

EFFECTIVE DATE: 7-3-91

P.4.

FORM MUST BE TYPED
FORM C-1 4/90

State of Kansas 15-071-20543-0000
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 July 2, 1991
month day year

C. SE SW NE Sec 16 Twp 16 S, Rg 42 East West

OPERATOR: License # 05152
Name: Lee Banks (d/b/a Banks Oil Company)
Address: 200 W. Douglas, Suite 550
City/State/Zip: Wichita, Kansas 67202
Contact Person: Lee Banks
Phone: 316-267-0783

2970 feet from South line of Section
1650 feet from East line of Section
(Note: Locate well on Section Plat on Reverse Side)

CONTRACTOR: License #: 6033
Name: Murfin Drilling Company

County: Greeley
Lease Name: Floyd Well #: 1
Field Name: wildcat
Is this a Prorated Field? yes no
Target Formation(s): Morrow-Mississippi
Nearest lease or unit boundary: 330
Ground Surface Elevation: 3835 feet MSL
Domestic well within 330 feet: yes no
Municipal well within one mile: yes no
Depth to bottom of fresh water: 200
Depth to bottom of usable water: 1950
Surface Pipe by Alternate: 1 2
Length of Surface Pipe Planned to be set: 340
Length of Conductor pipe required: 0
Projected Total Depth: 5250
Formation at Total Depth: Mississippi
Water Source for Drilling Operations:
... well ... farm pond other
DWR Permit #: _____
Will Cores Be Taken?: yes no
If yes, proposed zone: _____

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

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

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

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. 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: 6-27-91 Signature of Operator or Agent: Lee Banks Title: owner

FOR KCC USE:

API # 15-071-20,543-0000
 Conductor pipe required None feet
 Minimum surface pipe required 310 feet per Alt. 2
 Approved by: MWB 6-28-91
 EFFECTIVE DATE: 7-3-91
 This authorization expires: 12-28-91
 (This authorization void if drilling not started within 6 months of effective date.)
 Spud date: _____ Agent: _____

16 16 42
JUL 27 1991
06-27-91

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.

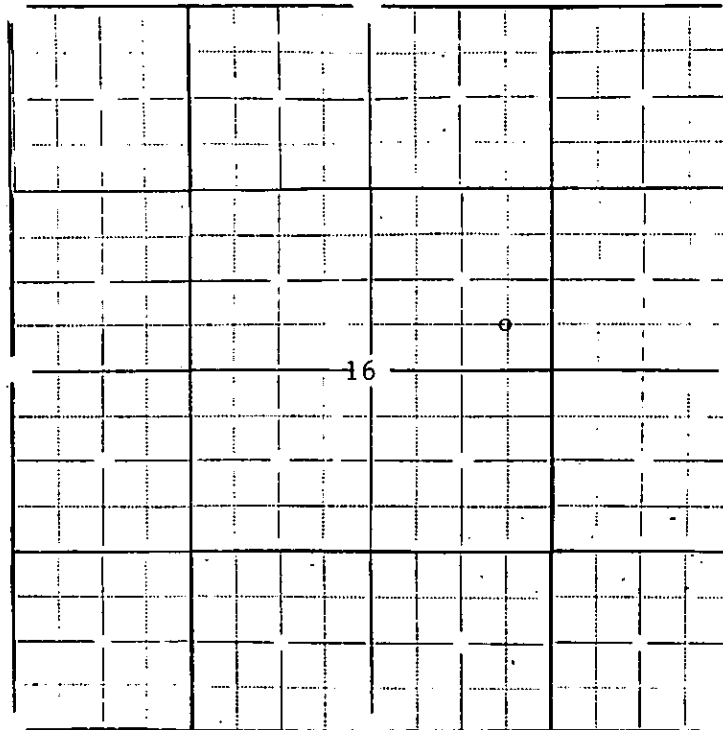
PLAT OF ACREAGE ATTRIBUTABLE TO A WELL

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

OPERATOR Lee Banks (d/b/a Banks Oil Co) LOCATION OF WELL:
 LEASE Floyd 2970 feet north of SE corner
 WELL NUMBER 1 1650 feet west of SE corner
 FIELD wildcat Sec. 16 T 16S R 42 ~~W~~
 COUNTY Greeley
 NO. OF ACRES ATTRIBUTABLE TO WELL _____ IS SECTION X REGULAR _____ IRREGULAR?
 DESCRIPTION OF ACREAGE _____ 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



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 *Lee Banks*
 Date June 27, 1991 Title owner