For KCC Use: 8-25-07 Effective Date: 3

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 September 6, 2007 month day year | Spot yE Sw NW NW Sec. 12 Twp. 27 S. R. 14 West |
|--|--|
| OPERATOR: License# 33739 | 960 feet from N / S Line of Section 790 feet from E / W Line of Section |
| Name: SEK Energy, LLC Address: P.O. Box 55 | Is SECTION ✓ RegularIrregular? |
| Address: Benedict, KS 66714 | (Note: Locate well on the Section Plat on reverse side) |
| City/State/Zip: Contact Person: George Slaughter | County: Wilson |
| Phone: (620) 698-2150 | Lease Name: Henley, Brooksie |
| | Field Name: Cherokee Basin CBM |
| CONTRACTOR: License# Will be licensed by KCC VINDER Will advise on ACO-1 | Is this a Prorated / Spaced Field? Target Formation(s): Mississippi |
| Mall Class Type Equipment | Nearest Lease or unit boundary: 360 |
| Well Drilled For: Well Class: Type Equipment: | Ground Surface Elevation: 952' feet MSL |
| Oil Enh Rec Infield Mud Rotary | Water well within one-quarter mile: |
| ✓ Gas Storage Pool Ext. ✓ Air Rotary | Public water supply well within one mile: |
| OWWO Disposal Wildcat Cable | Depth to bottom of fresh water: 100 |
| Seismic; # of Holes Other | Depth to bottom of usable water: 225 200 |
| Other | Surface Pine by Alternate: 1 / 2 |
| If OWWO; old well information as follows: | Length of Surface Pipe Planned to be set: 40' |
| Operator: | Length of Conductor Pipe required: None |
| Well Name: | Projected Total Depth: 1450' |
| Original Completion Date:Original Total Depth: | Formation at Total Depth: Mississpi |
| | Water Source for Drilling Operations: |
| Directional, Deviated or Horizontal wellbore? Yes ✓ No | Well Farm Pond Other Air |
| If Yes, true vertical depth: | DWR Permit #: |
| Bottom Hole Location: | (Note: Apply for Permit with DWR []) |
| KCC DKT #: | Will Cores be taken? RECEIVED Yes ✓ No |
| | If Yes, proposed zone: KANSAS CORPORATION COMMISSION |
| AFFI | DAVIT |
| The undersigned hereby affirms that the drilling, completion and eventual pl | ugging of this well will comply with K.S.A. 55 et. seAUG 1 7 2007 |
| It is agreed that the following minimum requirements will be met: | |
| Notify the appropriate district office <i>prior</i> to spudding of well; | CONSERVATION DIVISION WICHITA, KS |
| A copy of the approved notice of intent to drill shall be posted on each of the minimum amount of surface pipe as specified below shall be set through all unconsolidated materials plus a minimum of 20 feet into the set of the well is dry hole, an agreement between the operator and the description. The appropriate district office will be notified before well is either plug of an ALTERNATE II COMPLETION, production pipe shall be cement or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall in the surface of the spud date or the well shall in the surface of the spud date or the well shall in the surface of the spud date or the set of the spud date. | ch drilling rig; It by circulating cement to the top; in all cases surface pipe shall be set the underlying formation. It istrict office on plug length and placement is necessary prior to plugging ; It is ignored or production casing is cemented in; It is defined below any usable water to surface within 120 days of spud date. If it is a rea, alternate it cementing to 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 | f my knowledge and belief. |
| Date: 8-/4-27 Signature of Operator or Agent: Wi | e Shiffen Title: GFOLOGIST |
| | Remember to: |
| For KCC Use ONLY API # 15 - 205-27278-0000 Conductor pipe required None feet Minimum surface pipe required 40 feet per Alt. (2) Approved by: full 8-20-07 | 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. |
| 1 2-20-0P | - If this permit has expired (See: authorized expiration date) please |
| (This authorization expires: (This authorization void if drilling not started within 6 months of approval date.) | check the box below and return to the address below. |
| And the second s | Well Not Drilled - Permit Expired |
| Spud date:Agent: | Date: |
| Mail to: KCC - Conservation Division, 130 | S. Market - Room 2078, Wichita, Kansas 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

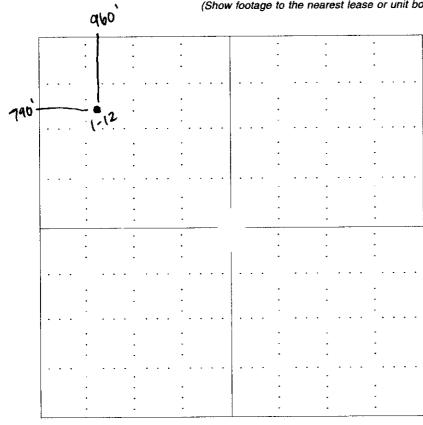
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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.

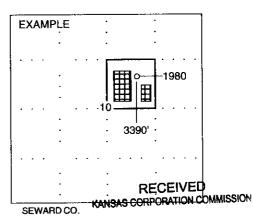
| API No. 15 - 205-27278-000 | Location of Well: County: Wilson |
|---------------------------------------|--|
| Operator: SEK Energy, LLC | 960 feet from N / S Line of Section 790 feet from E / W Line of Section |
| Lease: Henley, Brooksie | |
| Well Number: 1-12 | Sec. 12 Twp. 27 S. R. 14 ✓ East Wes |
| Field: Cherokee Basin CBM | |
| Number of Acres attributable to well: | Is Section: ✓ Regular or Irregular |
| QTR / QTR of acreage: | 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.)





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

AUG 1 7 2007

CONSERVATION DIVISION WIGHITALKS

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.
- 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: SEK Energy, LLC | | License Number: 33739 | | |
|---|---|---|---|--|
| Operator Address: P.O. Box 55 | | | | |
| Contact Person: George Slaughter | | Phone Number: (620) 698 - 2150 | | |
| Lease Name & Well No.: Henley, Brooksie #1-12 | | Pit Location (QQQQ): | | |
| Type of Pit: ☐ Emergency Pit ☐ Burn Pit ☐ Settling Pit ☐ Workover Pit ☐ Haul-Off Pit | Pit is: Proposed Existing If Existing, date constructed: Pit capacity: (bbls) | | Sec. 12 Twp. 27 R. 14 Fast West 960 Feet from North / South Line of Section 790 Feet from East / West Line of Section | |
| (If WP Supply API No. or Year Drilled) | | | Wilson County | |
| Is the pit located in a Sensitive Ground Water Area? Yes Volume Yes Is the bottom below ground level? Artificial Liner? | | Chloride concentration: mg/l (For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used? | | |
| ✓ Yes No | ☐ Yes 🗸 | No | | |
| Depth from ground level to deepest point: 6 If the pit is lined give a brief description of the liner Describe procedu | | Width (feet) (feet) edures for periodic maintenance and determining ncluding any special monitoring. | | |
| Source of infe | | owest fresh water ?feet. rmation: | | |
| IGGL Depth of Water Well | | Drilling, Work | rilling, Workover and Haul-Off Pits ONLY: | |
| Producing Formation: Type o | | Type of materi | Type of material utilized in drilling/workover: Air | |
| Number of producing wells on lease: Barrels of fluid produced daily: Abandonment | | rking pits to be utilized: Allow pit to air dry, then backfill with original dirt procedure: | | |
| 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 COMMISSION | | | | |
| 8-14-07 Date | | glie : | Signature of Applicant or Agent Publisher Various Division | |
| KCC OFFICE USE ONLY | | | | |
| Date Received: 8/17/07 Permit Nur | mber: | Perm | nit Date: 8/20/07 Lease Inspection: Yes 1/1 No | |