

For KCC Use:

Effective Date: 4-8-07District # 4SGA? ☐ 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
All blanks must be Filled

Expected Spud Date APRIL 15 2007
month day year

OPERATOR: License# 8039 ✓Name: L. D. DRILLING, INC.Address: 7 SW 28 AVECity/State/Zip: GREAT BEND, KS 67530Contact Person: L. D. DAVISPhone: 620-793-3051CONTRACTOR: License# 6039 ✓Name: L. D. DRILLING, INC.

Well Drilled For: ☒ Oil ☐ Gas ☐ OMO ☐ Seismic: # of Holes ☐ Other

Well Class: ☒ Enh Rec ☐ Storage ☐ Disposal ☐ Other

Type Equipment: ☒ Infield ☐ Pool Ext. ☐ Wildcat ☐ Other

☒ 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 #: _____

Spot 40'E/C W2/W2 NW/4 Sec. 32 Twp. 16 S. R. 13 ☐ East ☒ West

1320 feet from ☒ N / ☐ S Line of Section

370 feet from ☐ E / ☒ W Line of Section

Is SECTION ☒ Regular ☐ Irregular?

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

County: BARTONLease Name: LUDWIGWell #: 2Field Name: TRAPPIs this a Prorated / Spaced Field? ☐ Yes ☒ NoTarget Formation(s): ARBUCKLENearest Lease or unit boundary: 370'Ground Surface Elevation: APX 1915' feet MSLWater well within one-quarter mile: ☐ Yes ☒ NoPublic water supply well within one mile: ☐ Yes ☒ NoDepth to bottom of fresh water: 350'Depth to bottom of usable water: 350'Surface Pipe by Alternate: ☒ 1 ☐ 2Length of Surface Pipe Planned to be set: 400'Length of Conductor Pipe required: NONEProjected Total Depth: 3350'Formation at Total Depth: ARBUCKLE

Water Source for Drilling Operations:

☐ Well ☐ Farm Pond ☒ Other HAUL

DWR Permit #: _____

(Note: Apply for Permit with DWR ☒)Will Cores be taken? ☐ Yes ☒ No

If Yes, proposed zone: _____

AFFIDAVIT

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APR 03 2007

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 85 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 useable 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: APRIL 2, 2007Signature of Operator or Agent: [Signature]Title: SEC/TREAS

For KCC Use ONLY

API # 15 - 009-25044-0000Conductor pipe required None feetMinimum surface pipe required 380 feet per Alt. 1Approved by: 4-3-07This authorization expires: 10-3-07

(This authorization void if drilling not started within 6 months of approval date.)

Spud date: X 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 prorator 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.

☒ Well Not Drilled - Permit ExpiredSignature of Operator or Agent: [Signature]Date: 1-18-08

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

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JAN 22 2008

CONSERVATION DIVISION
WICHITA, KS