



For KCC Use: 10-3-07
 Effective Date: 10-3-07
 District # 1
 SGA? Yes No

KANSAS CORPORATION COMMISSION 1012520
 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: 10/15/2007
 month day year

OPERATOR: License# 32309
 Name: Presco Western LLC
 Address 1: 5665 FLATIRON PKWY
 Address 2: _____
 City: BOULDER State: CO Zip: 80301 + 2878
 Contact Person: Randy M. Verret
 Phone: 303-305-1163

CONTRACTOR: License# 33793
 Name: H2 Drilling LLC

Well Drilled For: Oil Gas Seismic; # of Holes _____
 Enh Rec Storage Disposal Other: _____
 Well Class: 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 #: _____

PRORATED & SPACED: HUGOTON

Spot Description: _____
 SW - NW - SE Sec. 22 Twp. 31 S. R. 33 E W
 (10/100) 2,135 feet from N / S Line of Section
2,565 feet from E / W Line of Section

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

County: Seward
 Lease Name: Hatfield, et al Unit Well #: 5-J22-31-33
 Field Name: Wildcat

Is this a Prorated / Spaced Field? Yes No
 Target Formation(s): Chester/ Morrow

Nearest Lease or unit boundary line (in footage): 522
 Ground Surface Elevation: 2880 feet MSL

Water well within one-quarter mile: Yes No
 Public water supply well within one mile: Yes No

Depth to bottom of fresh water: 520
 Depth to bottom of usable water: 600

Surface Pipe by Alternate: I II
 Length of Surface Pipe Planned to be set: 1700

Length of Conductor Pipe (if any): 0
 Projected Total Depth: 6000

Formation at Total Depth: Morrow
 Water Source for Drilling Operations:
 Well Farm Pond Other: Piped in from Farmer

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: 9/27/07 Signature of Operator or Agent: [Signature] Title: Mgr - Business & Regulatory Affairs

For KCC Use ONLY
 API # 15 - 175-22112-0000
 Conductor pipe required 0 feet
 Minimum surface pipe required 620 feet per ALT. I II
 Approved by: [Signature]
 This authorization expires: 3-28-08
 (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.

Well Not Drilled - Permit Expired Date: _____
 Signature of Operator or Agent: _____

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 SEP 28 2007
 CONSERVATION DIVISION
 WICHITA, KS



1012520

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 - 175-22112-0000
Operator: Presco Western LLC
Lease: Hatfield, et al Unit
Well Number: 5-J22-31-33
Field: Wildcat

Location of Well: County: Seward
2,135 feet from N / S Line of Section
2,565 feet from E / W Line of Section
Sec. 22 Twp. 31 S. R. 33 E W

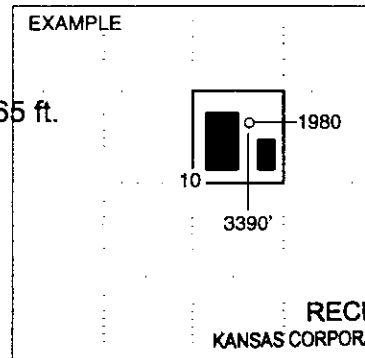
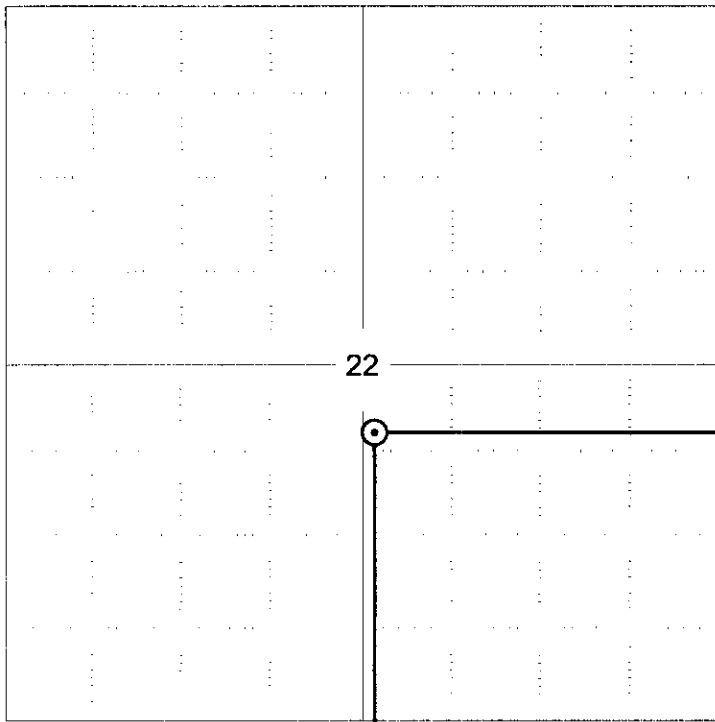
Number of Acres attributable to well: _____
QTR/QTR/QTR/QTR of acreage: SW - NW - NW - SE

Is Section: Regular or Irregular

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.)*



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SEWARD CO.

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WICHITA, KS

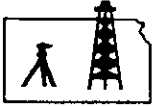
NOTE: In all cases locate the spot of the proposed drilling location.

2135 ft.

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 south / north and east / west outside section lines.
3. The distance to the nearest lease or unit boundary line (in footage).
4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (CO-7 for oil wells; CG-8 for gas wells).

15-175-22112-0000



ROBINSON SERVICES
Oil Field & Construction Staking
P.O. Box 2324
Garden City, Kansas 67846
Office/Fax: (620) 276-6159
Cell: (620) 272-1499



v092607-e
PLAT NO.

7067
INVOICE NO.

Presco Western, LLC
OPERATOR

Hatfield #5-J22-31-33

Seward County, KS
COUNTY

22 31s 33w
Sec. Twp. Rng.

(restake)

LEASE NAME

2135' FSL - 2565' FEL

LOCATION SPOT

SCALE: 1" = 1000'
DATE: Sept. 26th, 2007
MEASURED BY: Kent C.
DRAWN BY: Gabe O.
AUTHORIZED BY: Randy V.

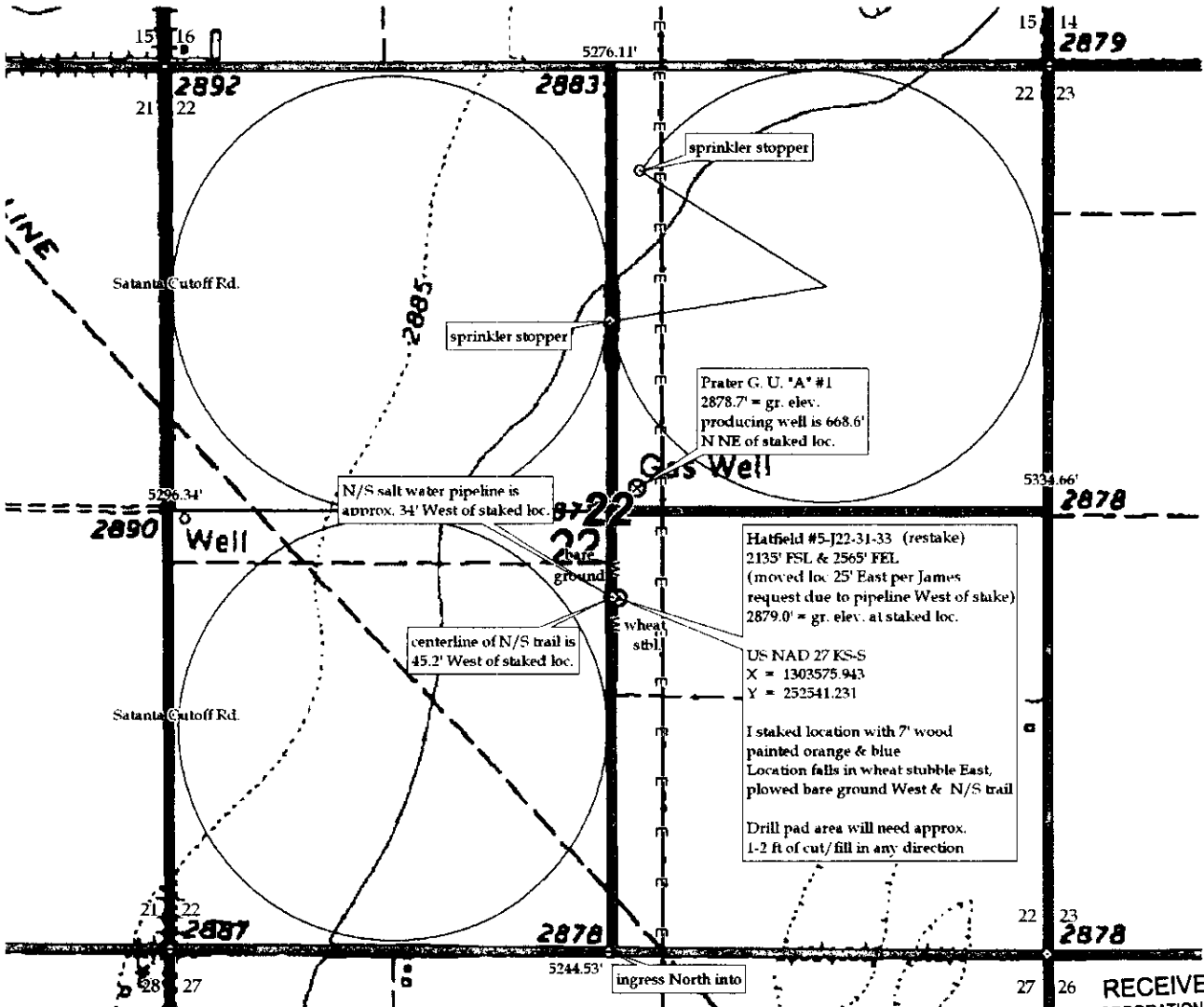


GR. ELEVATION: 2879.0'

Directions: From the West side of Sublette, Ks at the intersection of Hwy 56 & Hwy 83 - Now go 10 miles South on Hwy 83 - Now go 1 mile West to the SE corner of section 22-31s-33w - Now go 0.5 mile on West - Now go 0.4 mile North on trail - Now go 45° East through wheat stubble into staked location.

Final ingress must be verified with land owner or Presco Western LLC

*This drawing does not constitute a monumented survey or a land survey plat
This drawing is for construction purposes only*



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CONSERVATION DIVISION



KANSAS CORPORATION COMMISSION 1012520
 OIL & GAS CONSERVATION DIVISION
APPLICATION FOR SURFACE PIT

Form CDP-1
 April 2004
 Form must be Typed

Submit in Duplicate

Operator Name: Presco Western LLC		License Number: 32309	
Operator Address: 5665 FLATIRON PKWY		BOULDER CO 80301	
Contact Person: Randy M. Verret		Phone Number: 303-305-1163	
Lease Name & Well No.: Hatfield, et al Unit 5-J22-31-33		Pit Location (QQQQ): SW . NW . NW . SE Sec. 22 Twp. 31 R. 33 <input type="checkbox"/> East <input checked="" type="checkbox"/> West 2,135 Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section 2,565 Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section Seward County	
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: 5,000 (bbls)		
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? Natural Mud	
Pit dimensions (all but working pits): 125 Length (feet) 125 Width (feet) <input type="checkbox"/> N/A: Steel Pits Depth from ground level to deepest point: 5 (feet) <input type="checkbox"/> No Pit			
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 1612 feet Depth of water well 330 feet		Depth to shallowest fresh water 230 feet. Source of information: <input type="checkbox"/> measured <input type="checkbox"/> well owner <input type="checkbox"/> electric log <input checked="" type="checkbox"/> KDWR	
Emergency, Settling and Burn Pits ONLY: 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		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: Native Mud Number of working pits to be utilized: 1 Abandonment procedure: Air Evaporation & Backfill 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 SEP 28 2007 CONSERVATION DIVISION WICHITA, KS	
9/27/07 Date		Signature of Applicant or Agent	
KCC OFFICE USE ONLY			
Steel Pit <input type="checkbox"/> RFAC <input type="checkbox"/> RFAS <input type="checkbox"/>			
Date Received: 9/28/07		Permit Number: _____ Permit Date: 9/28/07 Lease Inspection: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	

15-175-22112-0000