

For KCC Use: 6-12-2010
 Effective Date: 1
 District # 1
 SGA? Yes No

KANSAS CORPORATION COMMISSION
 OIL & GAS CONSERVATION DIVISION

*CDP-1 ONLY
CORRECTED
 No CORRECTIONS ON FORM C-1
 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 1, 2010
 month day year

OPERATOR: License# 9262
 Name: Lowry Exploration, Inc.
 Address 1: 427 S. Boston, Ste 306
 Address 2: _____
 City: Tulsa State: Ok Zip: 74103 + _____
 Contact Person: R.G. Lowry
 Phone: 918-587-5094

CONTRACTOR: License# 5929
 Name: Duke Drilling

Spot Description: N2 - N2 - S2 - sw Sec. 34 Twp. 31 S. R. 31 E W
 (00000) 1,020 feet from N / S Line of Section
1,320 feet from E / W Line of Section
 Is SECTION: Regular Irregular?

(Note: Locate well on the Section Plat on reverse side)
 County: Seward

Lease Name: Reiss Well #: 1
 Field Name: Plains NW

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

Nearest Lease or unit boundary line (in footage): 1020
 Ground Surface Elevation: 2797 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: 270' S20
 Depth to bottom of usable water: 270' S20

Surface Pipe by Alternate: I II
 Length of Surface Pipe Planned to be set: 1600

Length of Conductor Pipe (if any): 40
 Projected Total Depth: 6000

Formation at Total Depth: St Louis

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

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

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

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KCC WICHITA

JUN 04 2010

CONSERVATION DIVISION
 WICHITA, KS

Well Drilled For: Oil Gas Enh Rec Storage Disposal Seismic; # of Holes _____
 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 #: _____

Prorated / Spaced: Hugoton

AFFIDAVIT

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: 6-2-2010 Signature of Operator or Agent: R.G. Lowry Title: PRESIDENT

For KCC Use ONLY
 API # 15 - 175-22183-00-00
 Conductor pipe required None feet
 Minimum surface pipe required 540 feet per ALT. I II
 Approved by: June 6-7-2010 / MW 7-15-2010
 This authorization expires: 6-7-2011
 (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: _____

34
 31
 31
 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

KCC WICHITA

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 - _____
Operator: Lowry Exploration, Inc.
Lease: Reiss
Well Number: 1
Field: Plains NW
Number of Acres attributable to well: 160
QTR/QTR/QTR/QTR of acreage: _____ - _____ - _____ - SW

Location of Well: County: Seward
1,020 feet from [] N / [X] S Line of Section
1,320 feet from [] E / [X] W Line of Section
Sec. 34 Twp. 31 S. R. 31 [] E [X] W

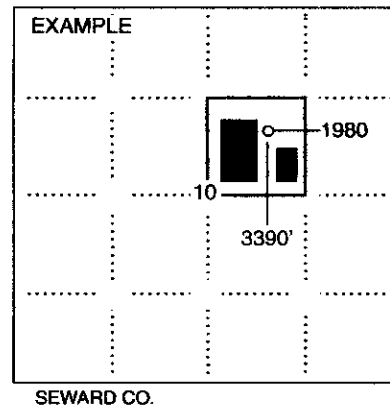
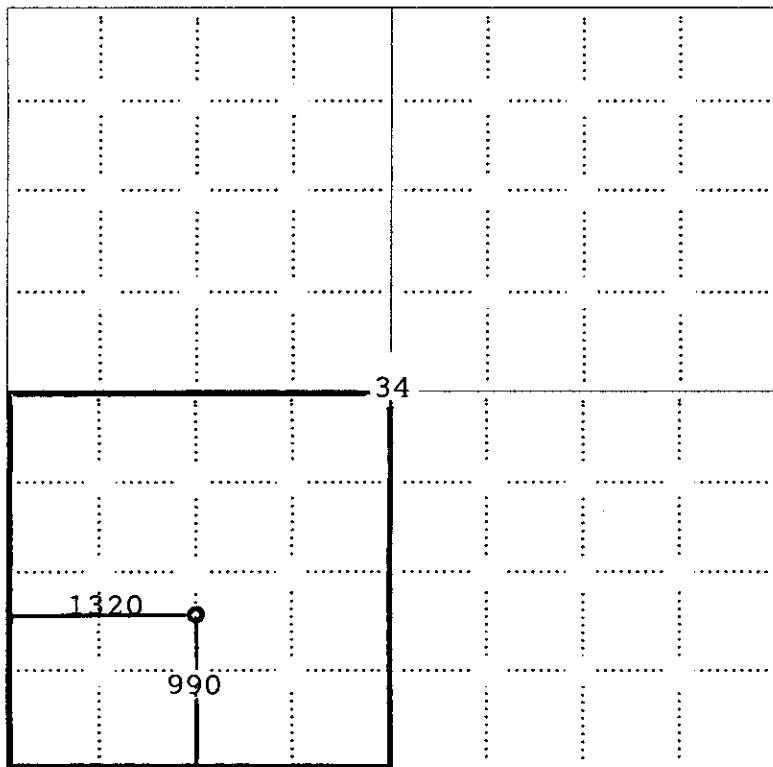
Is Section: [X] Regular or [] Irregular

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 location.

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
APPLICATION FOR SURFACE PIT

Form CDP-1
April 2004
must be Typed

CORRECTED

Submit in Duplicate

CORRECTED

Operator Name: Lowry Exploration, Inc.		License Number: 9262	
Operator Address: 427 S. Boston, Ste 306		Tulsa Ok 74103	
Contact Person: R.G. Lowry		Phone Number: 918-587-5094	
Lease Name & Well No.: Reiss 1		Pit Location (QQQQ): <i>N/2 SE N/2 SE S/2 SW</i>	
Type of Pit: <input type="checkbox"/> Emergency Pit <input type="checkbox"/> Settling Pit <input type="checkbox"/> Workover Pit <small>(If WP Supply API No. or Year Drilled)</small>	Pit is: <input checked="" type="checkbox"/> Proposed <input type="checkbox"/> Existing If Existing, date constructed: _____ Pit capacity: 12,000 (bbls)	Sec. 34 Twp. 31 R. 31 <input type="checkbox"/> East <input checked="" type="checkbox"/> West 100 1020 Feet from <input type="checkbox"/> North / <input checked="" type="checkbox"/> South Line of Section 2,440 1320 Feet from <input type="checkbox"/> East / <input checked="" type="checkbox"/> West Line of Section Seward County	
Is the pit located in a Sensitive Ground Water Area? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		Chloride concentration: _____ mg/l <small>(For Emergency Pits and Settling Pits only)</small>	
Is the bottom below ground level? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Artificial Liner? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	How is the pit lined if a plastic liner is not used?	
Pit dimensions (all but working pits): 125 Length (feet) 125 Width (feet) <input type="checkbox"/> N/A: Steel Pits Depth from ground level to deepest point: 4 (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. RECEIVED JUL 09 2010 KCC WICHITA	
Distance to nearest water well within one-mile of pit 2090 324 1450 feet Depth of water well 280 feet		Depth to shallowest fresh water 202 170 feet. 6 Source of information: <input checked="" 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: Gel Number of working pits to be utilized: 2 (Steel) Abandonment procedure: evaporation RECEIVED KANSAS CORPORATION COMMISSION 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. 6-2-2010 Date		JUN 04 2010 CONSERVATION DIVISION WICHITA, KS Signature of Applicant or Agent	

KCC OFFICE USE ONLY		Steel Pit <input type="checkbox"/>	RFAC <input type="checkbox"/>	RFAS <input type="checkbox"/>
Date Received: 6/4/10	Permit Number: 15-175-22183	Permit Date: 6-7-10	Lease Inspection: <input checked="" type="checkbox"/> Yes <input checked="" type="checkbox"/> No	7-15-10

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

RECEIVED

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

JUL 14 2010

Form KSONA-1

July 2010

Form Must Be Typed

Form must be Signed

All blanks must be Filled

CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

This form must be submitted with all Forms C-1 (Notice of Intent to Drill); CB-1 (Cathodic Protection Borehole Intent); T-1 (Request for Change of Operator Transfer of Injection or Surface Pit Permit); and CP-1 (Well Plugging Application). Any such form submitted without an accompanying Form KSONA-1 will be returned.

Select the corresponding form being filed: C-1 (Intent) CB-1 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)

OPERATOR: License # 9262
Name: Lowry Exploration, Inc.
Address 1: 427 S. Boston, Ste 306
Address 2: _____
City: Tulsa State: Ok Zip: 74103 + _____
Contact Person: R.G. Lowry
Phone: (918) 587-5094 Fax: (918) 587-5094
Email Address: rglowry@tulsacoxmail.com

Well Location:
N/2 N/2 S/2 SW Sec. 34 Twp. 31 S. R. 31 East West
County: Seward
Lease Name: Reiss Well #: 1

If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:

Surface Owner Information:

Name: Scott Reiss
Address 1: 21970 Rd 16
Address 2: _____
City: Plains State: Ks Zip: 67869 + _____

When filing a Form T-1 involving multiple surface owners, attach an additional sheet listing all of the information to the left for each surface owner. Surface owner information can be found in the records of the register of deeds for the county, and in the real estate property tax records of the county treasurer.

If this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathodic Protection Borehole Intent), you must supply the surface owners and the KCC with a plat showing the predicted locations of lease roads, tank batteries, pipelines, and electrical lines. The locations shown on the plat are preliminary non-binding estimates. The locations may be entered on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.

Select one of the following:

- I certify that, pursuant to the Kansas Surface Owner Notice Act (House Bill 2032), I have provided the following to the surface owner(s) of the land upon which the subject well is or will be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C-1 or Form CB-1, the plat(s) required by this form; and 3) my operator name, address, phone number, fax, and email address.
- I have not provided this information to the surface owner(s). I acknowledge that, because I have not provided this information, the KCC will be required to send this information to the surface owner(s). To mitigate the additional cost of the KCC performing this task, I acknowledge that I am being charged a \$30.00 handling fee, payable to the KCC, which is enclosed with this form.

If choosing the second option, submit payment of the \$30.00 handling fee with this form. If the fee is not received with this form, the KSONA-1 form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1 will be returned.

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

Date: 7/12/2010 Signature of Operator or Agent: R. G. Lowry Title: President