

FOR KCC USE:

CORRECTED

\* CORRECTED COPY

FORM C-1 7/91

EFFECTIVE DATE: 9-20-93

FORM MUST BE TYPED

DISTRICT # 1  
SEAT Yes No

FORM MUST BE SIGNED

ALL BLANKS MUST BE FILLED

NOTICE OF INTENTION TO DRILL

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

Expected Spud Date 11.1.93  
month day year

Sec NW/4 SW/4 NE/4-35 26 12 East  
Sec Twp S, Rg X West

OPERATOR: License # 30060  
Name: VETERAN EXPLORATION, INC.  
Address: 7535 E. Hampden Ave #506  
City/State/Zip: Denver, Co. 80237  
Contact Person: Robert P. Jacobsen  
Phone: (303) 755-2900  
264

\* 3465' feet from South / X line of Section  
\* 2050' feet from East / X line of Section  
IS SECTION X REGULAR IRREGULAR?

CONTRACTOR: License #: Unknown-Will notify  
Name: Sterling Drilling

(NOTE: Locate well on the Section Plat on Reverse Side)  
County: Pratt  
Lease Name: Mardis Well #: J-135  
Field Name: Stead South

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

Is this a Prorated/Spaced Field? ... yes ... no X  
Target Formation(s): Mississippi  
Nearest Lease or unit boundary: 780'  
Ground Surface Elevation: 1874' feet MSL

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

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: 210'  
Depth to bottom of usable water: 220'

Directional, Deviated or Horizontal wellbores? ... yes X... no  
If yes, true vertical depth:

Surface Pipe by Alternate: X.. 1 .. 2  
Length of Surface Pipe Planned to be set: 280'  
Length of Conductor pipe required: None  
Projected Total Depth: 4200'  
Formation at Total Depth: Mississippi

Bottom Hole Location: 3630 f.s.l., 2310 f.e.l., 330' n.i.b.

Water Source for Drilling Operations:  
... well ... farm pond X... other  
DWR Permit #: ...  
Will Cores Be Taken? ... yes X... no  
If yes, proposed zone:

X Was 3630 f.s.l., 2310 f.e.l., 330' n.i.b.

X Is 3465 f.s.l., 2050 f.e.l., 780' n.i.b.

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:

RECEIVED  
STATE CORPORATION COMMISSION

12-13-93  
DEC 13 1993

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 of cement; in all cases the cement shall be placed in the annulus between the casing and the wellbore;
4. If the well is dry hole, an agreement between the operator and the district office on plugging 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 IS COMPLETED, 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: 11-30-93..... Signature of Operator or Agent: Robert P. Jacobsen Title: President

FOR KCC USE:  
API # 15- 151-22107-0000  
Conductor pipe required NONE feet  
Minimum surface pipe required 240' feet per Alt. (1) X  
Approved by: CB 9-15-93  
This authorization expires: 3-15-94  
(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 ACC-1 within 120 days of spud date;
- File acreage attribution plat according to field prorations 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 67202-1284.

35  
26  
12

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 VETERAN EXPLORATION, INC.  
 LEASE Mardis  
 WELL NUMBER J-135  
 FIELD Steadsouth

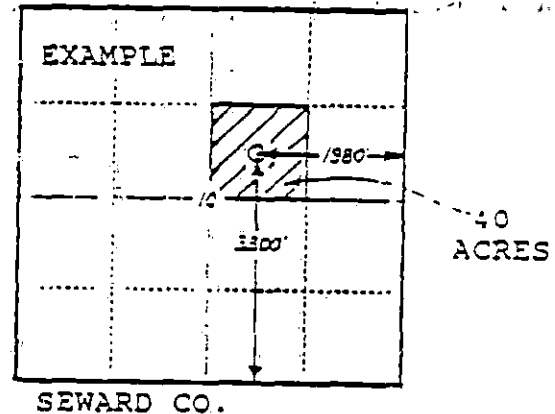
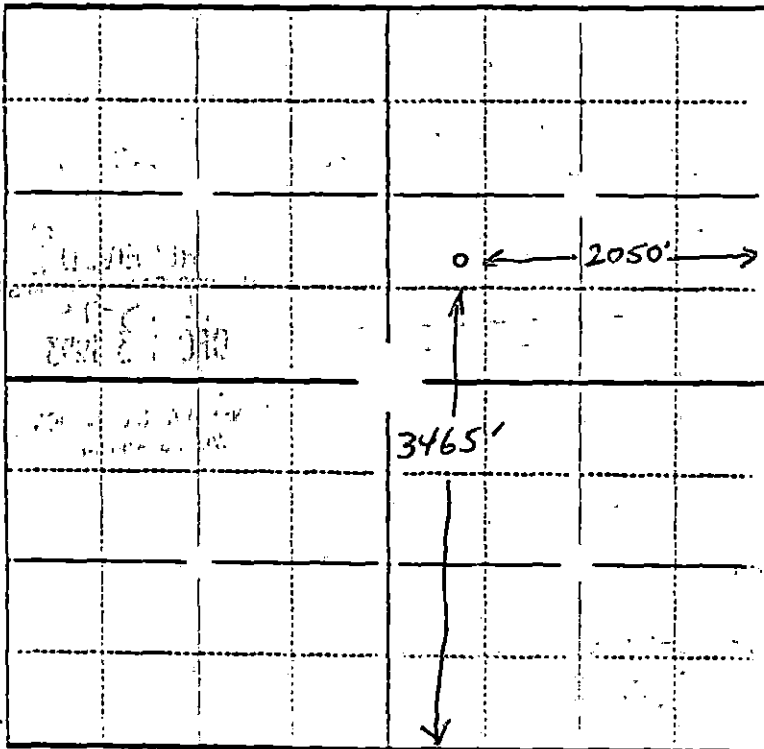
LOCATION OF WELL: COUNTY PRATT  
 3465 feet from south/~~west~~ line of section  
 2050 feet from east/~~west~~ line of section  
 SECTION 35 TWP 26S RG 12W

NUMBER OF ACRES ATTRIBUTABLE TO WELL 10.  
 QTR/QTR/QTR OF ACREAGE NW/4 - SW/4 - NE/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.)



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.