

For KCC Use: 4-9-06  
Effective Date: 3  
District # 3  
SGA?  Yes  No

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

NOTICE OF INTENT TO DRILL

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

**CORRECTED**

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

Expected Spud Date 06/01/06 month day year NE Spot SE SE Sec. 20 Twp. 26S S. R. 10  East  West

OPERATOR: License# 33583 ✓  
Name: Admiral Bay (USA) Inc.  
Address: 14550 E Easter Ave, Ste. 1000  
City/State/Zip: Centennial, CO 80112  
Contact Person: Steven Tedesco  
Phone: 303.871-7242

1040 feet from  N /  S Line of Section  
540 feet from  E /  W Line of Section  
Is SECTION  Regular  Irregular?

(Note: Locate well on the Section Plat on reverse side)  
County: Greenwood

CONTRACTOR: License# 5786 ✓  
Name: McGowan Drilling

Lease Name: Huntington Well #: 16-20  
Field Name: Santa Rita

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

Is this a Prorated / Spaced Field?  Yes  No  
Target Formation(s): Mississippian

Nearest Lease or unit boundary: 540 FEL  
Ground Surface Elevation: 1178 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: 100+  
Depth to bottom of usable water: 200+  
Surface Pipe by Alternate:  1  2

If OWWO: old well information as follows:  
Operator: \_\_\_\_\_  
Well Name: \_\_\_\_\_  
Original Completion Date: \_\_\_\_\_ Original Total Depth: \_\_\_\_\_

\* Length of Surface Pipe Planned to be set: 40'  
Length of Conductor Pipe required: None  
Projected Total Depth: 1000'

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

Formation at Total Depth: Mississippian  
Water Source for Drilling Operations:  
 Well  Farm Pond  Other \_\_\_\_\_  
DWR Permit #: \_\_\_\_\_

\* 40' surface casing required for ALT 2.  
\* WQS NW-SW-SE-SE API 15-013-24030

(Note: Apply for Permit with DWR )  
Will Cores be taken?  Yes  No  
If Yes, proposed zone: \_\_\_\_\_

AFFIDAVIT IS: NW-NE-SE-SE API 15-013-24030-00-00

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: 3/30/06 Signature of Operator or Agent: [Signature] Title: Land Manager

For KCC Use ONLY  
\* API # 15 - 073-24030-00-00  
Conductor pipe required NONE feet  
Minimum surface pipe required 40' feet per Alt. X(2)  
Approved by: DPW 4-4-06 RH 4-5-06  
This authorization expires: 10-4-06  
(This authorization void if drilling not started within 6 months of effective 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  
RECEIVED  
KANSAS CORPORATION COMMISSION  
APR 04 2006  
CONSERVATION DIVISION  
WICHITA, KS

copy

**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 - 073-24030-00-00  
Operator: Admiral Bay (USA) Inc.  
Lease: Huntington  
Well Number: 16-20  
Field: Santa Rita

Location of Well: County: Greenwood  
1040 \_\_\_\_\_ feet from  N /  S Line of Section  
540 \_\_\_\_\_ feet from  E /  W Line of Section  
Sec. 20 Twp. 26S S. R. 10  East  West

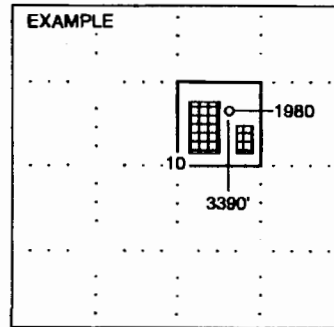
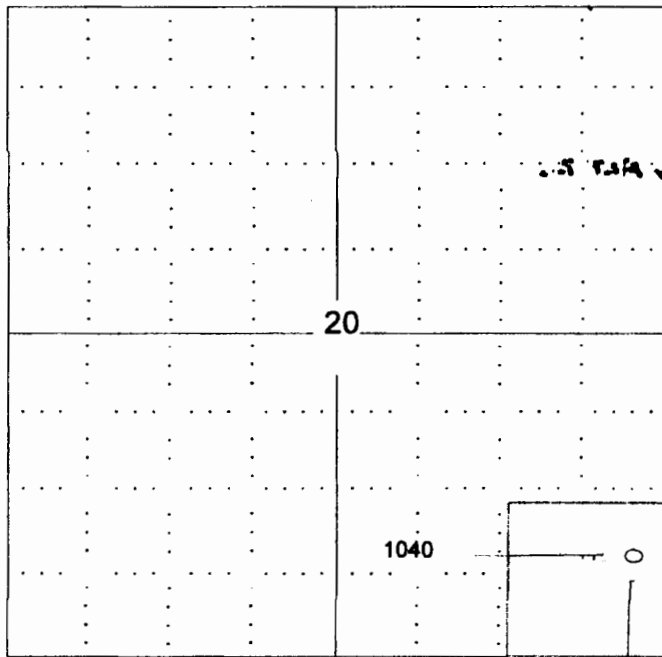
Number of Acres attributable to well: 40  
QTR / QTR / QTR of acreage: \_\_\_\_\_ - SE - SE

Is Section:  Regular or  Irregular

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 location.

**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.
4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (CO-7 for oil wells; CG-8 for gas wells).