

FORM MUST BE TYPED
FORM C-1 12/88

State of Kansas
NOTICE OF INTENTION TO DRILL

FORM MUST BE SIGNED
ALL BLANKS MUST BE FILLED

Must be approved by the K.C.C. five (5) days prior to commencing well

Expected Spud Date5-25-1989.....
month day year

NE. SE SW. Sec 12. Twp 11. S, Rg 17. X East West

OPERATOR: License # ...#4794.....
Name: ..Big Bear Resources, Inc.....
Address: 1105 East 30th, Suite B.....
City/State/Zip: Hays, Kansas 67601.....
Contact Person: Isidore P. Kisner.....
Phone: ..(913) 625-1145.....

.....990!..... feet from South line of Section
.....2970!..... feet from East line of Section
(Note: Locate well on Section Plat Below)

CONTRACTOR: License #:NA.....
Name:

County:Ellis.....
Lease Name: ...Slimmer..... Well #: ..2.....
Field Name: ..Bemis-Shutts.....
Is this a Prorated Field? yes .X. no
Target Formation(s):Arbuckle.....
Nearest lease or unit boundary:330!.....
Ground Surface Elevation:1817..... feet MSL
Domestic well within 330 feet: yes .X. no
Municipal well within one mile: yes .X. no
Depth to bottom of fresh water:200 ft.....
Depth to bottom of usable water:700 ft.....
Surface Pipe by Alternate: ..X. 1 2
Length of Surface Pipe Planned to be set: ...1010!.....
Length of Conductor pipe required: ...NONE.....
Projected Total Depth:3500.....
Formation at Total Depth:Arbuckle.....
Water Source for Drilling Operations:

Well Drilled For: Well Class: Type Equipment:
..X. Oil ... Inj ..X Infield ..X Mud Rotary
... Gas ... Storage ... Pool Ext. ... Air Rotary
... OWD ... Disposal ... Wildcat ... Cable
... Seismic; ... # of Holes

If OWD: old well information as follows:
Operator: ..
Well Name: ..
Comp. Date: Old Total Depth

Directional, Deviated or Horizontal wellbore? yes no
If yes, total depth location:

... well farm pond ..X other
DWR Permit #:NA.....
Will Cores Be Taken? yes .X. 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. 55-101, et. seq.

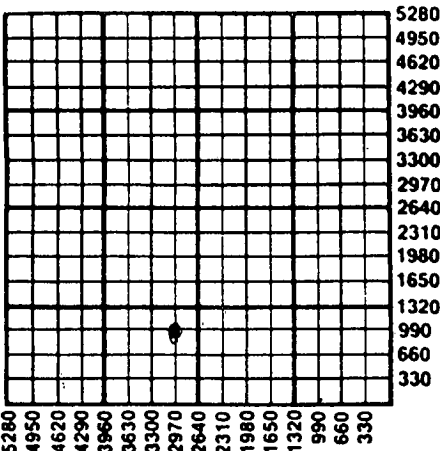
It is agreed that the following minimum requirements will be met:

1. The appropriate district office shall be notified before setting surface casing at the top; in all cases surface pipe shall be set through all unconsolidated materials plus a minimum of 20 feet into the underlying formation;
2. The minimum amount of surface pipe as specified above shall be set by circulating mud 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;
3. If the well is dry, a plugging proposal shall be submitted to the district office. An agreement between the operator and the district office on plug length and placement is necessary prior to plugging;
4. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
5. If an Alternate II completion, production pipe shall be cemented from below any usable water to surface within 120 days of spud date. 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: 4-24-1989 Signature of Operator or Agent: Isidore P. Kisner Title: Operator

RECEIVED
STATE CORPORATION COMMISSION
5-2-1989
MAY - 2 1989



RECEIVED
STATE CORPORATION COMMISSION
4-27-1989
APR 27 1989
CONSERVATION DIVISION
Wichita, Kansas

FOR KCC USE:

API # 15- 051-24,594-00-00

Conductor pipe required NONE feet

Minimum surface pipe required 720' feet per Alt. 1

Approved by: LKM 5-2-89

EFFECTIVE DATE: 5-7-89

This authorization expires: 11-2-89

(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.