

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

Expected Spud Date 4-20-89 150' W S/2. 1/2. SW.. Sec .7.. Twp .18. S, Rg 23.. XX East
month day year

OPERATOR: License # 30032
Name: NELSON OIL CO.
Address: 215 E. 5th
City/State/Zip: JAYS, KANSAS, 67601
Contact Person: RON NELSON
Phone: 913-628-3449

CONTRACTOR: License #: 3300
Name: LLOYD DRILLING

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

If OWMO: 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: NONE

..... 1650 feet from South line of Section
..... 4110 feet from East line of Section
(Note: Locate well on Section Plat Below)

County: NESS
Lease Name: UE VERGARDE Well #: 7-1
Field Name: MINER
Is this a Prorated Field? yes no
Target Formation(s): MARMATON - CHEROKEE
Nearest lease or unit boundary: 330'
Ground Surface Elevation: 2320 est. feet MSL
Domestic well within 330 feet: yes no
Municipal well within one mile: yes no
Depth to bottom of fresh water: 150'
Depth to bottom of usable water: 700' 850'
Surface Pipe by Alternate: 1 2
Length of Surface Pipe Planned to be set: 240'
Length of Conductor pipe required: NONE
Projected Total Depth: 4400'
Formation at Total Depth: Mississippi
Water Source for Drilling Operations:
..... well farm pond other
DWR Permit #: unknown
Will Cores Be Taken?: yes no
If yes, proposed zone: NONE

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: 4-11-89 Signature of Operator or Agent: Ron Nelson Title: OWNER

	5280
	4950
	4620
	4290
	3960
	3630
	3300
	2970
	2640
	2310
	1980
	1650
	1320
	990
	660
	330
5280	
4950	
4620	
4290	
3960	
3630	
3300	
2970	
2640	
2310	
1980	
1650	
1320	
990	
660	
330	

RECEIVED
STATE CORPORATION COMMISSION
APR 13 1989
04-12-1989
CONSERVATION DIVISION
Wichita, Kansas

FOR KCC USE:
CONDUCTOR PIPE REQUIRED NONE FEET
MINIMUM SURFACE PIPE REQUIRED 200' FEET PER ALT. 2
APPROVED BY: LKM 4-12-89
EFFECTIVE DATE: 4-17-89
THIS AUTHORIZATION EXPIRES: 10-12-89
(This authorization void if drilling not started within 6 months of effective date.)
Spud date: _____ Agent: _____

7
18
23W

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.