

Per KCC Use: 5807
Effective Date: 2
Drill # 2
SEAT Yes No

KANSAS CORPORATION COMMISSION
Oil & Gas Conservation Division

NOTICE OF INTENT TO DRILL

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

Form C-1
December 2002
Form must be Typed
Form must be Signed
All blanks must be Filled

Expected Spud Date May 8, 2007
month day year
OPERATOR: Licensed 5723
Name: John M. Danner Oil Company, Inc.
Address: P.O. Box 36
City/State/Zip: Salina, KS 67301
Contact Person: Wayne Bright
Phone: (826) 330-3881
CONTRACTOR: Licensed 33072
Name: Well Rebuild Drilling

Well Drilled For: Oil Gas CNG Storage Disposal Seismic; Other
Ent Rec: Infield Field Ext. Wildcat Other
Type Equipment: Mud Rotary Air Rotary Cable

□ OPERATOR: 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 OKT #: _____

Spot
SESE NE SE Sec. 21 Twp. 33 S. R. 11
1485 feet from N / S Line of Section
165 feet from E / W Line of Section
Is SECTION Regular Irregular?

(Note: Locate well on the Section Plat on reverse side)
County: Chautauquah
Lease Name: Gregg Well #: 1-A
Field Name: Sedan

Is this a Prorated / Spaced Field? Yes No

Target Formation(s): Peru

Nearest Lease or unit boundary: 165' feet MSL

Ground Surface Elevation: 165' 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: 100+ feet

Depth to bottom of usable water: 300 feet

Surface Pipe by Alternate: 1 2

Length of Surface Pipe Planned to be set: 40'

Length of Conductor Pipe required: none

Projected Total Depth: 1,375'

Formation at Total Depth: Peru

Water Source for Drilling Operations: Well Farm Pond Other _____

DWR Permit #: _____

(Note: Apply for Permit with DWR Yes No

Will Cores be taken? Yes No

If Yes, proposed zone: _____

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OCT 19 2012

KCC WICHITA

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 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. Or pursuant to Appendix "B" - Eastern Kansas surface casing order #133,891-C, which applies to the KCC District 3 area, alternate II cementing must be completed within 30 days of the spud date or the well shall be plugged. 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: May 3, 2007 Signature of Operator or Agent: Donna Thanda Title: Agent

For KCC Use Only
API # 15 - 019-26802-0000
Conductor pipe required: None feet
Minimum surface pipe required: 90 feet per A. X(2)
Approved by: 1st 5.3.07
This authorization expires: 11.30.07
(This authorization valid if drilling not started within 6 months of approval 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.
- If this permit has expired (See: authorized expiration date) please check the box below and return to the address below.

Well Not Drilled - Permit Expired
Signature of Operator or Agent: Stacey W. W.
Date: 10-17-12

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202