

EFFECTIVE DATE: 3-17-99

State of Kansas

DISTRICT # 1

NOTICE OF INTENTION TO DRILL

SEAT Yes X No

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

FORM MUST BE TYPED
FORM MUST BE SIGNED
ALL BLANKS MUST BE FILLED

Expected Spud Date March 22, 1999
month day year

Spot SE NE NE Sec 3 Twp 34 S, Rg 12 East West

OPERATOR: License # 5046
Name: Raymond Oil Company, Inc.
Address: P. O. Box 48788
City/State/Zip: Wichita, Kansas 67201-8788
Contact Person: Pat Raymond
Phone: 316-267-4214, Extension 104

990 feet from ~~South~~ North line of Section
330 feet from East ~~West~~ line of Section
IS SECTION X REGULAR IRREGULAR?

(NOTE: Locate well on the Section Plat on Reverse Side)
County: Barber

Lease Name: Farney Well #: 1
Field Name: GROENDYCKE

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

Is this a Prorated/Spaced Field? yes X no
Target Formation(s): Mississippian/Misener Sand

Nearest lease or unit boundary: 330'
Ground Surface Elevation: 1510 feet MSL

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

Water well within one-quarter mile: yes X no
Public water supply well within one mile: yes X no

Depth to bottom of fresh water: 105'
Depth to bottom of usable water: 180'

*Surface Pipe by Alternate: X 1 X 2
Length of Surface Pipe Planned to be set: 250'

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

Length of Conductor pipe required: None
Projected Total Depth: 5050'

Formation at Total Depth: Viola
Water Source for Drilling Operations:

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

well farm pond other
DWR Permit #: Contractor will file

Will Cores Be Taken?: yes X no
If yes, proposed zone:

AFFIDAVIT

* BARBER CO. ALT I OPTION ONLY
200' MIN. MEETS ALT I

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: March 3, 1999 Signature of Operator or Agent: Pat Raymond Title: Vice President

FOR KCC USE: 007-225940000
API # 15-
Conductor pipe required NONE feet
Minimum surface pipe required 200 feet per Alt. 1 X
Approved by: JK 3-12-99
This authorization expires: 9-12-99
(This authorization void if drilling not started within 6 months of effective date.)
Spud date: Agent:

3-11-99
11 A 11-35

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: Conservation Division, 200 Colorado Derby Building, 202 W. First St., Wichita, Kansas 67202-1286.

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17W

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

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

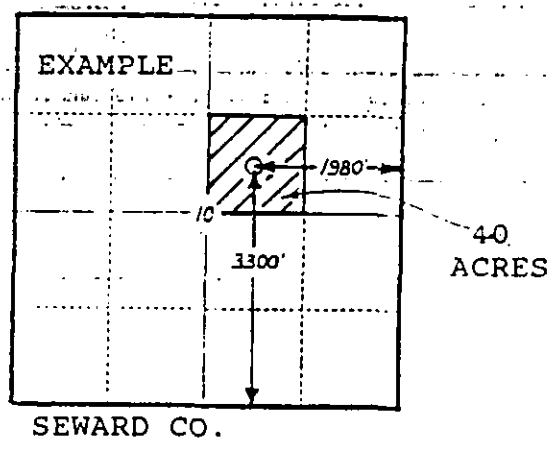
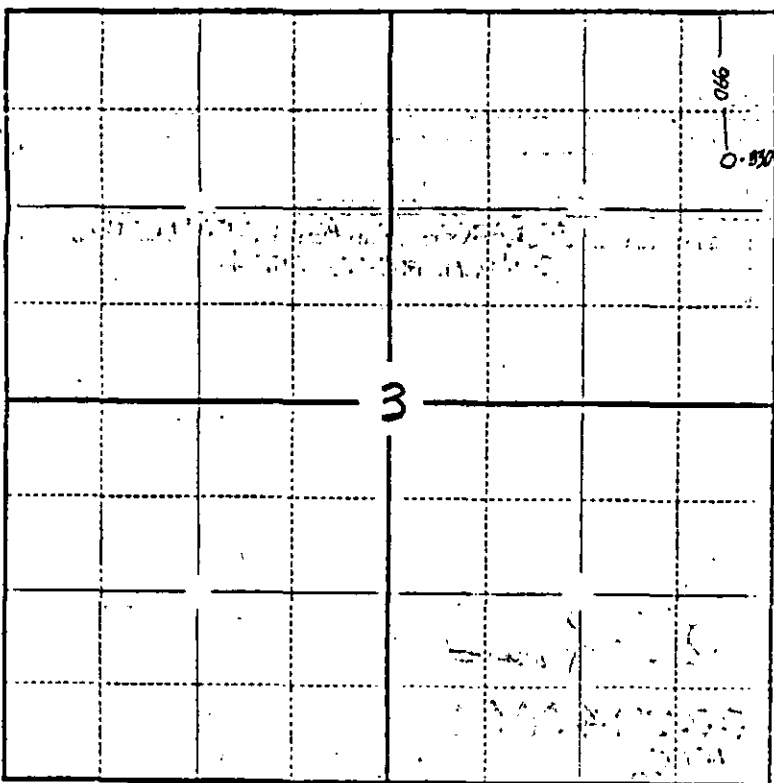
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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 _____ LOCATION OF WELL: COUNTY _____
LEASE _____ feet from south/north line of section
WELL NUMBER _____ feet from east/west line of section
FIELD _____ SECTION _____ TWP _____ RG _____

NUMBER OF ACRES ATTRIBUTABLE TO WELL _____ IS SECTION _____ REGULAR or _____ IRREGULAR
QTR/QTR/QTR OF ACREAGE _____ 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.)



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

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