

FOR KCC USE:

2-3-92

State of Kansas

Correction

FORM C-1 7/91

FORM MUST BE TYPED

EFFECTIVE DATE

NOTICE OF INTENTION TO DRILL

FORM MUST BE SIGNED

DISTRICT# 3

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

ALL BLANKS MUST BE FILLED

SGA?...Yes. No

EXPECTED SPUD DATE: 01 02 92
month day year

Spot N/2 SW SW SW Sec 03 Twp 10 S, Rg 20 EE EAST WEST

Operator: License#: 03133
Name: KLM EXPLORATION, INC.
Address: BOX #151
City/State/Zip: MCLOUTH KS. 66054
Contact Person: DOUGLAS BAKER
Phone: 913-796-6763

380 feet from (South) / ~~North~~ Line of Section
4950 feet from (East) / ~~West~~ Line of Section
IS SECTION XX REGULAR IRREGULAR?

NOTE: Locate well on the Section Plat on Reverse Side)
COUNTY: LEAVENWORTH
LEASE NAME: BANKERS LIFE WELL#: 1-AH
Field Name: BANKERS LIFE

CONTRACTOR: License # 05676
Name: EDCO DRILLING CO. INC.

Is this a Prorated/Spaced Field? yes no
Target Formation(s): MCLOUTH SAND

Nearest lease or unit boundary: 330
Ground Surface Elevation: 1115 feet MSL

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

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

Depth to bottom of fresh water: 975
Depth to bottom of usable water: 275

Surface Pipe by Alternate: 1 XX 2
Length of Surface Pipe Planned to be set: 40

Length of Conductor Pipe required: 1050
Projected Total Depth: 3500

Formation at Total Depth: 1450
Water Source for Drilling Operations:

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

well farm pond other

Directional, Deviated or Horizontal wellbore? XX yes no
If yes, true vertical depth: 1450

DWR Permit#
Will Cores Be Taken? yes no
If yes, proposed zone:

Bottom Hole Location 1150FRM WW/330FRM EE of SW/41

WAS: API # 15-103-21,248

AFFIDAVIT

IS: API # 15-103-21,248-01-00

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 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: 01/28/92 Signature of Operator or Agent: [Signature] Title: AGENT
SEARCH INC., 316-265-5415

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FOR KCC USE:
API # 15- 103-21,248-01-00
Conductor Pipe required None feet
Minimum surface pipe required 40 feet per Alt. 1
Approved by: [Signature] 1-29-92, call 4-20
This Authorization expires: 2-29-92
(This authorization void if drilling not started within 6 months of effective date.)
Spud date: Agent: JAN 28 1992

B

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 hour 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.

RECEIVED

JAN 28 1992

1-28-92 CONSERVATION DIVISION WICHITA, KS

3
10
20E

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 _____
 LEASE _____
 WELL NUMBER _____
 FIELD _____

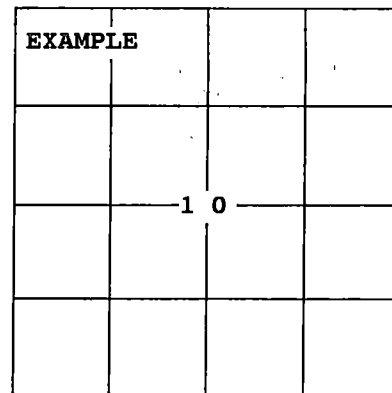
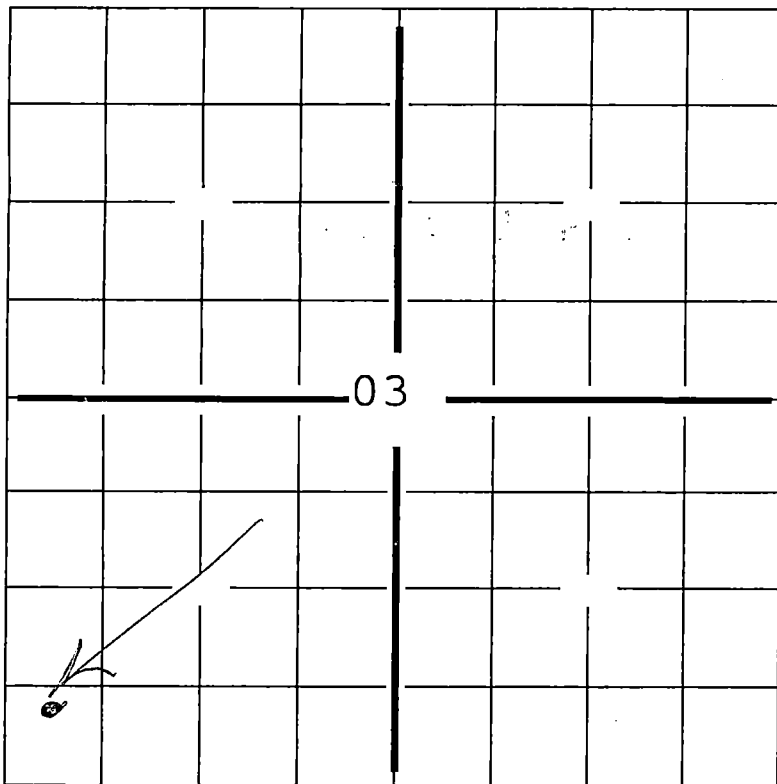
LOCATION OF WELL: COUNTY _____
 _____ feet from (South) / North Line of Section
 _____ feet from (East) / West line of section
 SECTION _____ TWP _____ RG _____

ACRES ATTRIBUTABLE TO WELL _____
 QTR/QTR/QTR OF ACREAGE _____

IS SECTION XX 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.

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.