

For KCC Use: 8-25-07  
 Effective Date: \_\_\_\_\_  
 District # 3  
 SGA?  Yes  No

KANSAS CORPORATION COMMISSION 1011403  
 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 (5) days prior to commencing well

**CORRECTED**  
*x correction*

Expected Spud Date: 08/22/2007  
 month day year

OPERATOR: License# 5150  
 Name: Colt Energy Inc  
 Address 1: PO BOX 388  
 Address 2: \_\_\_\_\_  
 City: IOLA State: KS Zip: 66749 + 0388  
 Contact Person: DENNIS KERSHNER  
 Phone: 620-365-3111

CONTRACTOR: License# 5989  
 Name: Finney, Kurt

Well Drilled For:  Oil  Gas  Seismic; # of Holes \_\_\_\_\_  
 Enh Rec  Storage  Disposal  Other: \_\_\_\_\_  
 Infield  Pool Ext.  Wildcat  Other: \_\_\_\_\_  
 Type Equipment:  Mud Rotary  Air Rotary  Cable

If OWWO: old well information as follows:  
 Operator: \_\_\_\_\_  
 Well Name: \_\_\_\_\_  
 Original Completion Date: \_\_\_\_\_ Original Total Depth: \_\_\_\_\_

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

*\* WAS: PTO: 1100' Fme TO: Upper Cherokee  
 IS: PTO: 1500, Fme TO: Mississippi*

Spot Description: \_\_\_\_\_  
 NE - NW - SW - NW Sec. 1 Twp. 23 S. R. 16  E  W  
 (or) 1,580 feet from  N /  S Line of Section  
620 feet from  E /  W Line of Section

Is SECTION:  Regular  Irregular?

(Note: Locate well on the Section Plat on reverse side)

County: Coffey

Lease Name: BEARD Well #: 1-24

Field Name: NEOSHO FALLS-LEROY

Is this a Prorated / Spaced Field?  Yes  No

Target Formation(s): LOWER SQUIRREL

Nearest Lease or unit boundary line (in footage): 620 feet MSL

Ground Surface Elevation: 1011

Water well within one-quarter mile:  Yes  No

Public water supply well within one mile:  Yes  No

Depth to bottom of fresh water: 40

Depth to bottom of usable water: 20

Surface Pipe by Alternate:  I  II

Length of Surface Pipe Planned to be set: 40

Length of Conductor Pipe (if any): \_\_\_\_\_

Projected Total Depth: ~~1100~~ X 1500

Formation at Total Depth: UPPER CHEROKEE X Mississippi

Water Source for Drilling Operations:  Well  Farm Pond  Other: \_\_\_\_\_

DWR Permit #: \_\_\_\_\_

(Note: Apply for Permit with DWR )

Will Cores be taken?  Yes  No

If Yes, proposed zone: LOWER SQUIRREL

**AFFIDAVIT**

RECEIVED  
 KANSAS CORPORATION COMMISSION

AUG 20 2007

CONSERVATION DIVISION  
 WICHITA, KS

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: 8-16-07 Signature of Operator or Agent: Shirley Stotler Title: Production Clerk

For KCC Use ONLY  
 API # 15 - 031-22323-0000  
 Conductor pipe required 0 feet  
 Minimum surface pipe required 40 feet per ALT.  I  II  
 Approved by: Kurt 8-20-07 / Paul 8-24-08  
 This authorization expires: 2-20-08  
 (This authorization void if drilling not started within 6 months of approval date.)  
 Spud date: \_\_\_\_\_ Agent: \_\_\_\_\_

**Remember to:**

- 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 (within 60 days);
- 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 Date: \_\_\_\_\_  
 Signature of Operator or Agent: \_\_\_\_\_

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

AUG 24 2007

CONSERVATION DIVISION