| For KCC Use: | | 8-507 |
|--------------|-------|-------|
| Effective | Date: | |
| District # | | |

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 December 2002 Form must be Typed

| CC11: [100 [K] 110 | TENT TO DRILL Form must be Signed All blanks must be Filled | | |
|--|---|--|--|
| Must be approved by KCC five | (5) days prior to commencing well | | |
| Expected Spud Date 08/01/2007 | Spot East | | |
| month day year | NW NW SE Sec. 29 Twp. 28 S. R. 22 West | | |
| OPERATOR: License# 6766 | 2475 feet from N / V S Line of Section | | |
| Name: N & W Enterprises, Inc. | 2145 teet from E / W Line of Section | | |
| Address: 1111 S Margrave | Is SECTIONRegularIrregular? | | |
| City/State/Zip. Fort Scott, KS 66701 | (Note: Locate well on the Section Plat on reverse side) | | |
| Contact Person: Tom Norris | County: Crawford | | |
| Phone: 620-223-6559 | Lease Name: John L Oplotnik Well #: 7 | | |
| CONTRACTOR: License# 33734 | Field Name: Walnut SE | | |
| Name: Hat Drilling LLC | Is this a Prorated / Spaced Field? Target Formation(s): Bartlesville Yes V No | | |
| | Nearest Lease or unit boundary: 495 | | |
| Well Drilled For: Well Class: Type Equipment: | Ground Surface Elevation: 1000+ feet MSL | | |
| Oil Enh Rec Infield Mud Rotary | Water well within one-quarter mile: | | |
| Gas Storage Pool Ext. Air Rotary OWWO Disposal Wildcat Cable | Public water supply well within one mile: | | |
| Seismic: # of Holes Other | Depth to bottom of fresh water; 1000+ | | |
| Other | Depth to bottom of usable water: 1000+ | | |
| | Surface Pipe by Alternate: 1 2 | | |
| If OWWO: old well information as follows: | Length of Surface Pipe Planned to be set: 20' | | |
| Operator: | Length of Conductor Pipe required: NA Projected Total Depth: 450' | | |
| Well Name: Original Completion Date: Original Total Depth: | Formation at Total Depth: Bartlesville / | | |
| | Water Source for Drilling Operations: | | |
| Directional, Deviated or Horizontal wellbore? Yes V No | Well Farm Pond Other | | |
| 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: | | |
| AFF | DAVIT | | |
| The undersigned hereby affirms that the drilling, completion and eventual pl | ugging of this well will comply with K.S.A. 55 et. seq. | | |
| It is agreed that the following minimum requirements will be met: | | | |
| Notify the appropriate district office <i>prior</i> to spudding of well; A serve of the appropriate district of intent to drill about the rested as according to the propriate of the propria | nt dilling via | | |
| A copy of the approved notice of intent to drill shall be posted on each The minimum amount of surface pipe as specified below shall be se | or oming ng; If 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 | ne underlying formation. | | |
| If the well is dry hole, an agreement between the operator and the d The appropriate district office will be notified before well is either plug | istrict office on plug length and placement is necessary prior to plugging; | | |
| | ed from below any usable water to surface within 120 days of spud date. | | |
| | #133,891-C, which applies to the KCC District 3 area, alternate 11 cementing | | |
| | 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: 07/24/2007 Signature of Operator or Agent: | Title: President | | |
| | Remember to: | | |
| For KCC Use ONLY | - File Drill Pit Application (form CDP-1) with Intent to Drill; | | |
| API # 15 : 037-21934-000 | | | |
| Conductor pipe required None feet | - File Completion Form ACO-1 within 120 days of spud date; - File acreage attribution plat according to field proration orders; | | |
| 25 | - Notify appropriate district office 48 hours prior to workover or re-entry; | | |
| Approved by: Part 7-31-07 | Submit plugging report (CP-4) after plugging is completed; Obtain written approval before disposing or injecting salt water. | | |
| 1.21-09 | - If this permit has expired (See: authorized expiration date) please | | |
| This authorization expires: 79790 (This authorization void if drilling not started within 6 months of approval date.) | check the box below and return to the address below. | | |
| 1 out out to want o months of approval date. | Well Not Drilled - Permit Expired | | |
| Spud date: Agent: | Signature of Operator or Agent: | | |
| | Date: | | |
| Mail to: KCC - Conservation Division, 130 S | Market - Room 2078 Wichite Kanese 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 - 037-21934-0000 | Location of Well: County: Crawford | |
|--|--|--|
| Operator: N & W Enterprises, Inc. | | |
| Lease: John L Oplotnik | 24/5 feet from N / V S Line of Section 2145 feet from V E / W Line of Section | |
| Well Number: 7 Field: Walnut SE | Sec. 29 Twp. 28 S. R. 22 | |
| Number of Acres attributable to well: 2.5 | Is Section: Regular or Irregular | |
| QTR / QTR / QTR of acreage: <u>NW - NW - S.E</u> | 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.)

2145

| <u></u> | | _ | | |
|------------|--------------------|---|--|--|
| EXAMPLE | | | | |
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| | · 3390' · | | | |
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| | | | | |
| | | | | |
| SEWARD CO. | | | | |

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

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).

JUL 3 8 2007

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: N & W Enterpris | es, Inc | License Number: 6766 | | | | |
|--|---------------------------------------|---|---|--|--|--|
| Operator Address: 1111 S Margi | | 66701 | | | | |
| Contact Person: Tom Norris | | Phone Number: (620) 223 - 6559 | | | | |
| Lease Name & Well No.: John L Op | lotnik #7 | Pit Location (QQQQ): | | | | |
| Type of Pit: | Pit is: | | NW. NW. SE | | | |
| Emergency Pit Bum Pit | Proposed Existing | | Sec. 29 Twp. 28 R. 22 | | | |
| Settling Pit Drilling Pit | If Existing, date constructed: | | 2475 Feet from North / V South Line of Section | | | |
| Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled) | Pit capacity: 80 (bbls) | | 2145 Feet from 🗹 East / 🗌 West Line of Section | | | |
| (II VVF Supply AFT No. or teal Dillied) | | | <u>Crawford</u> County | | | |
| Is the pit located in a Sensitive Ground Water Area? Yes Yo | | | Chloride concentration: mg/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 🗸 | No | Mud | | | |
| Pit dimensions (all but working pits): | Length (fe | eet)5' | Width (feet) N/A: Steel Pits | | | |
| Depth fro | om ground level to de | eepest point: 4' | (feet) | | | |
| If the pit is lined give a brief description of the material, thickness and installation procedure | | | edures for periodic maintenance and determining noluding any special monitoring. | | | |
| material, manifest and materialist procedure | • | mier magnty, n | notating any special monitoring. | | | |
| | | | | | | |
| | | | | | | |
| Distance to nearest water well within one-mile | of pit | Depth to shallo Source of infor | west fresh water NA 25 feet. | | | |
| 4139 feet Depth of water well | <u>45</u> feet | | rredwell ownerelectric logS KDWR | | | |
| Emergency, Settling and Burn Pits ONLY: | | Drilling, Work | over and Haul-Off Pits ONLY: | | | |
| Producing Formation: | | Type of material utilized in drilling/workover: wATER | | | | |
| Number of producing wells on lease: | · · · · · · · · · · · · · · · · · · · | Number of working pits to be utilized: 2 | | | | |
| Barrels of fluid produced daily: | | Abandonment | procedure: Fill with earth | | | |
| Does the slope from the tank battery allow all flow into the pit? Yes No | spilled fluids to | Drill pits must b | pe closed within 365 days of spud date. | | | |
| I hereby certify that the above state | ments are true and o | correct to the best | of my knowledge and belief. | | | |
| | | | | | | |
| 07/24/2007 Date | | gnature of Applicant or Agent | | | | |
| KCC OFFICE USE ONLY | | | | | | |
| | | | | | | |
| Date Received: 7/30/c7 Permit Number: Permit Date: 7/30/c7 Lease Inspection: Yes X No | | | | | | |

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