

NOTE: PERMIT EXTENSION REQUEST AT 11:00 AM 7/25/06

CORRECTION

Permit Extension request Received 1-5-07

**\*CORRECTED**

For KCC Use: Effective Date: 7-30-06  
 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: 8 / 1 / 2006  
month day year

OPERATOR: License# 33319 33119  
 Name: Heat Can Oil, LLC  
 Address: P.O. Box 517  
 City/State/Zip: Chanute, KS 66720  
 Contact Person: Dick Cornell  
 Phone: 620-431-6027

CONTRACTOR: License# 33374  
 Name: L&S Well Service, LLC

\* Spot NW-SE SE14 Sec. 36 Twp. 27 S. R. 16  East  West  
 \* 910 ~~105~~ feet from  N /  S Line of Section  
 \* 1235 ~~300~~ feet from  E /  W Line of Section  
 Is SECTION  Regular  Irregular?

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

County: Wilson  
 Lease Name: C. Reaves Well #: HC-#15  
 Field Name: Vilas  
 Is this a Prorated / Spaced Field?  Yes  No

Target Formation(s): Mississippi  
 \* Nearest Lease or unit boundary: 300 310  
 \* Ground Surface Elevation: 905 1015 feet MSL

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

Water well within one-quarter mile:  Yes  No  
 Public water supply well within one mile:  Yes  No  
 Depth to bottom of fresh water: 50  
 Depth to bottom of usable water: 150

If OWWO: old well information as follows:

Operator: \_\_\_\_\_  
 Well Name: \_\_\_\_\_  
 Original Completion Date: \_\_\_\_\_ Original Total Depth: \_\_\_\_\_

Surface Pipe by Alternate:  1  2  
 Length of Surface Pipe Planned to be set: 20'  
 Length of Conductor Pipe required: N/A  
 Projected Total Depth: 1200  
 Formation at Total Depth: Mississippi

Directional, Deviated or Horizontal wellbore?  Yes  No

Water Source for Drilling Operations:  
 Well  Farm Pond Other Air Rig  
 OWR Permit #: \_\_\_\_\_

If Yes, true vertical depth: \_\_\_\_\_

Bottom Hole Location: \_\_\_\_\_

(Note: Apply for Permit with DWR )  
 Will Cores be taken?  Yes  No  
 If Yes, proposed zone: \_\_\_\_\_

KCC DKT #: \_\_\_\_\_

\* WAS: SE-SE-SE 495' FSL 350' FEL AILUB 350' Elev. 935'  
 IS: NW-SE-SE 810' FSL 1235' FEL NLUB 810' Elev. 1013'

**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: 7-20-06 Signature of Operator or Agent: Dick Cornell Title: FE

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 JUL 24 2006

For KCC Use ONLY  
 API # 15 - 205-26878-000  
 Conductor pipe required: None feet  
 Minimum surface pipe required: 20 feet per AIT VO 2  
 Approved by: RH 7-25-06 / MHT 10-3-06 / RWT 1-5-07  
 This authorization expires: 7-25-07  
 (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, 30 S. Washington, Room 2078, Wichita, Kansas 67202

RECEIVED  
 OCT 2 2006  
 KCC WICHITA

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