For KCC Use: KANSAS CORPORATION COMMISSION Form C-1 7007 November 2005 Form must be Typed Effective Date: JUL 10 OIL & GAS CONSERVATION DIVISION Form must be Signed NOTICE OF INTENT TO DRILL All blanks must be Filled Must be approved by KCC five (5) days prior to commencing well 07/08/2007 Expected Spud Date: Spot Description: month day vear SE Sec. 13 Twp._33 S. R. 11 33235 (0/0/0/0) 340 N / X S Line of Section E / X W Line of Section _ feet from [OPERATOR: License# Name: Chieftain Oil Co., Inc. 1,015 feet from Address 1: P.O. Box 124 Is SECTION: Regular Irregular? Address 2: (Note: Locate well on the Section Plat on reverse side) City: Kiowa State: KS Zip: 67070 County:_Barber Contact Person: Ron Molz Lease Name: Circle C Phone: __620-825-4030 Field Name: TRAFFAS *3378*9 CONTRACTOR: License#_ Is this a Prorated / Spaced Field? Yes X No 0 & B Orilling Name: Terra Drilling, LLC Target Formation(s): Mississippi/Simpson Well Class: Nearest Lease or unit boundary line (in footage): 340 Well Drilled For: Type Equipment: Ground Surface Elevation: __1492 feet MSL Xloii Mud Rotary Enh Rec Infield Water well within one-quarter mile: X Gas Yes Pool Ext. Storage Air Rotary Public water supply well within one mile: Disposal Wildcat Cable Depth to bottom of fresh water: 80 Seismic # of Holes Other Depth to bottom of usable water: 180 Other: Surface Pipe by Alternate: | X | I | If OWWO: old well information as follows: Length of Surface Pipe Planned to be set: 300 Length of Conductor Pipe (if any): _ Operator: Projected Total Depth: 5200 Well Name: Formation at Total Depth: Arbuckle Original Completion Date: ___ Original Total Depth: _ Water Source for Drilling Operations: CONJUMENTON DIVISION Directional, Deviated or Horizontal wellbore? Well X Farm Pond Other: If Yes, true vertical depth: _ Bottom Hole Location: (Note: Apply for Permit with DWR) KCC DKT #: Will Cores be taken? Yes X No ontractor Drilling 33843 If Yes, proposed zone: _ RECEIVED Was: Terra Bruling LLC # 33787

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. seffUL 0 6 2007 KANSAS CORPORATION COMMISSION It is agreed that the following minimum requirements will be met: 1. Notify the appropriate district office prior to spudding of well; CONSERVATION DIVISION 2. A copy of the approved notice of intent to drill shall be posted on each drilling rig: WICHITA, KS 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. 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; 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 It 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. Signature of Operator or Agent: $\overline{\omega}$ File Drill Pit Application (form CDP-1) with Intent to Drill; API # 15 - 007 23173 - 0000 File Completion Form ACO-1 within 120 days of spud date: File acreage attribution plat according to field proration orders; Conductor pipe required Notify appropriate district office 48 hours prior to workover or re-entry; Submit plugging report (CP-4) after plugging is completed (within 60 days); $\stackrel{ extstyle e$ Approved by: _ S Obtain written approval before disposing or injecting salt water. If this permit has expired (See: authorized expiration date) please This authorization expires: 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:

Soud date:

_ Agent: .

Signature of Operator or Agent: