

FOR KCC USE:

FORM C-1 7/91

FORM MUST BE TYPED

FORM MUST BE SIGNED

ALL BLANKS MUST BE FILLED

EFFECTIVE DATE: 10-28-97

State of Kansas

DISTRICT # 1

NOTICE OF INTENTION TO DRILL

FEAT? Yes No

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

Expected Spud Date: September 30, 1997

Site: 110' N & 95' E of NW NW SW East
NW SW Sec 18, Twp 20 S, Rg 22 W West

OPERATOR: License # 31961
Name: Buried Hills Production Company, Inc.
Address: 1000, 112 - 4th Avenue S.W.
City/State/Zip: Calgary, Alberta Canada T2P 0H3
Contact Person: David J. Lapinskie
Phone: (403) 750-1213

SURFACE LOCATION
2420 feet from South/North line of Section
425 feet from East/West line of Section

INTRACTOR: License #: 32105
Name: Nabors

IS SECTION REGULAR IRREGULAR?
(NOTE: Locate well on the Section Plat on Reverse Side)
County: Ness
Lease Name: Gross Well #: LHZ
Field Name: Riverside
Is this a Prorated/Spaced Field? yes no
Target Formation(s): Mississippian
Nearest lease or unit boundary: 350' 2228'
Ground Surface Elevation: 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: 180'
Depth to bottom of usable water: 620'
Surface Pipe by Alternate: 1 2
Length of Surface Pipe Planned to be set: 640'
Length of Conductor pipe required: None
Projected Total Depth: TVD: 4348' MD: 6600'
Formation at Total Depth: Mississippian
Water Source for Drilling Operations:
 well farm pond other

Well Drilled For: Well Class: Type Equipment:
 Oil ... Enh Rec ... Infield Mud Rotary
 Gas ... Storage Pool Ext. ... Air Rotary
 OWD ... Disposal ... Wildcat ... Cable
 Seismic; ... # of Holes ... Other
If OWD: old well information as follows:
Operator: _____
Well Name: _____
Comp. Date: _____ Old Total Depth _____

Directional, Deviated or Horizontal wellbore? yes no
If yes, true vertical depth: 4348'
Bottom Hole Location: 350' ENL 350' FWL of Section 18-T20S-R22W

Will Cores Be Taken? yes no
If yes, proposed zone: _____
DOCKET NO. 95,021-C (C-78,270)

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: 9/11/97 Signature of Operator or Agent: Jeff Kennedy Title: Agent

FOR KCC USE: 135-240410100
API # 15-
Conductor pipe required NONE feet
Minimum surface pipe required 640 feet per Alt. ① X
Approved by: JK 10-23-97
This authorization expires: 4-23-98
(This authorization void if drilling not started within 6 months of effective date.)
Spud date: _____ Agent: _____

Recd 10-23-97

REMEMBER TO:

- File Drill Pit Application (form COP-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: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202.

18
20
28 W

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

PLAT OF ACREAGE ATTRIBUTABLE TO A WELL IN A PRORATED OR SPACED FIELD

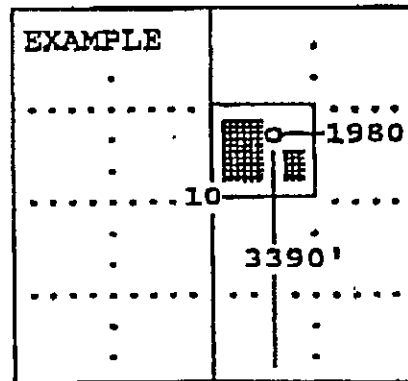
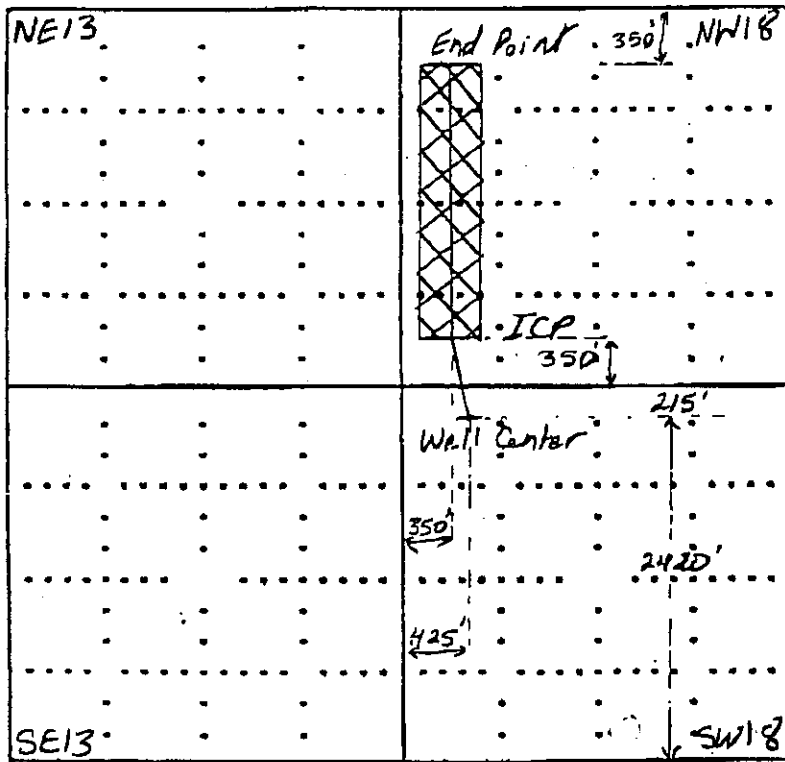
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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 Buried Hills Production Company Inc. LOCATION OF WELL: COUNTY Ness
 LEASE Gross 2420 feet from south/north line of section
 WELL NUMBER #1 Hz 425 feet from east/west line of section
 FIELD Riverside SECTION 18 TWP 20S RG 22W

NUMBER OF ACRES ATTRIBUTABLE TO WELL 10 IS SECTION _____ REGULAR or X IRREGULAR
 OTR/OTR/OTR OF ACREAGE W/2 - W/2 - NW IF SECTION IS IRREGULAR, LOCATE WELL FROM NEAREST
 of Section 18-T20S-R22W 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.