For KCC Use: Effective Date: ___ District #_ SGA? Yes 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 All blanks must be Filled

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

| Expected Spud Date05-10-06 | Spot X East |
|---|--|
| Expected Spud Date05-10-06 month day year OPERATOR: License# 33453 Name: Stephen c. Jones Address: 12 North Armstrong City/State/Zip: BIxby, Ok. 74008 Contact Person: Steve Jones Phone: 918-366-3710 CONTRACTOR: License# 32548 Name: Kan-Drill Jre Well Drilled For: Well Class: Type Equipment: Oil Enh Rec Infield Mud Rotary Gas Storage Pool Ext. Air Rotary OWWO Disposal Wildcat Cable Seismic; # of Holes Other | SW SE SEC. 20 Twp. 22 S. R. 14 West 330 feet from N / X S Line of Section 990 feet from E / W Line of Section Is SECTION X Regular Irregular? (Note: Locate well on the Section Plat on reverse side) County: Coffey Lease Name: Julia Birk Well #3 Field Name: Wildcat Is this a Prorated / Spaced Field? Target Formation(s): Mississippian Nearest Lease or unit boundary: 330 Ground Surface Elevation: 2270 feet MSL Water well within one-quarter mile: Yes X No Depth to bottom of fresh water: 100 Depth to bottom of fresh water: 100 |
| Other If OWWO: old well information as follows: Operator: Well Name: Original Completion Date: Directional, Deviated or Horizontal wellbore? If Yes, true vertical depth: Bottom Hole Location: KCC DKT #: | Depth to bottom of usable water: |
| The undersigned hereby affirms that the drilling, completion and eventual p | lugging of this well will comply with K.S.A. 55 et seg. |
| It is agreed that the following minimum requirements will be met: | lugging of this well will comply with K.S.A. 55 et. seq. APR 1 9 2006 |
| The appropriate district office will be notified before well is either plug If an ALTERNATE II COMPLETION, production pipe shall be cement Or pursuant to Appendix "B" - Eastern Kansas surface casing order | ch drilling rig; If by circulating cement to the top; in all cases surface pipe shall be set the underlying formation. Idistrict office on plug length and placement is necessary prior to plugging; goed or production casing is cemented in; 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 cementing be plugged. In all cases, NOTIFY district office prior to any cementing. |
| Date: 4-17-06 Signature of Operator or Agent: | All (flu Title: President Remember to: |
| For KCC Use ONLY | - File Drill Pit Application (form CDP-1) with Intent to Drill; |
| API # 15 - 031-2217-2000 Conductor pipe required Now feet Minimum surface pipe required feet per Alt. V2 Approved by: 44-20-06 This authorization expires: 10-20-06 (This authorization void if drilling not started within 6 months of approval date.) Spud date: Agent: | 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: |

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- 031-22217-0000 | Location of Well: County:Coffey |
|---------------------------------------|--|
| Operator: Stephen C. Jones | |
| Lease:Julia Birk | |
| Well Number:3 | Sec. 20 Twp. 22 S. R. 14 East Wes |
| Field: Wildcat | _ |
| Number of Acres attributable to well: | Is Section: 🗽 Regular or 🔲 Irregular |
| QTR / QTR / QTR of acreage: _swsese | If Section is Irregular, locate well from nearest corner boundary. Section corner used: NE NW SE SW |
| | |

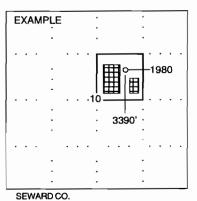
DI AT

(Show location of the well and shade attributable acreage for prorated or spaced wells.)

(Show footage to the nearest lease or unit boundary line.)

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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).

Kansas Corporation Commission Oil & Gas Conservation Division

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

| Operator Name: Stephen C. Jones | | License Number:3 3 4 5 3 | | | |
|--|---|--|---|--|--|
| Operator Address: 12 North Armstrong Bixby, Ok. 74008 | | | | | |
| Contact Person: Steve Jones | | Phone Number: (918-)366-3710 | | | |
| Lease Name & Well No.: Julia Bi | | | Pit Location (QQQQ): | | |
| Type of Pit: | Pit is: | | _swsese | | |
| Emergency Pit Burn Pit | ☑ Proposed | Existing | Sec. 20 Twp. 22 R. 14 X East West | | |
| Settling Pit | If Existing, date constructed: | | 3.3.0 Feet from North / 🔀 South Line of Section | | |
| Workover Pit Haul-Off Pit | Pit capacity: | | 990 Feet from X East / West Line of Section | | |
| (If WP Supply API No. or Year Drilled) | (If WP Supply API No. or Year Drilled) Pit capacity: 1000 (bbls) | | CoffeyCounty | | |
| Is the pit located in a Sensitive Ground Water | | ₩o | Chloride concentration: mg/l | | |
| | | | (For Emergency Pits and Settling Pits only) | | |
| Is the bottom below ground level? | Artificial Liner? | | How is the pit lined if a plastic liner is not used? | | |
| X Yes No | Yes 🔣 | No | Natural Mud | | |
| Pit dimensions (all but working pits):40 Length (feet)100 Width (feet) N/A: Steel Pits Depth from ground level to deepest point:4 (feet) | | | | | |
| 1 | | | Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring. RECEIVED APR 1 9 2006 | | |
| Distance to nearest water well within one-mile of pit Depth to shallo | | West fresh water | | | |
| Source | | 1 | Source of information: | | |
| N feet Depth of water wellfeet measu | | redwell owner electric logKDWR | | | |
| Emergency, Settling and Burn Pits ONLY: Drilling, World | | | kover and Haul-Off Pits ONLY: | | |
| Producing Formation: Type of materi | | erial utilized in drilling/workover: <u>Drilling Mud</u> | | | |
| | | vorking pits to be utilized:3 | | | |
| Barrels of fluid produced daily: Abandonment procedure: Infill pits and retu | | procedure: Infill pits and return | | | |
| and the state of t | | e closed within 365 days of spud date. | | | |
| I hereby certify that the above statements are true and correct to the best of my knowledge and belief. | | | | | |
| 4-17-06 Date Signature of Applicant or Agent | | | | | |
| KCC OFFICE USE ONLY | | | | | |
| Date Received: 4 19 06 Permit Number: Permit Date: 4 19 05 Lease Inspection: Yes A No | | | | | |