

For KCC Use: 11-20-06
Effective Date: 11-20-06
District # 1

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form C-1
December 2002

NOTICE OF INTENT TO DRILL

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 November 16, 2006
month day year

Spot 60'N & 130'W of C- East
SW 2250 feet from N / S Line of Section
200 feet from E / W Line of Section
Is SECTION Regular Irregular?

OPERATOR: License# 4058 ✓
Name: AMERICAN WARRIOR, INC.
Address: P. O. Box 399
City/State/Zip: Garden City, Kansas 67846-0399
Contact Person: Cecil O'Brate
Phone: 620/275-9231

(Note: Locate well on the Section Plat on reverse side)
County: Clark
Lease Name: ESPLUND FARMS Well #: 1-29

CONTRACTOR: License# 5929 ✓
Name: DUKE DRILLING CO., INC.

Field Name: _____
Is this a Prorated / Spaced Field? Yes No

Well Drilled For: Oil Enh Rec Gas Storage OMO Disposal Seismic; # of Holes _____ Other _____
Well Class: Infield Pool Ext. Wildcat Other _____
Type Equipment: Mud Rotary Air Rotary Cable

Target Information(s): Arbuckle ✓
Nearest Lease or unit boundary: 200'
Ground Surface Elevation: EST 2440' TOP feet MSL

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

Water well within one-quarter mile: Yes No
Public water supply well within one mile: Yes No

Directional, Deviated or Horizontal wellbore? Yes No
If Yes, true vertical depth: _____
Bottom Hole Location: _____
KCC DKT #: _____

Depth to bottom of fresh water: 120'
Depth to bottom of usable water: 180'
Surface Pipe by Alternate: 1 2

Oil & Gas Leases w/pooling clauses attached

Length of Surface Pipe Planned to be set: 200+ ✓
Length of Conductor Pipe required: N/A ✓
Projected Total Depth: 5400' ✓

Formation at Total Depth: Mississippi ✓
Water Source for Drilling Operations: Well Farm Pond Other

DWR Permit #: _____
(Note: Apply for Permit with DWR)
Will Cores be taken? Yes No

AFFIDAVIT

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KANSAS CORPORATION COMMISSION
NOV 09 2006
CONSERVATION DIVISION
WICHITA, KS

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-91, 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 casing shall be cemented 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: 11/8/06 Signature of Operator or Agent: Sally R. Byers Title: Agent

For KCC Use ONLY
API # 15 - 025-21386-0000
Conductor pipe required None feet
Minimum surface pipe required 200 feet per Alt. 1
Approved by: 11-15-06
This authorization expires: 5-15-07
(This authorization void if drilling not started within 6 months of effective 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

29
30
23W

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

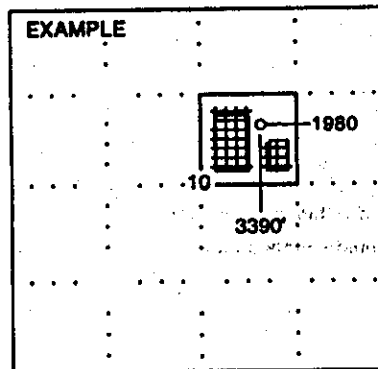
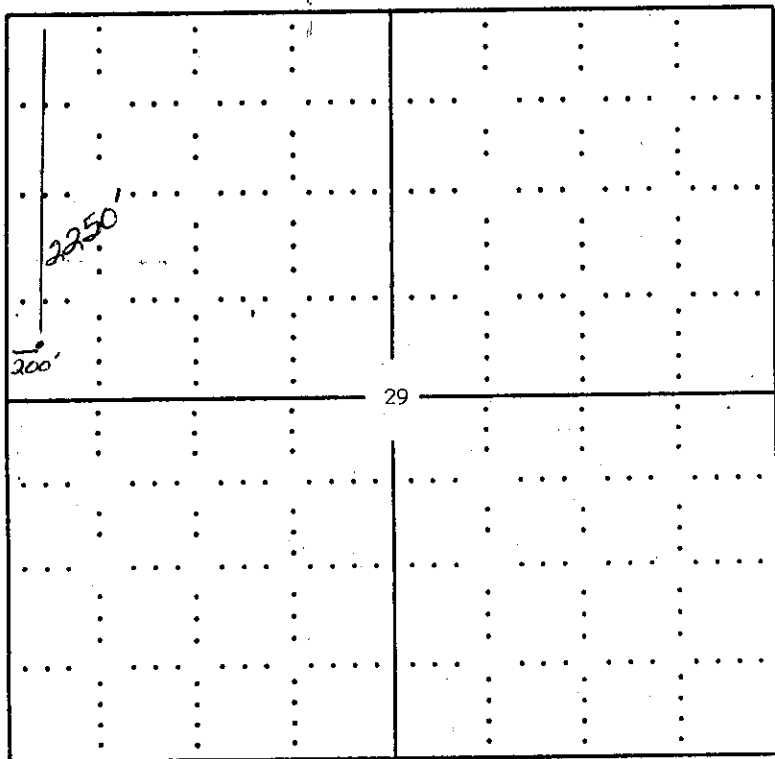
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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 - 025-21386-000
 Operator: _____
 Lease: _____
 Well Number: _____
 Field: _____
 Number of Acres attributable to well: _____
 QTR / QTR / QTR of acreage: _____ - _____ - _____

Location of Well: County: _____
 _____ feet from N / S Line of Section
 _____ feet from E / W Line of Section
 Sec. _____ Twp. _____ S. R. _____ 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.

CLARK COUNTY

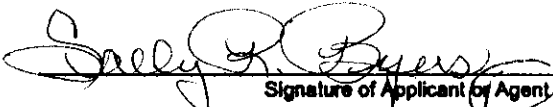
In plotting the proposed location of the well, you must show:

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**

Form CDP-1
April 2004
Form must be Typed

Submit in Duplicate

Operator Name: AMERICAN WARRIOR, INC.		License Number: 4058
Operator Address: P. O. Box 399, Garden City, Kansas 67846-0399		
Contact Person: Cecil O'Brate		Phone Number: (620) 275 - 9231
Lease Name & Well No.: ESPLUND FARMS #1-29		Pit Location (QQQQ): 60'N & 130'W of C _____ SW _____ SW _____ NW
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 W/P 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)	Sec. <u>29</u> Twp. <u>30S</u> R. <u>23</u> <input type="checkbox"/> East <input checked="" type="checkbox"/> West _____ Feet from <input checked="" type="checkbox"/> North / <input type="checkbox"/> South Line of Section _____ Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section CLARK _____ County
Is the pit located in a Sensitive Ground Water Area? <input checked="" type="checkbox"/> Yes <input 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>100</u> Length (feet) <u>100</u> Width (feet) _____ N/A: Steel Pits Depth from ground level to deepest point: <u>4</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 liner integrity, including any special monitoring.
		RECEIVED KANSAS CORPORATION COMMISSION NOV 09 2006 CONSERVATION DIVISION WICHITA, KS
Distance to nearest water well within one-mile of pit <u>2652</u> feet Depth of water well <u>40</u> feet	Depth to shallowest fresh water <u>10</u> feet. Source of information: <u>KHWS ①</u> _____ measured _____ well owner _____ electric log _____ KOWR	
Emergency, Settling and Burn Pits ONLY: 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	Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: <u>Fresh</u> Number of working pits to be utilized: <u>3</u> Abandonment procedure: <u>evaporate then backfill</u> Drill pits must be closed within 365 days of spud date.	<i>15-025-21386-0000</i>
I hereby certify that the above statements are true and correct to the best of my knowledge and belief.		
<u>November 8, 2006</u> Date	 Signature of Applicant or Agent	
KCC OFFICE USE ONLY		
Date Received: <u>11/9/06</u> Permit Number: _____ Permit Date: <u>11/14/06</u> Lease Inspection: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<i>Steel Pits</i>	

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