

For KCC Use: 1-15-07
Effective Date: 4
District # 4
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 January 22 2007
month day year
OPERATOR: License# 33530
Name: Reif Oil & Gas Co., LLC
Address: P O Box 298
City/State/Zip: Hoisington, KS 67544
Contact Person: Don Reif
Phone: 620-786-5698
CONTRACTOR: License# 33724
Name: Warren Drilling, LLC

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

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 E12 1/2 SE Sec. 9 Twp. 17 S. R. 14
 East West
1300 feet from N / S Line of Section
1560 feet from E / W Line of Section

Is SECTION Regular Irregular?

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

County: Barton

Lease Name: Kirby Well #: 1

Field Name: Carroll

Is this a Prorated / Spaced Field? Yes No

Target Formation(s): Cong. Sand

Nearest Lease or unit boundary: 1080'

Ground Surface Elevation: 1950 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: 260'

Depth to bottom of usable water: 320' 380'

Surface Pipe by Alternate: 1 2

Length of Surface Pipe Planned to be set: 900'+

Length of Conductor Pipe required: None

Projected Total Depth: 3450'

Formation at Total Depth: Cong. Sand

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: _____

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JAN 10 2007

CONSERVATION DIVISION

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-15, 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: 1-9-07 Signature of Operator or Agent: Lucy J. Hensley Title: Agent

For KCC Use ONLY	
API # 15 - <u>009-25018-0000</u>	
Conductor pipe required	<u>None</u> feet
Minimum surface pipe required	<u>400</u> feet per Alt. <u>1</u>
Approved by: <u>Reif 1-10-07</u>	<u>7-10-07</u>
This authorization expires: <u>7-10-07</u>	
(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

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 - 009-25018-0000
 Operator: Reif Oil & Gas Co., LLC
 Lease: Kirby
 Well Number: 1
 Field: Carroll
 Number of Acres attributable to well: _____
 QTR / QTR / QTR of acreage: _____ - SE

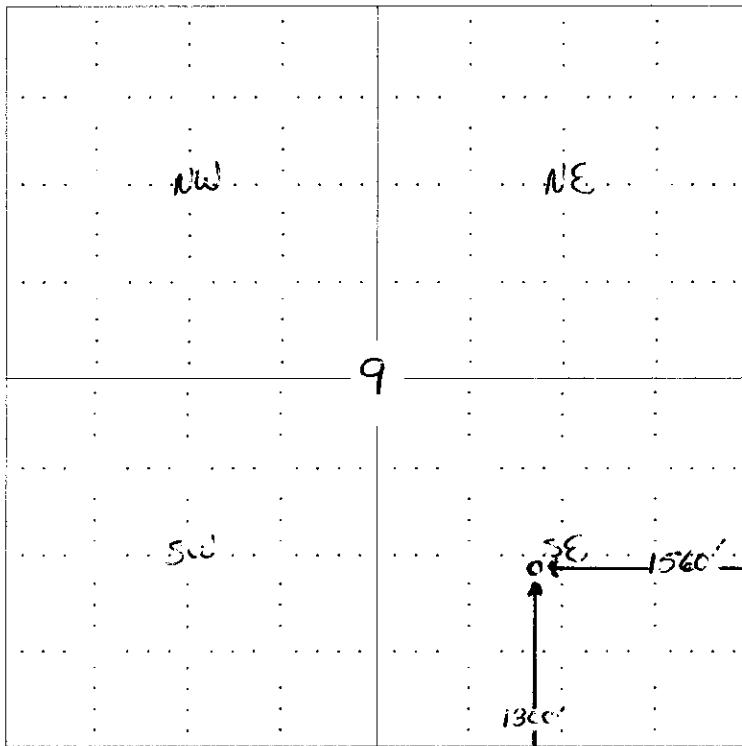
Location of Well: County: Barton
 1300 feet from N / S Line of Section
 1560 feet from E / W Line of Section
 Sec. 9 Twp. 17 S. R. 14 East West

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.)



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

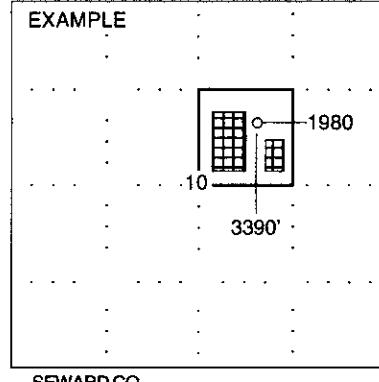
Barton County

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: (C0-7 for oil wells; CG-8 for gas wells).

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CONSERVATION DIVISION
 WICHITA, KS



REIF OIL & GAS COMPANY, LLC
KIRBY LEASE
SE. 1/4, SECTION 9, T17S, R14W
BARTON COUNTY, KANSAS

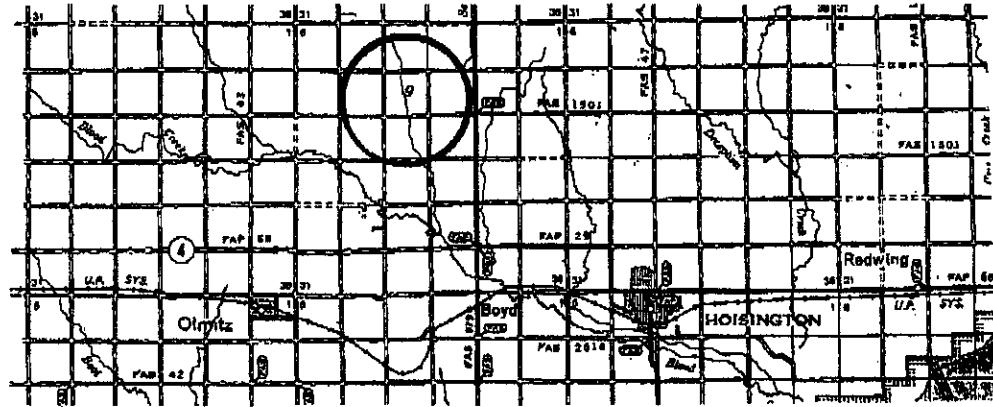
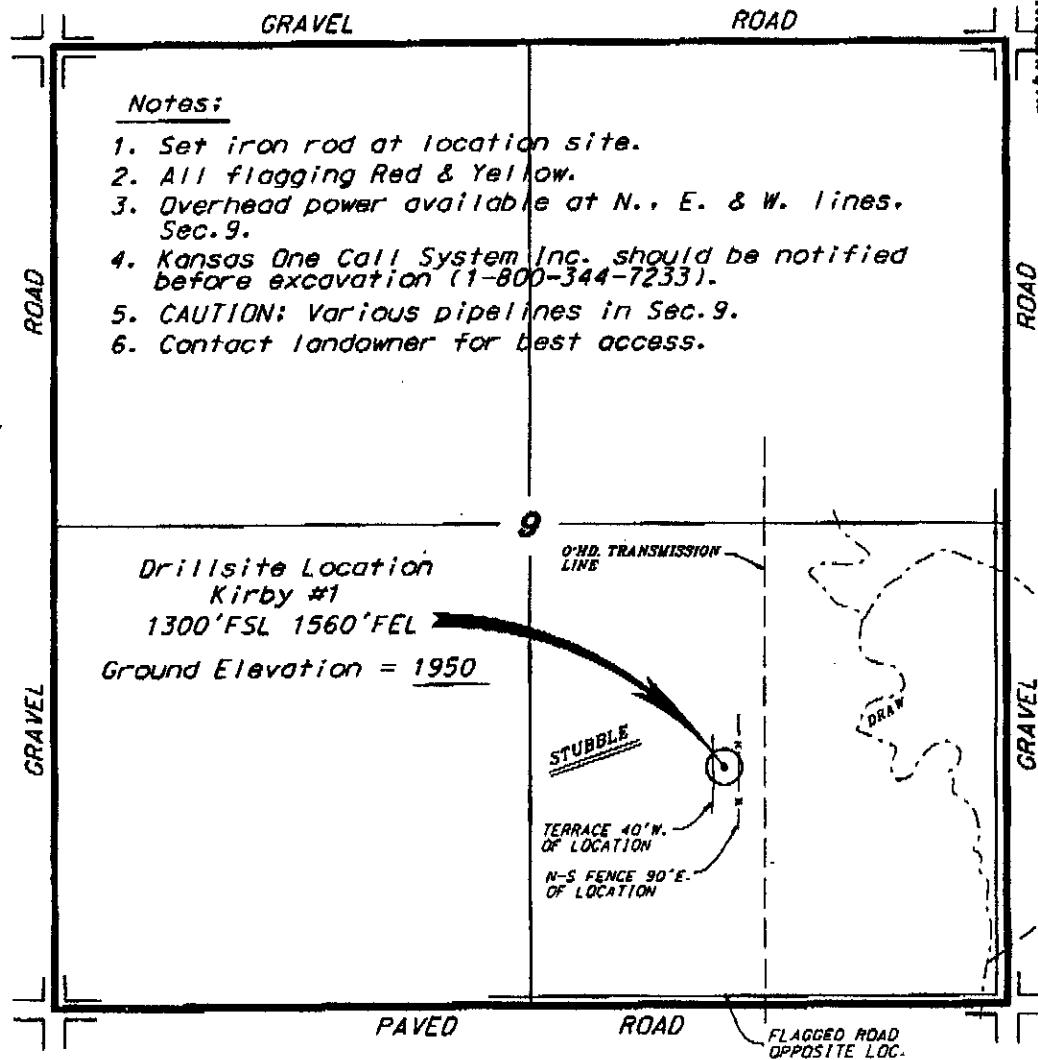
15-009-25718-000

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CONSERVATION DIVISION
WICHITA, KS

2001 - 3 SEC
1/2001

* Ingress and egress to location as shown on this plot is for usage only and may not be legally opened for public use. Contact landowner, tenant and county road department for access.



* Controlling data is based upon the best maps and photographs available to us and upon a regular section of land containing 640 acres.

* Appropriate section lines were determined using the normal standard of care of oilfield surveyors practicing in the state of Kansas. The section corners, when established, the plotted section lines, were not necessarily located at the section corners as defined by the U.S. General Land Office. No warranty is given by the surveyor, securing this service and accepting this plot and all other parties relying thereon agree to hold Central Kansas Oilfield Services, Inc., its officers and employees harmless from all losses, costs and expenses and held entities released from any liability from incidental or consequential damages.

* Elevation derived from National Geodetic Vertical Datum.

January 2, 2007

Date

CENTRAL KANSAS OILFIELD SERVICES, INC. (620)792-1977

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: Reif Oil & Gas Co., LLC		License Number: 33530	
Operator Address: PO Box 298, Hoisington, KS 67544			
Contact Person: Don Reif		Phone Number: (620) 786 - 5698	
Lease Name & Well No.: Kirby #1			
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: <hr/> Pit capacity: 5,500 (bbls)	
Is the pit located in a Sensitive Ground Water Area? <input checked="" type="checkbox"/> Yes <input checked="" type="checkbox"/> No		Pit Location (QQQQ): <hr/> Sec. 9 Twp. 17S R. 14 <input type="checkbox"/> East <input checked="" type="checkbox"/> West 1300 Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section 1560 Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section Barton County	
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	
Pit dimensions (all but working pits): 100 Length (feet) 100 Width (feet) N/A: Steel Pits Depth from ground level to deepest point: 5 (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.	
		RECEIVED KANSAS CORPORATION COMMISSION JAN 10 2007 CONSERVATION DIVISION WICHITA, KS	
Distance to nearest water well within one-mile of pit 2749 feet Depth of water well 234 feet		Depth to shallowest fresh water 115 feet. Source of information: 6 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 checked="" type="checkbox"/> No		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: Mud & Fresh Water Number of working pits to be utilized: 3 Abandonment procedure: Air Dry & 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.			
1-9-07 Date		 Signature of Applicant or Agent	

KCC OFFICE USE ONLY

Date Received: **4/10/07** Permit Number: _____ Permit Date: **4/10/07** Lease Inspection: Yes No

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

15-009-2518-0222