RECEIVED KANSAS CORPORATION COMMISSION

For KCC Use: Effective Date District # Yes No KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

FEB 16 2006

December 2002

NOTICE OF INTENT TO DRILL CONSERVATION DIVISION. Form must be Signed Must be approved by KCC five (5) days prior to commencing well NCHITA, KS

Form must be Typed

please

March 8, 2006 **Expected Spud Date** Spot year SE 865 OPERATOR: License# 33517 2430 Name: Kansas Production EQR, LLC W Line of Section feet from ✓ E / Address: 15425 North Freeway, Suite 230 _Regular ___ Irregular? Is SECTION LONG City/State/Zip: Houston, Texas 77090 (Note: Locate well on the Section Plat on reverse side) Contact Person: Jeff Stevenson County: Montgomery Phone: 281-875-6200 Lease Name: Knisley .Well #: 7-6 Field Name: Coffeeville Cherryvale CONTRACTOR: License# 33286 Is this a Prorated / Spaced Field? Yes J No Name: Bart Lorenz Target Formation(s): Weir/Riverton Nearest Lease or unit boundary: 3110 Well Drilled For: Well Class: Type Equipment: Ground Surface Elevation: 780' feet MSI Oit Enh Rec ✓ Infield Mud Rotary Water well within one-quarter mile: Yes ✓ Air Rotary Gas Storage Pool Ext. Public water supply well within one mile: Wildcat owwo Disposal Cable Depth to bottom of fresh water: 120' Seismic;_ # of Holes Other Depth to bottom of usable water: 160' Other Length of Surface Pipe Planned to be set: 20' est. If OWWO: old well information as follows: Length of Conductor Pipe required: None Operator:_ Projected Total Depth: 1025' Well Name: Formation at Total Depth: Mississippi Lime Original Completion Date: _Original Total Depth: Water Source for Drilling Operations: Yes ✓ No Directional, Deviated or Horizontal wellbore? Well Farm Pond If Yes, true vertical depth:___ DWR Permit #: _ Bottom Hole Location:____ (Note: Apply for Permit with DWR) KCC DKT #:_ 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 plugglng;
- 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. ate II cementing y cementing.

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

Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall	
Date: 2-15-0 Signature of Operator or Agent.	Title: Ops M6R
For KCC Use ONLY API # 15 - 125 - 30971-00:00 Conductor pipe required NONE feet Minimum surface pipe required 20 feet per Alt. # 20 Approved by: 12-17-06	 File Drlll 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 Submit plugging report (CP-4) after plugging is completed; Obtain written approval before disposing or injecting salt water.
This authorization expires: 8-17-06 (This authorization void if drilling not started within 6 months of approval date.) Spud date: Agent:	- If this permit has expired (See: authorized expiration date) pleas check the box below and return to the address below. - Well Not Drilled - Permit Expired Signature of Operator or Agent:

FEB 1 6 2006

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

CONSERVATION DIVISION

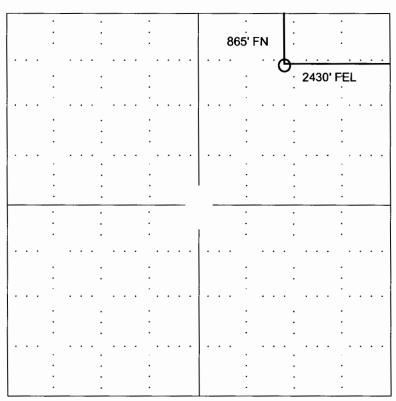
If the Intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in which the Sr spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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.

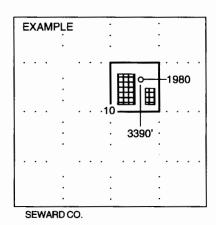
API No. 15	Location of Well: County: Montgomery
Operator: Kansas Production EQR, LLC	865' feet from ✓N / S Line of Section
Lease: Knisley	2430' feet from VE / W Line of Section
Well Number: 7-6	Sec. 7 Twp. 33 S. R. 17 ✓ East We
Field: Coffeeville Cherryvale	
Number of Acres attributable to well:	Is Section: ☐ Regular or ✓ Irregular
QTR / QTR / QTR of acreage: SE - NW - NE	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:

- 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.
- 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).