

RECEIVED

KANSAS CORPORATION COMMISSION

Form C-1

September 1999

For KCC Use: 12-17-01
Effective Date: _____
District # 1
SGA? Yes No

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

NOTICE OF INTENT TO DRILL

DEC 11 2001

Form must be Typed
Form must be Signed
All blanks must be Filled

Must be approved by KCC five (5) days prior to commencing well

CONSERVATION DIVISION
WICHITA, KS

Expected Spud Date 12 14th 2001
month day year

Spot Ap. S/2 - N/2 - N/2 Sec. 32 Twp. 34 S R. 20 W
850 feet from (N) (circle one) Line of Section
2640 feet from (W) (circle one) Line of Section

OPERATOR: License# 7744 ✓
Name: Sho-Bar Energy Inc.
Address: 346 E HWY 160
City/State/Zip: Harper, Ks. 67058
Contact Person: Howard Short
Phone: 620-896-2710

Is SECTION Regular Irregular?
(Note: Locate well on the Section Plat on reverse side)
County: Comanche
Lease Name: Mach Well #: 1-32

CONTRACTOR: License# 5822 ✓
Name: VAL Energy Inc.

Field Name: Wildcat Tuttle NE
Is this a Prorated / Spaced Field? Yes No
Target Information(s): Viola / Morrow

Well Drilled For: Oil Gas OWO Seismic; # of Holes Other
Well Class: Infield Pool Ext. Wildcat Other
Type Equipment: Mud Rotary Air Rotary Cable

Nearest Lease or unit boundary: 850'
Ground Surface Elevation: 1730' 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: 80'
Depth to bottom of usable water: 180'

If OWWO: old well information as follows:
Operator: _____
Well Name: _____
Original Completion Date: _____ Original Total Depth: _____

Surface Pipe by Alternate: 1 _____ 2 _____
Length of Surface Pipe Planned to be set: 850'
Length of Conductor Pipe required: 150'
Projected Total Depth: 7000

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

Producing Formation Target: Viola
Water Source for Drilling Operations:
Well _____ Farm Pond _____ Other
DWR Permit #: _____
(Note: Apply for Permit with DWR)
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. 55-101, 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: 12-11-01 Signature of Operator or Agent: [Signature] Title: agent

For KCC Use ONLY
API # 15 - 033-21289-0000
Conductor pipe required NONE feet
Minimum surface pipe required 200 feet per Alt. (1)
Approved by: RJP 12-12-01
This authorization expires: 6-12-02
(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 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.

32 34 20W

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 and 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: Sho-Bar Energy Inc.
 Lease: Mach
 Well Number: 1-32
 Field: Wildcat
 Number of Acres attributable to well: 640
 QTR / QTR / QTR of acreage: C N/2 N/2

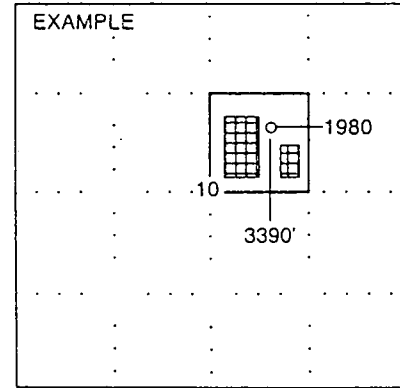
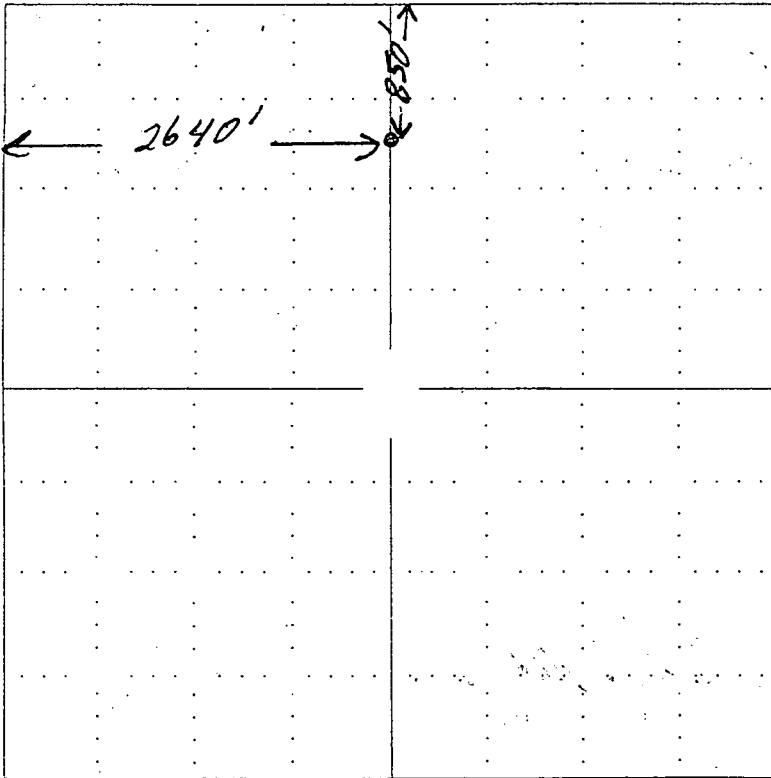
Location of Well: County: Comanche
850' feet from S N (circle one) Line of Section
2640' feet from E W (circle one) Line of Section
 Sec. 32 Twp. 34 S. R. 20 East West

Is Section ~~xxx~~ 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.

NOTE: In all cases locate the spot of the proposed drilling location.

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.
3. The distance to the nearest lease or unit boundary line.
4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (CO-7 for oil wells; CG-8 for gas wells).