

For KCC Use:
 Effective Date: 8-23-01
 District #: 2
 SGA? Yes No

KANSAS CORPORATION COMMISSION
 OIL & GAS CONSERVATION DIVISION

RECEIVED
 KANSAS CORPORATION
 Form C-1
 September 1999
 Form must be Typed
 Form must be Signed
 Blanks must be Filled

NOTICE OF INTENT TO DRILL

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

JUL 24 2001
 7-24-01

Expected Spud Date Aug 10 2001
month day year

Spot
 Appr. N/2 SW NE Sec. 30 Twp. 31 S. R. 8W
 *~~1690~~ 1615' feet from (N) (circle one) Line of Section
 *~~1895~~ 1910' feet from (E) (circle one) Line of Section
 Is SECTION X Regular Irregular?

OPERATOR: License# 32433
 Name: Onshore LLC
 Address: 200 E First, Ste 301
 City/State/Zip: Wichita, KS 67202
 Contact Person: John Kelley
 Phone: 316-262-3413

(Note: Locate well on the Section Plat on reverse side)
 County: Harper
 Lease Name: Washbon Well #: 3
 Field Name: Spivey-Grabs

CONTRACTOR: License# #5123
 Name: Pickrell Drilling Co. Inc.

Is this a Prorated / Spaced Field? Yes No
 Target Information(s): Mississippi
 Nearest Lease or unit boundary: 575 ? 730'?

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

Ground Surface Elevation: 1584 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: 140'
 Depth to bottom of usable water: 180'
 Surface Pipe by Alternate: X 1 2 200+

If OWWO: old well information as follows:
 Operator: _____
 Well Name: _____
 Original Completion Date: _____ Original Total Depth: _____

Length of Surface Pipe Planned to be set: _____
 Length of Conductor Pipe required: _____
 Projected Total Depth: 4300' to 4400'
 Producing Formation Target: Miss

Directional, Deviated or Horizontal wellbore? Yes No
 If Yes, true vertical depth: _____
 Bottom Hole Location: _____
 KCC DKT #: _____

Water Source for Drilling Operations:
 Well _____ Farm Pond _____ Other Stream
 DWR Permit #: _____
 (Note: Apply for Permit with DWR)
 Will Cores be taken? Yes No
 If Yes, proposed zone: _____

*
 For OPER. Contact 8-17-01 DPW

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: 7-24-01 Signature of Operator or Agent: [Signature] Title: OWNER

For KCC Use ONLY
 API # 15. 077-21409-0000
 Conductor pipe required NONE feet
 Minimum surface pipe required 200' feet per Alt.
 Approved by: DPW 8-17-01
 This authorization expires: 2-17-02
 (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.

30
 31
 8W

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

Plat of acreage attributable to a well in a prorated or spaced field

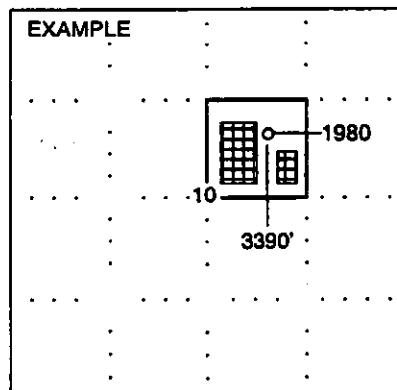
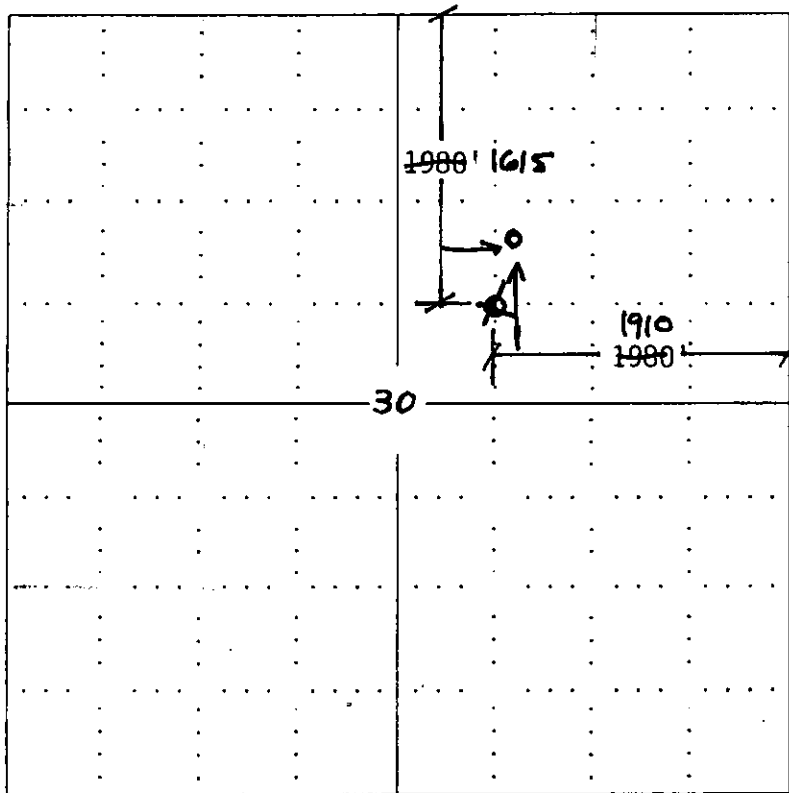
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please show all the wells and 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: _____
 Lease: _____
 Well Number: _____
 Field: _____
 Number of Acres attributable to well: _____
 QTR / QTR / QTR of acreage: _____ - _____ - _____

Location of Well: County: _____
 _____ feet from S / N (circle one) Line of Section
 _____ feet from E / W (circle one) Line of Section
 Sec. _____ Twp. _____ S. R. _____ East West
 Is Section _____ 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.)*



SEWARD CO.

NOTE: In all cases locate the spot of the proposed drilling location.

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.
3. The distance to the nearest lease or unit boundary line.
4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (CO-7 for oil wells; CG-8 for gas wells).