

For KCC Use: Effective Date: 1-31-07 District # 3 SGA? [X] 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

Expected Spud Date February 11 2007 month day year

OPERATOR: License# 3473 Name: William T. Wax Address: P. O. Box 276 City/State/Zip: McCune, KS 66753 Contact Person: Bill Wax Phone: 620-724-3400

CONTRACTOR: License# 3473 Name: Co. Tools

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

If OWWO: old well information as follows: Operator: N/A Well Name: Original Completion Date: Original Total Depth:

Directional, Deviated or Horizontal wellbore? [] Yes [X] No If Yes, true vertical depth: Bottom Hole Location: KCC DKT #:

Spot SESW NWNE NE Sec. 1 Twp. 31 S. R. 21 577.5 feet from N / S Line of Section 1072.5 feet from E / W Line of Section Is SECTION [X] Regular [] Irregular?

(Note: Locate well on the Section Plat on reverse side) County: Crawford Lease Name: Mullen Well #: EN47 = ZW47 Field Name: McCune Is this a Prorated / Spaced Field? [] Yes [X] No Target Formation(s): Cattlemen Nearest Lease or unit boundary: 247.5 Ground Surface Elevation: feet MSL Water well within one-quarter mile: [] Yes [X] No Public water supply well within one mile: [] Yes [X] No Depth to bottom of fresh water: ? 1000 Depth to bottom of usable water: ? 1000 Surface Pipe by Alternate: [] 1 [X] 2 Length of Surface Pipe Planned to be set: 20 Length of Conductor Pipe required: none Projected Total Depth: 250 Formation at Total Depth: Cattlemen Water Source for Drilling Operations: [] Well [] Farm Pond Other AIR DWR Permit #: (Note: Apply for Permit with DWR [])

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

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: 1/24/07 Signature of Operator or Agent: Title:

RECEIVED KANSAS CORPORATION COMMISSION JAN 26 2007 CONSERVATION DIVISION WICHITA, KS

For KCC Use ONLY API # 15 - 037-21874-0000 Conductor pipe required None feet Minimum surface pipe required 20 feet per Alt. Approved by: PWT 1-26-07 / RWT 7-24-07 This authorization expires: 7-26-07 1-26-08 (This authorization void if drilling not started within 6 months of approval date.) Spud date: Agent:

Remember to: - File Drill Pit Application (form GDP-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:

1 31 21E