

| For KCC Use: | C-C-177 |
|-------------------|---------|
| Effective Date: _ | 3307 |
| District #3 | |
| SGA? Yes | s 🔀 No |

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 November 2005 Form must be Typed Form must be Signed All blanks must be Filled

NOTICE OF INTENT TO DRILL

| Must be approved by KCC five | e (5) days prior to commencing well |
|---|---|
| Expected Spud Date: 05/01/2007 | Spot Description: SE |
| month day year | SW SW NE SE Sec. 23 Twp. 33 S. R. 17 XE W |
| 5150 | (ararara) 1,510 feet from N / X S Line of Section |
| OPERATOR: License# | 1,245 feet from KE / W Line of Section |
| Name: Colt Energy Inc | Is SECTION: Regular Irregular? |
| Address 1: P.O. Box 388 | _ |
| Address 2: | (Note: Locate well on the Section Plat on reverse side) |
| City: Iola State: KS Zip: 66749 + _ Contact Person: DENNIS KERSHNER | County: Labette |
| Phone: 620-365-3111 | Lease Name: MULLER Well #: 9-23 |
| | Field Name: COFFEYVILLE-CHERRYVALE |
| CONTRACTOR: License# 33072 | Is this a Prorated / Spaced Field? |
| Name: Well Refined Drilling Company, Inc. | Target Formation(s): PENNYSLAVIAN COALS |
| Well Drilled For: Well Class: Type Equipment: | Nearest Lease or unit boundary line (in footage): 1130 |
| | Ground Surface Elevation: 786 feet MSL |
| Oil Enh Rec Infield Mud Rotary | Water well within one-quarter mile: |
| Gas Storage Nool Ext. Air Rotary | Public water supply well within one mile: |
| Disposal Wildcat Cable | Depth to bottom of fresh water: 100 |
| Seismic ; # of Holes Other | Depth to bottom of resh water: 175 |
| Other: | |
| If OWWO: old well information as follows: | Surface Pipe by Alternate: I X II |
| | Length of Surface Pipe Planned to be set: 20 |
| Operator: | Length of Conductor Pipe (if any): |
| Well Name: | Projected Total Depth: 1100 |
| Original Completion Date: Original Total Depth: | Formation at Total Depth: MISSISSIPPI |
| | Water Source for Drilling Operations: |
| Directional, Deviated or Horizontal wellbore? | Well Farm Pond Other: DISPOSAL WATER TANK |
| If Yes, true vertical depth: | DWR Permit #: |
| Bottom Hole Location: | (Note: Apply for Permit with DWR) |
| KCC DKT #: | Will Cores be taken? |
| | If Yes, proposed zone: |
| | RECEIVED |
| | TIDAY II KANSAS CORPORATION COMMON |
| The undersigned hereby affirms that the drilling, completion and eventual plu | igging of this well will comply with K.S.A. 55 et. seq. |
| It is agreed that the following minimum requirements will be met: | APR 3 © 2007 |
| 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 | r drilling rig; CONSERVATION DIVISION |
| 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 or adopting formation. |
| through all unconsolidated materials plus a minimum of 20 leet into the | e underlying formation. |
| 4. If the well is dry hole, an agreement between the operator and the dist | rict office on plug length and placement is necessary prior to plugging ; |
| The appropriate district office will be notified before well is either pluggIf an ALTERNATE II COMPLETION, production pipe shall be cemented | d from below any usable water to surface within 120 DAVS of shud date |
| Or pursuant to Annendix "R" - Fastern Kansas surface casing order #1 | 33,891-C, which applies to the KCC District 3 area, alternate II cementing |
| | 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 m | ny knowledge and belief. |
| | |
| Date: 4-26-07 Signature of Operator or Agent: | les Statler Title: Production Clerk |
| 54.0., <u></u> | /Remember to |
| For KCC Use ONLY | Remember to: |
| | - File Drill Pit Application (form CDP-1) with Intent to Drill; |
| API # 15 - 099-24201-0000 | - File Completion Form ACO-1 within 120 days of spud date; - File acreage attribution plat according to field proration orders; |
| Conductor pipe requiredfeet | - File acreage attribution plat according to field proration orders; - Notify appropriate district office 48 hours prior to workover or re-entry; |
| Minimum surface pipe required 20 feet per ALT. ☐ I 🔀 II | Submit plugging report (CP-4) after plugging is completed (within 60 days): |
| wanimani surace pipe requiredteet per ALI.[_] [_] | - Submit plugging report (CP-4) after plugging is completed (within 60 days), - Obtain written approval before disposing or injecting salt water. |
| Approved by: 44 4-30-07 | If this permit has expired (See: authorized expiration date) please |
| This authorization expires: _/0-30-07 | check the box below and return to the address below. |
| (This authorization void if drilling not started within 6 months of approval date.) | Well Not Drilled - Permit Expired Date: |
| | Signature of Operator or Agent: |
| Spud date: Agent; | Signature of expension of rigonic |
| | |

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

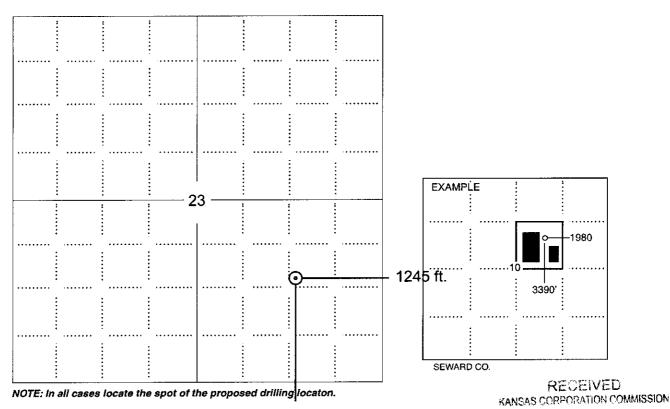
Plat of acreage attributable to a well in a prorated or spaced field

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 - 0 99-24201-0000 | |
|--|--|
| Operator: Colt Energy Inc | Location of Well: County: Labette |
| Lease: MULLER | 1,510 feet from N / X S Line of Section |
| Well Number: 9-23 | 1,245 feet from X E / W Line of Section |
| Field: COFFEYVILLE-CHERRYVALE | Sec. <u>23</u> Twp. <u>33</u> S. R. <u>17</u> 🔀 E 🗌 W |
| Number of Acres attributable to well: QTR/QTR/QTR/QTR of acreage: SW - SW - NE - SE | 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.)



1510 ft.

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

APR 3 0 2007

- 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 CONSERVATION DIVISION 4 sections, etc.
- 2. The distance of the proposed drilling location from the south / north and east / west outside section lines.
- 3. The distance to the nearest lease or unit boundary line (in footage).
- 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).



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

| Operator Name: Colt Energy Inc | | | License Number: 5150 | | | |
|---|--------------------------------|---|---|--------|--|--|
| Operator Address: P.O. Box 388 | | | Iola KS 667 | '49 | | |
| Contact Person: DENNIS KERSHNER | | | Phone Number: 620-365-3111 | | | |
| Lease Name & Well No.: MULLER 9-23 | | | Pit Location (QQQQ): | | | |
| Type of Pit: | Pit is: | | SW . SW . NE . SE | | | |
| Emergency Pit Burn Pit | Proposed Existing | | Sec. 23 Twp. 33 R. 17 East West | | | |
| Settling Pit Drilling Pit | If Existing, date constructed: | | 1,510 Feet from North / South Line of Sec | tion | | |
| Workover Pit Haul-Off Pit | Pit capacity: | | 1,245 Feet from East / West Line of Sec | ction | | |
| (If WP Supply API No. or Year Drilled) | 80 | (bbls) | Labette | unty | | |
| Is the pit located in a Sensitive Ground Water Area? Yes No | | | Chloride concentration: m | ıg/l | | |
| Is the bottom below ground level? | Artificial Liner? | | (For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? | | | |
| Yes No | Yes X | No | NATIVE CLAY SOIL | | | |
| Pit dimensions (all but working pits): | Length (fe | eet) 15 | Width (feet) N/A: Steel Pits | | | |
| Depth fr | om ground level to de | eepest point: | 5 (feet) No Pit | | | |
| 1 | | | bedures for periodic maintenance and determining including any special monitoring. | | | |
| material, thickness and installation procedure. | | inter integrity, i | including any special monitoring. | | | |
| | | | | | | |
| | | | | - | | |
| Distance to nearest water well within one-mile of pit Depth to sha | | 1 ' | owest fresh waterfeet. | | | |
| N/A feet | | Source of infor | ormation: sured well owner electric log KDWR | . | | |
| Emergency, Settling and Burn Pits ONLY: | | Drilling, Work | kover and Haul-Off Pits ONLY: | \neg | | |
| Producing Formation: | | Type of materia | Type of material utilized in drilling/workover: NATIVE SOIL | | | |
| | | | orking pits to be utilized:1 | _ | | |
| l i | | Abandonment | procedure: PUMP OUT - PUSH IN | | | |
| Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No | | 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. RECEIVED | | | | | | |
| KANSAS CORPORATION COMMISSIO | | | | | | |
| 4-16-07 Date | | Signature of Applicant or Agent | | | | |
| CONSERVATION DIVISION | | | | | | |
| KCC OFFICE USE ONLY Steel Pit RFAC RFAS | | | | | | |
| Date Received: $4/3c/o7$ Permit Num | ber: | Perm | nit Date: 4/3c/c7 Lease Inspection: Yes 📈 No |) | | |