| For KCC Use: | 11-26-06 | | |
|-----------------|----------|--|--|
| Effective Date: | 11-00 00 | | |
| District # | | | |
| | | | |

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

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

NOTICE OF INTENT TO DRILL

| | 12 10 | 2006 | _{Spot} 90' S & 40' E | East |
|--|--|--|--|--|
| Expected Spud Date | month | day year | C N/2 NW Sec. 23 Twp. 19 | |
| 40 | | • | 750 feet from V N / [| S Line of Section |
| OPERATOR: License# 40 | 07 100 | | 1360 feet from E / [| |
| | | | Is SECTION ✓ Regularirregular? | |
| Address: F. O. Box 399 | ity KS 67846 | | (Note: Locate well on the Section Plat on | reverse side) |
| City/State/Zip: Scott Cc | orsair | | County: Ness | |
| Phone: 785-398-2270 | | | Lease Name: Delaney - | Well #: 1-23 / |
| | | | Field Name: Schaben | |
| CONTRACTOR: License# 33323/ Name: Petromark Drilling, LLC | | Is this a Prorated / Spaced Field? | Yes √ No | |
| Name: Petromark Drillin | ng, LLC | | Target Formation(s): Mississippian | |
| Well Drilled For: | Well Class: | Type Equipment: | Nearest Lease or unit boundary: 750' - | |
| | | ✓ Mud Rotary | Ground Surface Elevation: 2235' est | |
| ✓ Oil Enh Re | <u></u> | Air Rotary | Water well within one-quarter mile: | Yes ✓ No |
| OWWO Dispose | - = | Cable | Public water supply well within one mile: | Yes ✓ No |
| Seismic;# of I | | | 720' | |
| Other | | | Surface Pipe by Alternate: | |
| | | | Length of Surface Pipe Planned to be set: 200 | |
| If OWWO: old well informat | | | Length of Conductor Pipe required: None | |
| | | | Projected Total Depth: 4400' | |
| | | ininal Tatal Danth | Formation at Total Depth: Mississippian | |
| Original Completion Da | ite:Or | riginal Total Depth: | Water Source for Drilling Operations. | |
| Directional, Deviated or Hor | rizontal wellbore? | Yes 🗸 No | 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 |
| | | | | |
| | | AFF | If Yes, proposed zone: | |
| It is agreed that the following. 1. Notify the appropriate | ing minimum requir te district office <i>pri</i> | ng, completion and eventual p rements will be met: for to spudding of well; | IDAVIT lugging of this well will comply with K.S.A. 55 et. seq. | |
| It is agreed that the following agreed that the following and the appropriate according to the appropriate and the appropriate appropriate and the appropriate according and appropriate according to the appropriate according and according to the appropriate according to the appropriate according to the appropriate according to the appropriate according to the according to the appropriate according to the acc | ing minimum requir te district office pri ved notice of intent int of surface pipe a lidated materials pi le, an agreement b trict office will be no I COMPLETION, pi endix "B" - Eastern within 30 days of the | ng, completion and eventual prements will be met: for to spudding of well; to drill shall be posted on eass specified below shall be so us a minimum of 20 feet into the contified before well is either plus roduction pipe shall be cement. Kansas surface casing order the spud date or the well shall | IDAVIT lugging of this well will comply with K.S.A. 55 et. seq. ch drilling rig; et by circulating cement to the top; in all cases surfactive the underlying formation. district office on plug length and placement is necessiged or production casing is cemented in; ted from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are the plugged. In all cases, NOTIFY district office pr | ce pipe shall be set eary prior to plugging; 10 days of spud date. na, altemate II cementing |
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| It is agreed that the following in Notify the appropriate 2. A copy of the appropriate 3. The minimum amount through all unconsold if the well is dry hold 5. The appropriate dist 6. If an ALTERNATE 11 Or pursuant to Appropriate be completed 1 hereby certify that the structure in November 17, 20 For KCC Use ONLY API # 15 - 4. Conductor pipe required Minimum surface pipe reconstructions. | ing minimum require the district office prived notice of intention of surface pipe alidated materials placed in a greement betrict office will be not COMPLETION, prendix "B" - Eastern within 30 days of that ments made he | ng, completion and eventual prements will be met: for to spudding of well; to drill shall be posted on ease specified below shall be so us a minimum of 20 feet into the etween the operator and the contified before well is either plus roduction pipe shall be cemen. Kansas surface casing order he spud date or the well shall be rein are true and to the best of contified before well. Scott Contified before well shall be cemen. Kansas surface casing order he spud date or the well shall be so to be shall be continued by the shall be | ch drilling rig; et by circulating cement to the top; in all cases surface he underlying formation. district office on plug length and placement is necess gged or production casing is cemented in; ted from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are be plugged. In all cases, NOTIFY district office profit my knowledge and belief. Title: Petroleussair | ce pipe shall be set cary prior to plugging; co days of spud date, ca, alternate II cementing ior to any cementing. um Engineer o Drill; spud date; bration orders; workover or re-entry; ompleted; ting salt water. |
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KCC WICHITA

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.

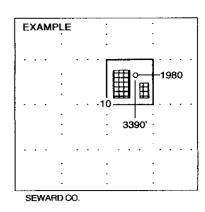
| API No. 15 - 135-24577 -00-00 | Location of Well: County: Ness | |
|--|--|--|
| Operator: American Warrior, Inc. | 750 feet from VN / S Line of Section | |
| Lease: Delaney | 1360 feet from E / ✓ W Line of Section | |
| Well Number: 1-23 Field: Schaben | Sec. 23 Twp. 19 S. R. 22 ☐ East ✓ Wes | |
| Number of Acres attributable to well: 10 QTR / QTR / QTR of acreage: C N/2 _ 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.)

| 1360 | |
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Ness CO.

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.
- 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).

APPLICATION FOR SURFACE PIT

Submit in Duplicate

| | | | | · · · · · · · · · · · · · · · · · · · | | | | | |
|--|---|--|--|---------------------------------------|----------------------------------|--|---|------------|--|
| Operator Name: American Warrior, Inc. | | License Number: 4058 | | | | | | | |
| Operator Address: P. O. Box 399, Garde | en City, KS 67846 | | | | | | | | |
| Contact Person: Scott Corsair | | Phone Number: (785) 398 | 2270 | | | | | | |
| Lease Name & Well No.: Delaney 1-23 | | Pit Location (QQQQ): 90' S & 40' E | | | | | | | |
| Type of Pit: | Pit is: | | | | | | | | |
| Emergency Pit Burn Pit | ✓ Proposed Existing If Existing, date constructed: | | Sec. 23 Twp. 19 S R. 22 East West 750 Feet from North / South Line of Section | | | | | | |
| Settling Pit | | | | | | | | | |
| Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) | Pit capacity: | | 1360 Feet from East / ✓ West Line of Section Ness County | | | | | | |
| | | (bbls) | | | | | | | |
| Is the pit located in a Sensitive Ground Water | r Area? ☐ Yes ✓ |] No | Chloride concentration: (For Emergency Pits and | | | | | | |
| Is the bottom below ground level? Yes No | Artificial Liner? | No | How is the pit lined if a plastic liner | | | | | | |
| Pit dimensions (all but working pits): | 00 Length (fe | eet) 100 | Width (feet) | N/A: Steel Pits | | | | | |
| | rom ground level to de | | | | | | | | |
| | | | | | | | | | |
| | | Depth to shallowest fresh water\\feet. Source of information: ぱんにつ | | | | | | | |
| 5238 feet Depth of water well 20 feet Emergency, Settling and Burn Pits ONLY: Producing Formation: | | measured well owner electric log KDWR Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: Fresh Mud Number of working pits to be utilized: 3 | | | | | | | |
| | | | | | | | Number of working pits to be utilized: 3 Abandonment procedure: evaporate and backfill | | |
| | | | | | Barrels of fluid produced daily: | | Abandoninen | procedure. | |
| 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 sta | tements are true and | correct to the bes | st of my knowledge and belief. | | | | | | |
| November 17, 2006 | / |)~~ (| Signature of Applicant or Agent | | | | | | |
| Date | | | agnature of Applicant of Agent | | | | | | |
| | ксс | OFFICE USE O | DNLY | | | | | | |
| 111 | | _ | nit Date: 11 20 04 Lease Ins | pection: Yes 🛧 No | | | | | |
| Date Received: 11 20 0- Permit Nu | mper: | Pern | nit Date: <u>\\</u> <u> </u> | hection: Tites 140 | | | | | |

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

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KCC WICHITA