

EFFECTIVE DATE 8-20-95

15-071-20638-0000

FORM MUST BE TYPED DIST # 1

State of Kansas

FORM MUST BE SIGNED

FORM C-1 4/90

NOTICE OF INTENTION TO DRILL

ALL BLANKS MUST BE FILLED

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

Expected Spud Date August 28 1995 W/2 NW NW Sec 6 Twp 20 S, Rq 39 East West

OPERATOR: License # 4894 Name: Horseshoe Operating, Inc. Address: 500 West Texax, Suite 1190 City/State/Zip: Midland, Texas 79701 Contact Person: S.L. Burns Phone: 915-683-1448

4620 feet from South line of Section 4950 feet from East line of Section (Note: Locate well on Section Plat on Reverse Side)

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

County: Greeley Lease Name: Kuttler Well #: 1-6 Field Name: Bradshaw Is this a Prorated Field? yes X no Target Formation(s): Winfield Nearest lease or unit boundary: 330 Ground Surface Elevation: 3546 feet MSL Domestic well within 330 feet: yes X no Municipal well within one mile: yes X no Depth to bottom of fresh water: 250 220 Depth to bottom of usable water: 250 1400 Surface Pipe by Alternate: 1 X 2 Length of Surface Pipe Planned to be set: 350 Length of Conductor pipe required: Projected Total Depth: 3000 formation at Total Depth: Winfield Water Source for Drilling Operations: well farm pond X other DWR Permit #: Will Cores Be Taken?: yes X no If yes, proposed zone:

Well Drilled For: Well Class: Type Equipment: Oil Inj X Infield X Mud Rotary X 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 X 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: 7-31-95 Signature of Operator or Agent: S.L. Burns Title: V- Pres

FOR KCC USE: API # 15- 071-206380000 Conductor pipe required NONE feet Minimum surface pipe required 240 feet per Alt. X (2) Approved by: JK 8-15-95 EFFECTIVE DATE: This authorization expires: 2-15-95 (This authorization void if drilling not started within 6 months of effective date.) Spud date: Agent:

RECEIVED STATE CORPORATION COMMISSION

AUG 04 1995 08-04-95 CONSERVATION DIVISION WICHITA KANSAS

REMEMBER TO:

- File Drill Pit Application (form COP-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

6 20 3900

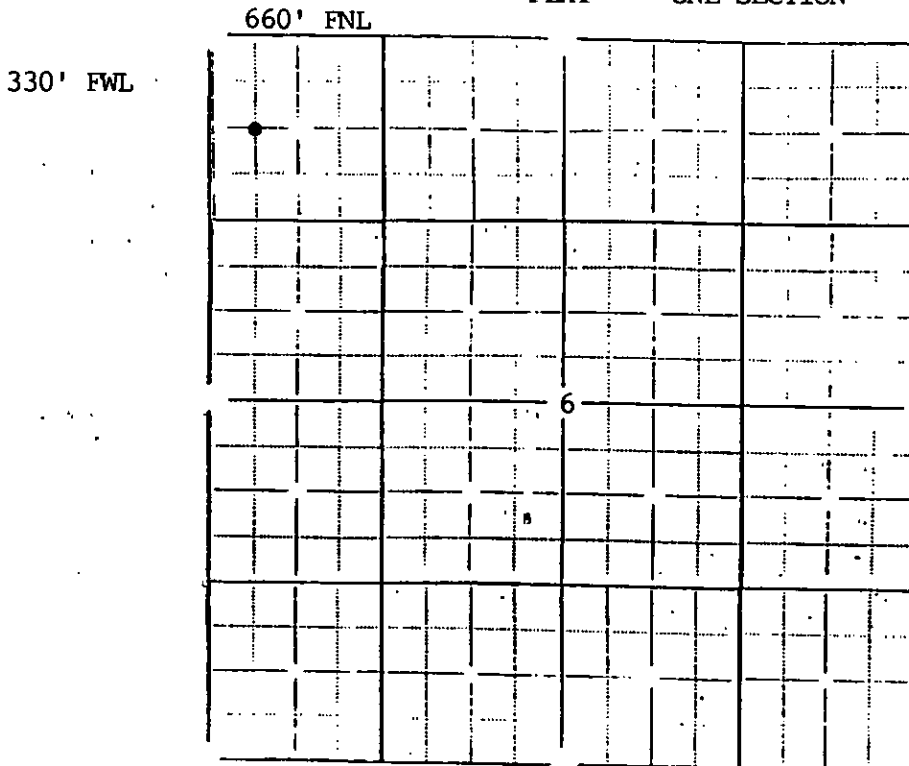
PLAT OF ACREAGE ATTRIBUTABLE TO A WELL

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

OPERATOR Horseshoe Operating, Inc. LOCATION OF WELL:  
 LEASE Kuttler 4620 feet north of SE corner  
 WELL NUMBER 1-6 4950 feet west of SE corner  
 FIELD Bradshaw Sec. 6 T 20S R 39 E 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 ONE SECTION



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 S. J. Burns  
 Date 7-31-95 Title S. P.