

For KCC Use:  
Effective Date: 10-2-07  
District # \_\_\_\_\_  
SGA?  Yes  No

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

SEP 27 2007

Form C-1  
December 2002

NOTICE OF INTENT TO DRILL

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 10 5<sup>th</sup> 12 2007  
month day year

Spot SE NE SW  East  
SE NW  West  
NW Sec. 1 Twp. 33 S. R. 30  
1580 feet from  N /  S Line of Section  
1100 feet from  E /  W Line of Section

OPERATOR: License# 32198  
Name: Petrosantander (USA) Inc  
Address: 6363 Woodway, suite 350  
City/State/Zip: Houston, Texas 77057  
Contact Person: Liliana Hernandez  
Phone: 713-784-8700

Is SECTION  Regular  Irregular?  
(Note: Locate well on the Section Plat on reverse side)

CONTRACTOR: License# 5282 33784  
Name: Cheyenne Drilling Trinidad Drilling Limited Partnership

County: MEADE  
Lease Name: EDNA COLLINGWOOD Well #: 8  
Field Name: STEVENS

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

Is this a Prorated / Spaced Field?  Yes  No  
Target Formation(s): MORROW  
Nearest Lease or unit boundary: 1100

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

Ground Surface Elevation: 2719 feet MSL  
Water well within one-quarter mile:  Yes  No  
Public water supply well within one mile:  Yes  No

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

Depth to bottom of fresh water: ~540'  
Depth to bottom of usable water: ~5450'

Surface Pipe by Alternate:  1  2  
Length of Surface Pipe Planned to be set: ~1500  
Length of Conductor Pipe required: (none)

Projected Total Depth: 5900  
Formation at Total Depth: Mississippian

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: \_\_\_\_\_

AFFIDAVIT

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: 09/26/07 Signature of Operator or Agent: Liliana Hernandez Title: Senior Engineer

For KCC Use ONLY  
API # 15 - 119-2186-0000  
Conductor pipe required None feet  
Minimum surface pipe required 600 feet per Alt. 1  
Approved by: RWH 9-27-07  
This authorization expires: 3-27-08  
(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;
- 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  
Signature of Operator or Agent: \_\_\_\_\_  
Date: \_\_\_\_\_

33  
2007

SEP 27 2007

**IN ALL CASES PLOT THE INTENDED WELL IN A PRORATED OR SPACED FIELD**

**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- 119-21186-0000  
 Operator: PetroSantander (USA) Inc  
 Lease: Edna Collingwood  
 Well Number: 8  
 Field: Stevens

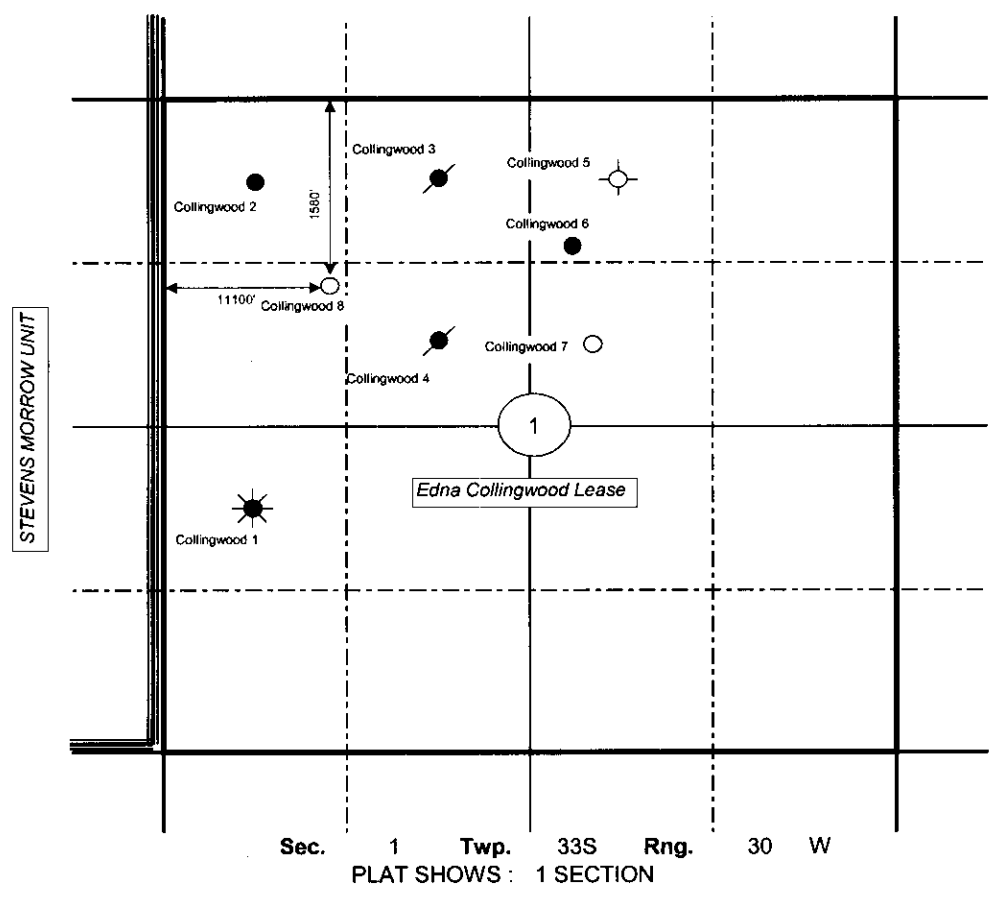
Location of Well: 1580 feet from N S (circle one) Line of Section  
 1850 feet from W E (circle one) Line of Section  
 Sec. 1 Twp. 33S R. 30  East  West  
 IS SECTION X REGULAR or \_\_\_\_\_ IRREGULAR

NUMBER OF ACRES ATTRIBUTABLE TO WELL \_\_\_\_\_  
 QTR/QTR/QTR OF ACREAGE NE SW  
NW SE-NW

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.)



**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 space field a certificate of acreage attribution plat must be attached: (CO-7 for oil wells; CG-8 for gas wells).

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION  
**APPLICATION FOR SURFACE PIT**

KANSAS CORPORATION COMMISSION

SEP 27 2007

Form CDP-1  
April 2004  
Form must be Typed

Submit in Duplicate

Operator Name: <b>PETROSANTANDER (USA) INC</b>		License Number: <b>32198</b>
Operator Address: <b>6363 WOODWAY suite 350, Houston, Texas 77057</b>		
Contact Person: <b>Liliana Hernandez</b>		Phone Number: ( <b>713</b> ) <b>784</b> - <b>8700</b>
Lease Name & Well No.: <b>Edna Collingwood #8</b>		Pit Location (QQQQ): <b>SE<sup>NE</sup> NW<sup>SW</sup> NW</b>
Type of Pit: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit <input type="checkbox"/> Settling Pit <input checked="" type="checkbox"/> Drilling Pit <input type="checkbox"/> Workover Pit <input type="checkbox"/> Haul-Off Pit <small>(If WP Supply API No. or Year Drilled)</small>	Pit is: <input checked="" type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: _____ Pit capacity: <b>10,000</b> (bbls)	Sec. <b>1</b> Twp. <b>33S</b> R. <b>30</b> <input type="checkbox"/> East <input checked="" type="checkbox"/> West <b>1580</b> Feet from <input checked="" type="checkbox"/> North / <input type="checkbox"/> South Line of Section <b>1100</b> Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section _____ County
Is the pit located in a Sensitive Ground Water Area? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		Chloride concentration: _____ mg/l <small>(For Emergency Pits and Settling Pits only)</small>
Is the bottom below ground level? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Artificial Liner? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	How is the pit lined if a plastic liner is not used? <b>Natural clay and drilling mud</b>
Pit dimensions (all but working pits): <b>125</b> Length (feet) <b>125</b> Width (feet) <b>3</b> N/A: Steel Pits Depth from ground level to deepest point: <b>4</b> (feet)		
If the pit is lined give a brief description of the liner material, thickness and installation procedure.		Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.
Distance to nearest water well within one-mile of pit <b>4267</b> feet    Depth of water well <b>320</b> feet		Depth to shallowest fresh water <b>148</b> feet. Source of information: _____ measured _____ well owner _____ electric log <input checked="" type="checkbox"/> KDWR
<b>Emergency, Settling and Burn Pits ONLY:</b> Producing Formation: _____ Number of producing wells on lease: _____ Barrels of fluid produced daily: _____ Does the slope from the tank battery allow all spilled fluids to flow into the pit? <input type="checkbox"/> Yes <input type="checkbox"/> No		<b>Drilling, Workover and Haul-Off Pits ONLY:</b> Type of material utilized in drilling/workover: <b>drilling mud</b> Number of working pits to be utilized: <b>3-steel</b> Abandonment procedure: <b>backfill and level when sufficiently dry</b> _____ 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.		
<b>09/26/07</b> Date		<b>Liliana Hernandez</b> Signature of Applicant or Agent

15-119-21016-0000

**KCC OFFICE USE ONLY**

Date Received: **9/27/07** Permit Number: \_\_\_\_\_ Permit Date: **9/27/07** Lease Inspection:  Yes  No

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