

EFFECTIVE DATE: 10-30-2000

State of Kansas

DISTRICT # 1

NOTICE OF INTENTION TO DRILL

SGAT...Yes...X No

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

Expected Spud Date 10 month 29 day 00 year 180 North E 7 22 Sec 20 Tap 42 East X West

OPERATOR: License # 32283
Name: WESTERN OPERATING COMPANY
Address: 518 17TH STREET, SUITE 1680
City/State/Zip: DENVER, CO 80202
Contact Person: STEVEN JAMES
Phone: 303-893-2438

1800 feet from South North line of Section
330 feet from East West line of Section
IS SECTION X REGULAR IRREGULAR

(NOTE: Locate well on the Section Plat on Reverse Side)
County: GREELEY
Lease Name: CRUSSELL Well #: 1
Field Name: NO MAN'S

CONTRACTOR: License #: 30606
Name: MUREIN DRILLING COMPANY

Is this a Prorated/Spaced Field? yes X no
Target Formation(s): MORROW
Nearest lease or unit boundary: 330

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

Ground Surface Elevation: 3739 feet MSL
Water well within one-quarter mile: yes X no
Public water supply well within one mile: yes X no

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

Depth to bottom of fresh water: 180'
Depth to bottom of usable water: 1350'
Surface Pipe by Alternate: 1 X 2 500
Length of Surface Pipe Planned to be set: 500

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

Length of Conductor pipe required:
Projected Total Depth: 5200'
Formation at Total Depth: MORROW
Water Source for Drilling Operations:
... well X farm pond ... other

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: 10/18/00 Signature of Operator or Agent: [Signature] Title: VICE PRESIDENT

FOR KCC USE:
API # 15- 071-20736-0000
Conductor pipe required NONE feet
Minimum surface pipe required 200 feet per Alt. X (2)
Approved by: K 10-25-2000
This authorization expires: 4-25-2001
(This authorization void if drilling not started within 6 months of effective date.)
Spud date: Agent:

RECEIVED
STATE CORPORATION COMMISSION

OCT 23 2000
10-23-00
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.

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

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