

For KCC Use: 0-2407
 Effective Date: 1
 District #: 1
 SGA? Yes No

KANSAS CORPORATION COMMISSION
 OIL & GAS CONSERVATION DIVISION

* Lease name
CORRECTED

Form C-1
 December 2002
 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 July 20, 2007
 month day year

Spot East
 c-8/2 - nw - sw Sec. 15 Twp. 17 S. R. 13 West
 3630 feet from N / S Line of Section
 660 feet from E / W Line of Section
 Is SECTION Regular Irregular?

OPERATOR: License# 31154
 Name: George Rice dba Rice Production Company
 Address: 1219 Random Road
 City/State/Zip: Holsington, Ks. 67544
 Contact Person: George Rice
 Phone: 620-793-2845

(Note: Locate well on the Section Plat on reverse side)
 County: Barlon
 * Lease Name: Oltman Oltman Well #: 8

CONTRACTOR: License# 33724
 Name: Warren Drilling

Field Name: Trapp
 Is this a Prorated / Spaced Field? Yes No

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

Target Formation(s): Arbuckle
 Nearest Lease or unit boundary: 660 feet MSL

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

Ground Surface Elevation: 1910 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

Depth to bottom of fresh water: 120'
 Depth to bottom of usable water: 360'

If Yes, true vertical depth: _____
 Bottom Hole Location: _____
 KCC DKT #: _____

Surface Pipe by Alternate: 1 2
 Length of Surface Pipe Planned to be set: 500
 Length of Conductor Pipe required: none
 Projected Total Depth: 3500

* WAS Lease name: Oltman
 IS: " " : Oltman

Formation at Total Depth: arbuckle
 Water Source for Drilling Operations: Well Farm Pond Other

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:

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KCC WICHITA

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: 6-16-07 Signature of Operator or Agent: [Signature] Title: [Title]

For KCC Use ONLY
 API # 15 - 009-25070-0000
 Conductor pipe required: None feet
 Minimum surface pipe required: 380 feet per All 1
 Approved by: [Signature] 12-19-07
 This authorization expires: 12-19-07
 (This authorization void if drilling not started within 6 months of approval date.)
 Spud date: _____ Agent: _____

Remember to:
 - File Drill Pit Application (form GDP-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: _____

15-17-13W

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