

FOR KCC USE:

EFFECTIVE DATE: 8-11-92

DISTRICT #

SRAT: Yes  No

State of Kansas

NOTICE OF INTENTION TO DRILL

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

FORM C-1 7/91

FORM MUST BE TYPED

FORM MUST BE SIGNED

ALL BLANKS MUST BE FILLED

Expected Spud Date August 10, 1992  
month day year

Sec 27 Twp 16 S. Rg 42 East  
NW NE

OPERATOR: License # 3581  
Name: Red Oak Energy, Inc.  
Address: 200 W. Douglas, Suite 510  
City/State/Zip: Wichita, Kansas 67202  
Contact Person: Kevin C. Davis  
Phone: 316-265-9925

4950' feet from South XXXXXX line of Section  
2310' feet from East XXXXX line of Section  
IS SECTION X REGULAR IRREGULAR?

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

County: Greeley  
Lease Name: Young #2-27 Well #: 2  
Field Name: Sidney South

CONTRACTOR: License # 6033-30606  
Name: Murfin Drilling, Inc.

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

Well Drilled For: Well Class: Type Equipment:  
X Oil ... Enh Rec ... Infield ..X Mud Rotary  
... Gas ... Storage ... Pool Ext. ... Air Rotary  
... OWD ... Disposal ... Wildcat ... Cable  
... Seismic; ... # of Holes ... Other

Nearest lease or unit boundary: 3823 est  
Ground Surface Elevation: 330 feet MSL

Water well within one-quarter mile: X yes X no  
Public water supply well within one mile: X yes X no

If OWD: old well information as follows:  
Operator:  
Well Name:  
Comp. Date: Old Total Depth

Depth to bottom of fresh water: 260  
Depth to bottom of usable water: 1890

Surface Pipe by Alternate: 1 X 280'  
Length of Surface Pipe Planned to be set:

Length of Conductor pipe required: 5300  
Projected Total Depth:

Formation at Total Depth: Mississippian

Water Source for Drilling Operations:  
... well ... farm pond ... other

Directional, Deviated or Horizontal wellbore? ... yes X no

DWR Permit #: ...  
Will Cores Be Taken? ... yes X no

If yes, true vertical depth:  
Bottom Hole Location:

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 IS 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: August 5, 1992 Signature of Operator or Agent: Kevin C. Davis Title: President

FOR KCC USE:  
API # 15- ~~071-20569~~ 071-20571-0000  
Conductor pipe required None feet  
Minimum surface pipe required 280' feet per Alt. X (2)  
Approved by: CB 8-7-92  
This authorization expires: 2-7-93  
(This authorization void if drilling not started within 6 months of effective date.)  
Spud date: Agent:

RECEIVED  
STATE CORPORATION COMMISSION

AUG 7 1992  
8-7-92  
CONSERVATION DIVISION  
Wichita, Kansas

REMEMBER TO:

- File Drill Pit Application (form CDP-1) with Intent to Drill;
- File Completion Form ACD-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, 208 Colorado Derby Building, 202 W. First St., Wichita, Kansas 67202-1286.

27  
16  
42

**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 Red Oak Energy, Inc.  
 LEASE Young #2-27  
 WELL NUMBER #2  
 FIELD Sidney South

LOCATION OF WELL: COUNTY Greeley  
4950 feet from south/north line of section  
2310 feet from east/west line of section  
 SECTION 27 TWP 16S RG 42W

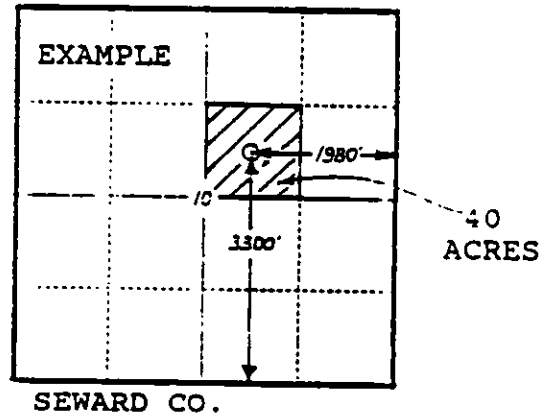
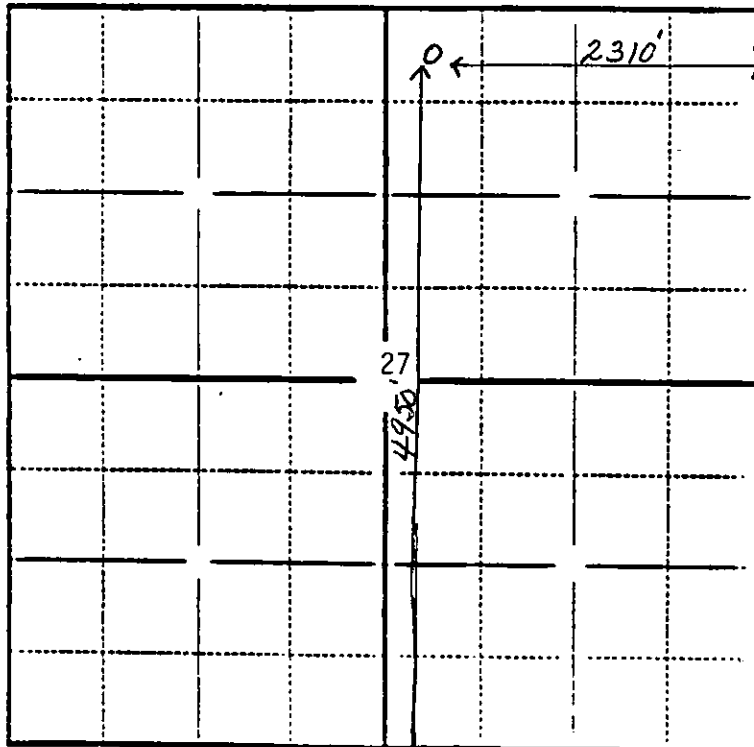
NUMBER OF ACRES ATTRIBUTABLE TO WELL \_\_\_\_\_  
 QTR/QTR/QTR OF ACREAGE \_\_\_\_\_

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.