Permit Extension
Request Received 8-30-07

1008246

For KCC Use:
Effective Date: 3-17-07
District # 1
SGA? [ ] Yes [X] No

KANSAS CORPORATION COMMISSION
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

Expected Spud Date: 04/11/2007 (month day year)

OPERATOR: License# 32309
Name: Presco Western LLC
Address 1: 5665 Flatiron Parkway
Address 2:
City: Boulder State: CO Zip: 80301 + _ _ _ _
Contact Person: Leonard Witkowski
Phone: 303-444-8881

CONTRACTOR: License# 33784
Name: Trinidad Drilling Limited Partnership

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

[X] Other: Producing Well for SW Lemon Victory Waterflood

[ ] If OWWO: old well information as follows:

Operator:
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 #:

PRORATED & SPACED: HUGOTON & PANOMA

Spot Description:
SE - SE - NW - NW (a/a/a/a) Sec. 30 Twp. 30 S. R. 33 [ ] E [X] W
1,113 feet from [X] N / [ ] S Line of Section
1,007 feet from [ ] E / [X] W Line of Section
Is SECTION: [X] Regular [ ] Irregular?

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

County: Haskell
Lease Name: SWLVLU Well #: P15
Field Name: VICTORY
Is this a Prorated / Spaced Field? [ ] Yes [X] No
Target Formation(s): Lansing A
Nearest Lease or unit boundary line (in footage): 1007
Ground Surface Elevation: 2952 feet MSL
Water well within one-quarter mile: [X] Yes [ ] No
Public water supply well within one mile: [ ] Yes [X] No
Depth to bottom of fresh water: 560
Depth to bottom of usable water: 640
Surface Pipe by Alternate: [X] I [ ] II
Length of Surface Pipe Planned to be set: 1700
Length of Conductor Pipe (if any): 0
Projected Total Depth: 4400
Formation at Total Depth: Lansing
Water Source for Drilling Operations:
[ ] Well [ ] Farm Pond [X] Other: Piped in from farmer
DWR Permit #:
(Note: Apply for Permit with DWR [ ])
Will Cores be taken? [ ] Yes [X] No
If Yes, proposed zone:

AFFIDAVIT

RECEIVED
KANSAS CORPORATION COMMISSION
MAR 12 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: 3/8/07 Signature of Operator or Agent: [signature] Title: Reg. Specialist

For KCC Use ONLY
API # 15 - 081-21735-0000
Conductor pipe required 0 feet
Minimum surface pipe required 660 feet per ALT. [X] I [ ] II
Approved by: Rest 3-12-07 / Rest 8-30-07
This authorization expires: ~~9-12-07~~ 3-12-08
(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:

30 30 33 [ ] E [X] W

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