

For KCC Use:

Effective Date:

District #

SGA? ☐ Yes ☒ No

KANSAS CORPORATION COMMISSION

OIL & GAS CONSERVATION DIVISION

NOTICE OF INTENT TO DRILL

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

Form C-1

December 2002

Form must be Typed

Form must be Signed

All blanks must be Filled

Expected Spud Date November 27, 2006

OPERATOR: License# 5876

Name: Diamond B Miami Flood, LTD

Address: 34475 W. 263rd Street

City/State/Zip: Paola, KS 66071

Contact Person: Jim Ferley

Phone: (913) 294-3841 (785) 883-2400

CONTRACTOR: License# 32079

Name: John E. Lies

Well Drilled For:

Well Class:

Type Equipment:

☒ Oil ☐ Enh Rec ☒ Infield ☒ Mud Rotary
☐ Gas ☐ Storage ☐ Pool Ext. ☐ Air Rotary
☐ OWWO ☐ Disposal ☐ Wildcat ☐ Cable
☐ Seismic; # of Holes ☐ Other
☐ Other

If OWWO: old well information as follows:

Operator:

Well Name:

Original Completion Date: Original Total Depth:

Directional, Deviated or Horizontal wellbore?

☐ Yes ☒ No

If Yes, true vertical depth:

Bottom Hole Location:

KCC DKT #:

Spot

NWNW SW SE

Sec. 19

Twp. 16

S. R. 22

☒ East

☐ West

1255 feet from ☐ N / ☒ S Line of Section

2410 feet from ☒ E / ☐ W Line of Section

Is SECTION Regular ☒ Irregular?

(Note: Locate well on the Section Plat on reverse side)

County: Miami

Lease Name: Tarr-1

Well #: D-4

Field Name: Paola-Rantoul

Is this a Prorated / Spaced Field?

☐ Yes ☒ No

Target Formation(s): Squirrel

Nearest Lease or unit boundary: 1255'

Ground Surface Elevation: 995 feet MSL

Water well within one-quarter mile: ☐ Yes ☒ No

Public water supply well within one mile: ☐ Yes ☒ No

Depth to bottom of fresh water: 100+

Depth to bottom of usable water: 200

Surface Pipe by Alternate: ☐ 1 ☒ 2

Length of Surface Pipe Planned to be set: 20'

Length of Conductor Pipe required: none

Projected Total Depth: 700'

Formation at Total Depth: Squirrel

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:

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion 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: November 22, 2006

Signature of Operator or Agent: Donna Thanda

Title: Agent

For KCC Use ONLY

API # 15 - 121-28318-00-00

Conductor pipe required NONE feet

Minimum surface pipe required 20 feet per Alt. X2

Approved by: WTHM 11-22-06

This authorization expires: 5-22-07

(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 2078, Wichita, Kansas 67202

RECEIVED

NOV 22 2006

KCC WICHITA

19
16
22E

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 - 121-28318-00-00
 Operator: Diamond B Miami Flood, LTD
 Lease: Tarr-1
 Well Number: D-4
 Field: Paola-Rantoul

Number of Acres attributable to well: _____
 QTR / QTR / QTR of acreage: NWNW - SW - SE

Location of Well: County: Miami
 1255 _____ feet from ☐ N / ☒ S Line of Section
 2410 _____ feet from ☒ E / ☐ W Line of Section
 Sec. 19 Twp. 16 S. R. 22 ☒ East ☐ West

Is Section: ☐ Regular or ☒ Irregular

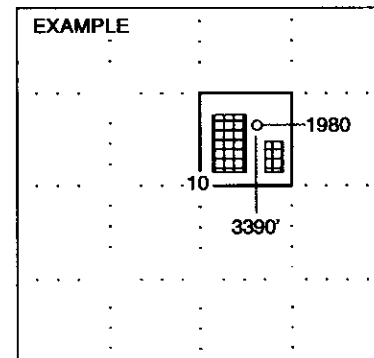
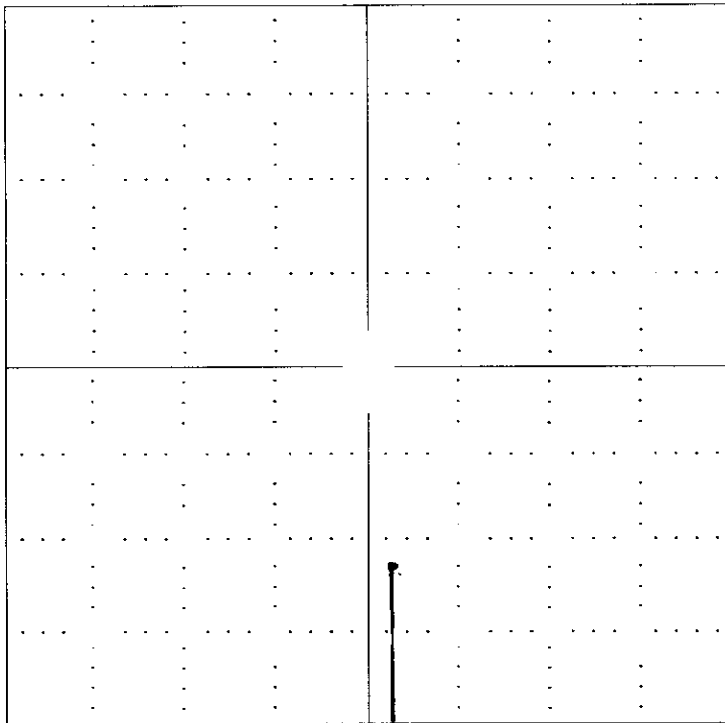
If Section is Irregular, locate well from nearest corner boundary.

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.)



SEWARD CO.

NOTE: In all cases locate the spot of the proposed drilling location.

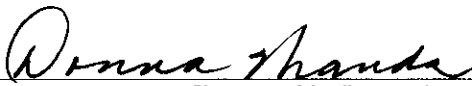
In plotting the proposed location of the well, you must show:

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: Diamond B Miami Flood, LTD		License Number: 5876	
Operator Address: 34475 W. 263rd Street, Paola, KS 66071			
Contact Person: Jim Ferley		Phone Number: (913) 294 - 3841	
Lease Name & Well No.: Tarr-1 #D-4		Pit Location (QQQQ): NW - NW - SW - SE Sec. 19 Twp. 16 R. 22 <input checked="" type="checkbox"/> East <input type="checkbox"/> West 1255 Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section 2410 Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section Miami 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 (If WP Supply API No. or Year Drilled)	Pit is: <input checked="" type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: Pit capacity: 80 (bbls)		
Is the pit located in a Sensitive Ground Water Area? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		Chloride concentration: _____ mg/l (For Emergency Pits and Settling Pits only)	
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? native clay	
Pit dimensions (all but working pits): 15 Length (feet) 15 Width (feet) N/A : Steel Pits Depth from ground level to deepest point: 4 (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. <div style="text-align: right;">RECEIVED NOV 22 2006 KCC WICHITA</div>	
Distance to nearest water well within one-mile of pit N/A feet Depth of water well _____ feet	Depth to shallowest fresh water _____ feet. Source of information: _____ measured _____ well owner _____ electric log _____ KDWR		
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: drilling mud Number of working pits to be utilized: 2 Abandonment procedure: air dry and backfill 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. <div style="display: flex; justify-content: space-between;"><div><u>November 22, 2006</u> Date</div><div> Signature of Applicant or Agent</div></div>			
KCC OFFICE USE ONLY Date Received: <u>11/22/06</u> Permit Number: _____ Permit Date: <u>11/22/06</u> Lease Inspection: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			

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

15-121-28318-06-00