RECEIVED KANSAS CORPORATION COMMISSION

KANSAS CORPORATION COMMISSION For KCC Use: 10-11-06 Effective Date: OIL & GAS CONSERVATION DIVISION

District #_

OCT 0 6 2006

Form C-1 December 2002

NOTICE OF INTENT TO DRILL

Form must be Typed Form must be Signed

| SGA? Yes No Must be approved by KCC five | (5) days prior to commencing well NICHITA, KS Ft. Scott |
|--|---|
| Expected Spud Date | Spot N.C SE _ SE _ Sec. 24 |
| OPERATOR: License# 33397 | 775 feet from N / S Line of Section |
| Name: Running Foxes Petroleum, Inc. | 625 feet from \(\subseteq \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ |
| Address: 7060B Tucson Way | Is SECTION RegularIπegular? |
| City/State/Zip: Centennial, CO 80112 | (Note: Locate well on the Section Plat on reverse side) |
| Contact Person: Carol Sears | County: Bourbon |
| Phone: 303-327-7016 | Lease Name: Beck Well #: 16-24 |
| 5796 | Field Name: Wildcat |
| CONTRACTOR: License# 5786 V Name: McGowan Drilling | Is this a Prorated / Spaced Field? |
| Name: | Target Formation(s): Riverton |
| Well Drilled For: Well Class: Type Equipment: | Nearest Lease or unit boundary: 775 feet |
| Oil / Enh Rec Infield / Mud Rotary | Ground Surface Elevation: 884 feet MSL |
| Gas Storage Pool Ext. Air Rotary | Water well within one-quarter mile: Yes ✓ No |
| OWWD Disposal V Wildcat Cable | Public water supply well within one mile: Yes V N6 |
| Seismic; # of Holes Other | Depth to bottom of fresh water: 100+ |
| Other | Depth to bottom of usable water: 200 feet Surface Pipe by Alternate: 1 2 |
| | Surface Pipe by Alternate: 1 2 2 Length of Surface Pipe Planned to be set: 20 feet |
| If OWWO: old well information as follows: | Length of Conductor Pipe required: None |
| Operator: | Projected Total Depth: 750 feet |
| Well Name:Original Total Depth: | Formation at Total Depth: Mississippian |
| | Water Source for Drilling Operations: |
| Directional, Deviated or Horizontal wellbore? | Well Farm Pond Other Municipality |
| 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: |
| AFF | IDAVIT RECEIVED |
| The undersigned hereby affirms that the drilling, completion and eventual p | lugging of this well will comply with K.S.A. 55 et. seq. CORPORATION COMMISSI |
| It is agreed that the following minimum requirements will be met: | OCT 0 2 2006 |
| Notify the appropriate district office <i>prior</i> to spudding of well; | 001 () 2 2000 |
| through all unconsolidated materials plus a minimum of 20 feet into the second of the well is dry hole, an agreement between the operator and the constitution of the second of the seco | by circulating cement to the top; in all cases surface pingle by be set the underlying formation. In this is the set of |
| I hereby certify that the statements made herein are true and to the best o | f my knowledge and belief. |
| Date: 09/29/06 Signature of Operator or Agent: | Title: Land Manager |
| | Remember to: |
| For KCC Use ONLY | File Drill Pit Application (form CDP-1) with Intent to Drill; |
| API # 15 - 011 - 23213-0000 | - File Completion Form ACO-1 within 120 days of spud date; - File acreage attribution plat according to field proration orders; |
| Conductor pipe required None feet | Notify appropriate district office 48 hours prior to workover or re-entry; |
| Minimum surface pipe required 20 feet per Alt. X2 | Submit plugging report (CP-4) after plugging is completed; Obtain written approval before disposing or injecting salt water. |
| Approved by: $\rho u + 10 - 606$ This authorization expires: $4 - 6 - 07$ | - 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 below. |
| Soud date. | Signature of Operator or Agent: |
| Spud date:Agent: | Signature of Operator of Agent. |

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

OCT 6 6 2006

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

CONSERVATION DIVISION WICHITA, KSFt. Scott

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 - 011 - 23 213 -0000 | Location of Well: County: Bourbon |
|---|--|
| Operator: Running Foxes Petroleum, Inc. | |
| Lease: Beck | 775 feet from N / ✓ S Line of Section 625 feet from ✓ E / W Line of Section |
| Well Number: 16-24 | Sec. <u>24</u> Twp. <u>24</u> S. R. <u>23</u> |
| Field: Wildcat Number of Acres attributable to well: | ls Section: ✓ Regular or Irregular |
| QTR / QTR / QTR of acreage: NW - SE - SE | 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.)

| | • | | | | | | | |
|------------|-------------|----------|---|---------------------------------------|---------|-------------|------|------------------------------------|
| | | | | | | | | RECEIVED KANSAS CORPORATION COMMIS |
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| | · · · | | | | · · · · | • • | | CONSERVATION DIVISION WICHITA, KS |
| - - | - - - | : : 2 | 4 | • | | · · | | EXAMPLE |
| | | • | | • | | · · · | | 100-1980 |
| | | · · | | | | | | 3390' |
| • | | · | | • • • • • • • • • • • • • • • • • • • | , | 9 | 625' | |
| | | | | - - | | | | SEWARD CO. |

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

OCT 0 6 2006 April 2004 Form must be Typed

Form CDP-1

APPLICATION FOR SURFACE PIT

CONSERVATION DIVISION WICHITA, KS

Ft. Scott

| | Submit in Du | plicate | | | |
|--|---------------------------------|---|--|--|--|
| Operator Name: Running Foxes F | Petroleum, Inc. | License Number: 33397 | | | |
| Operator Address: 7060B Tucsor | | al, CO 80112 | | | |
| Contact Person: Carol Sears | | Phone Number: (303) 327 -7016 | | | |
| Lease Name & Well No.: Beck #16-2 | 24 | Pit Location (QQQQ): | | | |
| Type of Pit: | Pit is: | SW NE SE SE | | | |
| Emergency Pit Burn Pit | Proposed Existi | g Sec. 19 Twp. 24 R. 23 | | | |
| Settling Pit | If Existing, date constructed: | 775 Feet from North / South Line of Section | | | |
| Workover Pit Haul-Off Pit | Pit capacity: | 625 Feet from ✓ East / West Line of Section | | | |
| (If WP Supply API No. or Year Drilled) | i it capacity. | (bbls) Bourbon County | | | |
| is the pit located in a Sensitive Ground Water | Area? Yes No | 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? | | | |
| Pit dimensions (all but working pits): | D Length (feet) | 20Width (feet) N/A: Steel Pits | | | |
| , , , | om ground level to deepest poir | _ | | | |
| | | KANSAS CORPORATION COMMI OCT 0 2 2006 CONSERVATION DIVISION | | | |
| Distance to nearest water well within one-mile | 7 61 | Depth to shallowest fresh waterfeet. Source of information: | | | |
| feet Depth of water well | t I | measured well owner electric log KDWR | | | |
| Emergency, Settling and Burn Pits ONLY: | F • | Workover and Maul-Off Pits ONLY: | | | |
| Producing Formation: | Type of | Type of material utilized in drilling/workover: Freshunter 4 native mud | | | |
| Number of producing wells on lease: | | of working pits to be utilized: | | | |
| Barrels of fluid produced daily: Abando | | ment procedure: Evaporation and backfill b | | | |
| Does the slope from the tank battery allow all flow into the pit? Yes No | - | must be closed within 365 days of spud date. | | | |
| I hereby certify that the above states | ments are true and correct to t | ne best of my knowledge and belief. | | | |
| 09/29/06 Date | | Signature of Applicant or Agent | | | |
| | KCC OFFICE U | SE ONLY | | | |
| | | | | | |