

15-051-25158-0000

For KCC Use: Effective Date: 9.18.02 District #: 4 SGA? Yes No

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 September 1999

NOTICE OF INTENT TO DRILL

Must be approved by KCC five (5) days prior to commencing well AP 80's & 40's of

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KCC WICHITA 08-30-02

Form must be Typed Form must be Signed All blanks must be Filled

Expected Spud Date: September 15, 2002

Spot: NW SW Sec. 26 Twp. 11S S. R. 16 East West

OPERATOR: License# 32511 Name: Imperial American Oil Corporation Address: 303 N Carroll Blvd #214 City/State/Zip: Denton TX 76201 Contact Person: Hal Porter Phone: (940) 483-9148

1900 feet from (S) (circle one) Line of Section 700 feet from (W) (circle one) Line of Section Is SECTION Regular Irregular?

CONTRACTOR: License# 30606 Name: Murfin Drilling Co., Inc.

(Note: Locate well on the Section Plat on reverse side) County: Ellis Lease Name: Ella Well #: 26-2 Field Name: Wildcat (per seismic)

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

Is this a Prorated / Spaced Field? Yes No Target Formation(s): LKC, Arbuckle Nearest Lease or unit boundary: 700 Ground Surface Elevation: 1750 approx 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: 400 500 Surface Pipe by Alternate: X 1 2

If OWWO: old well information as follows: Operator: Well Name: Original Completion Date: Original Total Depth:

Length of Surface Pipe Planned to be set: 900 Length of Conductor Pipe required: none Projected Total Depth: 3400 Formation at Total Depth: Arbuckle

Directional, Deviated or Horizontal wellbore? Yes No If Yes, true vertical depth: Bottom Hole Location: KCC DKT #:

Water Source for Drilling Operations: Well Farm Pond Other X DWR Permit #: Will Cores be taken? Yes No If Yes, proposed zone:

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: August 27, 2002 Signature of Operator or Agent: Hal Porter Title: President

For KCC Use ONLY API # 15 - 051.25158-00.00 Conductor pipe required NONE feet Minimum surface pipe required 520 feet per Alt. 1 Approved by: RJP 9.13.02 This authorization expires: 3.13.03 (This authorization void if drilling not started within 6 months of effective 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; - Obtain written approval before disposing or injecting salt water.

26 11 16w

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KCC WICHITA

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

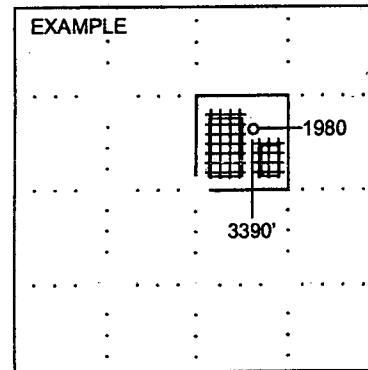
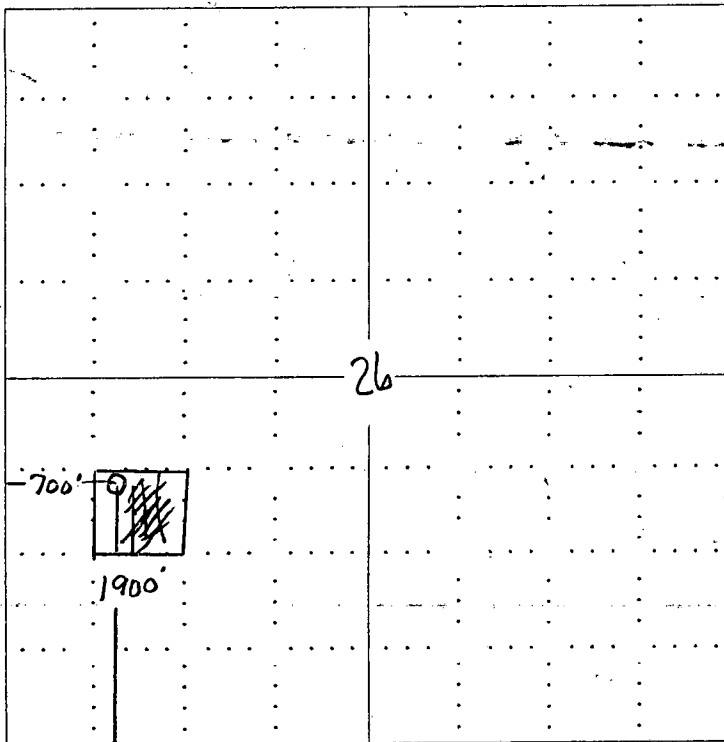
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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 - _____
Operator: Imperial American Oil Corporation
Lease: Ella
Well Number: 26-2
Field: Wildcat
Number of Acres attributable to well: 10
QTR / QTR / QTR of acreage: SE - NE - SW

Location of Well: County: Ellis
1900 feet from S / N (circle one) Line of Section
700 feet from E / W (circle one) Line of Section
Sec. 26 Twp. 11S S. R. 16 East West
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.)*



SEWARD CO.

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