

FOR KCC USE:

FORM C-1 7/91

FORM MUST BE TYPED

FORM MUST BE SIGNED

ALL BLANKS MUST BE FILLED

EFFECTIVE DATE: 1-16-93

State of Kansas

NOTICE OF INTENTION TO DRILL

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

DISTRICT # 17
SEA? Yes No

Expected Spud Date February 1, 1993
month day year

Spot N/2 N/2 NE Sec 27 Twp 16 S, Rg 42 East West

OPERATOR: License # 03581
Name: Red Oak Energy, Inc.
Address: 200 W. Douglas, Suite 510
City/State/Zip: Wichita, Kansas 67202
Contact Person: Kevin C. Davis
Phone: 265-9925

4950 feet from South line of Section
1320 feet from East line of Section
IS SECTION X REGULAR IRREGULAR

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

CONTRACTOR: License # 30606
Name: Murfin Drilling Co.

County: Greeley
Lease Name: Young
Field Name: Stanley South Wildcat

Is this a Prorated/Spaced Field? yes X
Target Formation(s): Morrow-Mississippian

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

Nearest Lease or unit boundary: 330

Ground Surface Elevation: 3820 feet MSL

Water well within one-quarter mile: X yes no

Public water supply well within one mile: yes X no

Depth to bottom of fresh water: 260

Depth to bottom of usable water: 1890

Surface Pipe by Alternate: 1

Length of Surface Pipe Planned to be set: (280) 200

Length of Conductor pipe required: 530 None

Projected Total Depth: Mississippian

Formation at Total Depth: Mississippian

Water Source for Drilling Operations: ? X well farm pond other

DWR Permit #: ? advise DWR w/it

Will Cores Be Taken?: yes X no

If yes, proposed zone:

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

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: 1/4/93 Signature of Operator or Agent: Kevin C. Davis Title: President

FOR KCC USE:
API # 15- 071-20589-0000
Conductor pipe required None feet
Minimum surface pipe required 200 feet per Alt. X @
Approved by: CB 1-11-93
This authorization expires: 7-11-93
(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.

RECEIVED
STATE OF KANSAS COMMISSION
JAN 9 9 1993
1-11-93
27
16
42

IN ALL CASES PLOT THE INTENDED WELL ON THIS 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 Red Oak Energy, Inc.
 LEASE Young #3-27
 WELL NUMBER 3
 FIELD Sidney South

LOCATION OF WELL: COUNTY Greeley
4950 feet from south ~~XXXX~~ line of section
1320 feet from east ~~XXXX~~ line of section
 SECTION 27 TWP 16 RG 42W

NUMBER OF ACRES ATTRIBUTABLE TO WELL _____
 QTR/QTR/QTR OF ACREAGE _____ - _____ - _____

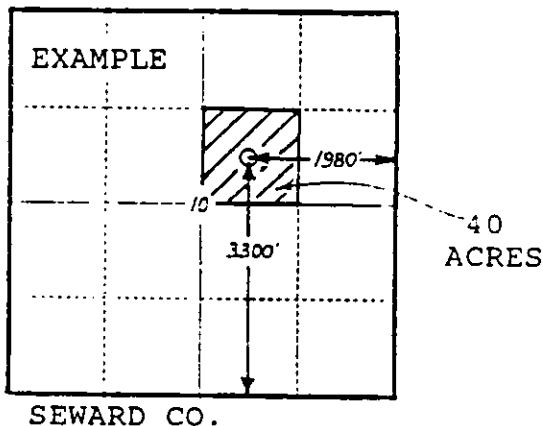
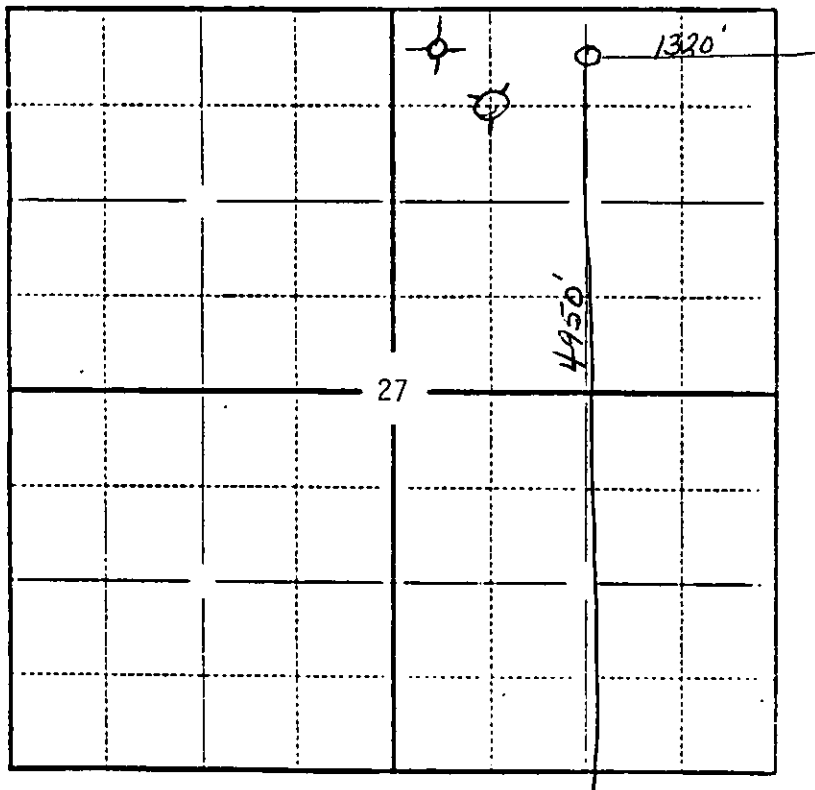
IS SECTION X REGULAR or _____ IRREGULAR
IF SECTION IS IRREGULAR, LOCATE WELL FROM NEAREST CORNER BOUNDARY.

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.