



For KCC Use:  
 Effective Date: 07/14/2010  
 District # 2  
 SGA?  Yes  No

KANSAS CORPORATION COMMISSION 1040605  
 OIL & GAS CONSERVATION DIVISION

Form C-1  
 March 2010  
 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*

*Form KSONA-1, Certification of Compliance with the Kansas Surface Owner Notification Act, MUST be submitted with this form.*

Expected Spud Date: 07/26/2010  
 month day year

Spot Description: Center of the NW NW

OPERATOR: License# 5192  
 Name: Shawmar Oil & Gas Co., Inc.  
 Address 1: 1116 E MAIN  
 Address 2: PO BOX 9  
 City: MARION State: KS Zip: 66861 + 1230  
 Contact Person: Beau Cloutier  
 Phone: 620-382-2932

660 feet from  N /  S Line of Section  
4,620 feet from  E /  W Line of Section

Is SECTION:  Regular  Irregular?

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

CONTRACTOR: License# \_\_\_\_\_  
 Name: Advise on ACO-1 --Must be licensed by KCC

County: Chase

Lease Name: Lips Well #: 10-27

Field Name: Unnamed

Is this a Prorated / Spaced Field?  Yes  No

Target Formation(s): Admire/Indian Cave

Well Drilled For: Well Class: Type Equipment:

Oil  Enh Rec  Infield  Mud Rotary  
 Gas  Storage  Pool Ext.  Air Rotary  
 Seismic; # of Holes  Disposal  Wildcat  Cable  
 Other: \_\_\_\_\_  
 Other: \_\_\_\_\_

Nearest Lease or unit boundary line (in footage): 660

Ground Surface Elevation: 1501 Estimated/Estimated 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: 100

Depth to bottom of usable water: 180

Surface Pipe by Alternate:  I  II

Length of Surface Pipe Planned to be set: 200

Length of Conductor Pipe (if any): \_\_\_\_\_

Projected Total Depth: 700

Formation at Total Depth: Admire/Indian Cave

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: \_\_\_\_\_

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 #: \_\_\_\_\_

**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**

RECEIVED  
 KANSAS CORPORATION COMMISSION  
 AUG 19 2010  
 WICHITA, KS  
 CONSERVATION DIVISION

**Submitted Electronically**

For KCC Use ONLY  
 API # 15-017-20909-00-00  
 Conductor pipe required 0 feet  
 Minimum surface pipe required 200 feet per ALT.  I  II  
 Approved by: Rick Hestermann 07/09/2010  
 This authorization expires: 07/09/2011  
 (This authorization void if drilling not started within 12 months of approval date.)  
 Spud date: \_\_\_\_\_ Agent: \_\_\_\_\_

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

**Remember to:**

- File Certification of Compliance with the Kansas Surface Owner Notification Act (KSONA-1) with Intent to Drill;
- 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 well will not be drilled or permit has expired (See: authorized expiration date) please check the box below and return to the address below.

Well will not be drilled or Permit Expired Date: 8/18/10  
 Signature of Operator or Agent: \_\_\_\_\_

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