

FOR KCC USE:

FORM C-1 7/91

FORM MUST BE TYPED

FORM MUST BE SIGNED

ALL BLANKS MUST BE FILLED

EFFECTIVE DATE: 9-29-96

15-203-20123-0000

State of Kansas

NOTICE OF INTENTION TO DRILL

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

DISTRICT # 1
SGAT Yes No

Expected Spud Date October 15 1996
month day year

Spot 80'N & 70'E OF East
SE SW Sec 34 Twp 20 S Rg 38 X West

OPERATOR: License # 6568
Name: Kaiser-Francis Oil Company
Address: P.O. Box 21468
City/State/Zip: Tulsa, OK 74121-1468
Contact Person: Drew Tyler
Phone: 918-491-4343

740 feet from South/ North line of Section
2000 feet from East West line of Section
IS SECTION X REGULAR IRREGULAR

(NOTE: Locate well on the Section Plat on Reverse Side)

County: Wichita
Lease Name: Caldwell "C" Well #: 3
Field Name: Prorated RUPP

* Is this a Prorated/Spaced Field? yes X no

Target Formation(s): Morrow

Nearest lease or unit boundary: 740'

Ground Surface Elevation: est. 3405 feet MSL

Water well within one-quarter mile: yes X no

Public water supply well within one mile: yes X no

Depth to bottom of fresh water: 220'

Depth to bottom of usable water: 1110'

Surface Pipe by Alternate: 1 X 2

Length of Surface Pipe Planned to be set: 350'

Length of Conductor pipe required: 5000'

Projected Total Depth: 5000'

Formation at Total Depth: Morrow

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:

X Oil Enh Rec X Infield X Mud Rotary
Gas Storage Pool Ext Air Rotary
OWWO Disposal Wildcat Cable
Seismic: # of Holes Other

If OWWO: old well information as follows:

Operator: _____
Well Name: _____
Comp. Date: _____ Old Total Depth _____

Directional, Deviated or Horizontal wellbore? yes X no

If yes, true vertical depth: _____

Bottom Hole Location: _____

AFFIDAVIT

* PRORATED AND SPACED IN CHASE
AND COUNCIL GROVE.

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: 9/17/96 Signature of Operator or Agent: Drew Tyler Title: Acq. Enh. Engineer

FOR KCC USE:
API # 15- 203-201230000
Conductor pipe required NONE feet
Minimum surface pipe required 240 feet per Alt. X (2)
Approved by: JK 9-24-96
This authorization expires: 3-24-97
(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: Conservation Division, 200 Colorado Derby Building, 202 W. First St., Wichita, Kansas 67202-1286.

34
70
38W

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 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 Kaiser-Francis Oil Company
 LEASE Caldwell "C"
 WELL NUMBER 3
 FIELD Panoma

LOCATION OF WELL: COUNTY Wichita
 _____ feet from south/north line of section
740
 _____ feet from east/west line of section
2000
 SECTION 34 TWP 20S RG 38W

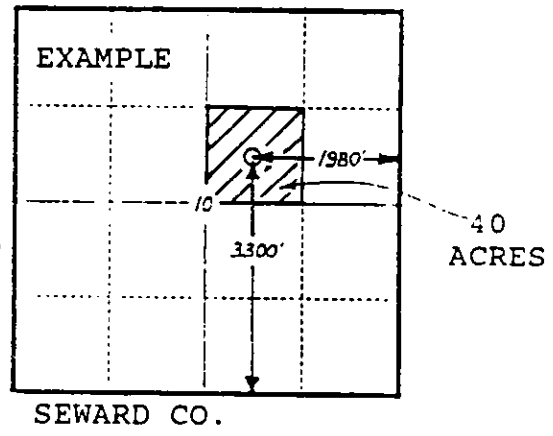
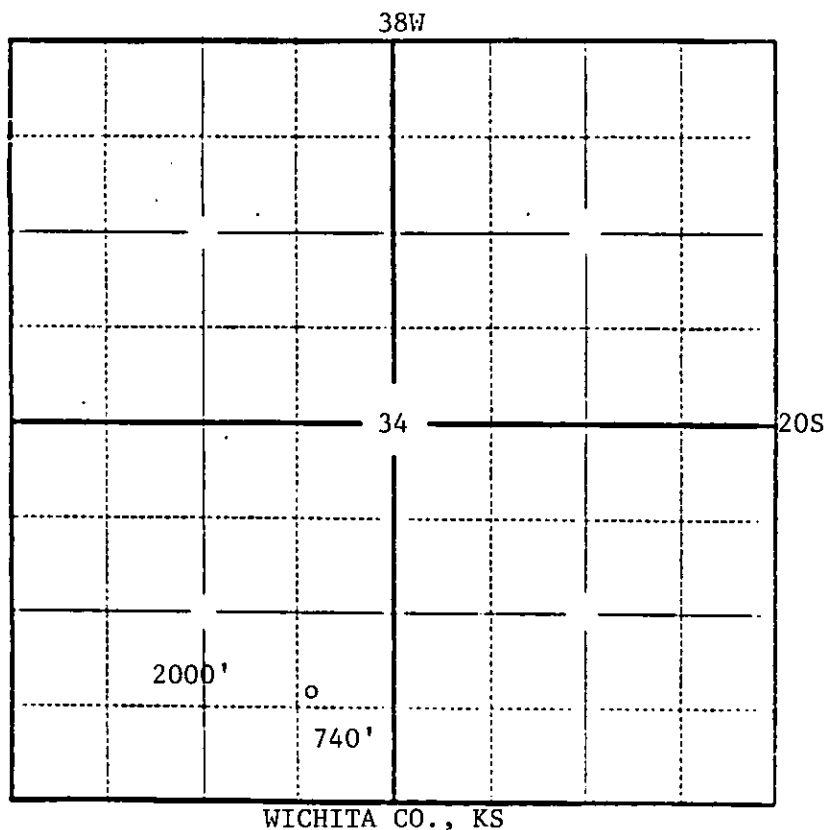
NUMBER OF ACRES ATTRIBUTABLE TO WELL 320
 QTR/QTR/QTR OF ACREAGE _____ SE _____ SW

IS SECTION X 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.)



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 lines; and
- 3) the distance to the nearest lease or unit boundary line.