

For KCC Use:  
 Effective Date: 3-10-2001  
 District # 1  
 SGA?  Yes  No

KANSAS CORPORATION COMMISSION  
 OIL & GAS CONSERVATION DIVISION  
**NOTICE OF INTENT TO DRILL**

Form C-1  
 September 1999  
 Form must be Typed  
 Form must be Signed  
 All blanks must be Filled

Must be approved by KCC five (5) days prior to commencing well

Expected Spud Date March 5 2001  
month day year

OPERATOR: License# 30717  
 Name: Downing-Nelson Oil Co., Inc.  
 Address: POB 372  
 City/State/Zip: Hays, Ks. 67601  
 Contact Person: Ron Nelson  
 Phone: 785-628-3449

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

Spot 63'W & 64'N  
 S/2 - N/2 - NE/4 Sec. 3 Twp. 16 S. R. 42  
 926 feet from S / N (circle one) Line of Section  
 1383 feet from E / W (circle one) Line of Section  
 Is SECTION  Regular  Irregular?

(Note: Locate well on the Section Plat on reverse side)  
 County: Greeley  
 Lease Name: Nickelson Well #: 1-3  
 Field Name: Wildcat

Is this a Prorated / Spaced Field?  Yes  No  
 Target Information(s): Morrow Sand  
 Nearest Lease or unit boundary: 926'  
 Ground Surface Elevation: 3825' 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: 300' 280'  
 Depth to bottom of usable water: 1950'  
 Surface Pipe by Alternate: 1 X2  
 Length of Surface Pipe Planned to be set: 300'  
 Length of Conductor Pipe required: 0  
 Projected Total Depth: 5250'  
 Producing Formation Target: Morrow Sand  
 Water Source for Drilling Operations:  
 Well  Farm Pond  Other

DWR Permit #: NA  
 (Note: Apply for Permit with DWR )  
 Will Cores be taken?  Yes  No  
 If Yes, proposed zone: \_\_\_\_\_

<b>Well Drilled For:</b>	<b>Well Class:</b>	<b>Type Equipment:</b>
<input checked="" type="checkbox"/> Oil	<input type="checkbox"/> Enh Rec	<input type="checkbox"/> Infield
<input type="checkbox"/> Gas	<input type="checkbox"/> Storage	<input checked="" type="checkbox"/> Mud Rotary
<input type="checkbox"/> OWWO	<input type="checkbox"/> Disposal	<input type="checkbox"/> Air Rotary
<input type="checkbox"/> Seismic; # of Holes _____	<input checked="" type="checkbox"/> Wildcat	<input type="checkbox"/> Cable
<input type="checkbox"/> Other _____	<input type="checkbox"/> Other	

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. 55-101, et. seq. I agree 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.

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

Date: 3-1-01 Signature of Operator or Agent: Ron Nelson Title: President

RECEIVED  
 STATE CORPORATION COMMISSION  
 MAR 5 2001  
 CONSERVATION DIVISION  
 Wichita, Kansas

**For KCC Use ONLY**  
 API # 15 - 071-20742-0000  
 Conductor pipe required NONE feet  
 Minimum surface pipe required 300 feet per Alt.  2  
 Approved by: JK 3-5-2001  
 This authorization expires: 9-5-2001  
 (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.

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

3  
16  
4265

# 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: Downing-Nelson Oil Co., Inc.  
Lease: Nickelson #1-3  
Well Number: 1-3  
Field: Wildcat

Location of Well: County: Greeley  
926' feet from S / N (circle one) Line of Section  
1383' feet from E / W (circle one) Line of Section  
Sec. 3 Twp. 16S S. R. 42W  East  West

Number of Acres attributable to well: NA  
QTR / QTR / QTR of acreage: S/2 . N/2 . NE/4

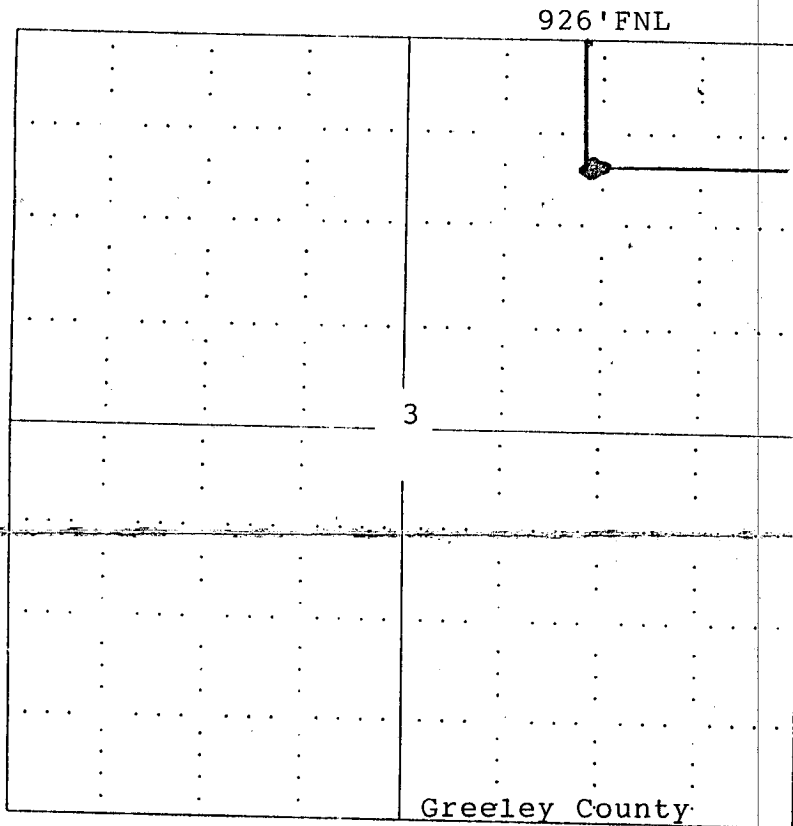
Is Section XX Regular or \_\_\_\_\_ Irregular

If Section Is Irregular, locate well from nearest corner boundary.

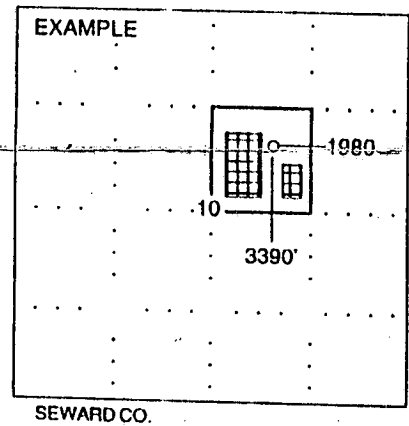
Section corner used: NE NW SE SW

## 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.)*



1383' FEL



**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).