

For KCC Use: 2-14-07
Effective Date: 2-14-07
District #: 3
SGA? Yes No

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Form C-1
December 2002

NOTICE OF INTENT TO DRILL

Permit Extension Request Received 2-2-07
Form must be Typed
Form must be Signed
All blanks must be Filled

Must be approved by KCC five (5) days prior to commencing well

Expected Spud Date 2 14 07
month day year

Spot SW NE SW Sec. 1 Twp. 15 S. R. 20 East West
1930 feet from N / S Line of Section
3590 feet from E / W Line of Section
Is SECTION Regular Irregular?

OPERATOR: License# 6142 ✓
Name: Town Oil Company, Inc.
Address: 16205 West 287th St.
City/State/Zip: Paola, Kansas 66071
Contact Person: Lester Town
Phone: 913-294-2125

(Note: Locate well on the Section Plat on reverse side)
County: Douglas
Lease Name: Baldwin Unit Well #: CW-7
Field Name: Baldwin

CONTRACTOR: License# Company Tools' 6142
Name: _____

Is this a Prorated / Spaced Field? Yes No
Target Information(s): Squirrel
Nearest Lease or unit boundary: 660'
Ground Surface Elevation: _____ feet MSL

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

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: 100
Depth to bottom of usable water: 200

Directional, Deviated or Horizontal wellbore? Yes No

Surface Pipe by Alternate: 1 2
Length of Surface Pipe Planned to be set: 40

If Yes, true vertical depth: _____

Length of Conductor Pipe required: None

Bottom Hole Location: _____

Projected Total Depth: 900

KCC DKT #: _____

Formation at Total Depth: Squirrel

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: _____

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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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 cement 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: 2-6-07 Signature of Operator or Agent: Rebecca Town Title: Agent

For KCC Use ONLY
API # 15 - 045-21305-0000
Conductor pipe required None feet
Minimum surface pipe required 40 feet per Alt. X2
Approved by: Per 2-9-07 / Per 8-2-07
This authorization expires: 8-9-07 2-9-08
(This authorization void if drilling not started within 5 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: 2-28-08
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KANSAS CORPORATION COMMISSION
FEB 08 2008

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

CONSERVATION DIVISION
WICHITA, KS

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