

For KCC Use: Effective Date: 12-11-05 District # 3 SGA?  Yes  No

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

JAN 09 2006 KCC WICHITA Form C-1 December 2002

NOTICE OF INTENT TO DRILL

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

Expected Spud Date 12 month 10 day 05 year

OPERATOR: License# 33247 Name: Petrol Oil & Gas, Inc. Address: P.O. Box 34 City/State/Zip: Piqua, KS 66761 Contact Person: F.L. Ballard Phone: (620) 468-2885

CONTRACTOR: License# 33072 Name: Well Refined Drilling Company, Inc.

Well Drilled For: Oil, Gas, OWWO, Seismic, Other. Well Class: Infield, Pool Ext, Wildcat, Other. Type Equipment: Mud Rotary, Air Rotary, Cable.

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

Directional, Deviated or Horizontal wellbore? If Yes, true vertical depth: Bottom Hole Location: KCC DKT #:

Handwritten notes: WAS: CN/2 NW 4930 FSL 3960 FEL Elev. 985 IS: SE-SE-NW 2990 FSL 2990 FEL Elev. 950

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; 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.

I hereby certify that the statements made herein are true and to the best of my knowledge and belief.

Date: 12/01/05 Signature of Operator or Agent: [Signature] Title: Agent

For KCC Use ONLY API # 15 - 205-26251-0000 Conductor pipe required NONE feet Minimum surface pipe required 20 feet per All. Approved by: [Signature] This authorization expires: 6-6-06 Spud date: Agent:

\* Spot SE NW East \* SE NW Sec. 27 Twp. 30 S. R. 17 \* 4930 2990 feel from N/S Line of Section \* 3960 2990 feel from E/W Line of Section Is SECTION Regular Irregular?

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

County: Wilson

Lease Name: South Well #: 2

Field Name: Neodesha East

Is this a Prorated / Spaced Field? Yes No

Target Information(s): Mississippi

Nearest Lease or unit boundary: 350

\* Ground Surface Elevation: 985 950 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: 150

Depth to bottom of usable water: 300

Surface Pipe by Alternate: 1 2

Length of Surface Pipe Planned to be set: 20'

Length of Conductor Pipe required: none

Projected Total Depth: 1100

Formation at Total Depth: Mississippi

Water Source for Drilling Operations: Well Farm Pond Other none (Air drilled)

DWR Permit #: (Note: Apply for Permit with DWR)

Will Cores be taken? Yes No

If Yes, proposed zone:

RECEIVED DEC 15 2005 KCC WICHITA

- 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:

Handwritten vertical number: 27 30 175