For KCC Use: Effective Date: District #_ SGA? XYes No

Kansas Corporation Commission RECEIVED Oil & Gas Conservation Division

Form C-1 December 2002

NOTICE OF INTENT TO DRILL Must be approved by KCC five (5) days prior to commencing well. WICHITA

Form must be Typed Form must be Signed All blanks must be Filled

| January 12, 2006 | 100 1110 | |
|---|---|---------------------------------------|
| Expected Spud Date January 13, 2006 | Spot SW Sec. 25 Twp. 31 S. R. 13 We | |
| Alt Vi | | St |
| OPERATOR: License# 32526 V | isst its in the second of the | |
| Name: B&H Drilling | leet from V E / W Line of Section | |
| Address: PO Box 4 | Is SECTION Regular Irregular? | |
| City/State/Zip: Longton, KS 67352 | (Note: Locate well on the Section Plat on reverse side) | |
| Contact Person: Frederick Kill | County: Montogomery | |
| Phone: 620-642-2039 | | _ |
| Phone: 020-042-2003 | | |
| 32526 🗸 | Field Name: Elk City | _/ |
| CONTRACTOR: License# 32526 | Is this a Prorated / Spaced Field? | 10 |
| Name: B&H Drilling | Target Formation(s): Weiser | _ |
| | Nearest Lease or unit boundary: 165 | |
| Well Dirilled For: Well Class: / Туре Equipment: f | Ground Surface Elevation: 820 feet M | 21 |
| Oil V Enh Rec Infield / V Mud Rotary | | |
| Gas Storage Pool Ext. Air Rotary | | |
| OWWO Disposal Wildcat Cable | Public water supply well within one mile: | No |
| | Depth to bottom of fresh water: 150+ | |
| Seismic;# of Holes Other | Depth to bottom of usable water: 175 ft. | |
| Other | Surface Pipe by Alternate: 1 2 | |
| W 000000 | Length of Surface Pipe Planned to be set: 20 Ft. | |
| If OWWO: old well information as follows: | Length of Sundade Pipe Planned to be set. | |
| Operator: | Length of Conductor Pipe required: none | |
| Well Name: | Projected Total Depth: 850 | |
| Original Completion Date:Original Total Depth: | Formation at Total Depth: Weiser | |
| grande grand | Water Source for Drilling Operations: | |
| Directional, Deviated or Horizontal wellbore? Yes ✓ No | Well Farm Pond Other | |
| If Yes, true vertical depth: | DWR Permit #: | |
| Bottom Hole Location: | | _ |
| KCC DKT #: | (Note: Apply for Permit with DWR) | ′ |
| NCC DN1 #: | Will Cores be taken? Yes ✓ | NO |
| | If Yes, proposed zone: | |
| AFE | IDAVIT RECEIVED RECEIVED | |
| | | |
| The undersigned hereby affirms that the drilling, completion and eventual p | ugging of this well will comply with K.S.A. 55 et. seq. | _,,,,,, |
| It is agreed that the following minimum requirements will be met: | MAR 13 2006 JAN 12 2006 | |
| 1. Notify the appropriate district office prior to spudding of well; | LEXARDANGERS COMMA | į |
| 2. A copy of the approved notice of intent to drill shall be posted on ear | ch drilling rig; KCC WICHITA KCC WICHITA KCC WICHITA | |
| 3. The minimum amount of surface pipe as specified below shall be se | of by circulating cement to the top: in all cases surface pipe shall bester | Δ |
| through all unconsolidated materials plus a minimum of 20 feet into the | | 73 |
| | listrict office on plug length and placement is necessary prior to plugging | : |
| 5. The appropriate district office will be notified before well is either plug | | |
| | led 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 cementi | ng |
| 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 o | f my knowledge and helief- | |
| 9 | | |
| Date: 1-10-06 Signature of Operator or Agent:) nul | Title: partner | |
| Date: 100 00 Signature of Operator of Agent. | Title, Parms | |
| | Remember to: | |
| For KCC Use ONLY | | |
| API # 15 - 125-31007-00-00 | - File Drill Pit Application (form CDP-1) with Intent to Drill: | |
| | - File Drill Pit Application (form CDP-1) with Intent to Drill; - File Completion Form ACO-1 within 120 days of spud date: | l |
| | - File Completion Form ACO-1 within 120 days of spud date; | 2 |
| API # 15 - 725 System feet | File Completion Form ACO-1 within 120 days of spud date; File acreage attribution plat according to field proration orders; | 1 |
| Conductor pipe required Nore feet | 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; | 1 |
| Conductor pipe required Lowe feet Minimum surface pipe required 20 feet per Alt. (2) | 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; | 1 |
| Conductor pipe required LONE feet Minimum surface pipe required 20 feet per Alt. X2 Approved by: 3-14-06 | 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. | 1 |
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| Conductor pipe required LONE feet Minimum surface pipe required 20 feet per Alt. X2 Approved by: 3-14-06 This authorization expires: 9-14-06 | 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. | \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ |
| Conductor pipe required LONE feet Minimum surface pipe required 20 Approved by: 14-04 | 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 | \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ |
| Conductor pipe required feet Minimum surface pipe required feet per Alt. (2) Approved by: 3-14-06 This authorization expires: 9-14-06 (This authorization void if drilling not started within 6 months of approval date.) | 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 | \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ |
| Conductor pipe required Lowe feet Minimum surface pipe required 20 feet per Alt. X2 Approved by: DPW 3-14-06 This authorization expires: 9-14-06 | 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. | 20 31 1 |