

EFFECTIVE DATE: 11-25-98

FORM MUST BE TYPED  
FORM MUST BE SIGNED

DISTRICT # 1

State of Kansas  
NOTICE OF INTENTION TO DRILL

ALL BLANKS MUST BE FILLED

SGA7...Yes...No

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

Expected Spud Date 11 month 30 day 98 year

Spot 20 E of C  
S/2- S/2- SE/4 Sec 34.. Twp 18.. S, Rg 21... XX West

OPERATOR: License # 4058  
Name: American Warrior, Inc.  
Address: P.O. Box 399  
City/State/Zip: Garden City, KS 67846  
Contact Person: Scott Corsair  
Phone: 785-398-2270

330 feet from South / ~~X~~ ~~X~~ line of Section  
1300 feet from East / ~~X~~ ~~X~~ line of Section  
IS SECTION X REGULAR      IRREGULAR?

CONTRACTOR: License # 31548  
Name: Discovery Drilling

(NOTE: Locate well on the Section Plat on Reverse Side)  
County: Ness  
Lease Name: Price Well #: 10  
Field Name: Ryves

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

Is this a Prorated/Spaced Field? .... yes X no  
Target Formation(s): Cherokee/Mississippian  
Nearest lease or unit boundary: 330'

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

Ground Surface Elevation: 2170 est. feet HSL  
Water well within one-quarter mile: .... yes ..X no  
Public water supply well within one mile: .... yes ..X no

Directional, Deviated or Horizontal wellbore? .... yes ..X no  
If yes, true vertical depth:.....  
Bottom Hole Location.....

Depth to bottom of fresh water: 180'  
Depth to bottom of usable water: 640'  
Surface Pipe by Alternate: .... 1 ..X 2

Length of Surface Pipe Planned to be set: 200'  
Length of Conductor pipe required: NA  
Projected Total Depth: 4220'  
Formation at Total Depth: Mississippian

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

Will Cores Be Taken? .... yes ..X no  
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 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: 11-18-98 Signature of Operator or Agent: Scott Corsair Title: Agent

FOR KCC USE:  
API # 15- 135-240680000  
Conductor pipe required NONE feet  
Minimum surface pipe required 200 feet per Alt. X(2)  
Approved by: JK 11-20-98

This authorization expires: 5-20-99  
(This authorization void if drilling not started within 6 months of effective date.)  
Spud date: \_\_\_\_\_ Agent: \_\_\_\_\_

RECEIVED  
KANSAS CORP COMM  
11-20-98  
1998 NOV 20 11:04

37 18 21W

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: KCC - Conservation Division, 130 S. Market - Room 207B, Wichita, Kansas 67202.

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 American Warrior, Inc.  
 LEASE Price  
 WELL NUMBER 10  
 FIELD Ryersee

LOCATION OF WELL: COUNTY Ness  
 \_\_\_\_\_ feet from south/~~north~~ line of section  
330  
 \_\_\_\_\_ feet from east/~~west~~ line of section  
1300  
 SECTION 34 TWP 18S RG 21W

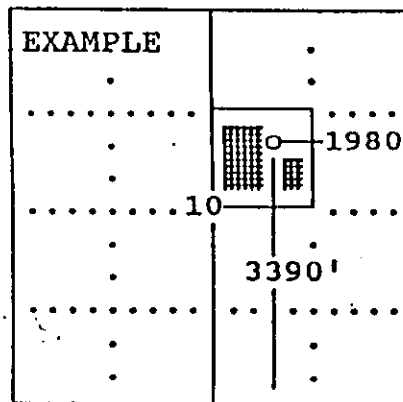
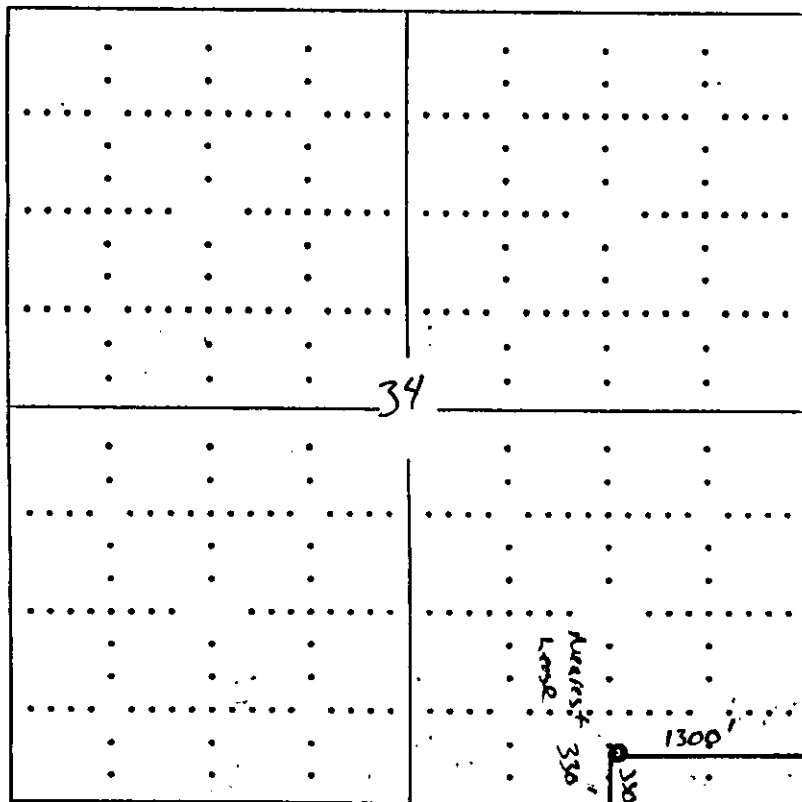
NUMBER OF ACRES ATTRIBUTABLE TO WELL 10  
 QTR/QTR/QTR OF ACREAGE S/2 - S/2 - SE/4

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.)



SEWARD CO.

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; and
- 3) the distance to the nearest lease or unit boundary line.