

CORRECTED

For KCC Use:
Effective Date: 10-6-08
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 five (5) days prior to commencing well

Expected Spud Date: 10 month 9 day 08 year

OPERATOR: License# 34019
Name: Us Energy LLC
Address 1: 20 Lakeview Dr.
Address 2:
City: Garnett State: Ks. Zip: 66032
Contact Person: Jim Goad
Phone: 785-433-4141

CONTRACTOR: License# 33977 33734
Name: Hat Drilling

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

*KWAS: Contractor License 33977
IS: " " 33734*

Spot Description:
Sec. 25 Twp. 28 S. R. 18
1,008 feet from N / S Line of Section
465 feet from E / W Line of Section
Is SECTION: Regular Irregular?

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

Lease Name: Cox Well #: M 4
Field Name: Unknown Urbana

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

Nearest Lease or unit boundary line (in footage): 330
Ground Surface Elevation: _____ 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: 50
Depth to bottom of usable water: 150

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

Length of Conductor Pipe (if any):
Projected Total Depth: 600

Formation at Total Depth: Bartlesville
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

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 et. seq.
It is agreed that the following minimum requirements will be met:

OCT 01 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.

CONSERVATION DIVISION
WICHITA, KS

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

Date: 9-27-08 Signature of Operator or Agent: Jim Goad Title: U.P.

For KCC Use ONLY
API # 15 - 133-27496-0000
Conductor pipe required None feet
Minimum surface pipe required 20 feet per ALT. I II
Approved by: Paul 10-1-08 / Kim 10-2-08
This authorization expires: 10-1-09
(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 ACC-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: _____

25
28
18

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