

For KCC Use: 2-1806  
Effective Date: 4  
District #: 4  
SGA?  Yes  No

OWWO  
KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION  
**NOTICE OF INTENT TO DRILL**

RECEIVED  
FEB 10 2006

Form C-1  
December 2002  
Form must be Typed  
Form must be Signed  
All blanks must be Filled

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

KCC WICHITA

Expected Spud Date February 20 2006  
month day year

Spot  East  
C S/2 - SW - NW Sec. 21 Twp. 11 S. R. 17  West  
2970 feet from  N /  S Line of Section  
660 feet from  E /  W Line of Section  
Is SECTION  Regular  Irregular?

OPERATOR: License# 33279-33729  
Name: STP Petroleum Development, LP  
Address: 2261 Catherine Road  
City/State/Zip: Hays, KS 67801  
Contact Person: Josh Scott  
Phone: 785-346-4085

(Note: Locate well on the Section Plat on reverse side)  
County: Ellis  
Lease Name: Hadley Well #: 2  
Field Name: Bemis-Shutts  
Is this a Prorated / Spaced Field?  Yes  No

CONTRACTOR: License# 20-202-5415-ADVISE ON ACO-1  
Name: MUST BE LICENSED BY KCC

Target Formation(s): Arbuckle  
Nearest Lease or unit boundary: 330'  
Ground Surface Elevation: 1887' feet MSL  
Water well within one-quarter mile:  Yes  No  
Public water supply well within one mile:  Yes  No  
Depth to bottom of fresh water: 350' 180'  
Depth to bottom of usable water: 500' 700'

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

If OWWO: old well information as follows:  
Operator: Winkler & Koch Engr. Co.  
Well Name: Hadley #2  
Original Completion Date: 6-23-1940 Original Total Depth: 3410

Surface Pipe by Alternate:  1  2  
Length of Surface Pipe Planned to be set: OWWO 7" to 3408'  
Length of Conductor Pipe required: 85'  
Projected Total Depth: 3480'  
Formation at Total Depth: Arbuckle

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

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: \_\_\_\_\_

**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: February 9, 2006 Signature of Operator or Agent: [Signature] Title: President

**For KCC Use ONLY**  
API # 15 - 051-05799-0001  
Conductor pipe required NONE feet  
Minimum surface pipe required 3408 feet per Alt. (1)  
Approved by: RJP 2-13-06  
This authorization expires: 8-13-06  
(This authorization void if drilling not started within 6 months of approval 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.
- 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: \_\_\_\_\_  
Date: \_\_\_\_\_

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

21 11 17W

# KANSAS

CORPORATION COMMISSION

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

February 10, 2006

Mr. Josh Scott  
STP Petroleum Development, LP  
2261 Catherine Rd  
Hays, KS 67601

RE: Drilling Pit Application  
Hadley Lease Well No. 2  
NW/4 Sec. 21-11S-17W  
Ellis County, Kansas

Dear Mr. Scott:

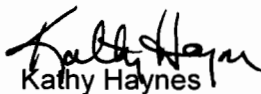
District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed **without slots**, the bottom shall be flat and reasonably level, and the free fluids must be removed. The fluids are to be removed from the reserve pit as soon as practical after drilling operations have ceased. **Please keep all pits away from any draws.**

**If production casing is set all completion fluids shall be removed from the working pits daily. NO completion fluids or non-exempt wastes shall be placed in the reserve pit.**

The fluids should be taken to an authorized disposal well. Please call the District Office at (785) 625-0550 when the fluids have been removed. Please file form CDP-5 (August 2004), 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](http://www.kcc.state.ks.us/conservation/forms).

**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: H Deines