

For KCC Use:
 Effective Date: 5-4-08
 District # _____
 SGA? Yes No

KANSAS CORPORATION COMMISSION
 OIL & GAS CONSERVATION DIVISION

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: 5/12/2008
 month day year

OPERATOR: License# 33036
 Name: Strata Exploration, Inc.
 Address 1: PO Box 401
 Address 2: 201 NE 7th St.
 City: Fairfield State: IL Zip: 62837
 Contact Person: John R. Kinney
 Phone: 618-842-2610
 CONTRACTOR: License# 5142
 Name: Sterling Drilling Company

Well Drilled For: Oil Gas
 Enh Rec Storage Disposal
 Seismic; # of Holes _____
 Other: _____

Well Class: Infield Pool Ext. Wildcat Other

Type Equipment: Mud Rotary Air Rotary Cable

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 Description: 200' South of Center of SE/4
 SE Sec. 10 Twp. 30 S. R. 32 E W
1,120 feet from N / S Line of Section
1,320 feet from E / W Line of Section
 Is SECTION: Regular Irregular?

(Note: Locate well on the Section Plat on reverse side)
 County: Haskell
 Lease Name: Stapleton Well #: 1-10
 Field Name: unnamed
 Is this a Prorated / Spaced Field? Yes No
 Target Formation(s): St. Louis
 Nearest Lease or unit boundary line (in footage): 1120'
 Ground Surface Elevation: 2882 feet MSL
 Water well within one-quarter mile: Yes No
 Public water supply well within one mile: Yes No
 Depth to bottom of fresh water: 650' 550'
 Depth to bottom of usable water: 760' 600'
 Surface Pipe by Alternate: I II
 Length of Surface Pipe Planned to be set: 1770'
 Length of Conductor Pipe (if any): None
 Projected Total Depth: 5700'
 Formation at Total Depth: St. Louis
 Water Source for Drilling Operations: Well Farm Pond Other:
 DWR Permit #: _____ (Note: Apply for Permit with DWR
 Will Cores be taken? Yes No
 If Yes, proposed zone: _____

PRORATED & SPACED: HUBBTON

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.

I hereby certify that the statements made herein are true and correct to the best of my knowledge and belief.

Date: 4/25/2008 Signature of Operator or Agent: John R. Kinney Title: President

For KCC Use ONLY
 API # 15 - 081-21811-0000
 Conductor pipe required None feet
 Minimum surface pipe required 700 feet per ALT. I II
 Approved by: John R. Kinney
 This authorization expires: 4-29-09
 (This authorization void if drilling not started within 12 months of approval date.)
 Spud date: _____ Agent: _____

- Remember to:**
- 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 prorations 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.
 - 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 Date: _____
 Signature of Operator or Agent: _____

10
30
32
 E
 W

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 - 081-21811-0000

Operator: Strata Exploration, Inc.

Lease: Stapleton

Well Number: 1-10

Field: unnamed

Number of Acres attributable to well: _____

QTR/QTR/QTR/QTR of acreage: _____ - _____ - _____ - SE

Location of Well: County: Haskell

1,120 feet from N / S Line of Section

1,320 feet from E / W Line of Section

Sec. 10 Twp. 30 S. R. 32 E W

Is Section: Regular or Irregular

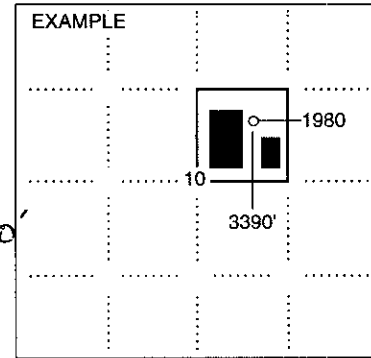
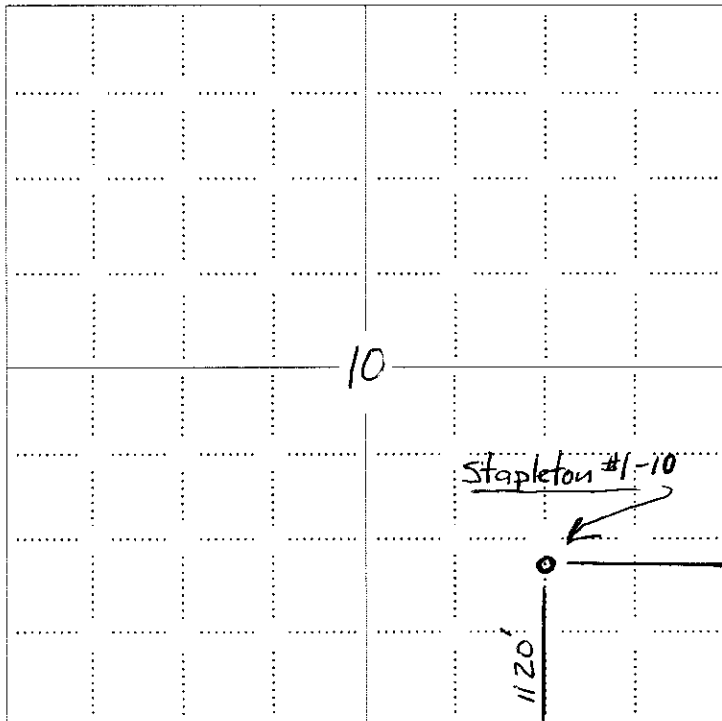
If Section is Irregular, locate well from nearest corner boundary.

Section corner used: NE NW SE SW

PLAT

(Show location of the well and shade acreage for prorated or spaced wells.)

(Show footage to the nearest lease or unit boundary line.)



RECEIVED
APR 28 2008
KCC WICHITA

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

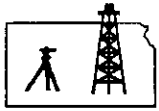
In plotting the proposed location of the well, you must show:

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: (CO-7 for oil wells; CG-8 for gas wells).

15-081-21811-0000

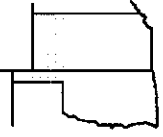
RECEIVED

APR 28 2008



ROBINSON SERVICES
Oil Field & Construction Staking
P.O. Box 2324
Garden City, Kansas 67846
Office/Fax: (620) 276-6159
Cell: (620) 272-1499

KCC WICHITA



y042308-v
PLAT NO.

7535
INVOICE NO.

Strata Exploration, Inc.
OPERATOR

Stapleton #1-10
LEASE NAME

Haskell County, KS
COUNTY

10 30s 32w
Sec. Twp. Rng.

1120' FSL - 1320' FEL
LOCATION SPOT

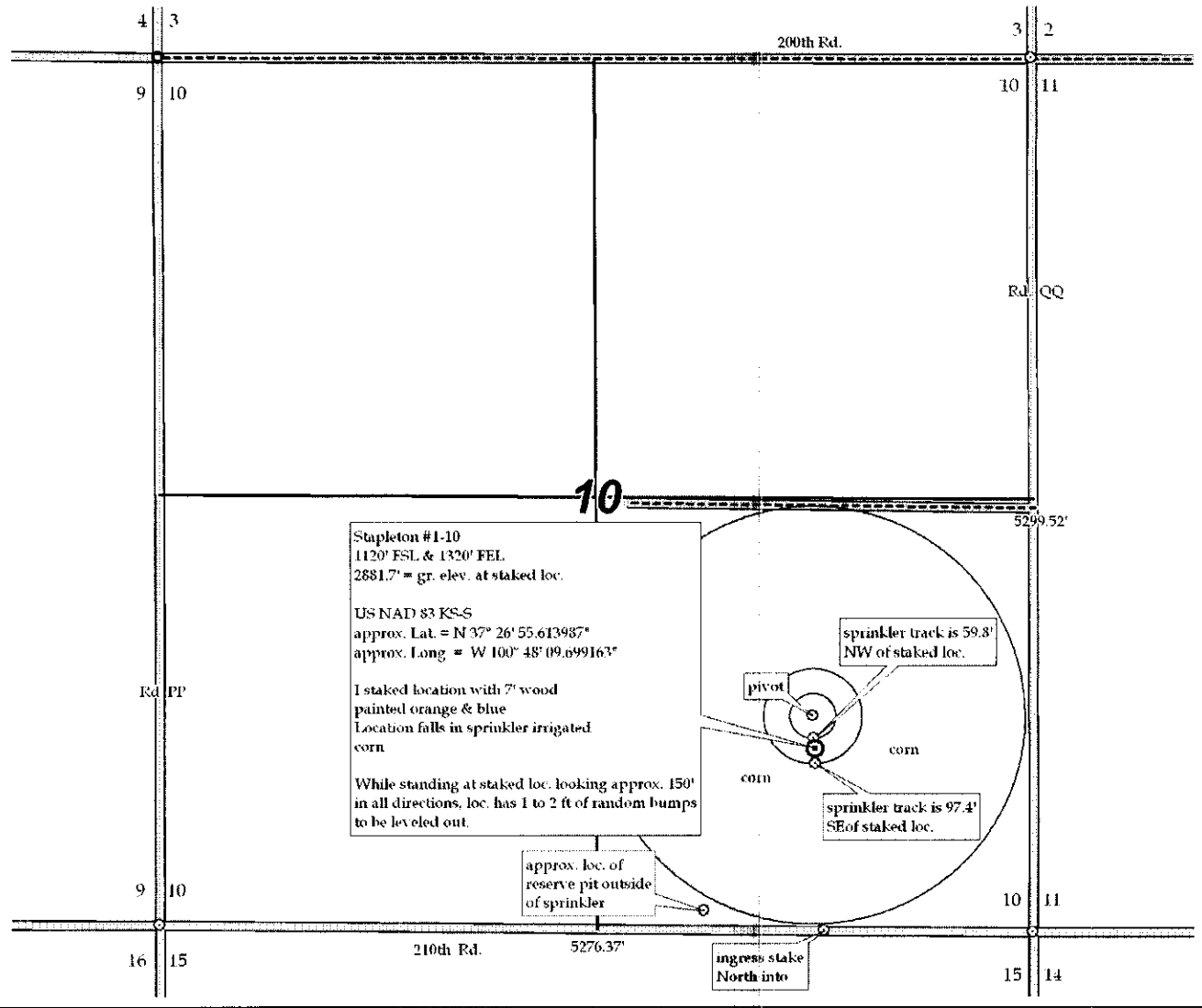
SCALE: 1" = 1000'
DATE: April 23rd, 2008
MEASURED BY: Kent C.
DRAWN BY: Gabe Q.
AUTHORIZED BY: Sheila & John C.



GR. ELEVATION: 2881.7'

Directions: From approx 1 mile SW of Sublette, Ks at the intersection of Hwy 56 & Hwy 83 - Now go 2 miles South on Hwy 83 - Now go 3 miles East on 210th Rd. to the SW corner of section 10-30s-32w - Now go 0.8 mile East on 210th Rd. to ingress stake North into - Now go 1120' North through corn into staked location.
Final ingress must be verified with land owner or Strata Exploration, Inc.

This drawing does not constitute a monumented survey or a land survey plat
This drawing is for construction purposes only



**KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
APPLICATION FOR SURFACE PIT**

Form CDP-1
April 2004
Form must be Typed

Submit in Duplicate

Operator Name: Strata Exploration, Inc.		License Number: 33036	
Operator Address: PO Box 401		201 NE 7th St. Fairfield IL 62837	
Contact Person: John R. Kinney		Phone Number: 618-842-2610	
Lease Name & Well No.: Stapleton 1-10		Pit Location (QQQQ): N2 S2 SE4	
Type of Pit: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit <input type="checkbox"/> Settling Pit <input checked="" type="checkbox"/> Drilling Pit <input type="checkbox"/> Workover Pit <input type="checkbox"/> Haul-Off Pit <small>(If WP Supply API No. or Year Drilled)</small>		Pit is: <input checked="" type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: _____ Pit capacity: _____ (bbls)	
Is the pit located in a Sensitive Ground Water Area? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		Chloride concentration: _____ mg/l <small>(For Emergency Pits and Settling Pits only)</small>	
Is the bottom below ground level? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		Artificial Liner? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
How is the pit lined if a plastic liner is not used?		_____	
Pit dimensions (all but working pits): 125 Length (feet) 125 Width (feet) <input type="checkbox"/> N/A: Steel Pits Depth from ground level to deepest point: 5 (feet) <input type="checkbox"/> No Pit			
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.	
Distance to nearest water well within one-mile of pit 1245 feet Depth of water well 655 feet		Depth to shallowest fresh water 242 feet. Source of information: <input type="checkbox"/> measured <input type="checkbox"/> well owner <input type="checkbox"/> electric log <input checked="" type="checkbox"/> KDWR	
Emergency, Settling and Burn Pits ONLY: Producing Formation: _____ Number of producing wells on lease: _____ Barrels of fluid produced daily: _____ Does the slope from the tank battery allow all spilled fluids to flow into the pit? <input type="checkbox"/> Yes <input type="checkbox"/> No		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: Fresh Mud Number of working pits to be utilized: 1 Abandonment procedure: Evaporation & Backfill 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.		RECEIVED APR 28 2008 KCC WICHITA	
Date: <u>4/25/2008</u>		Signature of Applicant or Agent: <u>John R. Kinney</u>	
KCC OFFICE USE ONLY			
Date Received: <u>4/28/08</u>		Permit Number: _____ Permit Date: <u>4/28/08</u> Lease Inspection: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	

15-081-21811-0000