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 Date 10-1-06	Spot East
month day year	C NW Sec. 6 Twp. 20 S. R. 10 West
OPERATOR: License# 4419	3960 feet from N / ✓ S Line of Section
Mame: Bear Petroleum, Inc.	leet from V E / W Line of Section
Address: P.O. Box 438	Is SECTION _✓ RegularIrregular?
City/State/Zip: Haysville, K\$ 67060	(Note: Locate well on the Section Plat on reverse side)
Contact Person: Dick Schremmer	County: Rice
Phone: 316-524-1225	Lease Name: sern Well #: 1-6
33724	Field Name: Chase Silica
CONTRACTOR: License# 33724 Name: Warren Drilling LLC	Is this a Prorated / Spaced Field? Target Formation(s): Arbuckle Yes ✓ No
Well Dilled Form Well Closes Time Equipment	Nearest Lease or unit boundary: 1320
Well Drilled For: Well Class: Type Equipment:	Ground Surface Elevation: 1771 feet MSL
Oil Enh Rec Infield Mud Rotary	Water well within one-quarter mile:
Gas Storage Pool Ext. Air Rotary	Public water supply well within one mile:
OWWO Disposal Wildcat Cable	Depth to bottom of fresh water: 100
Seismic; # of Holes Other	Depth to bottom of usable water:
Other	Surface Pipe by Alternate: 🗸 1 🔲 2
If OWWO: old well information as follows:	Length of Surface Pipe Planned to be set: 300
Operator:	Length of Conductor Pipe required:
Well Name:	Projected Total Depth: 3400
Original Completion Date:Original Total Depth:	Formation at Total Depth: Arbuckle
	Water Source for Drilling Operations:
Directional, Deviated or Horizontal wellbore?	Well Farm Pond Other
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:
	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. SEP 1.5 70%
It is agreed that the following minimum requirements will be met:	1 4
through all unconsolidated materials plus a minimum of 20 feet into the	et by circulating cement to the top; in all cases surface pipe shall be set the underlying formation.
 The appropriate district office will be notified before well is either plue. If an ALTERNATE II COMPLETION, production pipe shall be cemen. Or pursuant to Appendix "B" - Eastern Kansas surface casing order. 	district office on plug length and placement is necessary <i>prior to plugging</i> ; gged or production casing is cemented in; ted from below any usable water to surface within <i>120 days</i> of spud date. #133,891-C, which applies to the KCC District 3 area, alternate II cementing be plugged. <i>In all cases, NOTIFY district office</i> prior to any cementing.
I hereby certify that the statements made herein are true and to the best	of my knowledge and belief.
Date: 9-14-06 Signature of Operator or Agent;	Title: President
	Remember to:
For KCC Use ONLY	- File Drill Pit Application (form CDP-1) with Intent to Drill;
API # 15 - 159-22512-0000	- File Completion Form ACO-1 within 120 days of spud date;
N.m.	- File acreage attribution plat according to field proration orders;
28)	 Notify appropriate district office 48 hours prior to workover or re-entry; Submit plugging report (CP-4) after plugging is completed;
Minimum surface pipe required feet per Alt 1	
Approved by: Pub 10-11-06	- Obtain written approval before disposing or injecting salt water. - If this permit has expired (See: authorized expiration date) please
This authorization expires: 4-11-07 (This authorization void if drilling not started within 6 months of approval date.)	check the box below and return to the address below.
	Well Not Drilled - Permit Expired
Spud date: Agent:	Signature of Operator or Agent:
	Date:

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.

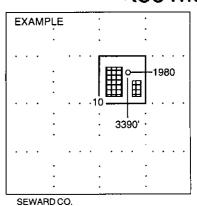
API No. 15 - 159-22512-0000	Location of Well: County: Rice		
Operator: Bear Petroleum, Inc.	3960feet fromN / ✓ S _ Line of Section		
Lease: Isern	3960 feet from N / V S Line of Section 3960 feet from V E / W Line of Section		
Well Number: 1-6 Field: Chase Silica	Sec. 6 Twp. 20 S. R. 10 East ✓ Wes		
Number of Acres attributable to well: QTR / QTR / QTR of acreage: - C - NW	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.)

	•			
:		3960		
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 9			•	
 3460				

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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:

- 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

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Bear Petroleum, Inc.		License Number: 4419		
Operator Address: P.O. Box 438, h	łaysville, KS	67060		
Contact Person: Dick Schremmer		Phone Number: (316) 524 - 1225		
Lease Name & Well No.: Isern 1-6	· · · · ·		Pit Location (QQQQ):	
Type of Pit:	Pit is:		<u>C</u> <u>NW</u> _	
Emergency Pit Burn Pit	✓ Proposed	Existing	Sec. 6 Twp. 20 R. 10 ☐ East ✓ West	
Settling Pit	If Existing, date co	onstructed:	3960 Feet from North / 🗸 South Line of Section	
Workover Pit Haul-Off Pit	Workover Pit Haul-Off Pit Pit capacity:		3960 Feet from 🗸 East / 🔲 West Line of Section	
(If WP Supply API No. or Year Drilled)	1 ' '	(bbls)	Rice County	
Is the pit located in a Sensitive Ground Water		} No	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)	
is the bottom below ground level? Yes No	Artificial Liner? ☐ Yes ✓ No		How is the pit lined if a plastic liner is not used? Natural Soils	
Pit dimensions (all but working pits):1 Depth fi	00 Length (fe		Width (feet)N/A: Steel Pits	
material, thickness and installation procedure		inter integrity, t	ncluding any special monitoring. RECEIV SEP 1.5	[·
Distance to nearest water well within one-mile of pit Depth to		Depth to shallo	west fresh water 100 % feet. KCC WIC	4 1
1745 feet Depth of water well 30 feet		Source of infor	rredwell owner electric logKDWR	
Emergency, Settling and Burn Pits ONLY:		Drilling, Work	over and Haul-Off Pits ONLY:	3
Producing Formation:		l	al utilized in drilling/workover: fresh water mud	759
Number of producing wells on lease:		1	king pits to be utilized: 3	16
Barrels of fluid produced daily:		Abandonment	procedure: Air dry and back fill	8
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Drill pits must be closed within 365 days of spud date.		
I hereby certify that the above state 9-14-06 Date	ements are true and o		t of my knowledge and belief.	0000-815.BO
		// ~ 3	ignature of Applicant of Agent	
	KCC	OFFICE USE O]]



CORPORATION COMMISSION

KATHLEEN SEBELLUS, GOVERNOR BRIAN J. MOLINE, CHAIR ROBERT E. KREHBIEL, COMMISSIONER MICHAEL C. MOFFET, COMMISSIONER

October 10, 2006

Mr. Dick Schremmer Bear Petroleum, Inc. PO Box 438 Haysville, KS 67060

Re:

Drilling Pit Application Isern Lease Well No. 1-6 NW/4 Sec. 06-20S-10W Rice County, Kansas

Dear Mr. Schremmer:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed <u>without slots</u>, the bottom shall be flat and reasonably level, and <u>all pits</u> must be lined with bentonite. The free fluids must be removed. The fluids are to be removed from the reserve pit as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the reserve pit has occurred. The fluids should be removed again within 72 hours after drilling operations have ceased.

If production casing is set all completion fluids shall be removed from the working pits daily. NO completion fluids or non-exempt wastes shall be placed in the reserve pit.

The fluids should be taken to an authorized disposal well. Please call the District Office at (316) 630-4000 when the fluids have been removed. Please file form CDP-5 (August 2004), Exploration and Production Waste Transfer, within 30 days of fluid removal. Conservation division forms are available through our office and on the KCC web site: www.kcc.state.ks.us/conservation/forms.

A copy of this letter should be posted in the doghouse along with the approved Intent to Drill. If you have any questions or concerns please feel free to contact the undersigned at the above address.

Sincerely.

Kathy Havnes

Environmental Protection and Remediation Department

cc: Doug Louis