

FOR KCC USE:

15-179-21098-0000 FORM C-1 7/91

EFFECTIVE DATE: 12-13-99

FORM MUST BE TYPED

DISTRICT # 4

State of Kansas

FORM MUST BE SIGNED

SGAT... Yes... No

NOTICE OF INTENTION TO DRILL

ALL BLANKS MUST BE FILLED

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

Expected Spud Date December 15, 1999

Spot Approx. NW-NE-NW Sec 12 Twp 9 S. Rg 28 East

OPERATOR: License # 4748 Name: SA & A Discovery, Inc. Address: 748 S. 4th St. City/State/Zip: Hill City, KS 67642 Contact Person: Darrel Anderson Phone: 785-421-2768

535 feet from South North line of Section 1645 feet from East West line of Section IS SECTION XX REGULAR IRREGULAR?

(NOTE: Locate well on the Section Plat on Reverse Side)

CONTRACTOR: License #: 9431 Name: VonFeldt Drilling Co.

County: Sheridan Lease Name: Haffner Well #: 1 Field Name: Wildcat SOLOMON FORK

Is this a Prorated/Spaced Field? yes X no Target Formation(s): L-Kansas City Nearest lease or unit boundary: 535 Ground Surface Elevation: 2735 feet MSL

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

Water well within one-quarter mile: yes X no Public water supply well within one mile: yes X no Depth to bottom of fresh water: 150'

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

Depth to bottom of usable water: n/a 1500 B/DAKOTA Surface Pipe by Alternate: 1 X 2 Length of Surface Pipe Planned to be set: 200'

Directional, Deviated or Horizontal wellbore? yes X no

Length of Conductor pipe required: 0 Projected Total Depth: 4100' Formation at Total Depth: Base-KC

Bottom Hole Location

Water Source for Drilling Operations: X well farm pond other DWR Permit #: APPLY FOR FROM DWR Will Cores Be Taken? yes X no

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. 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. 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: 12/4/1999 Signature of Operator or Agent: Darrel Anderson Title: President

FOR KCC USE: API # 15- 179-21098 0000 Conductor pipe required NONE feet Minimum surface pipe required 200 feet per Alt. X(2) Approved by: JK 12-8-99 This authorization expires: 6-8-2000 (This authorization void if drilling not started within 6 months of effective date.) Spud date: Agent:

RECEIVED KANSAS CORPORATION COMMISSION 12-8-99 DEC 08 1999 CONSERVATION DIVISION WICHITA, KS

RECEIVED KANSAS CORPORATION COMMISSION 12-6-99 DEC 06 1999 CONSERVATION DIVISION WICHITA, KS

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.

Mail to: Conservation Division, 200 Colorado Derby Building, 202 W. First St., Wichita, Kansas 67202-1286.

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 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- _____
 OPERATOR _____
 LEASE _____
 WELL NUMBER _____
 FIELD _____

LOCATION OF WELL: COUNTY _____
 _____ feet from south/north line of section
 _____ feet from east/west line of section
 SECTION _____ TWP _____ RG _____

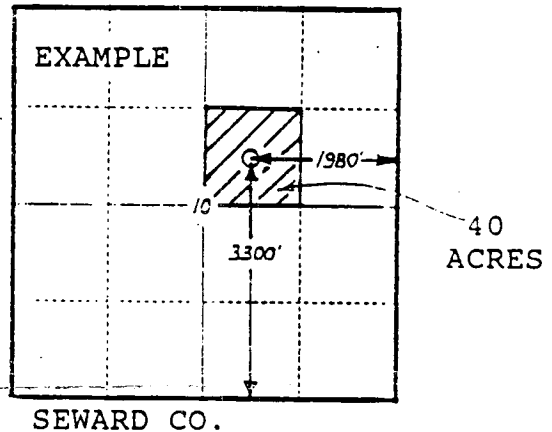
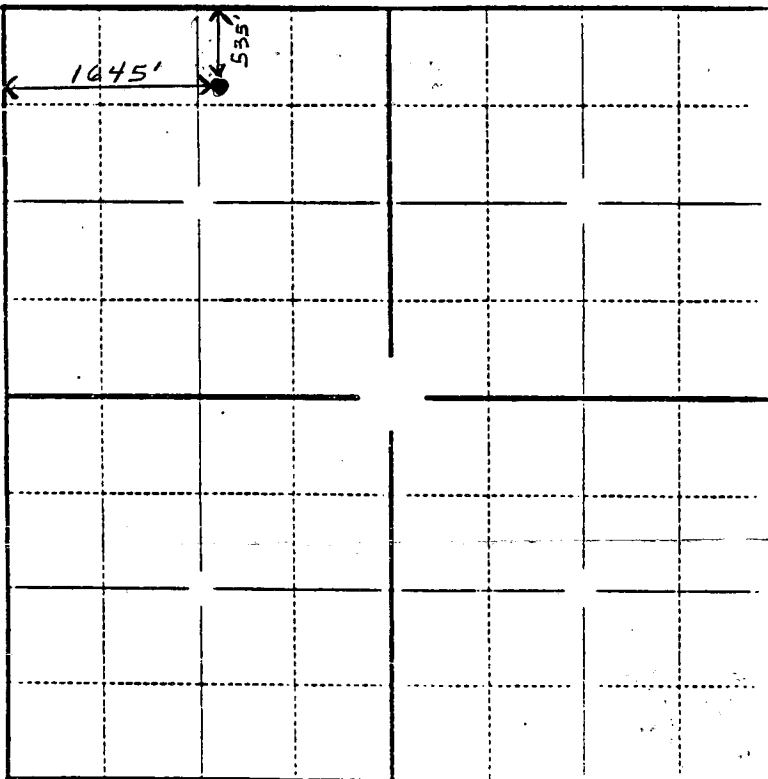
NUMBER OF ACRES ATTRIBUTABLE TO WELL _____
 QTR/QTR/QTR OF ACREAGE _____

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.)



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 section's south/north and east/west lines; and
- 3) the distance to the nearest lease or unit boundary line.