

For KCC Use:	
Effective Date: .	10/18/2008
District #1	ALAP PRES VIV. SV
SGA? XYe	s No

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

1023125

Form C-1
October 2007
Form must be Typed
Form must be Signed
All blanks must be Filled

NOTICE OF INTENT TO DRILL

Expected Spud Date: 10/14/2008	Spot Description:
month day year	S2 . NW . SE . SW . Sec 24 Twp 22 S. R 12 EXW
OPERATOR: License# 6039 Name: L.D. Drilling, Inc.	980 feet from N / S Line of Section 1,650 feet from E / W Line of Section
Address 1: 7 SW 26TH AVE	ls SECTION: XRegular Irregular?
Address 2:	(Note: Locate well on the Section Plat on reverse side) County: Stafford Lease Name: HEYEN Well #: 4
Phone: 620-793-3051	Field Name: HEYEN
CONTRACTOR: License# 33323 Name: Petromark Drilling, LLC	Is this a Prorated / Spaced Field? Target Formation(s): ARBUCKLE
Well Drilled For: Well Class: Type Equipment: Oil	Nearest Lease or unit boundary line (in footage): 980 Ground Surface Elevation: 1861 Estimated 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: 180 Depth to bottom of usable water: 180 Surface Pipe by Alternate: Ill III Length of Surface Pipe Planned to be set: 250 Length of Conductor Pipe (if any): Projected Total Depth: 3650 Formation at Total Depth: ARBUCKLE Water Source for Drilling Operations: Well Farm Pond Other: DWR Permit #:
Bottom Hole Location:KCC DKT #:	(Note: Apply for Permit with DWR) Will Cores be taken? Yes No
AFF The undersigned hereby affirms that the drilling, completion and eventual plugit is agreed that the following minimum requirements will be met:	If Yes, proposed zone:

- 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;
- 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.

Submitted Electronically

For KCC Use ONLY API # 15 - 15-185-23555-00-00	- File Drill Pit Application (form CDP-1) with Intent to Drill; - File Completion Form ACO-1 within 120 days of spud date;		
Conductor pipe required 0 feet Minimum surface pipe required 200 feet per ALT. I label proved by: Rick Hestermann 10/13/2008	 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. 	22 12	
This authorization expires: 10/13/2009 (This authorization void if drilling not started within 12 months of approval date.) Spud date: Agent:	- If this permit has expired (See: authorized expiration date) please check the box below and return to the address below.		
		₹	

Remember to:



IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

Plat of acreage attributable to a well in a prorated or spaced field

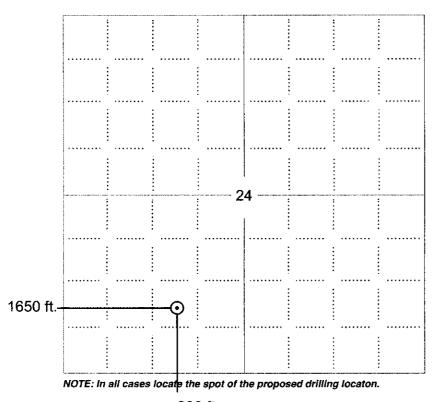
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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.

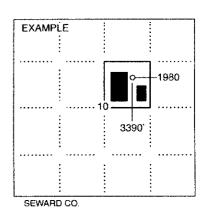
API No. 15 - 15-185-23555-00-00			
Operator: L.D. Drilling, Inc.	Location of Well: County: Stafford		
Lease: HEYEN	980 feet from N / X S Line of Section		
Well Number: 4	1,650 feet from E / X W Line of Section		
Field: HEYEN	Sec. 24 Twp. 22 S. R. 12 E X W		
Number of Acres attributable to well: QTR/QTR/QTR/QTR of acreage: S2 _ NW _ SE _ SW	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 attributable acreage for prorated or spaced wells.)

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





980 ft.

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: (C0-7 for oil wells; CG-8 for gas wells).



KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

023125

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: L.D. Drilling, Inc.		License Number: 6039			
Operator Address: 7 SW 26TH AVE		GREAT BEND KS 67530			
Contact Person: L. D. DAVIS		Phone Number: 620-793-3051			
Lease Name & Well No.: HEYEN 4			Pit Location (QQQQ):		
Type of Pit:	Pit is:				
Emergency Pit Burn Pit	Proposed	Existing	Sec. 24 Twp. 22 R. 12 East West		
Settling Pit Drilling Pit	If Existing, date constructed:		980 Feet from North / South Line of Section		
Workover Pit Haul-Off Pit	Pit capacity:		1,650 Feet from East / West Line of Section		
(If WP Supply API No. or Year Drilled)	3,490	(bbls)	Stafford County		
Is the pit located in a Sensitive Ground Water	Area? Yes		Chloride concentration:mg/l		
			(For Emergency Pits and Settling Pits only)		
Is the bottom below ground level? Yes No	Artificial Liner?	No	How is the pit lined if a plastic liner is not used? BENTONITE & SOLIDS FROM DRILLING OPERATION		
Pit dimensions (all but working pits):7	O Length (fe	eet)	Width (feet) N/A: Steel Pits		
Depth fr	om ground level to de	eepest point:	4 (feet) No Pit		
If the pit is lined give a brief description of the			edures for periodic maintenance and determining		
material, thickness and installation procedure).	liner integrity, i	ncluding any special monitoring.		
Distance to nearest water well within one-mile of pit Depth to shall		Depth to shallo	owest fresh water 26 feet.		
S		 1	Source of information:		
reet Depth of water well	leet	measured well owner electric log KDWR			
Emergency, Settling and Burn Plts ONLY: Producing Formation:			Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: DRILLING FLUID CUTTINGS		
			2		
		ŀ	Number of working pits to be utilized: 3 Abandonment procedure: PITS ALLOWED TO EVAPORATE UNTIL DRY		
Barrels of fluid produced daily:		Abandonment	procedure: PITS ALLOWED TO EVAPORATE UNTIL DRY THEN BACKFILL WHEN CONDITIONS ALLOW		
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Drill pits must be closed within 365 days of spud date.			
Submitted Electronically					
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KCC OFFICE USE ONLY Steel Pit RFAC RFAS RFAS					
Date Received: 10/09/2008 Permit Number: 15-185-23555-00-00 Permit Date: 10/13/2008 Lease Inspection: X Yes No					



Kathleen Sebelius, Governor Thomas E. Wright, Chairman Michael C. Moffet, Commissioner Joseph F. Harkins, Commissioner

October 13, 2008

L. D. DAVIS L.D. Drilling, Inc. 7 SW 26TH AVE GREAT BEND, KS67530-6525

Re: Drilling Pit Application HEYEN Lease Well No. 4 SW/4 Sec.24-22S-12W Stafford County, Kansas

Dear L. D. DAVIS:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed <u>without slots</u>, the bottom shall be flat and reasonably level and the free fluids must be removed. The fluids are to be removed from the reserve pit as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the reserve pit has occurred. The fluids should be removed again within 96 hours after drilling operations have ceased.

If production casing is set all completion fluids shall be removed from the working pits daily. NO completion fluids or non-exempt wastes shall be placed in the reserve pit.

The fluids should be taken to an authorized disposal well. Please call the District Office at (620) 225-8888 when the fluids have been removed. Form CDP-5 (August 2004), Exploration and Production Waste Transfer, must be filed within 30 days of fluid removal. Conservation division forms are available through our office and on the KCC web site: kcc.ks.gov/conservation/forms/

A copy of this letter should be posted in the doghouse along with the approved Intent to **Drill**. If you have any questions or concerns please feel free to contact the District Office at (620) 225-8888.