

For KCC Use:  
 Effective Date: 10-28-06  
 District # 3  
 SGA?  Yes  No

**KANSAS CORPORATION COMMISSION  
 OIL & GAS CONSERVATION DIVISION  
 NOTICE OF INTENT TO DRILL**

Form C-1  
 December 2002

**CORRECTED**  
 Form must be Typed  
 and signed  
 before filed

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

**CORRECTED**

Expected Spud Date October 28, 2006  
 month day year \*\*\*

Spot  East  
 W2SW NE NE Sec. 10 Twp. 33 S. R. 13  West  
990 feet from  N /  S Line of Section  
1060 feet from  E /  W Line of Section  
 Is SECTION  Regular  Irregular?

OPERATOR: License# 33258  
 Name: Fred Oden, III dba Sabine Operating Service, Inc.  
 Address: 886 N. Mill Street, Suite 203  
 City/State/Zip: Lewistown, Texas 75057  
 Contact Person: Fred Oden  
 Phone: (972) 219-8585

(Note: Locate well on the Section Plat on reverse side)  
 County: Chautauque  
 Lease Name: Owney Well #: 3.06  
 Field Name: Frazier North

CONTRACTOR: License# 33734  
 Name: HAT Drilling

Is this a Prorated / Spaced Field?  Yes  No  
 Target Formation(s): Weiser  
 Nearest Lease or unit boundary: 990'

Well Drilled For:  Oil  Gas  CWND  Seismic; # of Holes:           
 Enh Rec  Storage  Disposal  # of Holes:           
 Other:         

Well Class:  Infield  Pool Ext.  Wildcat  Other

Type Equipment:  Mud Rotary  Air Rotary  Cable

Ground Surface Elevation: 872 feet MSL  
 Water well within one-quarter mile:  Yes  No  
 Public water supply well within one mile:  Yes  No

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

Depth to bottom of fresh water: 100±  
 Depth to bottom of usable water: 205  
 Surface Pipe by Alternate:  1  2

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

Length of Surface Pipe Planned to be set: 40'  
 Length of Conductor Pipe required: none  
 Projected Total Depth: 1,100'  
 Formation at Total Depth: Weiser

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:         

WMS: 3-33-13E  
 1S: 10-33-13E

NOV 20 2006

**AFFIDAVIT**

The undersigned hereby affirms that the location 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 23, 2006 Signature of Operator or Agent: Wanna Shanda Title: Agent

For KCC Use ONLY  
 API # 15 - 019-26769-0000  
 Conductor pipe required None feet  
 Minimum surface pipe required 40 feet per Alt. **X(2)**  
 Approved by: [Signature] / W/H 11-20-06  
 This authorization expires: 4-23-07  
 (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 2878, Wichita, Kansas 67202

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 KANSAS CORPORATION COMMISSION  
 OCT 23 2006  
 CONSERVATION DIVISION  
 WICHITA, KS


3  
 33  
 13E

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

Form CDP-1  
April 2004  
Form must be Typed

Submit in Duplicate

CORRECTED

Operator Name: <b>Fred Oden, III dba Sabine Operating Service</b>		License Number: <b>33258</b>
Operator Address: <b>896 N. Mill Street, Suite 203, Lewisville, Texas 75057</b>		
Contact Person: <b>Fred Oden</b>		Phone Number: <b>( 972 ) 219 - 8585</b>
Lease Name & Well No.: <b>Ownbey #3.06</b>		Pit Location (QQQQ): <b>W2 SW NE NE</b> ✓ Sec. <b>10</b> Twp. <b>33</b> R. <b>13</b> <input checked="" type="checkbox"/> East <input type="checkbox"/> West <b>990</b> Feet from <input checked="" type="checkbox"/> North / <input type="checkbox"/> South Line of Section <b>1060</b> Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section <b>Chautauqua</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: <b>250</b> (bbls)	
Is the pit located in a Sensitive Ground Water Area? <input 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? <b>native clay</b>
Pit dimensions (all but working pits): <b>30</b> Length (feet) <b>10</b> Width (feet)    N/A: Steel Pits Depth from ground level to deepest point: <b>5</b> (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 <b>3787</b> feet    Depth of water well <b>385</b> feet		Depth to shallowest fresh water <b>14</b> 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: <b>drilling mud</b> Number of working pits to be utilized: <b>3</b> Abandonment procedure: <b>air dry and backfill</b>  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>October 23, 2006</u> Date	 Signature of Applicant or Agent	

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KANSAS CORPORATION COMMISSION  
OCT 23 2006  
CONSERVATION DIVISION  
WICHITA, KS**

1065  
15-29-26769-0022

**KCC OFFICE USE ONLY**

Date Received: 10/23/06 Permit Number: \_\_\_\_\_ Permit Date: 10/23/06 Lease Inspection:  Yes  No

Mail to: KCC - Conservation Division, 130 S. Market - Room 2878, Wichita, Kansas 67202

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NOV 20 2006  
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