

For KCC Use: 9-25-06
 Effective Date: _____
 District #: 4
 SGA? Yes No

Permit Extension Request Received 9-23-07
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 12 26 06
month day year

Spot SW NE Sec. 34 Twp. 3 S. R. 42 East West
1980 feet from N / S Line of Section
1980 feet from E / W Line of Section
 Is SECTION Regular Irregular?

OPERATOR: License# 33325
 Name: Petroleum Development Corporation
 Address: 103 East Main Street
Bridgeport, WV 26330
 City/State/Zip:
 Contact Person: Gary W. Fridley
 Phone: (304) 842-6256

(Note: Locate well on the Section Plat on reverse side)
 County: Cheyenne
 Lease Name: Rueb Farm Well #: 32-34
 Field Name: Cherry Creek

CONTRACTOR: License# 33532
 Name: Advanced Drilling Technologies LLC

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

Well Drilled For:	Well Class:	Type Equipment:
<input type="checkbox"/> Oil	<input type="checkbox"/> Enh Rec	<input checked="" type="checkbox"/> Infield
<input checked="" type="checkbox"/> Gas	<input type="checkbox"/> Storage	<input type="checkbox"/> Pool Ext.
<input type="checkbox"/> OWWO	<input type="checkbox"/> Disposal	<input type="checkbox"/> Wildcat
<input type="checkbox"/> Seismic; # of Holes	<input type="checkbox"/> Other	<input type="checkbox"/> Cable
<input type="checkbox"/> Other		

Nearest Lease or unit boundary: 647 feet MSL
 Ground Surface Elevation: 3721 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

Depth to bottom of fresh water: 280'
 Depth to bottom of usable water: 280'

If Yes, true vertical depth: _____

Surface Pipe by Alternate: 1 2
 Length of Surface Pipe Planned to be set: 330'

Bottom Hole Location: _____

Length of Conductor Pipe required: not required
 Projected Total Depth: 2300'

KCC DKT #: _____

Formation at Total Depth: Niobrara
 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: _____

AFFIDAVIT

RECEIVED
KANSAS CORPORATION COMMISSION

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. seq.

SEP 20 2006

It is agreed that the following minimum requirements will be met:

CONSERVATION DIVISION

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: Sept. 15, 2006 Signature of Operator or Agent: Gary W. Fridley Title: Permitting/Regulatory Compliance

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: _____

For KCC Use ONLY

API # 15 - 023-20727-0000

Conductor pipe required None feet

Minimum surface pipe required 330 feet per Alt. 1

Approved by: RWF 9-20-06 / RWF 2-23-07

This authorization expires: 3-20-07 - 9-20-07
(This authorization void if drilling not started within 6 months of approval date.)

Spud date: _____ Agent: _____

Mail to: KCC - Conservation Division, 130 S. Market - Room 207B, Wichita, Kansas 67202

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JRW