

1st COR

For KCC Use: 8-25-01
Effective Date: 8-25-01
District #: 1
SGA? Yes No

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
NOTICE OF INTENT TO DRILL

RECEIVED
88-17-2001
AUG 17 2001

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

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

Expected Spud Date August 24 2001
month day year

Spot East
20' N C NW SE Sec. 34 Twp. 24 S. R. 22 West

OPERATOR: License# 9855 ✓
Name: Grand Mesa Operating Company
Address: 200 E. First St., Ste 307
City/State/Zip: Wichita, Kansas 67202
Contact Person: Ronald N. Sinclair
Phone: 316-265-3000

2000 feet from (S) (circle one) Line of Section
1980 feet from (E) (circle one) Line of Section
Is SECTION Regular Irregular?

CONTRACTOR: License# 4958 ✓
Name: Mallard JV Inc.

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

Lease Name: Basgall Well #: 1-34
Field Name: Wildcat

Is this a Prorated / Spaced Field? Yes No ✓
Target Formation(s): Mississippian

Nearest Lease or unit boundary: 660 ft. ✓
Ground Surface Elevation: 2389 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 ft
Depth to bottom of usable water: ~~620~~ 700' ✓

Surface Pipe by Alternate: 1 X 2
Length of Surface Pipe Planned to be set: 200 ft ✓

Length of Conductor Pipe required: -0-
Projected Total Depth: 4900 ft
Formation at Total Depth: Mississippian

Water Source for Drilling Operations:
Well Farm Pond Other Well or Haul

DWR Permit #: _____
(Note: Apply for Permit with DWR)

Will Cores be taken? Yes No ✓
If Yes, proposed zone: _____

Well Drilled For: Oil Gas OWWO Seismic; # of Holes Other
Well Class: Enh Rec Storage Disposal Other
Type Equipment: Mud Rotary Air Rotary Cable

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 #: _____

* WAS: 15 135-24154-0000 (Permit CANCELLED)
NESS COUNTY

AFFIDAVIT IS: Hodgeman County: NEW API 15 083-21472-0000

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: 8/16/01 Signature of Operator or Agent: [Signature] Title: President

For KCC Use ONLY
API # 15 - 083-21472-0000
Conductor pipe required NONE feet
Minimum surface pipe required 200' feet per Alt. X(2)
Approved by: DPW 8-20-01 / DPW 8-21-01
This authorization expires: 2-20-02
(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.

34
24
22w