

EFFECTIVE DATE: 1-14-90

15-071-20492- CORRECTION Correction

FORM MUST BE TYPED
FORM C-1 4/90

State of Kansas
NOTICE OF INTENTION TO DRILL

FORM MUST BE SIGNED
ALL BLANKS MUST BE FILLED

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

Expected Spud Date January 15 1990 APP SW NE SW Sec 5... Twp 16... S, Rg42... X East
month day year

OPERATOR: License # KCC #4034 ** 1520' feet from South line of Section
** 3500' feet from East line of Section
(Note: Locate well on Section Plat on Reverse Side)

Name: Remuda Corporation
Address: P.O. Box 7127
City/State/Zip: Billings, MT 59103-7127
Contact Person: Norman T. Brown
Phone: 303-830-0331

County: Greeley
Lease Name: L. Sloan Well #: 1
Field Name: Unknown

CONTRACTOR: License #: KCC #6033
Name: Murfin Drilling Co. **

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

Is this a Prorated Field? ... yes X no
Target Formation(s): Morrow
Nearest lease or unit boundary: 860'
Ground Surface Elevation: 3847 feet MSL
Domestic well within 330 feet: ... yes X no
Municipal well within one mile: ... yes X no
Depth to bottom of fresh water: 205
Depth to bottom of usable water: 1820
Surface Pipe by Alternate: ... 1 X 2
Length of Surface Pipe Planned to be set: 350'
Length of Conductor pipe required: 5300'
Projected Total Depth: 5300'
Formation at Total Depth: Mississippian
Water Source for Drilling Operations:
... well ... farm pond X other

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

Directional, Deviated or Horizontal wellbore? ... yes X no
If yes, total depth location:

WAS: 1550 FSL & 3550 FEL; NEAREST LEASE = 1550

AFFIDAVIT

IS: 1520 FSL & 3500 FEL; NEAREST BOUNDARY OR LEASE = 860'

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. The appropriate district office shall be notified before setting surface pipe;
2. The minimum amount of surface pipe as specified above 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;
3. If the well is dry, a plugging proposal shall be submitted to the district office. An agreement between the operator and the district office on plug length and placement is necessary prior to plugging;
4. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
5. 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: 6/8/90 Signature of Operator or Agent: Edward J. [Signature] Title: Vice President

FOR KCC USE:

API # 15- 071-20,492-00-00

Conductor pipe required NONE feet

Minimum surface pipe required 350 feet per Alt. ①

Approved by: MDW 6-19-90; ORIG 1-9-90

EFFECTIVE DATE: 1-14-90

This authorization expires: 7-9-90

(This authorization void if drilling not started within 6 months of effective date.)

Spud date: _____ Agent: _____

STATE OF KANSAS
JUN 11 1990
06-11-90
CONSERVATION DIVISION
Wichita, Kansas

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.

5 165 42w

APPROX-140-21
300

STATE OF KANSAS
JUL 17 1990

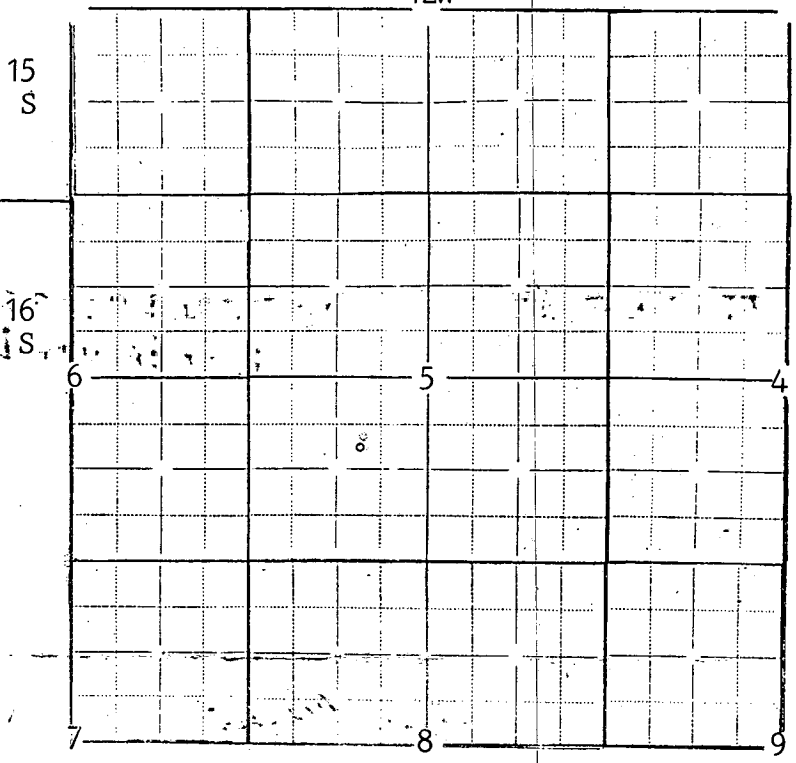
PLAT OF ACREAGE ATTRIBUTABLE TO A WELL

State Corporation Commission, Conservation Division
200 Colorado Derby Bldg. Wichita, Kansas 67202

OPERATOR Remuda Corporation LOCATION OF WELL:
 LEASE L. Sloan 1520 feet north of SE corner
 WELL NUMBER #1 3500 feet west of SE corner
 FIELD Unknown Sec. 5 T 16S R 42 #/W
 COUNTY Greeley
 NO. OF ACRES ATTRIBUTABLE TO WELL 40 IS SECTION X REGULAR IRREGULAR?
 DESCRIPTION OF ACREAGE SW/4 IF IRREGULAR, LOCATE WELL FROM NEAREST
 CORNER BOUNDARY.

NOTE: If plat depicted is insufficient for your circumstances, you may attach your own scaled or surveyed plat.

PLAT
42W



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 partial sections; 4 sections, 16 sections, etc.;
- 2) the well's location relative to the location of other wells producing from the same common source of supply in adjoining drilling units, pursuant to K.A.R. 82-3-108, 82-3-207, 82-3-312, or special orders of the Commission;
- 3) the distance of the proposed drilling location from the section's east and south lines; and
- 4) the distance to the nearest lease or unit boundary line.

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

Signature of Operator or Agent Edward J. Guterman

Date 6/8/90 title Vice President