

FOR KCC USE:

15-051-25047-0000  
PERMIT EXTENSION

FORM C-1 7/91

FORM MUST BE TYPED

FORM MUST BE SIGNED

ALL BLANKS MUST BE FILLED

EFFECTIVE DATE: 7-17-2000

State of Kansas

DISTRICT # 4

NOTICE OF INTENTION TO DRILL

SGA? Yes No

Must be approved by the K.C.C. five (5) days prior to commencing well.

Expected Spud Date July 17 2000  
month day year

Spot 50'S&170'W of East  
NW-SE-SE Sec 4. Twp 13. S, Rg 16W X West

OPERATOR: License # 4058  
Name: AMERICAN WARRIOR, INC.  
Address: P.O. Box 399  
City/State/Zip: Garden City, KS 67846  
Contact Person: Cecil O'Brate  
Phone: (316) 275-9231

940 feet from South / North line of Section  
1160 feet from East / West line of Section  
IS SECTION X REGULAR IRREGULAR?

CONTRACTOR: License #: 31548  
Name: Discovery Drilling Co., Inc.

(NOTE: Locate well on the Section Plat on Reverse Side)  
County: Ellis  
Lease Name: Steele Well #: 7  
Field Name: Emmeram

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

Is this a Prorated/Spaced Field? ... yes X no  
Target Formation(s): LKC  
Nearest lease or unit boundary: 940'  
Ground Surface Elevation: 1968 feet MSL  
Water well within one-quarter mile: ... yes X no  
Public water supply well within one mile: ... yes X no  
Depth to bottom of fresh water: 180'  
Depth to bottom of usable water: 600'  
Surface Pipe by Alternate: ... 1 X 200'  
Length of Surface Pipe Planned to be set: 200'  
Length of Conductor pipe required: None  
Projected Total Depth: 3500'  
Formation at Total Depth: Arbuckle  
Water Source for Drilling Operations:  
... well X farm pond ... other

If OWD: old well information as follows:  
Operator:  
Well Name:  
Comp. Date: Old Total Depth

Directional, Deviated or Horizontal wellbore? ... yes X no  
If yes, true vertical depth:  
Bottom Hole Location:

Will Cores Be Taken?: ... yes X 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: July 6, 2000.. Signature of Operator or Agent: Thomas L. ... Title: Agent

FOR KCC USE:  
 API # 15- 051-250470000  
 Conductor pipe required NONE feet  
 Minimum surface pipe required 200 feet per Alt. X(2)  
 Approved by: JK 7-12-2000/EXT 1-9-2001 JK  
 This authorization expires: 7-12-2001 EXP  
 (This authorization void if drilling not started within 6 months of effective date.)  
 Spud date: Agent:

RECEIVED  
 STATE CORPORATION COMMISSION  
 7-12-2001  
 JUL 10 2000  
 07-10-00  
 CONSERVATION DIVISION  
 Wichita, Kansas

REMEMBER TO:

- File Drill Pit Application (form CDP-1) with Intent to Drill;
- File Completion Form ACD-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.

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

**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 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 AMERICAN WARRIOR, INC.  
 LEASE Steele  
 WELL NUMBER 7  
 FIELD Emmeram

LOCATION OF WELL: COUNTY Ellis  
940 feet from south/north line of section  
1160 feet from east/west line of section  
 SECTION 4 TWP 13S RG 16W

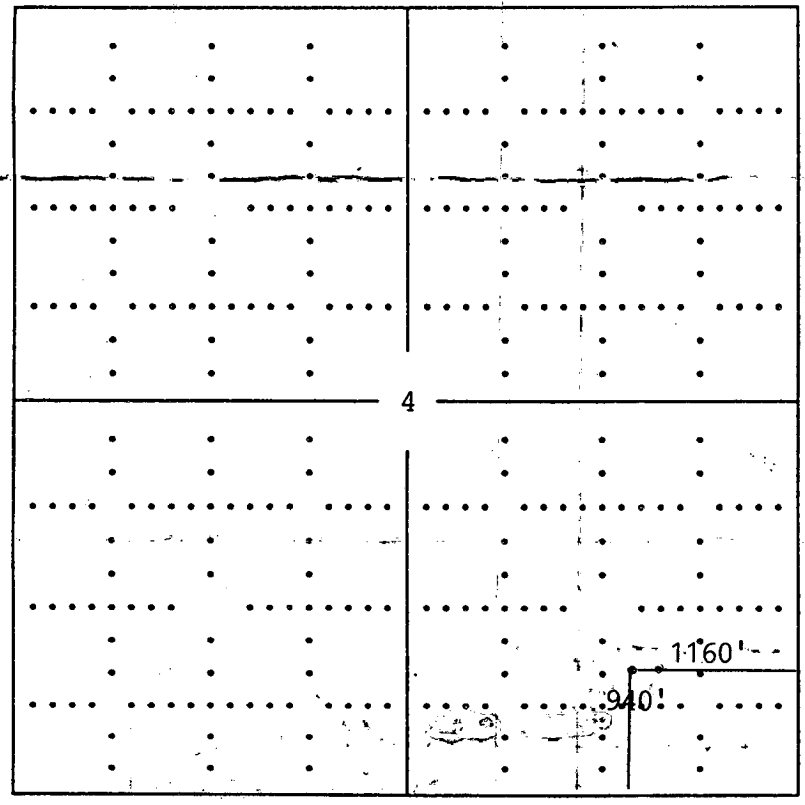
NUMBER OF ACRES ATTRIBUTABLE TO WELL \_\_\_\_\_  
 QTR/QTR/QTR OF ACREAGE \_\_\_\_\_

IS SECTION X REGULAR or \_\_\_\_\_ IRREGULAR  
**IF SECTION IS IRREGULAR, LOCATE WELL FROM NEAREST CORNER BOUNDARY.**

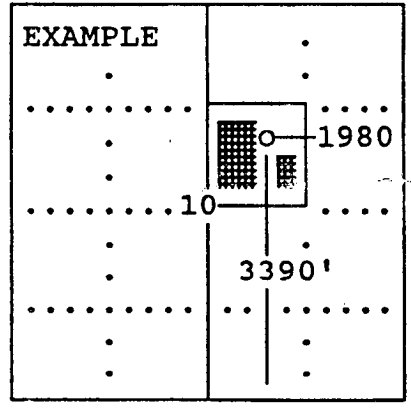
Section corner used: \_\_\_\_\_ NE \_\_\_\_\_ NW \_\_\_\_\_ SE \_\_\_\_\_ SW

**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.)



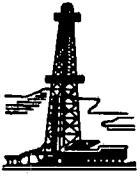
Ellis Co.



SEWARD CO.

**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; and
- 3) the distance to the nearest lease or unit boundary line.



# Discovery Drilling

P.O. Box 763 • Hays, KS 67601 • OFFICE (785) 623-2920 • CELLULAR (785) 635-1511

15-051-25047-0000

RECEIVED  
KANSAS CORP. COMM

2001 JAN -9 P 12:01

8 Jan 2001

KCC  
Attn: Jeff

RE: Extension of Drilling permit # 051-25,047-0000

Jeff:

Please extent this permit as I will not have a rig available to drill  
this location until the 18th of January.

Enclosed is a copy of the original intent.

Thanks,

Tom