For KCC Use: 5-28-06 District #

## KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

## NOTICE OF INTENT TO DRILL

December 2002 Form must be Typed Form must be Signed

Must be approved by KCC live		
Europeand Sound Date May 26 2006	Spot	✓ East
Expected Spud Date month day year	C NW SW, Sec. 16 Two. 28S	
	the state of the s	S Line of Section
DPERATOR: License#		✓ W Line of Section
Name: Blue Jay Operating LLC Address: 4916 Camp Bowie Blvd., Suite 204	Is SECTION Regular Irregular?	<u>V</u>
City/State/Zip: For Worm, 1X 76107 Contact Person: Jimmy McGuire	(Note: Locate well on the Section Plat on County: Wilson	reverse side)
Phone: 405-279-4313	Lease Name: Row	Well #: A-7
/	Field Name: Cherokee Basin Coal Gas	Weii #:
CONTRACTOR: License# 33072	Is this a Prorated / Spaced Field?	Yes V No
lame: Well Refined Drilling Co., Inc.	Target Formation(s): Mississippian	
	Nearest Lease or unit boundary: 660	
Well Drilled For: Well Class: Type Equipment:	Ground Surface Elevation: 833.2	feet MSL
Oil Enh Rec / Infield Mud Rotary	Water well within one-quarter mile:	Yes VNo
Gas Storage Pool Ext. Air Rotary	Public water supply well within one mile:	Yes No
OWO Disposal Wildcat Cable	Depth to bottom of fresh water: 100+	
Seismic;# of Holes Other	Depth to bottom of usable water: 200+	
Other	Surface Pipe by Alternate: 1 2	
OWWO: old well information as follows:	Length of Surface Pipe Planned to be set: 20" Mini-	num -
Operator:	Length of Conductor Pipe required: None	1
Well Name:	Projected Total Depth: 1350	
Original Completion Date:Original Total Depth:	Formation at Total Depth: Mississippian	
Directional, Deviated or Horizontal wellbore?	Water Source for Drilling Operations:	
	Well ✓ Farm Pond Other	
f Yes, true vertical depth:	DWR Permit #:	
KCC DKT #:	(Note: Apply for Permit with DWF	
COO DRI W	Will Cores be taken?  If Yes, proposed zone:	
	ii ies, prepascu zone.	
AFF	IDAVIT	1111 4 6 2000
The undersigned hereby affirms that the drilling, completion and eventual p	lugging of this well will comply with K.S.A. 55 et. seq	JUL 1 6 2009
t is agreed that the following minimum requirements will be met:		•
Notify the appropriate district office prior to spudding of well;		KCC WICHIT
Notify the appropriate district office <i>prior</i> to spudding of well;     A copy of the approved notice of intent to drill shall be posted on ea		KCC WICHIT
<ol> <li>Notify the appropriate district office prior to spudding of well;</li> <li>A copy of the approved notice of intent to drill shall be posted on ea</li> <li>The minimum amount of surface pipe as specified below shall be set</li> </ol>	of by circulating cement to the top; in all cases surface	
<ol> <li>Notify the appropriate district office prior to spudding of well;</li> <li>A copy of the approved notice of intent to drill shall be posted on ea</li> <li>The minimum amount of surface pipe as specified below shall be set through all unconsolidated materials plus a minimum of 20 feet into t</li> </ol>	of by circulating cement to the top; in all cases surface the underlying formation.	ce pipe shall be set
<ol> <li>Notify the appropriate district office prior to spudding of well;</li> <li>A copy of the approved notice of intent to drill shall be posted on ea</li> <li>The minimum amount of surface pipe as specified below shall be set through all unconsolidated materials plus a minimum of 20 feet into the lift the well is dry hole, an agreement between the operator and the control of the propriet of the plugible propriet of the propriet of the plugible propriet of the propriet</li></ol>	of by circulating cement to the top; in all cases surfact the underlying formation. district office on plug length and placement is necessinged or production casing is cemented in;	e pipe shall be set ary prior to plugging;
<ol> <li>Notify the appropriate district office prior to spudding of well;</li> <li>A copy of the approved notice of intent to drill shall be posted on ea</li> <li>The minimum amount of surface pipe as specified below shall be sethrough all unconsolidated materials plus a minimum of 20 feet into the lift the well is dry hole, an agreement between the operator and the control of the properties of the plus of the appropriate district office will be notified before well is either plus of the ALTERNATE II COMPLETION, production pipe shall be cement.</li> </ol>	of by circulating cement to the top; in all cases surfact the underlying formation. district office on plug length and placement is necess aged or production casing is cemented in; ted from below any usable water to surface within 12	ce pipe shall be set eary prior to plugging; to days of spud date.
<ol> <li>Notify the appropriate district office prior to spudding of well;</li> <li>A copy of the approved notice of intent to drill shall be posted on ea</li> <li>The minimum amount of surface pipe as specified below shall be so through all unconsolidated materials plus a minimum of 20 feet into the through list dry hole, an agreement between the operator and the control of the superprist of the district office will be notified before well is either pluted. If an ALTERNATE II COMPLETION, production pipe shall be cement or pursuant to Appendix "B" - Eastern Kansas surface casing order</li> </ol>	of by circulating cement to the top; in all cases surfact the underlying formation. district office on plug length and placement is necessing aged or production casing is cemented in; ted from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are	ce pipe shall be set eary prior to pluggling; 10 days of spud date. ea, alternate II cementing
1. Notify the appropriate district office <i>prior</i> to spudding of well; 2. A copy of the approved notice of intent to drill <i>shall be</i> posted on ea 3. The minimum amount of surface pipe as specified below <i>shall be</i> so through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the c 5. The appropriate district office will be notified before well is either plu 6. If an ALTERNATE II COMPLETION, production pipe shall be cement or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall.	of by circulating cement to the top; in all cases surfact the underlying formation. district office on plug length and placement is necessinged or production casing is comented in; ted from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are be plugged. In all cases, NOTIFY district office pro-	ce pipe shall be set  eary prior to plugging;  do days of spud date.  ea, alternate II cementing
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 ea 3. The minimum amount of surface pipe as specified below shall be set through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the c 5. The appropriate district offlice will be notified before well is either plu 6. If an ALTERNATE II COMPLETION, production pipe shall be cement Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall	of by circulating cement to the top; in all cases surfact the underlying formation. district office on plug length and placement is necessinged or production casing is comented in; ted from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are be plugged. In all cases, NOTIFY district office pro-	ce pipe shall be set eary prior to plugging; 10 days of spud date. ea, alternate II cementing
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 ea 3. The minimum amount of surface pipe as specified below shall be set through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the c 5. The appropriate district office will be notified before well is either plu 6. If an ALTERNATE II COMPLETION, production pipe shall be cemen Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall thereby certify that the statements made herein are true and to the best of the control of the post of the spud date.	of by circulating cement to the top; in all cases surfactive underlying formation.  district office on plug length and placement is necessigated or production casing is cemented in;  determined the first office and under the surface within 12  #133,891-C, which applies to the KCC District 3 are the plugged. In all cases, NOTIFY district office point of the knowledge and belief.	ce pipe shall be set eary prior to pluggling; 10 days of spud date. ea, alternate II cementing
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 ea 3. The minimum amount of surface pipe as specified below shall be so through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the c 5. The appropriate district office will be notified before well is either plu 6. If an ALTERNATE II COMPLETION, production pipe shall be cemen Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall hereby certify that the statements made herein are true and to the best of	of by circulating cement to the top; in all cases surfar the underlying formation.  district office on plug length and placement is necessinged or production casing is cemented in; ted from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are be plugged. In all cases, NOTIFY district office profit my knowledge and belief.  Title: Agent	ce pipe shall be set eary prior to plugging; 10 days of spud date. ea, alternate II cementing
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 ea 3. The minimum amount of surface pipe as specified below shall be set through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the office of the strict office will be notified before well is either plut 6. If an ALTERNATE II COMPLETION, production pipe shall be cemen. Or pursuant to Appendix "8" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall hereby certify that the statements made herein are true and to the best of the statements.  Signature of Operator or Agent:	of by circulating cement to the top; in all cases surfact the underlying formation. district office on plug length and placement is necessinged or production casing is cemented in; and from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are be plugged. In all cases, NOTIFY district office printing the knowledge and belief.  Remember to:	ce pipe shall be set eary prior to pluggling; to days of spud date. ea, atternate II cementing ior to any cementing.
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 ea 3. The minimum amount of surface pipe as specified below shall be set through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the office of the appropriate district office will be notified before well is either plus 6. If an ALTERNATE II COMPLETION, production pipe shall be cemen Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall thereby certify that the statements made herein are true and to the best of Date: 5/19/06  Signature of Operator or Agent:	at by circulating cement to the top; in all cases surfact the underlying formation.  district office on plug length and placement is necessigged or production casing is cemented in; ted from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are be plugged. In all cases, NOTIFY district office put my knowledge and belief.  Remember to:  File Drill Pit Application (form CDP-1) with Intent to	te pipe shall be set sary prior to pluggling; to days of spud date, to a, alternate II comenting to any comenting.
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 ea 3. The minimum amount of surface pipe as specified below shall be set through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the c 5. The appropriate district office will be notified before well is either plu 6. If an ALTERNATE II COMPLETION, production pipe shall be cemen Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall thereby certify that the statements made herein are true and to the best of the certific plus of the statements of Operator or Agent:  Signature of Operator or Agent:  Por KCC Use ONLY API # 15 -	of by circulating cement to the top; in all cases surfact the underlying formation. district office on plug length and placement is necessinged or production casing is cemented in; and from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are be plugged. In all cases, NOTIFY district office printing the knowledge and belief.  Remember to:	te pipe shall be set  ary prior to plugging;  do days of spud date.  aa, atternate II cementing ior to any cementing.  Drill;  spud date;
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 ea 3. The minimum amount of surface pipe as specified below shall be so through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the office appropriate district office will be notified before well is either plus 6. If an ALTERNATE II COMPLETION, production pipe shall be cemen Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall hereby certify that the statements made herein are true and to the best of Dato:    Signature of Operator or Agent:	at by circulating cement to the top; in all cases surfact the underlying formation.  district office on plug length and placement is necessigged or production casing is cemented in; ted from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are be plugged. In all cases, NOTIFY district office put my knowledge and belief.  Remember to:  File Drill Pit Application (form CDP-1) with Intent to File Completion Form ACO-1 within 120 days of	ce pipe shall be set  cary prior to plugging;  co days of spud date.  ca, atternate II comenting  cor to any cementing.  co Drill;  spud date;  coration orders:
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 ea 3. The minimum amount of surface pipe as specified below shall be set through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the c 5. The appropriate district office will be notified before well is either plu 6. If an ALTERNATE II COMPLETION, production pipe shall be cemen Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall be thereby certify that the statements made herein are true and to the best of the control of	the by circulating cement to the top; in all cases surfact the underlying formation.  district office on plug length and placement is necessing to the completion casing is comented in; ted from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are be plugged. In all cases, NOTIFY district office professional processing in the completion form CDP-1) with Intent to File Drill Pit Application (form CDP-1) with Intent to File Completion Form ACO-1 within 120 days of File acreage attribution plat according to field proportion of the completion of the completion form CDP-1 within 120 days of File acreage attribution plat according to field proportion of the completion o	ce pipe shall be set  ary prior to pluggling;  to days of spud date.  as, atternate II cementing ior to any cementing.  Do Drill; spud date; pration orders; workover or re-entry; completed;
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 ea 3. The minimum amount of surface pipe as specified below shall be so through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the office will be notified before well is either plut 6. If an ALTERNATE II COMPLETION, production plpe shall be cemen Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall hereby certify that the statements made herein are true and to the best of pate:    Signature of Operator or Agent:	and by circulating cement to the top; in all cases surfact the underlying formation.  district office on plug length and placement is necessingled or production casing is cemented in; and from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 and be plugged. In all cases, NOTIFY district office profit my knowledge and belief.  Remamber to:  File Drill Pit Application (form CDP-1) with Intent to File Completion Form ACO-1 within 120 days of File acreage attribution plat according to field profit in the propriate district office 48 hours prior to	ce pipe shall be set lary prior to plugging; le days of spud date. lea, atternate II cementing ior to any cementing.  Do Drill; spud date; pration orders; workover or re-entry; completed;
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 ea 3. The minimum amount of surface pipe as specified below shall be so through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the c 5. The appropriate district office will be notified before well is either plu 6. If an ALTERNATE II COMPLETION, production pipe shall be cemen Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall hereby certify that the statements made herein are true and to the best of Date: 5/19/06  Signature of Operator or Agent:  For KCC Use ONLY API # 15 - Conductor pipe required feet per Alt. V (2)	the by circulating cement to the top; in all cases surfact the underlying formation.  district office on plug length and placement is necessing to the completion casing is comented in; and from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are be plugged. In all cases, NOTIFY district office professional processing of the completion form CDP-1) with Intent to File Drill Pit Application (form CDP-1) with Intent to File Completion Form ACO-1 within 120 days of File acreage attribution plat according to field professional propriate district office 48 hours prior to Submit plugging report (CP-4) after plugging is contain written approval before disposing or inject.	ce pipe shall be set  ary prior to pluggling;  to days of spud date.  as, atternate II cementing ior to any cementing.  Do Drill; spud date; pration orders; workover or re-entry; completed; ting sall water.  So date) please
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 ea 3. The minimum amount of surface pipe as specified below shall be so through all unconsolidated materials plus a minimum of 20 feet into t 4. If the well is dry hole, an agreement between the operator and the office appropriate district office will be notified before well is either plus 6. If an ALTERNATE II COMPLETION, production pipe shall be cemen Or pursuant to Appendix "B" - Eastern Kansas surface casing order must be completed within 30 days of the spud date or the well shall hereby certify that the statements made herein are true and to the best of Dato:    Signature of Operator or Agent:	the by circulating cement to the top; in all cases surfact the underlying formation.  district office on plug length and placement is necessing of the complete of the completion form complete of the complete of the completion form complete of the complet	ce pipe shall be set  ary prior to plugging;  do days of spud date.  as, atternate II cementing ior to any cementing.  Do Drill; spud date; pration orders: workover or re-entry; completed; ting sall water.  Solution date) please
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 ea 3. The minimum amount of surface pipe as specified below shall be so through all unconsolidated materials plus a minimum of 20 feet into the second of the well is dry hole, an agreement between the operator and the construction of the surface of the sport of the surface of the surfa	and by circulating cement to the top; in all cases surfact the underlying formation.  district office on plug length and placement is necessingled or production casing is cemented in; ted from below any usable water to surface within 12 #133,891-C, which applies to the KCC District 3 are be plugged. In all cases, NOTIFY district office print with production and belief.  Remamber to:  File Drill Pit Application (form CDP-1) with Intent to File Completion Form ACO-1 within 120 days of File acreage attribution plat according to field production. Notify appropriate district office 48 hours prior to Submit plugging report (CP-4) after plugging is contain written approval before disposing or inject. If this permit has expired (See: authorized expirational check the box below and return to the address in Well Not Drilled - Permit Expland	ce pipe shall be set  ary prior to plugging;  do days of spud date.  as, atternate II cementing ior to any cementing.  Do Drill; spud date; pration orders: workover or re-entry; completed; ting sall water.  Solution date) please
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 ea 3. The minimum amount of surface pipe as specified below shall be so through all unconsolidated materials plus a minimum of 20 feet into the second of t	the by circulating cement to the top; in all cases surfact the underlying formation.  district office on plug length and placement is necessing of the complete of the completion form complete of the complete of the completion form complete of the complet	ce pipe shall be set  ary prior to pluggling;  to days of spud date.  as, atternate II cementing ior to any cementing.  Do Drill; spud date; pration orders; workover or re-entry; completed; ting sall water.  Son date) please

; 'Y 2 2 2006