

For KCC Use: 9-29-2001  
Effective Date: \_\_\_\_\_  
District # \_\_\_\_\_  
SGA?  Yes  No

KANSAS CORPORATION COMMISSION  
OIL & GAS CONSERVATION DIVISION

Form C-1  
September 1999  
Form must be Typed  
Form must be Signed  
All blanks must be Filled

**NOTICE OF INTENT TO DRILL**

Must be approved by KCC five (5) days prior to commencing well

Expected Spud Date September 25 2001  
month day year

OPERATOR: License# 31120  
Name: PELICAN HILL OIL & GAS, INC.  
Address: 1401 North ElCamino Real, Suite 207  
City/State/Zip: San Clemente, CA 92672  
Contact Person: Allen J. Gross  
Phone: (949) 498-2101

CONTRACTOR: License# 31548  
Name: Discovery Drilling Co., Inc.

<b>Well Drilled For:</b>	<b>Well Class:</b>	<b>Type Equipment:</b>
<input checked="" type="checkbox"/> Oil	<input type="checkbox"/> Enh Rec	<input checked="" type="checkbox"/> Mud Rotary
<input type="checkbox"/> Gas	<input type="checkbox"/> Storage	<input type="checkbox"/> Air Rotary
<input type="checkbox"/> OWWO	<input type="checkbox"/> Disposal	<input type="checkbox"/> Cable
<input type="checkbox"/> Seismic; # of Holes _____	<input checked="" type="checkbox"/> Wildcat	
<input type="checkbox"/> Other _____	<input type="checkbox"/> Other _____	

If OWWO: old well information as follows:

Operator: \_\_\_\_\_  
Well Name: \_\_\_\_\_  
Original Completion Date: \_\_\_\_\_ Original Total Depth: \_\_\_\_\_

Directional, Deviated or Horizontal wellbore?  Yes  No

If Yes, true vertical depth: \_\_\_\_\_

Bottom Hole Location: \_\_\_\_\_

KCC DKT #: \_\_\_\_\_

Spot 200'S&70'W of  
CE/2-W/2-SW Sec. 14 Twp. 17 S. R. 24W  East  West  
1120 feet from S / N (circle one) Line of Section  
920 feet from E (W) (circle one) Line of Section  
Is SECTION X Regular \_\_\_\_\_ Irregular?

(Note: Locate well on the Section Plat on reverse side)

County: Ness  
Lease Name: Neyer Well #: 1-14

Field Name: \_\_\_\_\_

Is this a Prorated / Spaced Field?  Yes  No

Target Information(s): Cherokee & Mississippian

Nearest Lease or unit boundary: \_\_\_\_\_

Ground Surface Elevation: 2460 Est feet MSL

Water well within one-quarter mile:  Yes  No

Public water supply well within one mile:  Yes  No

Depth to bottom of fresh water: 180'

Depth to bottom of usable water: 1100' ~1,000 PERMIAN

Surface Pipe by Alternate: 1 X 2

Length of Surface Pipe Planned to be set: 200'

Length of Conductor Pipe required: None

Projected Total Depth: 4500'

Producing Formation Target: Mississippian

Water Source for Drilling Operations:

Well \_\_\_\_\_ Farm Pond X Other \_\_\_\_\_

DWR Permit #: \_\_\_\_\_

(Note: Apply for Permit with DWR )

Will Cores be taken?  Yes  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: 18 September 01 Signature of Operator or Agent: Thomas J. AC Title: Agent

RECEIVED

SEP 20 2001  
09-20-2001  
KCC Wichita

**For KCC Use ONLY**

API # 15 - 135-24163-0000  
Conductor pipe required NONE feet  
Minimum surface pipe required 200 feet per Alt. X (2)  
Approved by: JK 9-24-2001  
This authorization expires: 3-24-2002  
(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.

17  
17  
24

**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 and 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: PELICAN HILL OIL & GAS, INC.  
 Lease: Neyer  
 Well Number: 1-14  
 Field: \_\_\_\_\_  
 Number of Acres attributable to well: \_\_\_\_\_  
 QTR / QTR / QTR of acreage: \_\_\_\_\_ - \_\_\_\_\_ - \_\_\_\_\_

Location of Well: County: Ness  
 \_\_\_\_\_ feet from S / N (circle one) Line of Section  
1120  
 \_\_\_\_\_ feet from E / W (circle one) Line of Section  
920  
 Sec. 14 Twp. 17 S. R. 24w  East  West

Is Section X Regular or \_\_\_\_\_ Irregular

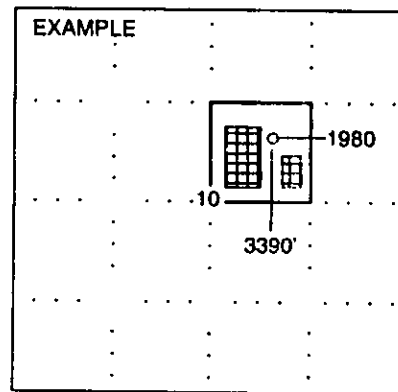
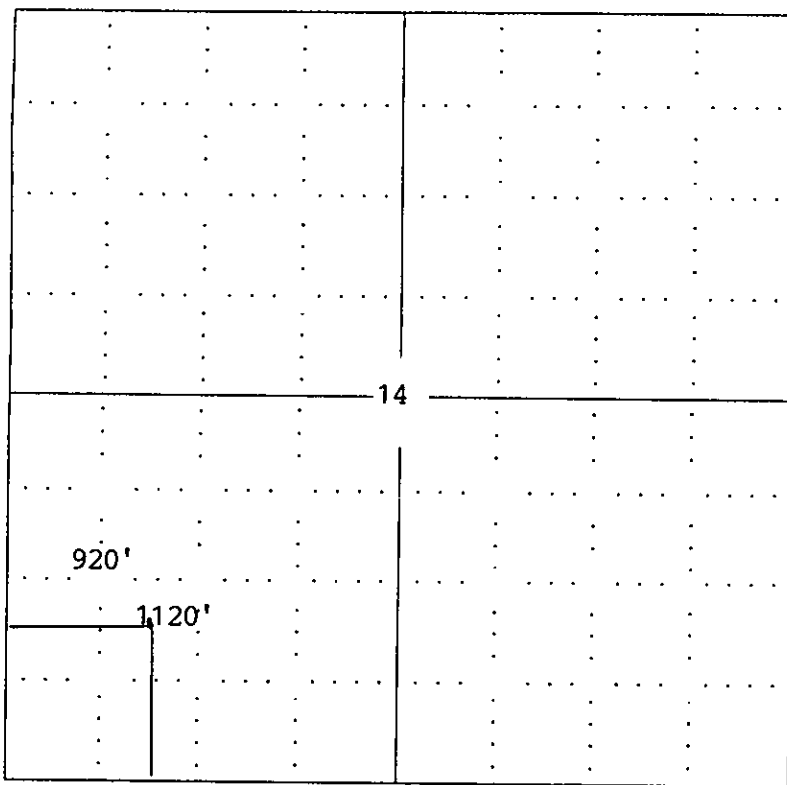
If Section is Irregular, locate well from nearest corner boundary.

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.)*



SEWARD CO.

**NOTE:** In all cases locate the spot of the proposed drilling location.

Ness Co., KS

**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.
3. The distance to the nearest lease or unit boundary line.
4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (CO-7 for oil wells; CG-8 for gas wells).