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

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

NOTICE OF INTENT TO DRILL

Form C-1 December 2002 Form must be Typed Form must be Signed

Must be approved by KCC five (5) days prior to commencing well	Diding illust be Filled
Expected Spud Date April 11, 2006 month day year	Spot <u>SW NW _ Sec. 28 _ Twp. 32 </u>	✓ East S. R. 16 West
OPERATOR: License#_33365	1980	S Line of Section
Name: Layrie Energy Operating, LLC	661 Feet from E / V	W Line of Section
Address: 1900 Shawnee Mission Parkway	Is SECTION Regular Irregular?	
City/State/Zip: Mission Woods, KS 66205 KANSAS CORPORATION COMMI	(Note: Locate well on the Section Plat on re	verse side)
Contact Person: M. B. Nattrass	County: Montgomery	•
Phone: 913-748-3987 APR 0 7 2006	Lease Name: Tucker	Well #: 5-28
33606	Field Name: Brewster	
CONTRACTOR: License# 33606 CONSERVATION DIVISION Name: Thornton Air WICHITA, KS	Is this a Prorated / Spaced Field? Target Formation(s): Cherokee Coals	Yes ✓ No
Well Drilled For: Well Class: Type Equipment:	Nearest Lease or unit boundary: 660'	
	Ground Surface Elevation: 797'	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:	Yes ✓ No
OWWO Disposal Wildcat Cable	Depth to bottom of fresh water: 150	
Seismic;# of Holes Other	Depth to bottom of usable water:	
Other	Surface Pipe by Alternate: ☐ 1 🗸 2	
If OWWO: old well information as follows:	Length of Surface Pipe Planned to be set: 20'	
Operator:	Length of Conductor Pipe required: None	
Well Name:	Projected Total Depth: 1200 Feet	
Original Completion Date:Original Total Depth:	Formation at Total Depth: Mississippian	
D D	Water Source for Drilling Operations:	
Directional, Deviated or Horizontal wellbore?	Well Farm Pond Other X	
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:	
The undersigned hereby affirms that the drilling, completion and eventual plut it is agreed that the following minimum requirements will be met: 1. Notify the appropriate district office <i>prior</i> to spudding of well; 2. A copy of the approved notice of intent to drill <i>shall be</i> posted on each 3. The minimum amount of surface pipe as specified below <i>shall be set</i> through all unconsolidated materials plus a minimum of 20 feet into the 4. If the well is dry hole, an agreement between the operator and the dis 5. The appropriate district office will be notified before well is either plugg 6. If an ALTERNATE II COMPLETION, production pipe shall be cemented. Or pursuant to Appendix "B" - Eastern Kansas surface casing order # must be completed within 30 days of the spud date or the well shall be a surface casing that the statements made herein are true and to the best of the surface of the statements made herein are true and to the best of the surface of the statements made herein are true and to the best of the surface of the surface of the surface of the statements made herein are true and to the best of the surface	n drilling rig; by circulating cement to the top; in all cases surface is underlying formation. Strict office on plug length and placement is necessary led or production casing is cemented in; d from below any usable water to surface within 120 of 133,891-C, which applies to the KCC District 3 area, is plugged. In all cases, NOTIFY district office prior who who weld the product of the prior who would be producted in the case of the prior who would be prior who would be prior to the prior to the prior who would be prior to the p	prior to plugging; days of spud date. alternate II cementing
Date: April 5, 2006 Signature of Operator or Agent:		
For KCC Use ONLY	Remember to:	alli.
API # 15 - 125-31048-00-00	 File Drill Pit Application (form CDP-1) with Intent to D File Completion Form ACO-1 within 120 days of spu 	d date:
	File acreage attribution plat according to field prorat	
Conductor pipe required Hone feet Minimum surface pipe required feet per Alt. (2)	 Notify appropriate district office 48 hours prior to wor Submit plugging report (CP-4) after plugging is com 	kover or re-entry;
Approved by: DFW 4-10-06	- Obtain written approval before disposing or injecting	<i>y</i>
This authorization expires: /0-/0-0 C	- If this permit has expired (See: authorized expiration	date) please
(This authorization void if drilling not started within 6 months of approval date.)	check the box below and return to the address belo	w.
Could date:	Well Not Drilled - Permit Expired	
Spud date: Agent:	Signature of Operator or Agent:	
Mail to: KCC - Conservation Division. 130 S.	Market - Room 2078, Wichita, Kansas 67202	μ

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW APR 9.7 2006

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

CONSERVATION DIVISION WICHITA, KS

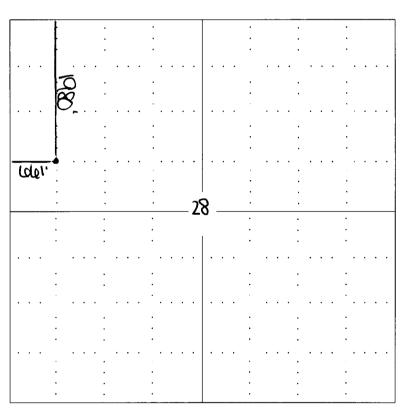
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please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

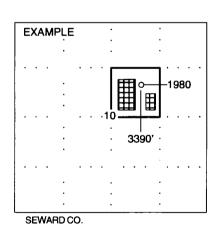
API No. 15	Location of Well: County: Montgomery
Operator: Layne Energy Operating, LLC	
Lease: Tucker	feet from E / 📝 W Line of Section
Well Number: 5-28	Sec. 28 Twp. 32 S. R. 16 Vest
Field: Brewster	
Number of Acres attributable to well:	Is Section: Regular or Irregular
QTR / QTR / QTR of acreage: SW NW	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.
- 4. 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).

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

RECEIVED

KANSAS CORPORATION COMMISSION April 2004 APR 0 7 2306

APPLICATION FOR SURFACE PIT

Submit in Duplicate

CONSERVATION DIVISION

Operator Address: 1900 Shawnee Mission Parkway, Mission Woods, KS 66205 Contact Person: M. B. Nattrass Lease Name & Well No: Tucker 5-28 Type of Pit:	Operator Name: Layne Energy Operating, LLC		License Number: 33365		
Type of Pit: Emergency Pit Burn Pit Pit is: Settling Pit Drilling Pit Pit capacity: Workover Pit Haul-Off Pit (If WP Supply API No or Year Drilled) Pit capacity: Pit cap					
Type of Pit: Emergency Pit Burn Pit Settling Pit Drilling Pit Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) Is the pit located in a Sensitive Ground Water Area? Yes Antificial Liner? Artificial Liner? Yes No Artificial Liner? Depth from ground level? Fit dimensions (all but working pits): Depth from ground level to deepest point: If the pit is lined give a brief description of the liner material, thickness and installation procedure. Distance to nearest water well within one-mile of pit Distance to nearest water well within one-mile of pit Depth for water well within one-mile of pit Depth for water well within one-mile of pit Depth for water well within one-mile of pit Source of information: Montgomery Chloride concentration: (For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? Self-Sealing Pit dimensions (all but working pits): Depth from ground level to deepest point: If the pit is lined give a brief description of the liner material, thickness and installation procedure. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Depth to shallowest fresh water Well will water Well well owner electric log KDWR Depth to shallowest fresh water Fresh Water Mud Number of producing wells on lease: Barrels of fluid produced daily: Depth to be utilized: Two Abandonment procedure: Let evaporate until dry, then backfill and restore Drill pits must be closed within 365 days of spud date.			Phone Number: (913) 748 - 3987		
Emergency Pit	Lease Name & Well No.: Tucker 5-2	28		Pit Location (QQQQ):	
Settling Pit	Type of Pit:			<u>SW</u> <u>NW</u> _	
Pit capacity:	Emergency Pit Burn Pit	✓ Proposed Existing		Sec. 28 Twp. 32 R. 16	
Pit capacity:	Settling Pit	If Existing, date constructed:		1980 Feet from 🗸 North / South Line of Section	
Supply API No. or Year Drilled (bbls) Montgomery County		- Dit conceits:		Feet from ☐ East / ✓ West Line of Section	
Is the pit located in a Sensitive Ground Water Area?	(If WP Supply API No. or Year Drilled)		(bbls)	Montgomery	
Is the bottom below ground level? Artificial Liner? How is the pit lined if a plastic liner is not used? Self-Sealing Pit dimensions (all but working pits): 30' Length (feet) 20' Width (feet) N/A: Steel Pits Depth from ground level to deepest point: 3' (feet) If the pit is lined give a brief description of the liner material, thickness and installation procedure. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Depth to shallowest fresh water 2 25 feet. Source of information: KNKGS Drilling, Workover and Haul-Off Pits ONLY: Producing Formation: Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: Fresh Water Mud Number of producing wells on lease: Number of working pits to be utilized: Two Abandonment procedure: Let evaporate until dry, then backfill and restore Drill pits must be closed within 365 days of spud date.	Is the pit located in a Sensitive Ground Water	Water Area? Yes 4No			
Pit dimensions (all but working pits): 30' Length (feet) 20' Width (feet)				The other hands and the state of the state o	
Pit dimensions (all but working pits): 30' Length (feet) 20' Width (feet) N/A: Steel Pits Depth from ground level to deepest point: 3' (feet) If the pit is lined give a brief description of the liner material, thickness and installation procedure. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures fresh water 25 feet. Source of information: KNNCC 5 measured well owner electric log KDWR Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: Fresh Water Mud Number of producing wells on lease: Two Abandonment procedure: Let evaporate until dry, then backfill and restore Drill pits must be closed within 365 days of spud date.			No		
Depth from ground level to deepest point: 3'				Sell-Sealing	
Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. Describe procedures integrity. Including any special monitoring. Describe procedure integrity. Including any special monitoring. Describe procedure integrity. Including any special monitoring. Describe procedure integrity. Including any special monitoring.	· · · · · · · · · · · · · · · · · · ·			Width (feet) N/A: Steel Pits	
Distance to nearest water well within one-mile of pit Source of information: WHILLS WH	Depth fr	om ground level to de	eepest point: 3	(feet)	
Distance to nearest water well within one-mile of pit 3023				•	
Source of information: 3023 feet Depth of water well 80 feet measured well owner electric log KDWR	material, this wood and motalitation processes		inter integrity, ii	and any special monitoring.	
Source of information: 3023 feet Depth of water well 80 feet measured well owner electric log KDWR					
Source of information: 3023 feet Depth of water well 80 feet measured well owner electric log KDWR					
Source of information: 3023 feet Depth of water well 80 feet measured well owner electric log KDWR	Distance to nearest water well within one-mile of pit Depth to shallo		west fresh water ~ 25 feet		
Emergency, Settling and Burn Pits ONLY: Producing Formation: Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all spilled fluids to flow into the pit? Type of material utilized in drilling/workover: Type of material utilized in drilling/workover: Fresh Water Mud Number of working pits to be utilized: Abandonment procedure: Let evaporate until dry, then backfill and restore Drill pits must be closed within 365 days of spud date.	Source of infor				
Producing Formation:	feet Depth of water well	8Ufeet	et measuredwell owner electric logKDWR		
Number of producing wells on lease: Barrels of fluid produced daily: Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No Number of working pits to be utilized: Let evaporate until dry, then backfill and restore Drill pits must be closed within 365 days of spud date.					
Barrels of fluid produced daily: Abandonment procedure: Let evaporate until dry, then backfill and restore and restore Drill pits must be closed within 365 days of spud date.					
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No					
flow into the pit? Yes No Drill pits must be closed within 365 days of spud date.			procedure: Let evaporate until dry, then backfill		
	Does the slope norm the tank battery allow all spilled fluids to			and placed within 205 days of any date	
I hereby certify that the above statements are true and correct to the best of my knowledge and belief.	Trill pits must be closed within 365 days of spud date.				
$M \sim \Lambda I$	I hereby certify that the above statements are true and correct to the best of my knowledge and belief.				
$M \leftarrow 1 \leftarrow 1$					
April 5, 2006 Date Signature of Applicant or Agent					
Oignature of Applicant of Agent					
KCC OFFICE USE ONLY					
Date Received: 4/7/06 Permit Number: Permit Date: 4/7/06 Lease Inspection: Yes Vo					