

\* Expiration Date  
**CORRECTED**  
 5-27-08

For KCC Use:  
 Effective Date: 5-28-08  
 District #: 4  
 SGA?  Yes  No

KANSAS CORPORATION COMMISSION  
 OIL & GAS CONSERVATION DIVISION

Form C-1  
 December 2002  
 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 July 15 2008  
 month day year

Spot  East  
 SE SE SE Sec. 32 Twp. 8S S. R. 31  West  
 330' feet from  N /  S Line of Section  
 330' feet from  E /  W Line of Section  
 Is SECTION  Regular  Irregular?

OPERATOR: License# 06926  
 Name: Advantage Resources, Inc.  
 Address: 1775 Sherman Street, Suite 1700  
 City/State/Zip: Denver, CO 80203  
 Contact Person: Edward J. Ackman  
 Phone: (303) 831-1912

(Note: Locate well on the Section Plat on reverse side)  
 County: Thomas  
 Lease Name: Schroeder Well #: 16-32  
 Field Name: Menlo Park

CONTRACTOR: License# 33532  
 Name: Applied Drilling Technologies

Is this a Prorated / Spaced Field?  Yes  No  
 Target Formation(s): Lansing K.C.

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

Nearest Lease or unit boundary: 330'  
 Ground Surface Elevation: 3028 feet MSL

Water well within one-quarter mile:  Yes  No  
 Public water supply well within one mile:  Yes  No

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

Depth to bottom of fresh water: 225'  
 Depth to bottom of usable water: 240'

Surface Pipe by Alternate:  1  2  
 Length of Surface Pipe Planned to be set: 275' ALT1

Directional, Deviated or Horizontal wellbore?  Yes  No

Length of Conductor Pipe required: 0  
 Projected Total Depth: 4750'

If Yes, true vertical depth: \_\_\_\_\_  
 Bottom Hole Location: \_\_\_\_\_

Formation at Total Depth: Marmaton  
 Water Source for Drilling Operations:  
 Well  Farm Pond  Other \_\_\_\_\_

KCC DKT #: \_\_\_\_\_

DWR Permit #: \_\_\_\_\_

\* Was: 5-29-09 Expires  
 Is: 5-23-09 Expires

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

If Yes, proposed zone: \_\_\_\_\_

**AFFIDAVIT**

RECEIVED  
 KANSAS CORPORATION COMMISSION

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-1001. It is agreed that the following minimum requirements will be met:

MAY 22 2008

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: 5/16/05 Signature of Operator or Agent: \_\_\_\_\_ Title: President

For KCC Use ONLY  
 API # 15 - 193-20747-00-00  
 Conductor pipe required None feet  
 Minimum surface pipe required 290 feet per Alt. (1) X  
 Approved by: SB 5-23-08 SB 5-27-08  
 \* This authorization expires: 5-23-09  
 (This authorization void if drilling not started within 6 months of effective 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 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

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