

RECEIVED

KANSAS CORPORATION COMMISSION

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

JUN 20 2006

Form C-1

December 2002

Form must be Typed

Form must be Signed

Blank must be Filled

For KCC Use:

Effective Date: 6-25-06

District #: 3

SGA? [X] Yes [ ] No

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

CONSERVATION DIVISION WICHITA, KS

Expected Spud Date: June 28, 2006

OPERATOR: License# 33739 Name: SEK Energy, LLC Address: P.O. Box 55 City/State/Zip: Benedict, KS 66714 Contact Person: George Slaughter Phone: (620) 698-2150

CONTRACTOR: License# Will be licensed by KCC Name: Will Advise on ACO-1

Well Drilled For: [X] Gas, [ ] Oil, [ ] OWWO, [ ] Seismic, [ ] Other. Well Class: [X] Infield, [ ] Enh Rec, [ ] Storage, [ ] Disposal, [ ] Wildcat, [ ] Other. Type Equipment: [X] Air Rotary, [ ] Mud Rotary, [ ] Cable.

If OWWO: old well information as follows: Operator: Well Name: Original Completion Date: Original Total Depth: Directional, Deviated or Horizontal wellbore? [ ] Yes [X] No

Spot SE - SW - SE Sec. 6 Twp. 29 S. R. 16 360 feet from N / [X] S Line of Section 1530 feet from [X] E / [ ] W Line of Section Is SECTION [X] Regular [ ] Irregular?

(Note: Locate well on the Section Plat on reverse side) County: Wilson Lease Name: Estes Kent Well #: 1-6 Field Name: Cherokee Basin CBM Is this a Prorated / Spaced Field? [ ] Yes [X] No Target Formation(s): Mississippi Nearest Lease or unit boundary: 360 Ground Surface Elevation: 805 feet MSL Water well within one-quarter mile: [ ] Yes [X] No Public water supply well within one mile: [ ] Yes [X] No Depth to bottom of fresh water: 100 Depth to bottom of usable water: 200 Surface Pipe by Alternate: [ ] 1 [X] 2 Length of Surface Pipe Planned to be set: 25 Length of Conductor Pipe required: None Projected Total Depth: 1100' Formation at Total Depth: Mississippi Water Source for Drilling Operations: [ ] Well [ ] Farm Pond Other: Air DWR Permit #: (Note: Apply for Permit with DWR [ ])

Will Cores be taken? [ ] Yes [X] No If Yes, proposed zone:

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; 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 lining 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: 06-19-2006 Signature of Operator or Agent: George Slaughter Title: Manager

For KCC Use ONLY API # 15 - 205-26778-000 Conductor pipe required: None feet Minimum surface pipe required: 20 feet per Alt. Approved by: [Signature] This authorization expires: 12-20-06 (This authorization void if drilling not started within 6 months of approval 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

6 29 16E

JUN 20 2006

CONSERVATION DIVISION  
WICHITA, KS

Side Two

**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. 15 205-26778-000  
 Operator: SEK Energy, LLC  
 Lease: Estes Kent  
 Well Number: 1-6  
 Field: Cherokee Basin CBM  
 Number of Acres attributable to well: 40  
 QTR / QTR / QTR of acreage: SE - SW - SE

Location of Well: County: Wilson  
360 feet from  N /  S Line of Section  
1530 feet from  E /  W Line of Section  
 Sec. 6 Twp. 29 S. R. 16  East  West

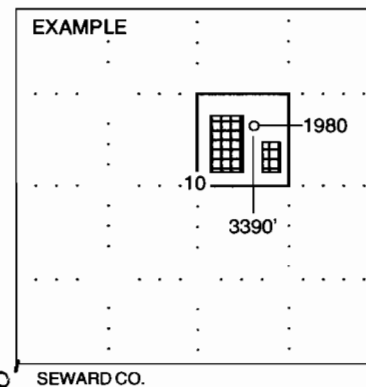
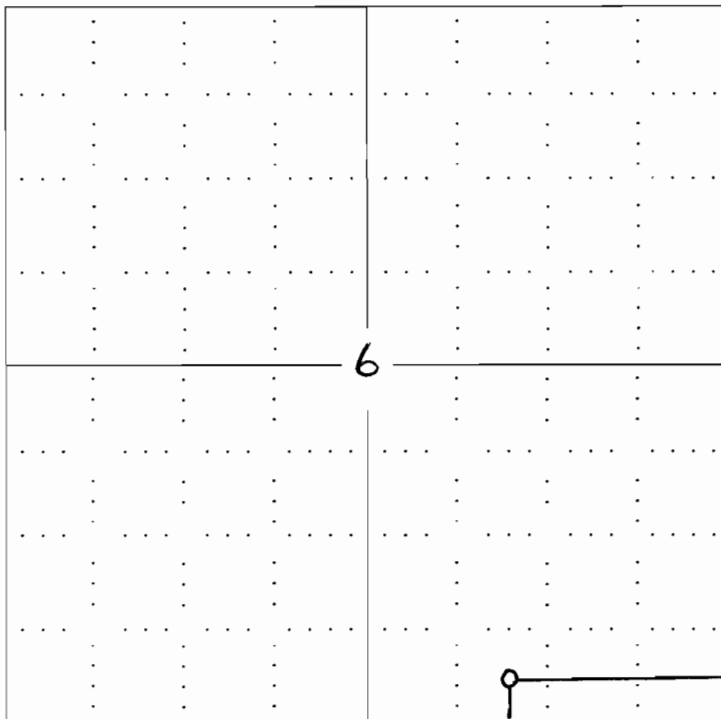
Is Section:  Regular or  Irregular

**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.**

360'

**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).

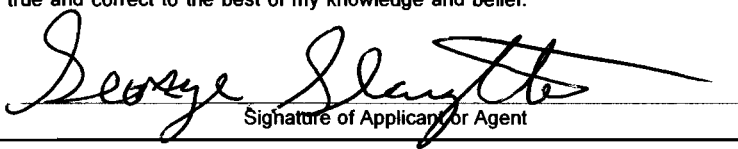
KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION  
APPLICATION FOR SURFACE PIT

JUN 20 2006

Form CDP-1  
April 2004  
Form must be Typed

CONSERVATION DIVISION  
WICHITA, KS

Submit in Duplicate

Operator Name: <b>SEK Energy, LLC</b>		License Number: <b>33739</b>	
Operator Address: <b>P.O. Box 55 Benedict, KS 66714</b>			
Contact Person: <b>George Slaughter</b>		Phone Number: ( <b>620</b> ) <b>698 - 2150</b>	
Lease Name & Well No.: <b>Estes Kent 1-6</b>		Pit Location (QQQQ): <b>SE SW SE</b> Sec. <b>6</b> Twp. <b>29</b> R. <b>16</b> <input checked="" type="checkbox"/> East <input type="checkbox"/> West <b>360</b> Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section <b>1530</b> Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section <b>Wilson</b> County	
Type of Pit: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit <input type="checkbox"/> Settling Pit <input checked="" type="checkbox"/> Drilling Pit <input type="checkbox"/> Workover Pit <input type="checkbox"/> Haul-Off Pit <small>(If WP Supply API No. or Year Drilled)</small>	Pit is: <input checked="" type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: _____ Pit capacity: _____ (bbls)		
Is the pit located in a Sensitive Ground Water Area? <input checked="" type="checkbox"/> Yes <input checked="" type="checkbox"/> No		Chloride concentration: _____ mg/l <small>(For Emergency Pits and Settling Pits only)</small>	
Is the bottom below ground level? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Artificial Liner? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	How is the pit lined if a plastic liner is not used?	
Pit dimensions (all but working pits): <u>25</u> Length (feet) <u>12</u> Width (feet) <u>N/A</u> <b>Steel Pits</b> Depth from ground level to deepest point: <u>6</u> (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.	
Distance to nearest water well within one-mile of pit <u>n/a</u> feet Depth of water well <u>n/a</u> feet		Depth to shallowest fresh water <u>?</u> feet. Source of information: _____ measured _____ well owner _____ electric log _____ KDWR	
<b>Emergency, Settling and Burn Pits ONLY:</b> 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? <input type="checkbox"/> Yes <input type="checkbox"/> No		<b>Drilling, Workover and Haul-Off Pits ONLY:</b> Type of material utilized in drilling/workover: <u>Air</u> Number of working pits to be utilized: <u>1</u> Abandonment procedure: <u>Allow pit to air dry, then backfill with original dirt</u> Drill pits must be 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.			
<u>6-19-2006</u> Date		 Signature of Applicant or Agent	
<b>KCC OFFICE USE ONLY</b>			
Date Received: <u>6/20/06</u> Permit Number: _____ Permit Date: <u>6/20/06</u> Lease Inspection: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			

15-205-26718-0000