - Permit Expired | |
| Spud date: | Agent: | | | Signature of Operator or Agent: | V |
| | 9 | | | · · · · · · · · · · · · · · · · · · · | |

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 tully 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.

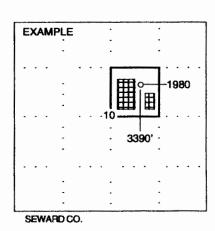
| API No. 15 | Location of Well: County: Ness |
|--|--|
| Operator: Mid-Continent Resources, Inc. | |
| Lease: Dorsa | 1700 feet from F |
| Well Number: 4 | Sec. 26 Twp. 19 S. R. 22 ☐ East ✓ Wes |
| Field: Schaben | |
| Number of Acres attributable to well: 10 | is Section: Regular or Irregular |
| QTR / QTR / QTR of acreage: NW - NE - 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.)

| /2 | <u>ao'</u> | | 30' | | | |
|----|------------|---|-----|---|------|-------------|
| | | | | | | · · · |
| | | • | 26 | | | |
| | | | 20 | • | | |
| | | : | | : | | |
| | | | | | | · · · · |
| | | | | | | |



Ness CO.

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.
- 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;