

For KCC Use:		
Effective Date:	11/26/2007	
District # 1		
SGA? Ye	s X No	

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1014322

Form C-1 October 2007 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: 11262007 month day year 32309 OPERATOR: License# Name: Presco Western LLC Address 1: 5665 FLATIRON PKWY	Spot Description: SW NE SW SW Sec. 24 Twp. 32 S. R. 40 DE XW (0:0:0:0:0) 840 feet from N / X S Line of Section 670 feet from E / X W Line of Section Is SECTION: Regular Irregular?
Address 2: City: BOULDER State: CO Zip: 80301 + 2878 Contact Person: Randy M. Verret Phone:	(Note: Locate well on the Section Plat on reverse side) County: Morton Lease Name: Degarmo Trust
KCC DKT #:	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.

Submitted Electronically

	Remember to:	2
For KCC Use ONLY API # 15 - 15-129-21826-00-00 Conductor pipe required 0 feet Minimum surface pipe required 600 feet per ALT. I III Approved by: Walter Moody 11/21/2007	 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. 	32 40
This authorization expires: 11/21/2008 (This authorization void if drilling not started within 12 months of approval date.) Spud date: Agent:	- If this permit has expired (See: authorized expiration date) please check the box below and return to the address below.	



IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

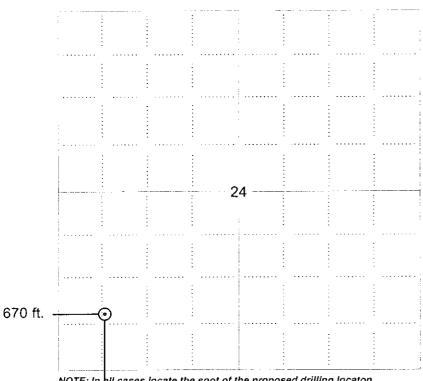
Plat of acreage attributable to a well in a prorated or spaced field

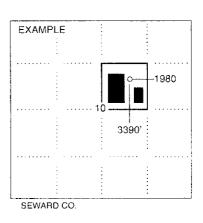
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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 - 15-129-21826-00-00					
Operator: Presco Western LLC	Location of Well: County: Morton				
Lease: Degarmo Trust	840 feet from N / X S Line of Section				
Well Number: #6-M24-32-40	670 feet from E / X W Line of Section Sec. 24 Twp. 32 S. R. 40 E X W				
Field; Kinsler	Sec. 24 Twp. 32 S. R. 40 E X W				
Number of Acres attributable to well: QTR/QTR/QTR/QTR of acreage: SW - NE - SW - 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.)





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

840 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: (C0-7 for oil wells: CG-8 for gas wells).

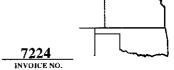


Presco Western LLC

ROBINSON SERVICES

Oil Field & Construction Staking

P.O. Box 2324



b111607-b

Garden City, Kansas 67846 Office/Fax: (620) 276-6159 Cell: (620) 272-1499

Degarmo Trust #6 -M24-32-40

This drawing does not constitute a monumented survey or a land survey plat

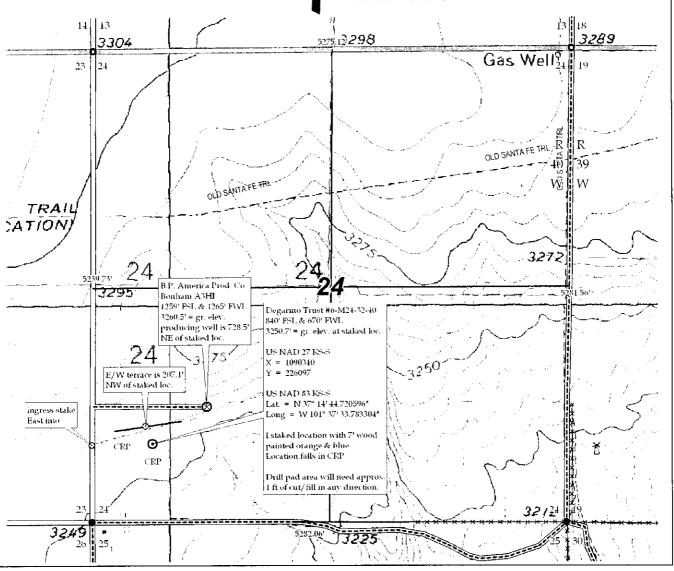
This drawing is for construction purposes only

Directions: From the South side of Richfield, Ks at the intersection of Hwy 51 & Hwy 27 North - Now go 7.5 mile East on Hwy 51 - Now go 1 mile on East to the NW corner of section 24-32s-40w - Now go 0.8 mile South to ingress stake East into - Now go 670' East through CRP into staked

stake East into - Now go location.

GR. ELEVATION: 3250.7'

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





KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1014322

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: Presco Western LLC		License Number: 32309					
Operator Address: 5665 FLATIRON PKWY			BOULDER	СО	80301		
Contact Person: Randy M. Verret		Phone Number: 303-3051163					
Lease Name & Well No.: Degarmo Tr	ust #6-	M24-32-40	Pit Location (QQQQ):				
Type of Pit:	Pit is: Proposed Existing		SW NE SW SW Sec. 24 Twp. 32 R. 40 East West				
Emergency Pit Burn Pit							
Settling Pit	If Existing, date co	onstructed:	840 Fe	et from North /	South Line	of Section	
Workover Pit Haul-Off Pit	Pit capacity:		670 Fe	eet from East / X	West Line	of Section	
(If WP Supply API No. or Year Drilled)	5,000	(bbls)	Morton			County	
is the pit located in a Sensitive Ground Water	Area? Yes	No		ation:		mg/l	
Is the bottom below ground level?	Artificial Liner?		(For Emergency Pits and Settling Pits only) How is the pit lined if a plastic liner is not used?				
Yes No	Yes X	No	Natural Mud	ou i a piasto moi le net			
Pit dimensions (all but working pits):	25 Length (fe	eet)125	Width (feet)		N/A: Steel	Pits	
Depth fr	om ground level to de				No Pit		
If the pit is lined give a brief description of the			edures for periodic a	maintenance and deterr	mining		
material, thickness and installation procedure		iller illegity, i	noluting any specia	i monitoring.			
		owest fresh water 40 feet.					
Source of information 3581 feet Depth of water well 190 feet measurements.		rmation: uredwell owner electric togKDWR					
Emergency, Settling and Burn Pits ONLY:		Drilling, Work	over and Haul-Off Pits ONLY:				
Producing Formation:		Type of materia	al utilized in drilling/workover: Native Mud				
		Number of wor	rking pits to be utilized:				
Barrels of fluid produced daily: Abandonment		procedure: Air Evaporation & Backfill					
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.					
Submitted Electronically							
·							
KCC OFFICE USE ONLY Steel Pit RFAC RFAS							
Date Received: 11/20/2007 Permit Number: 15-129-21826-00-00 Permit Date: 11/21/2007 Lease Inspection: Yes No							