For KCC Use: 1-10-2012 SGA? XYes No

Oil & Gas Conservation Division

KANSAS CORPORATION COMMISSION CORRECTED

Form must be Typed Form must be Signed

NOTICE OF INTENT TO DRILL

Must be approved by KCC 1	ive (5) days prior to commencing well
Expected Spud Date: 1/7/2012	as Surface Owner Notification Act, MUST be submitted with this form. Spot Description: 2946 FSL 1326 FWL
OPERATOR: License#	(QQQQQ) - N2. +W Sw Sec. 36 Twp. 19 S. R. 11
Name: Carne Exploration and Development	feet from E / W Line of Section
Address 1: 210 West 22nd Street Address 2:	— -
City: Hays State: Ks. Zip: 67601 +	County:
Phone: 785 625 9318 Cell 913 961 2760	Lease Name: Kay Well # C-1 Field Name: Chase Silica
CONTRACTOR: License#33350	Is this a Prorated / Spaced Field?
Name: Southwind Drilling Inc.	Target Formation(s): Arbuckle
Well Drilled For: Well Class: Type Equipment:	Nearest Lease or unit boundary line (in footage): 330
XOil Enh Rec Infield X Mud Rotary	Ground Surface Elevation: 1763
Gas Storage Pool Ext. Air Rotary Disposal X Middat Cable	Water well within one-quarter mile: Public water supply well within one mile: Yes XNo
Seismic ; # of Holes Other	Depth to bottom of fresh water: 50 80
Other:	Depth to bottom of usable water: 6 2_30
If OWWO: old well information as follows:	Surface Pipe by Alternate:
Operator:	
Well Name:	Projected Total Depth:3400
Original Completion Date: Original Total Depth:	Formation at Total Depth: Arbuckle
Directional, Deviated or Horizontal wellbore?	Water Source for Drilling Operations: Well Farm Pond Cher: Existing well
If Yes, true vertical depth:	DWR Permit #:
KCC DKT #-	(Note: Apply for Permit with DWR
fw As License # 6878	Will Cores be taken? If Yes, proposed zone:
TC. 1\ 11 6768	DECENTER
The undersigned hereby affirms that the drilling, completion and eventual p	
It is agreed that the following minimum requirements will be met:	JAN 0 3 2012
 Notify the appropriate district office prior to spudding of well; A copy of the approved notice of intent to drill shall be posted on ear The minimum amount of surface pipe as specified below shall be sethrough all unconsolidated materials plus a minimum of 20 feet into t If the well is dry hole, an agreement between the operator and the di 	et by circulating cement to the top; in all cases surface pipe shall be set the underlying formation. Strict 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 prior to any cementing. I hereby certify that the statements made herein are true and to the best of my knowledge and belief.	
Date: 12/30/2011 Signature of Operator or Agent:	Title: Owner
For KCC Use ONLY	Remember to:
API # 15 - 009-25 648-00-00	- File Certification of Compliance with the Kansas Surface Owner Notification Act (KSONA-1) with Intent to Drill;
Conductor pipe required	- File Drill Pit Application (form CDP-1) with Intent to Drill;
Minimum surface pipe required 250 feet per ALT.	File Completion Form ACO-1 within 120 days of spud date;
Approved by: 144 1-5-2012 / hut 1-6-2012	- File acreage attribution plat according to field proration orders; - Notify appropriate district office 48 hours prior to workover or re-entry;
This authorization expires: 1-5-2013	- Submit plugging report (CP-4) after plugging is completed (within 60 days);
(This authorization void if drilling not started within 12 months of approval date)	Obtain written approval before disposing or injecting salt water. - If well will not be drilled or permit has expired (See authorized expiration date)
Spud date: Agent:	please check the box below and return to the address below.
Mail to: KCC - Conservation Division,	Well will not be drilled or Permit Expired Date:

130 S. Market - Room 2078, Wichita, Kansas 67202