| For KCC Use: | 10.20-07 |
|-----------------|----------|
| Effective Date: | 10.00 P |
| District # | |
| SGA2 Yes X No | 1 |

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 Ali blanks must be Filled

| OPERATOR: License# 32834 OPERATOR: License# 32834 Name: JTC Oil, Inc. Address: P.O. Box 910 City/State/Zip: Louisburg, KS. 66053 | SW SE SW Sec. 29 Twp. 15 S. R. 21 Wes 500 feet from N / S Line of Section 3515 feet from JE / W Line of Section |
|---|---|
| Name: JTC Oil, Inc. Address: P.O. Box 910 City/State/Zin: Louisburg, KS. 66053 | 3515 feet from VE / W Line of Section |
| Name: JTC Oil, Inc. Address: P.O. Box 910 City/State/Zin: Louisburg, KS. 66053 | Teet from V L / W Line of Section |
| Address: P.O. Box 910 | In OPOTION Desiries Investigation |
| http://State/Zin. Louisburg, KS. 66053 | Is SECTION Regular Irregular? |
| | (Note: Locate well on the Section Plat on reverse side) |
| Contact Person; I om Cain | County: Franklin |
| Phone: 913-208-7914 | Lease Name: Moldenhauer Weil #: W-48 |
| | Field Name: Paola-Rantoul |
| CONTRACTOR: License# 33715 | Is this a Prorated / Spaced Field? |
| Name: Town Oilfield Service, Inc. | Target Formation(s): Squirrel |
| Well Drilled For: Well Class: Type Equipment: | Nearest Lease or unit boundary: 330' |
| Oil ✓ Enh Rec ✓ Infield Mud Rotary | Ground Surface Elevation:feet MS |
| Gas Storage Pool Ext. Air Rotary | Water well within one-quarter mile: Yes ✓ N |
| OWO Disposal Wildcat Cable | Public water supply well within one mile: |
| Seismic; # of Holes Other | Depth to bottom of fresh water: |
| Other | Depth to bottom of usable water: |
| handered. | Surface Pipe by Alternate: 1 2 |
| f OWWO: old well information as follows: | Length of Surface Pipe Planned to be set: 20' |
| Operator: | Length of Conductor Pipe required: None |
| Well Name: | Projected Total Depth: 800' Squirrel |
| Original Completion Date:Original Total Depth: | Community of Court Dopus |
| Directional, Deviated or Horizontal wellbore? Yes ✓ No | Water Source for Drilling Operations: Well Farm Pond Other X |
| f Yes, true vertical depth: | |
| Bottom Hole Location: | DWR Permit #: |
| | (Note: Apply for Permit with DWR) |
| | With Cores be taken? Yes ✓ No. If Yes, proposed zone: |
| AFFIDA | AVIT |
| The undersigned hereby affirms that the drilling, completion and eventual plugg | ging of this well will comply with K.S.A. 55 et. seq. |
| It is agreed that the following minimum requirements will be met: | |
| Notify the appropriate district office <i>prior</i> to spudding of well; A copy of the approved notice of intent to drill <i>shall be</i> posted on each of the set of the | by circulating cement to the top; in all cases surface pipe shall be set underlying formation. rict office on plug length and placement is necessary prior to plugging ; and or production casing is cemented in; from below any usable water to surface within 120 days of spud date. 33,891-C, which applies to the KCC District 3 area, alternate II cementing |
| hereby certify that the statements made herein are true and to the best of my Date: 10-10-07 Signature of Operator or Agent: 1000 | ny knowledge and belief. Druskell Title: Agent |
| | Remember to: |
| For KCC Hea ONLY | 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; |
| API # 15 - 059 - 25246-0000 Conductor pipe required NONE feet Minimum surface pipe required 20 feet per Alt. 1 (2) | 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. |
| Conductor pipe required NONE feet Minimum surface pipe required 20 feet per Alt. 1 (2) Approved by: WHT 10-15-07 This authorization expires: 4-15-08 | |
| Conductor pipe required NONE feet Minimum surface pipe required 20 feet per Alt. 1 (2) Approved by: WHM 10-15-07 | 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 |

OCT 1 2 2007

KANSAS CORPORATION COMMISSION

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 - 059-25246-0000 | Location of Well: County: Franklin |
|---|--|
| Operator: JTC Oil, Inc. | 500 feet from N / S Line of Section |
| Lease: Moldenhauer | 3515 feet from F E / W Line of Section |
| Well Number: W-48 Field: Paola-Rantoul | Sec. 29 Twp. 15 S. R. 21 ✓ East West |
| Number of Acres attributable to well: QTR / QTR / QTR of acreage: SW - SE - SW | 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.)

| | | | ·· · | |
|---|-------------|-------|------|---------|
| | | | | |
| • | • | | | EXAMPLE |
| · | • | · | | |
| : | • | | | |
| | · · · | ; | | 1980 |
| | | : | | |

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

500

In plotting the proposed location of the well, you must show:

- 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 spaced field a certificate of acreage attribution plat must be attached: (CRECIVEUS;

 CG-8 for gas wells).

 KANSAS CORPORATION COMMISSION

OCT 12 2007

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: JTC Oil, Inc. | | License Number: 32834 | | | |
|--|--------------------------------|---|--|--|--|
| Operator Address: P.O. Box 910 Louisburg, KS. 66053 | | | | | |
| Contact Person: Tom Cain | | Phone Number: (913) 208 - 7914 | | | |
| Lease Name & Well No.: Moldenhauer W-48 | | | Pit Location (QQQQ): | | |
| Type of Pit: | Pit is: | | SW SE SW | | |
| Emergency Pit Burn Pit | Proposed Existing | | Sec. 29 Twp. 15 R. 21 | | |
| Settling Pit | If Existing, date constructed: | | 500 Feet from North / 🗸 South Line of Section | | |
| Workover Pit Haul-Off Pit | Pit capacity: | | 3515 Feet from ✓ East / West Line of Section | | |
| (If WP Supply API No. or Year Drilled) | 100 | (bbls) | Franklin County | | |
| Is the pit located in a Sensitive Ground Water | Area? ☐ Yes 🗸 | } No | Chloride concentration: mg/l | | |
| | l disciplina | | (For Emergency Pits and Settling Pits only) | | |
| is the bottom below ground level? | Artificial Liner? ☐ Yes ✓ | No | How is the pit lined if a plastic liner is not used? | | |
| | L | | Pits not lined unless not holding fluid | | |
| Pit dimensions (all but working pits): | Ength (fe | et) 12 | Width (feet) N/A: Steel Pits | | |
| Depth fo | rom ground level to de | eepest point: 5 | (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. | | | | | |
| Source of inf | | Source of infor | | | |
| | feet | measu | redwell owner electric log C KDWR | | |
| Emergency, Settling and Burn Pits ONLY: | | | Drilling, Workover and Haul-Off Pits ONLY: | | |
| Producing Formation: Type of materi | | al utilized in drilling/workover: Fresh Water | | | |
| | | | king pits to be utilized: 2 | | |
| Barrels of fluid produced daily: | | Abandonment | procedure: Pits filled as soon as well is completed | | |
| 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. | | | | | |
| 10-10.07 Signature of Applicant or Agent | | | | | |
| KCC OFFICE USE ONLY | | | | | |
| Date Received: 10/12/07 Permit Number: Permit Date: 10/12/07 Lease Inspection: Yes 🗷 No | | | | | |

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

RECEIVED KANSAS CORPORATION COMMISSION

OCT 1 2 2007



Kathleen Sebelius, Governor Thomas E. Wright, Chairman Michael C. Moffet, Commissioner Joseph F. Harkins, Commissioner

NOTICE TO OPERATORS FILING INTENT TO DRILL FOR DISPOSAL OR ENHANCED RECOVERY INJECTION WELLS, (CLASS II INJECTION WELL)

The attached approved Notice of Intent to Drill indicates the proposed well is to be used for injection. An approved "Intent to Drill" does not approve injection authority as a Class II Injection Well in Kansas.

Before any well is used for injection purposes, the operator must file an application for injection authority in accordance with K.A.R. 82-3-401 and provide notice in accordance with K.A.R. 82-3-402. The Conservation Division must issue a written permit granting the application before commencement of injection.

The Conservation Division requirements and restrictions associated with Class II Injection are identified in **K.A.R. 82-3-400 et seq** of our regulations. Associated regulations governing drilling, completion and injection applications may be found in K.A.R. 82-3-135, Table I, Table II, in the Cedar Hills Sandstone Moratorium, (Docket #156,397-C), and the Eastern Kansas Surface Casing Order, (Docket #133,891-C).

If you have questions regarding the approval of injection authority, an injection application may be filed as a "Design Approval" before actual drilling and completion of the well occurs. If you have any questions or concerns regarding Class II injection wells or regulations, call the Underground Injection Control Department at 316-337-6200.

Failure to obtain commission approval before beginning injection is punishable by a penalty, shut-in of the well or both.