

For KCC Use:
Effective Date: 11-7-07
District #: 3
SGA? ☐ Yes ☒ No

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

NOTICE OF INTENT TO DRILL

Must be approved by KCC five (5) days prior to commencing well

Form C-1

December 2002

Form must be Typed

Form must be Signed

Form must be Filled

CORRECTED
11-15-07

Expected Spud Date _____
month day year

OPERATOR: License# 6142
Name: Town Oil Company, Inc.
Address: 16205 West 287th St.
City/State/Zip: Paola, Kansas 66071
Contact Person: Lester Town
Phone: 913-294-2125

CONTRACTOR: License# Company Tools 6142
Name: _____

Well Drilled For: ☒ Oil ☒ Enn Rec ☒ Infield ☐ Mud Rotary
☐ Gas ☐ Storage ☐ Pool Ext. ☒ Air Rotary
☐ OWWO ☐ Disposal ☐ Wildcat ☐ Cable
☐ Seismic; # of Holes ☐ Other _____

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: NW-NW-SW 41690' FEL
IS: NE-NW-SW 4590' FEL

Spot: NE
* NW - NW - SW Sec. 3 Twp. 16 S. R. 21 East
2275 feet from ☐ N / ☒ S Line of Section
* 4590 feet from ☒ E / ☐ W Line of Section
Is SECTION ☒ Regular ☐ Irregular?

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

County: FranklinLease Name: Coughenour Well #: 2W-07Field Name: Paola-RantoulIs this a Prorated / Spaced Field? ☐ Yes ☒ NoTarget Information(s): SquirrelNearest Lease or unit boundary: 365

Ground Surface Elevation: _____ feet MSL

Water well within one-quarter mile: ☐ Yes ☒ NoPublic water supply well within one mile: ☐ Yes ☒ NoDepth to bottom of fresh water: 100Depth to bottom of usable water: 200Surface Pipe by Alternate: ☐ 1 ☒ 2Length of Surface Pipe Planned to be set: 20Length of Conductor Pipe required: NoneProjected Total Depth: 700Formation at Total Depth: Squirrel

Water Source for Drilling Operations:

☐ Well ☐ Farm Pond Other ☒ X

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 cemented 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: 10-30-07 Signature of Operator or Agent: Roberta Town Title: Agent

For KCC Use ONLY

API # 13 - 059-25275-0000Conductor pipe required: None feet:Minimum surface pipe required: 20 feet per Alt. X(2)Approved by: Put 11-2-07 / Put 11-15-07This authorization expires: 11-2-08

(This authorization void if drilling not started within 12 months of effective date.)

Spud date: _____ Agent: _____

Remember to:

- File Drill Pit Application (form COP-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: _____

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

RECEIVED
KANSAS CORPORATION COMMISSION
WICHITA, KS