

For KCC Use: 8-1-2009
 Effective Date: _____
 District # 4
 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: August 20, 2009
 month day year

OPERATOR: License# 6677 ✓
 Name: Sandlin Oil Corporation
 Address 1: 621 17th Street, Suite 2055
 Address 2: _____
 City: Denver State: CO Zip: 80293
 Contact Person: Gary Sandlin
 Phone: 303-292-3313
 CONTRACTOR: License# 338905 33905 ✓
 Name: Royal Drilling Inc.

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

If OWWO: old well information as follows:
 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 #: _____

Spot Description:
 E/2 - NE - SW - SE Sec. 15 Twp. 12 S. R. 18 E W
 (020/020) 920 feet from N / S Line of Section
1,400 feet from E / W Line of Section

Is SECTION: Regular Irregular?
 (Note: Locate well on the Section Plat on reverse side)

County: Ellis
 Lease Name: Karin Well #: 2
 Field Name: Kabitz Benis-Schutz

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

Nearest Lease or unit boundary line (in footage): 920
 Ground Surface Elevation: 2173 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: 780

Surface Pipe by Alternate: I II
 Length of Surface Pipe Planned to be set: 200

Length of Conductor Pipe (if any): None
 Projected Total Depth: 3750'
 Formation at Total Depth: Arbuckle

Water Source for Drilling Operations:
 Well Farm Pond Other: _____

DWR Permit #: 2006901200
 (Note: Apply for Permit with DWR)

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

AFFIDAVIT

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:

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.

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

Date: 7/23/2009 Signature of Operator or Agent: Gary Sandlin Title: President, Sandlin Oil Corporation

JUL 27 2009

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For KCC Use ONLY
 API # 15 - 051-25887-00-00
 Conductor pipe required None feet
 Minimum surface pipe required 200 feet per ALT. I II
 Approved by: mm 7-27-2009
 This authorization expires: 7-27-2010
 (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: _____

15
12
18
 E
 W

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 - 051-25887-0000
Operator: Sandlin Oil Corporation
Lease: Karlin
Well Number: 2
Field: Koblitz

Location of Well: County: Ellis
920 feet from N / S Line of Section
1,400 feet from E / W Line of Section
Sec. 15 Twp. 12 S. R. 18 E W

Number of Acres attributable to well: _____
QTR/QTR/QTR/QTR of acreage: E/2 - NE - SW - SE

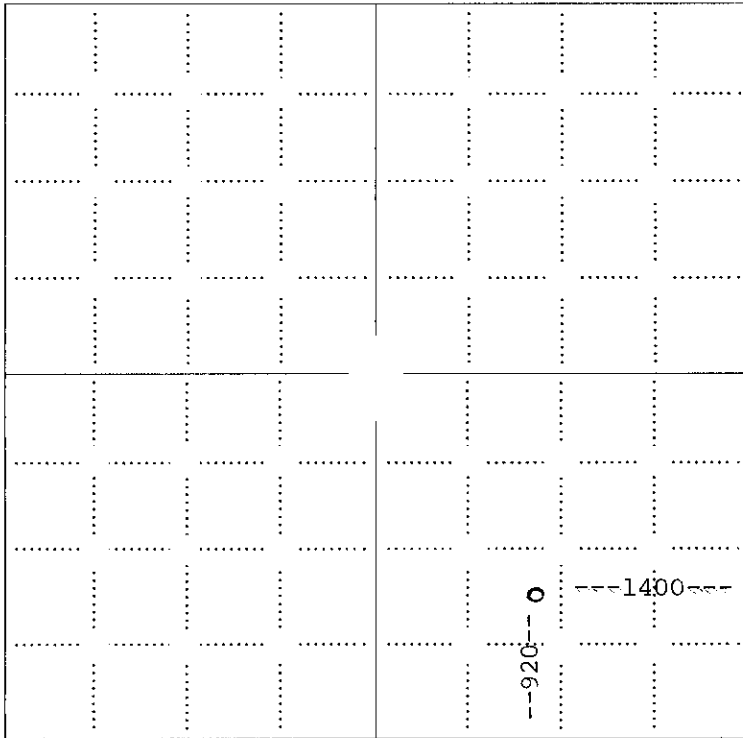
Is Section: Regular or Irregular

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.)*

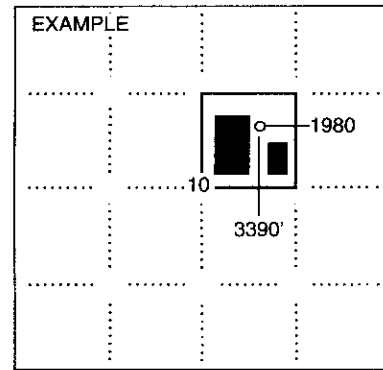


NOTE: In all cases locate the spot of the proposed drilling locaton.

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



Fall & Associates
Stake and Elevation Service
719 W. 5th Street
P.O. Box 404
Concordia, KS. 66901
1-800-536-2821

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Date 6-5-09

Invoice Number 0603091

SANDLIN OIL CORP.
Operator

1
Number

Karlin
Farm Name

Ellis-KS
County-State

15 12s 18w
S T R

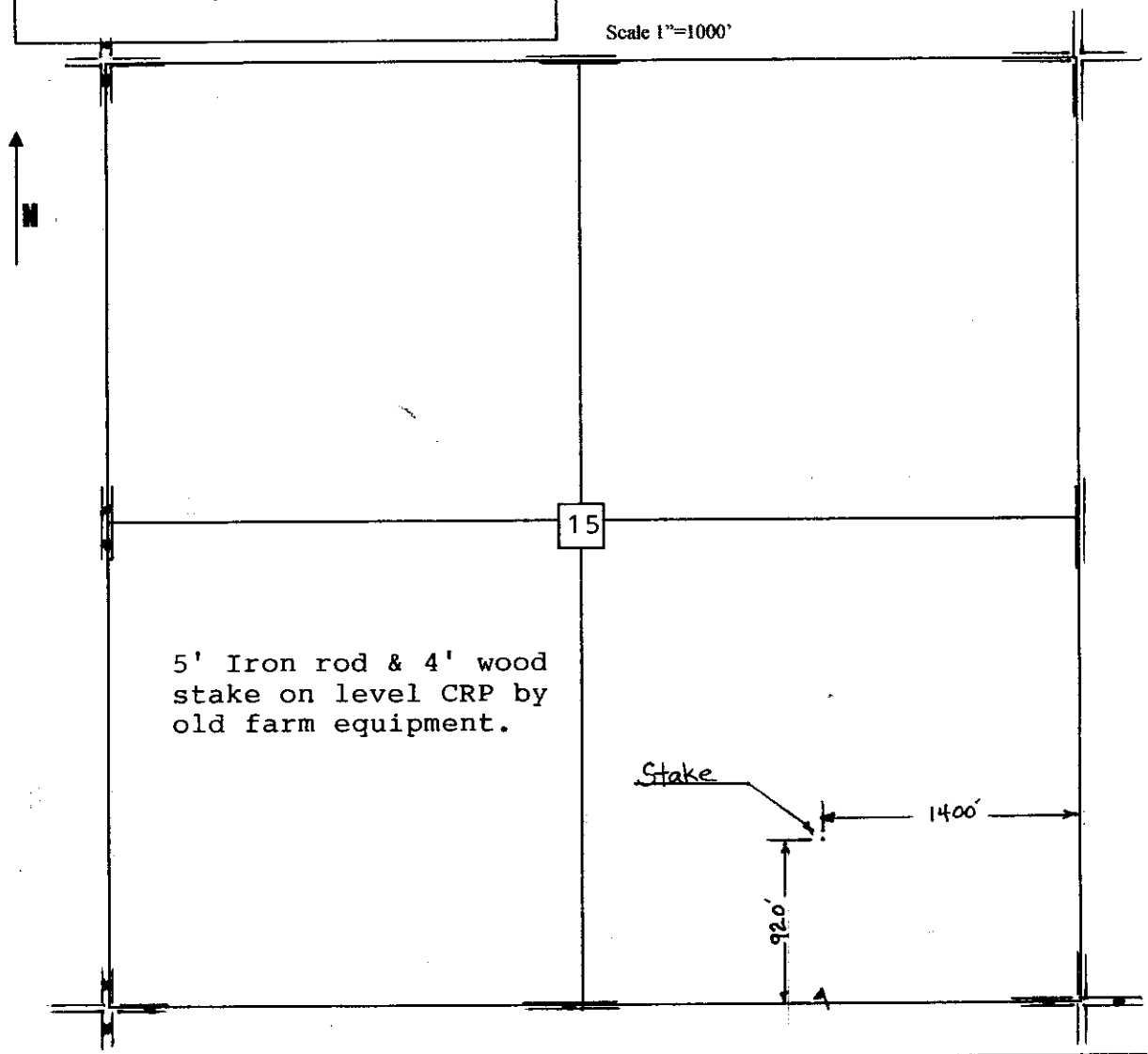
920'FSL 1400'FEL
Location

Sandlin Oil Corp.
621 17th St. Ste. 2055
Denver, CO. 80293

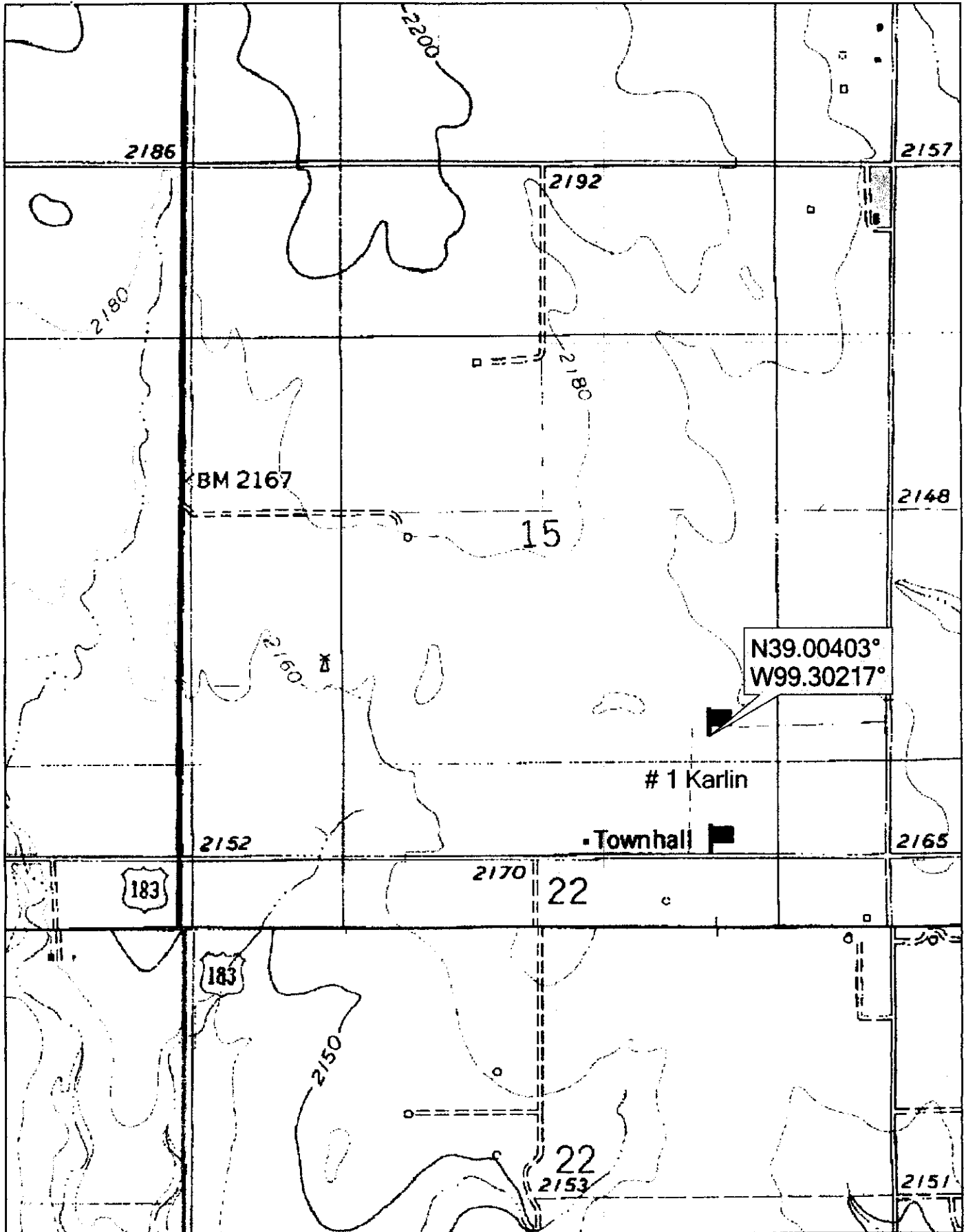
Elevation 2173 Gr

Ordered By: Gary

Scale 1"=1000'



15-051-25887-00-00



N39.00403°
W99.30217°

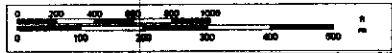
1 Karlin

Townhall

183

183

Scale 1 : 12,000
1" = 1000 ft



TM
MN
6.5°E


DE LORME

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**KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
APPLICATION FOR SURFACE PIT**

Form CDP-1
April 2004
Form must be Typed

Submit in Duplicate

Operator Name: Sandlin Oil Corporation		License Number: 6677
Operator Address: 621 17th Street, Suite 2055		Denver CO 80293
Contact Person: Gary Sandlin		Phone Number: 303-292-3313
Lease Name & Well No.: Karlin 2		Pit Location (QQQQ):
Type of Pit: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Burn Pit <input type="checkbox"/> Settling Pit <input checked="" type="checkbox"/> Drilling Pit <input type="checkbox"/> Workover Pit <input type="checkbox"/> Haul-Off Pit <i>(If WP Supply API No. or Year Drilled)</i>		Pit is: <input type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: _____ Pit capacity: 3,600 (bbls)
		40' W E/2 NE/4 SW/4 SE/4 Sec. 15 Twp. 12 R. 18 <input type="checkbox"/> East <input checked="" type="checkbox"/> West 920 Feet from <input type="checkbox"/> North <input checked="" type="checkbox"/> South Line of Section 1,400 Feet from <input checked="" type="checkbox"/> East / <input type="checkbox"/> West Line of Section Ellis County
Is the pit located in a Sensitive Ground Water Area? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		Chloride concentration: _____ mg/l <i>(For Emergency Pits and Settling Pits only)</i>
Is the bottom below ground level? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Artificial Liner? <input checked="" type="checkbox"/> Yes <input checked="" type="checkbox"/> No	How is the pit lined if a plastic liner is not used? Native Clay
Pit dimensions (all but working pits): _____ 60 _____ Length (feet) _____ 60 _____ Width (feet) <input type="checkbox"/> N/A: Steel Pits Depth from ground level to deepest point: _____ 5 _____ (feet) <input type="checkbox"/> No Pit		
If the pit is lined give a brief description of the liner material, thickness and installation procedure.		Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.
Distance to nearest water well within one-mile of pit _____ 1746 _____ feet Depth of water well _____ 98 _____ feet		Depth to shallowest fresh water _____ 68 _____ feet. Source of information: <input type="checkbox"/> measured <input type="checkbox"/> well owner <input type="checkbox"/> electric log <input checked="" type="checkbox"/> KDWR
Emergency, Settling and Burn Pits ONLY: Producing Formation: _____ Number of producing wells on lease: _____ Barrels of fluid produced daily: _____ Does the slope from the tank battery allow all spilled fluids to flow into the pit? <input type="checkbox"/> Yes <input type="checkbox"/> No		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: Drilling Mud Number of working pits to be utilized: _____ 1 _____ Abandonment procedure: Air Dry and Backfill Drill pits must be closed within 365 days of spud date. JUL 27 2009
I hereby certify that the above statements are true and correct to the best of my knowledge and belief. SANDLIN OIL CORPORATION July 23, 2009 Date  Signature of Applicant or Agent Gary Sandlin, President		

15-051-258870002

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KCC OFFICE USE ONLY		Steel Pit <input type="checkbox"/>	RFAC <input type="checkbox"/>	RFAS <input type="checkbox"/>
Date Received: 7/27/09	Permit Number: _____	Permit Date: 7/27/09	Lease Inspection: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	

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