

For KCC Use:  
Effective Date: 10-24-05  
District #: 3  
SGA?  Yes  No

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

RECEIVED

OCT 19 2005

Form C-1  
December 2002  
Form must be Typed  
Form must be Signed  
All blanks must be Filled

NOTICE OF INTENT TO DRILL

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

KCC WICHITA

Expected Spud Date: October 24 2005  
month day year

Spot  East  
NE SE NW Sec. 34 Twp. 34 S. R. 10  West

3560 feet from  N /  S Line of Section  
3090 feet from  E /  W Line of Section

Is SECTION  Regular  Irregular?

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

County: Chautauqua

Lease Name: Edwards J & M

Well #: 1

Field Name: Elgin Oil & Gas

Is this a Prorated / Spaced Field?  Yes  No

Target Formation(s): True Prue Sandstone

Nearest Lease or unit boundary: 400'

Ground Surface Elevation: 967 est 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: 200' 480'

Surface Pipe by Alternate:  1  2

Length of Surface Pipe Planned to be set: 40'

Length of Conductor Pipe required: None

Projected Total Depth: 1750'

Formation at Total Depth: Oswego Limestone

Water Source for Drilling Operations:

Well  Farm Pond  Other

DWR Permit #: \_\_\_\_\_

(Note: Apply for Permit with DWR )

Will Cores be taken?  Yes  No

If Yes, proposed zone: \_\_\_\_\_

OPERATOR: License# 6556  
Name: Lee R. Jones, Jr. Oil Company  
Address: 1020 N. Montgomery  
City/State/Zip: Sedan, KS 67361  
Contact Person: Lee Jones  
Phone: (620) 725-3636

CONTRACTOR: License# 5831  
Name: MOKAT Drilling

Well Drilled For:  Oil  Gas  OWO  Seismic; # of Holes  Other  
Well Class:  Enh Rec  Storage  Disposal  Other  
Type Equipment:  Infield  Pool Ext.  Wildcat  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?  Yes  No

If Yes, true vertical depth: \_\_\_\_\_

Bottom Hole Location: \_\_\_\_\_

KCC DKT #: \_\_\_\_\_

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 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: October 14, 2005 Signature of Operator or Agent: [Signature]

Title: Agent

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JUL 20 2006

For KCC Use ONLY  
API # 15- 019-26705-0000  
Conductor pipe required NONE feet  
Minimum surface pipe required 40 feet per Alt. + 2  
Approved by RJP 10-19-05  
This authorization expires: 4-19-06  
(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: [Signature]

Date: 4-18-06

KCC WICHITA

34  
34  
10E