For KCu ... Effective Date: SGA? Yes No

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 October 2007 Form must be Typed

Must be approved by KCC	INTENT TO DRILL Form must be Sig five (5) days prior to commencing well All blanks must be Fi	ned lled
Expected Spud Date: Dec. 19 2009 month day year	Spot Description: 30 *W of	
OPERATOR: License# 33813	N/2 N/2 NW Sec. 10 Twp. 8 S. R. 24 F X	w
Name: JASON OIL COMPANY	feet from K N / S Line of Sect	tion
Address 1: P.O. Box 701	feet from F / W Lice of San	ion
Address 2:	is SECTION: Regular Irregular?	
City: Russell State: KS Zip: 67665 +	(Note: Locate well on the Section Plat on reverse side)	
Contact Person: VIII DOLIDEL GEL	county: Grantain	
Phone: (785) 483-4204	Lease Name: HEUPEL Well #: 1	
CONTRACTOR: Ligense# 31548	Field Name: Wildcat Nana.	
Name: Discovery Drilling Co., Inc.	Is this a Prorated / Spaced Field? Target Formation(s): LKC & Arbuckle	0
Well Drilled For: Well Class: Type Equipment:	Nearest Lease or unit boundary line (in footage): 330	
X Oil Enh Rec Infield X Mud Rotary	Ground Surface Elevation: 2267 EGL feet MS	_
Gas Storage Pool Ext. Air Rotary	Mator well within and	
Disposal X Wildcat / Cable	Public water supply well within one mile: Depth to bottom of fresh water: Yes X N	10 /
Seismic ; # of Holes Other	Depth to bottom of fresh water: 150'	Ю
Other:	Depth to bottom of usable water:1050	
If OWWO: old well information as follows:	Surface Pipe by Alternate: X II	
	Length of Surface Pipe Planned to be set: 200' +	
Operator:	Length of Conductor Pine (if any): None	_
Well Name:	Projected Total Depth: 4000	-
Original Completion Date: Original Total Depth:	Formation at Total Depth: Arbuckle	
Directional, Deviated or Horizontal wellbore? If Yes, true vertical depth: Bottom Hole Location:	Water Source for Dritling Operations: Well X Farm Pond Other: DWR Permit #:	_
Bottom Hole Location:KCC DKT #:		-
KCC DKT #:	Mill Cores for the Co	_
	If Yes, proposed zone:)
ΔF	FIDAVIT STORY -	-
The undersigned hereby affirms that the drilling, completion and eventual plants	FIDAVIT RECEIVED	
It is agreed that the following minimum requirements will be met:	DEC 4 A good	
1. Notify the appropriate district office prior to spudding of well-	DEC 1 4 2009	
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 company to the state of the s	Ţ
		,
4. If the well is dry hole, an agreement between the operator and the dist 5. The appropriate district office will be notified before well is either plugg 6. If an ALTERNATE II COMPLETION, production since half the services.	rict office on plug length and placement is necessary prior to plugging:	
6. If an ALTERNATE II COMPLETION production give shall be compared	red or production casing is cemented in;	
Or pursuant to Appendix "B" - Eastern Kansas surface casing order #1	o from below any usable water to surface within 120 DAYS of spud date. 33,891-C, which applies to the KCC District 3 area, alternate If cementing	
2	Plugget, III all Cases, NULLEY district office prior to any seminary	
molecy coming that the statements made nerein are true and correct to the b	est of my knowledge and belief.	
Dec. 11, 2009	1120 ()	
Date: Dec. 11, 2009 Signature of Operator or Agent:	Title: Agent	
	Remember to:	
For KCC Use ONLY	- File Drill Pit Application (form CDP-1) with Intent to Drill;	
API # 15 - 065-23608-00-00	- File Completion Form ACO-1 within 120 days of soud date:	7
Conductor pipe requiredfeet	File acreage attribution plat according to field proration orders:	_
Minimum numfa a z i v 200	- Notity appropriate district office 48 hours prior to workeyer or re-entry	J
Approved by: 42-/4-2009	- Submit plugging report (CP-4) after plugging is completed (within 60 days).	
	Obtain written approval before disposing or injecting salt water.	ذ
This authorization expires: 12-14-20/0 (This authorization void if drilling not started within 12 months of approval date.)	If this permit has expired (See: authorized expiration date) please check the box below and return to the address below.	:
g to started within 12 mortins of approval date.)	Well Not Drilled - Permit Expired Date:	1
Spud date: Agent:	Signature of Operator or Agent:	•
		ł

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

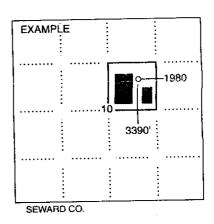
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please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

proposed acreage distribution	
API No. 15 - 065-23608-00-00	Leasting of Walls County Graham
Operator: JASON OIL COMPANY	Location of Well: County: Granam 330 feet from N / S Line of Section
Lease: HEUPEL	1290 feet from E / X W Line of Section
Well Number: Wildcat	Sec. 10 Twp. 8 S. R. 24W EXW
rielo:	
Number of Acres attributable to well:	ls Section: X Regular or I Irregular
QTR/QTR/QTR of acreage:	If Section is Irregular, locate well from nearest corner boundary.
	Section corner used: NEXNW SE SW
	Section comer used.

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.)

12	90'	330'				,	*********
					*******	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
			10)			:
		5					
			**********			: 	·
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NOTE: In all cases locate the spot of the proposed drilling locaton.

Graham Co., KS

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

Form CDP-1 April 2004 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate

Operator Name: JASON OIL COMPANY			License Number: 33813			
Operator Address: P.O. Box 701 Russell, Kansas 67665			55			
Contact Person: J.L. Schoenber	rger		Phone Number: (785) 483 - 4204			
Lease Name & Well No.: HEUPEL #	1		Pit Location (QQQQ): 30 W of			
Type of Pit: Emergency Pit Burn Pit	Pit is: X Proposed Existing					
Settling Pit	If Existing, date constructed:		330 Feet from X North / South Line of Section			
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit capacity: 3000 (bbls)		1290 Feet from East / X West Line of Section Graham County			
Is the pit located in a Sensitive Ground Water	Area? Yes X) No	Chloride concentration: mg/l (For Emergency Pils and Settling Pits only)			
Is the bottom below ground level? X Yes No	Artificial Liner?		How is the pit lined if a plastic liner is not used? Clay soil, native and fresh mud.			
Pit dimensions (all but working pits): 70 Length (feet) 70 Depth from ground level to deepest point:			Width (feet) N/A: Steel Pits 5 (feet)			
		Depth to shallo Source of infor	owest fresh water			
3 o 45 feet Depth of water well 40 feet		measured well owner electric log KDWR				
Emergency, Settling and Burn Pits ONLY: Producing Formation:		Drilling, Workover and Haul-Off Pits ONLY: Type of material utilized in drilling/workover: Fresh Mud				
			lumber of working pits to be utilized: 3			
Barrels of fluid produced daily: Abandonment		procedure: Allow liquid contents to				
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No		Abandonment procedure: Allow liquid contents to evaporate, let cuttings dry and backfill. Drill pits must be closed within 365 days of spud date.				
I hereby certify that the above statements are true and correct to the best of my knowledge and belief.						
Dec. 11, 2009		/ Wind	DEC 1 4 200 Gnature of Applicant or Agent KCC WICHII			
KCC OFFICE USE ONLY						
Date Received: 12-14-09 Permit Num	ber:	Permit	Date: 12-14-09 Lease Inspection: Yes X No			