KANGAG CORPORA	TION CONTROL OF THE PARTY OF TH
For KCC Use: 2-18-06 KANSAS CORPORA	ATION COMMISSION Form C-1 PROPRIES OF THE PRO
District # /	ERVATION DIVISION Porm must be Typed
NOTICE OF INT	FEAT TO DOI! Form must be Signed
Must be approved by KCC five (5) days prior to commencing well
Expected Spud Date 07 01 2006	Spot
month day year	N/2 NE SE Sec. 1 Twp. 33 S. R. 19 West
33578	2239feet from N / ✓ S Line of Section
OPERATOR: License# 33578 Name: R J Patrick Operating, LLC	616 feet from VE / W Line of Section
Address: PO Box 1157	Is SECTION Regular Imegular?
City/State/Zip: Liberal, KS 67905-1157	
Contact Person: R J Patrick	(Note: Locate well on the Section Plat on reverse side) County: Comanche
Phone: 620-624-8483	Lease Name: Jacob Colter Well #: 3-1
/	Field Name: Colter
CONTRACTOR: License# 5929	Is this a Prorated / Spaced Field?
Name: Duke Drilling	Target Formation(s): Viola
Well Class Too Suite and	Nearest Lease or unit boundary: 401
Well Drilled For: Well Class: Type Equipment:	Ground Surface Elevation: 2249 feet MSL
✓Oil Enh Rec Infield ✓ Mud Rotary	Water well within one-quarter mile: Yes ✓ No
✓ Gas Storage ✓ Pool Ext. Air Rotary	Public water supply well within one mile:
O/WO Disposal Wildcat Cable Seismic: # of Holes Other	Depth to bottom of fresh water: 150'
Other	Depth to bottom of usable water 200 180
Other	Surface Pipe by Alternate: 1 2
If OWWO: old well information as follows:	Length of Surface Pipe Planned to be set: 650'
Operator:	Length of Conductor Pipe required: 60'
Well Name:	Projected Total Depth: 6200'
Original Completion Date:Original Total Depth:	Formation at Total Depth: Viola
Directional, Deviated or Horizontal wellbore? Yes ✓ No	Water Source for Drilling Operations:
If Yes, true vertical depth:	Well ✓ Farm Pond Other DWR Permit #:
Bottom Hole Location:	(Note: Apply for Permit with DWR)
KCC DKT #:	Will Cores be taken? Yes ✓ No
	If Yes, proposed zone:
	., ,
	DAVIT
The undersigned hereby affirms that the drilling, completion and eventual plu	agging of this well will comply with K.S.A. 55 et. seq.
It is agreed that the following minimum requirements will be met:	•
Notify the appropriate district office prior to spudding of well;	
 A copy of the approved notice of intent to drill shall be posted on eac The minimum amount of surface pipe as specified below shall be set 	
through all unconsolidated materials plus a minimum of 20 feet into the	e underlying formation.
 If the well is dry hole, an agreement between the operator and the di 	strict office on plug length and placement is necessary prior to plugging;
The appropriate district office will be notified before well is either plugg	ded or production casing is comented 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.

Signature of Operator or Agent:

Date: 02/03/2006

0(**	- Remember to:
For KCC Use ONLY API # 15 - 033 - 2 1 461-00-00 Conductor pipe required NONE feet Minimum surface pipe required 200 feet per Alt. 1 & Approved by: 2502-13-06 This authorization expires: 8 13-06 (This authorization void if drilling not started within 6 months of approval date.) Spud date: Agent:	- File Drill Pit Applica - File Completion Fo - File acreage attribu - Notify appropriate o - Submit plugging re - Obtain written appr - If this permit has e check/the box belo

Title: Managing Member

- 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.

_ all Not Drilled - Permit Expire**	1
nature of Operator or Agent:	
Date:	

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

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

1.3032.3

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

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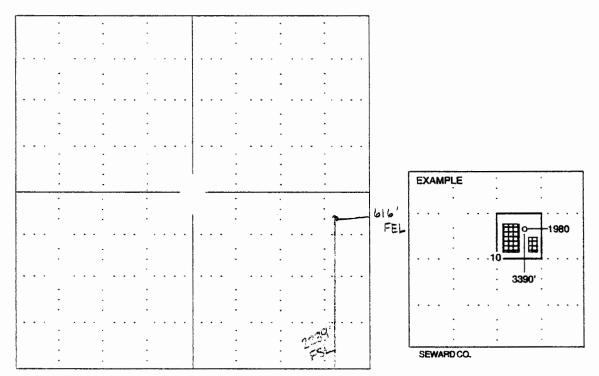
If the interded well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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 - 033-21445-00-00	Location of Well: County: Comanche
Operator: R J Patrick Operating, LLC	2239 feet from N / V S Line of Section
Lease: Jacob Colter	616 feet from 🗸 E / W Line of Section
Well Number: 3-1	Sec. 1 Twp. 33 S. R. 19 ☐ East 🗸 Wes
Field: Colter	— — —
Number of Acres attributable to well: OTR (OTR of property N/2 NF SE	Is Section: Pegular or Irregular
QTR / QTR / QTR of acreage: N/2 - NE - 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.)



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.
- 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).



CORPORATION COMMISSION

KATHLEEN SEBELIUS, GOVERNOR

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

February 9, 2006

Mr. R.J. Patrick R.J. Patrick Operating, LLC PO Box 1157 Liberal, KS 67905-1157

Re: Drilling Pit Application

Jacob Colter Lease Well No. 3-1

SE/4 Sec. 01-33S-19W Comanche County, Kansas

Dear Mr. Patrick:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed <u>without slots</u>, 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 the Hutchinson Salt section has been drilled through and displacement of the fluids into the reserve pit has occurred. The fluids should be removed again as soon as practical after drilling operations have ceased.

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 (620) 225-8888 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.

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

Department of Environmental Protection and Remediation

cc: Steve Durrant

File

Conservation Division, Finney State Office Building, 130 S. Market, Room 2078, Wichita, KS 67202-3802 Voice 316.337.6200 Fax 316.337.6211 www.kcc.state.ks.us