

EFFECTIVE DATE: 12-27-89

FORM MUST BE TYPED  
FORM C-1 12/88

State of Kansas  
NOTICE OF INTENTION TO DRILL

FORM MUST BE SIGNED  
ALL BLANKS MUST BE FILLED

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

Expected Spud Date .....  
December 27, 1989  
month day year

IRREGULAR SECTION  
S 1/2 SW 1/4 SW Sec 30, Twp 16 S, Rg 19 W East  
330 feet from South line of Section  
4420 feet from East line of Section  
(Note: Locate well on Section Plat Below)

OPERATOR: License # 3701  
Name: BALCRON OIL COMPANY  
Address: P. O. Box 21017  
City/State/Zip: Billings, Montana 58104  
Contact Person: Alan Townsend  
Phone: 406/259-7860

County: Rush  
Lease Name: Spreier Well #: 2-30  
Field Name: Wildcat

CONTRACTOR: License #: 5864  
Name: LOBO DRILLING COMPANY

\* Is this a Prorated Field?  yes  no  
Target Formation(s): Arbuckle  
Nearest lease or unit boundary: 1800  
Ground Surface Elevation: UNKNOWN feet MSL  
Domestic well within 330 feet:  yes  no  
Municipal well within one mile:  yes  no  
Depth to bottom of fresh water: 260'  
Depth to bottom of usable water: 660'  
Surface Pipe by Alternate: 1  2  
Length of Surface Pipe Planned to be set: 280'  
Length of Conductor pipe required: None  
Projected Total Depth: 3920  
Formation at Total Depth: Arbuckle  
Water Source for Drilling Operations:  
... well ... farm pond  other  
DUR Permit #: .....  
Will Cores Be Taken?:  yes  no  
If yes, proposed zones: .....

Well Drilled For: Well Class: Type Equipments:  
 Oil ... Inj ... Infield  Mud Rotary  
 Gas ... Storage ... Pool Ext. ... Air Rotary  
 OAWD ... Disposal  Wildcat ... Cable  
 Seismic; ... # of Holes

If OAWD: old well information as follows:

Operator: .....  
Well Name: .....  
Comp. Date: ..... Old Total Depth .....

Directional, Deviated or Horizontal wellbore?  yes  no  
If yes, total depth locations: .....

\* *Prorated*: HAMPTON NE (ARB) OIL

AFFIDAVIT

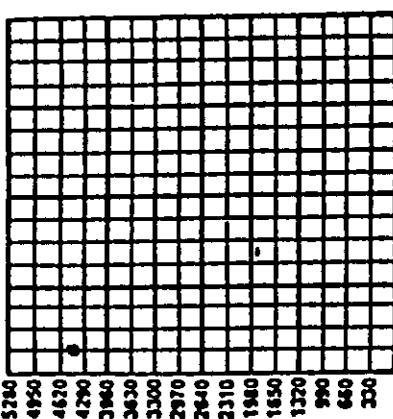
The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-101, et. seq.

It is agreed that the following minimum requirements will be met:

1. The appropriate district office shall be notified before setting surface pipe;
2. The minimum amount of surface pipe as specified above 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;
3. If the well is dry, a plugging proposal shall be submitted to the district office. An agreement between the operator and the district office on plug length and placement is necessary prior to plugging;
4. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
5. 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: 12/6/89 Signature of Operator or Agent: James B. Phillips Title: Agent



RECEIVED  
STATE CORPORATION COMMISSION  
DEC 21 1989  
CONSERVATION DIVISION  
Wichita, Kansas

FOR KCC USE:  
API # 15-165-21,505-0000  
Conductor pipe required NONE feet  
Minimum surface pipe required 280 feet per Alt. X(2)  
Approved by: DPW 12-22-89  
EFFECTIVE DATE: 12-27-89  
This authorization expires: 6-22-90  
(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 prorated 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.