

CORRECTED

For KCC Use: 3-26-06
Effective Date: 3-26-06
District #: 3
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 3 27 2006
month day year Ap. SE

Spot NW - NW - SW Sec. 10 Twp. 32 S. R. 18 East West
2240 feet from N / S Line of Section
390 feet from E / W Line of Section
Is SECTION Regular Irregular?

OPERATOR: License# 5150
Name: COLT ENERGY, INC.
Address: P O BOX 388
City/State/Zip: IOLA, KS 66749
Contact Person: DENNIS KERSHNER
Phone: 620-365-3111

(Note: Locate well on the Section Plat on reverse side)
County: LABETTE
Lease Name: PETERSON Well #: 12-10
Field Name: COFFEYVILLE - CHERRYVALE

CONTRACTOR: License# 33072
Name: WELL REFINED DRILLING COMPANY, INC

Is this a Prorated / Spaced Field? Yes No
Target Formation(s): PENNSYLVANIAN COALS

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

Nearest Lease or unit boundary: 390
Ground Surface Elevation: 905 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: 100
Depth to bottom of usable water: 175

Surface Pipe by Alternate: 1 2
Length of Surface Pipe Planned to be set: 20'

Length of Conductor Pipe required: NONE
Projected Total Depth: 1100
Formation at Total Depth: MISSISSIPPI

Water Source for Drilling Operations:
 Well Farm Pond Other X

DWR Permit #:
(Note: Apply for Permit with DWR)

Will Cores be taken? Yes No
If Yes, proposed zone:

WAS: Effective DATE 3-25-06

AFFIDAVIT IS: 3-26-06

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: 3-17-06 Signature of Operator or Agent: Shirley Stetler Title: PRODUCTION CLERK

For KCC Use ONLY
API # 15 - 099-23879-00-00
Conductor pipe required NONE feet
Minimum surface pipe required 20' feet per Alt. X (2)
Approved by: DPW 3-21-06 / DPW 3-22-06
This authorization expires: 9-21-06
(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: Shirley Stetler
Date: 11-3-06

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

RECEIVED
MAR 20 2006
KCC WICHITA

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RECEIVED
NOV 06 2006
KCC WICHITA