

For KCC Use: Effective Date: 03/23/2013 District #: 3 SGA?  Yes  No

KANSAS CORPORATION COMMISSION 1124623 OIL & GAS CONSERVATION DIVISION

Form C-1 March 2010 Form must be Typed Form must be Signed All blanks must be Filled

NOTICE OF INTENT TO DRILL

Must be approved by KCC five (5) days prior to commencing well Form KSONA-1, Certification of Compliance with the Kansas Surface Owner Notification Act, MUST be submitted with this form.

Expected Spud Date: 03/23/2013 month day year

OPERATOR: License# 6766 Name: N & W Enterprises, Inc. Address 1: 1111 S MARGRAVE Address 2: City: FORT SCOTT State: KS Zip: 68701 + 2834 Contact Person: Tom NORRIS Phone: 620-223-6559

CONTRACTOR: License# 5786 Name: McGown Drilling, Inc.

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

Operator: Well Name: Original Completion Date: Original Total Depth:

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

Spot Description: SE SE NW SW Sec. 34 Twp. 28 S. R. 22 E W 1485 feet from N S Line of Section 4125 feet from E W Line of Section Is SECTION: Regular Irregular

County: Crawford Lease Name: Giefer Well #: Inj 14 Field Name: Walnut SE

Is this a Prorated / Spaced Field? Yes No Target Formation(s): Bartlesville Nearest Lease or unit boundary line (in footage): 1155

Ground Surface Elevation: 970 Estimated 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: 50 Depth to bottom of usable water: 100 Surface Pipe by Alternate: II Length of Surface Pipe Planned to be set: 20 Length of Conductor Pipe (if any): Projected Total Depth: 425 Formation at Total Depth: Bartlesville

Water Source for Drilling Operations: Well Farm Pond Other: DWR Permit #:

Will Cores be taken? Yes 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 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. Or pursuant to Appendix "B" - Eastern Kansas surface casing order #133,891-C, which applies to the KCC District 3 area, alternate II cementing must be completed within 30 days of the spud date or the well shall be plugged. In all cases, NOTIFY district office prior to any cementing.

KCC WICHITA MAR 07 2014 RECEIVED

Submitted Electronically

For KCC Use ONLY API # 15- 15-037-22222-00-00 Conductor pipe required 0 feet Minimum surface pipe required 20 feet per ALT. I II Approved by: Rick Hestermann 03/18/2013 This authorization expires: 03/18/2014 (This authorization void if drilling not started within 12 months of approval date.) Spud date: Agent:

Remember to:

- File Certification of Compliance with the Kansas Surface Owner Notification Act (KSONA-1) with Intent to Drill; - 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 (within 60 days); - Obtain written approval before disposing or injecting salt water. - If well will not be drilled or permit has expired (See: authorized expiration date) please check the box below and return to the address below.

Well will not be drilled or Permit Expired Date: 3/7/14 Signature of Operator or Agent: Thomas J. Hestermann

Mail to: KCC, Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

34 28 22 E W