

* a/a/a/a 8-7-08
CORRECTED

For KCC Use:

Effective Date: 8-10-08
District # 3
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 live (5) days prior to commencing well

Expected Spud Date: August 9, 2008
month day year

* Spot Description:
SW - SE NE NE Sec 32 Twp 33 S R 14 E W
Obby: 1290 feet from N S Line of Section
450 feet from E W Line of Section

OPERATOR: License# 9722
Name: G & J Oil Company, Inc.
Address 1: P. O. Box 188
Address 2:
City: Caney State: KS Zip: 67333 + 0188
Contract Person: Gene Nunneley
Phone: 620-252-9700

Is SECTION: Regular Irregular?

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

CONTRACTOR: License# 5989 5989
Name: Finney Drilling Company

County: MONTGOMERY
Lease Name: NUNNELLY YOUNG Well # 08 03
Field Name: HAVANA-WAYSIDE

Is this a Prorated / Spaced Field? Yes No
Target Formation(s): WAYSIDE

Well Drilled For: Oil Gas Seismic Other
Well Class: Enh Rec Storage Disposal Other
Type Equipment: Infield Pool Ext. Wilocat Other
 Mud Rotary Air Rotary Cable

Nearest Lease or unit boundary line (in footage): 165'
Ground Surface Elevation: N/A 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: 175'
Depth to bottom of usable water: 175'

Surface Pipe by Alternative: I II
Length of Surface Pipe Planned to be set: 20'

Length of Conductor Pipe (if any):
Projected Total Depth: 675'
Formation at Total Depth: WAYSIDE

Water Source for Drilling Operations:
 Well Farm Pond Other: HAUL IN

DWH Permit # _____ (Note: Apply for Permit with DWR)

Will Cores be taken? Yes No
If Yes, proposed zone: WAYSIDE

KANSAS CORPORATION COMMISSION RECEIVED

* WAS: SE-SE-NE-NE
IS: SW-SE-NE-NE

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:

AUG 05 2008

CONSERVATION DIVISION
WICHITA, KS

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 with in **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: 8-4-08 Signature of Operator or Agent: [Signature] Title: Agent

For KCC Use ONLY

API # 15 - 125-31751-0000

Conductor pipe required: None feet

Minimum surface pipe required: 20 feet per ALT I II

Approved by: [Signature] 8-5-08 Plus 8-7-08

This authorization expires: 8-5-09
(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 proration 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 _____

32 33 14 E W

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