For KCC Use: Effective Date:	1-28-06
District #	3

Soud date:

Agent:

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 December 2002

Form must be Typed Form must be Signed NOTICE OF INTENT TO DRILL Yes X No All blanks must be Filled Must be approved by KCC five (5) days prior to commencing well AP 122 N & 23 w of Expected Spud Date ___ SE SE Sec. 02 Twp. 27 S. R. 17 ____feet from N / ✓ S Line of Section OPERATOR: License# 33583 683 ___feet from VE / W Line of Section Name: Admiral Bay (USA) Inc. Address: 14550 E Easter Ave, Ste. 1000 is SECTION

✓ Regular Irregular? City/State/Zip: Centennial, CO 80112 (Note: Locate well on the Section Plat on reverse side) Contact Person: Steven Tedesco County: Neosho Phone: 303.671-7242 _Well #: 16-2 Lease Name: Quinn Field Name: Humboldt-Chanute CONTRACTOR: License# 5786 Is this a Prorated / Spaced Field? Yes ✓ No Name: McGowan Drilling Target Formation(s): Riverton Nearest Lease or unit boundary: 683FEL Well Drilled For: Well Class: Type Equipment: Ground Surface Elevation: 986 feet MSL Oil Enh Rec ✓ Infield ✓ Mud Rotary Yes ✓ No Water well within one-quarter mile: Gas Storage Pool Ext. Air Rotary Public water supply well within one mile: OWWO Wildcat Cable Disposal Depth to bottom of fresh water: 100' -Seismic;___ _# of Holes Other Depth to bottom of usable water: 200' Other Surface Pipe by Alternate: ☐ 1 2 Length of Surface Pipe Planned to be set: 20' If OWWO: old well information as follows: Length of Conductor Pipe required: None Operator: 1200' Projected Total Depth: Well Name: Mississippian Formation at Total Depth:___ Original Total Depth: Original Completion Date:____ Water Source for Drilling Operations: Yes ✓ No Directional, Deviated or Horizontal wellbore? Well ✓ Farm Pond Other . If Yes, true vertical depth:___ DWR Permit #: __ Bottom Hole Location: ____ (Note: Apply for Permit with DWR) KCC DKT #: Yes ✓ No Will Cores be taken? If Yes, proposed zone: _ RECEIVED **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: JAN 2 3 2006 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; CONSERVATION DIVISION 3. The minimum amount of surface pipe as specified below shall be set by circulating cement to the top; in all cases surface pipe as specified below 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 pest of my knowledge and belief. Date: 01/11/06 Title: Land Manager _____ Signature of Operator or Agent: Remember to: File Drill Pit Application (form CDP-1) with Intent to Drill; API # 15 - 133 - 26484.00-00 File Completion Form ACO-1 within 120 days of spud date; File acreage attribution plat according to field proration orders; Conductor pipe required NONE feet Notify appropriate district office 48 hours prior to workover or re-entry; Minimum surface pipe required 20 feet per Alt. 4 Submit plugging report (CP-4) after plugging is completed; Approved by: 250 1-23-06 Obtain written approval before disposing or injecting salt water. If this permit has expired (See: authorized expiration date) please This authorization expires: 7.23-06 check the box below and return to the address below. (This authorization void if drilling not started within 6 months of effective date.) Well Not Drilled - Permit Expired

Signature of Operator or Agent:__

Date:_

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.

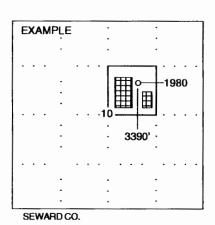
API No. 15	Location of Well: County: Neosho
Operator: Admiral Bay (USA) Inc.	
Lease: Quinn	feet from N / S Line of Section 683 feet from F E / W Line of Section
Well Number: 16-2	Sec. 02 Twp. 27 S. R. 17 ✓ East Wes
Field: Humboldt-Chanute	
Number of Acres attributable to well: 80	Is Section: ✓ Regular or Irregular
QTR / QTR / QTR of acreage: SE SE	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.)

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	782	683



NOTE: In all cases locate the spot of the proposed drilling locaton.

In plotting the proposed location of the well, you must show:

- 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;