

FOR KCC USE:

OKWJO

FORM C-1 7/91

EFFECTIVE DATE: 4-27-98

FORM MUST BE TYPED

DISTRICT # 2

State of Kansas
NOTICE OF INTENTION TO DRILL

FORM MUST BE SIGNED

SGA? Yes... No

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

ALL BLANKS MUST BE FILLED

Expected Spud Date April 26 1998
month day year

Spot 150' NW, NW SE Sec 31 Twp 30 S, Rg 7 West

OPERATOR: License # 9408
Name: Trans Pacific Oil Corporation
Address: 100 N. Main, Ste. 1000
City/State/Zip: Wichita, KS 67202
Contact Person: Alan D. Banta
Phone: 316-262-3596

2055' feet from South / North line of Section
2055' feet from East / West line of Section
IS SECTION REGULAR IRREGULAR?

CONTRACTOR: License #: 5929
Name: Duke Drilling Co., Inc.

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

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

Lease Name: K.U. Well #: #1-31 OKWJO
Field Name: Washbon Ext. SPIVEY - GRABS - BASIL

If OKWJO: old well information as follows:
Operator: Associates Oil & Gas, Inc.
Well Name: #1 Flowers
Comp. Date: 11/7/77 Old Total Depth 4810'

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

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

Nearest lease or unit boundary: 585'
Ground Surface Elevation: 1628' 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: 40'
Depth to bottom of usable water: 180'

Surface Pipe by Alternate: 1 2
Length of Surface Pipe Planned to be set: 227' Existing

Length of Conductor pipe required: N/A
Projected Total Depth: 4810'

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

... well ... farm pond other

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: 4/10/98 Signature of Operator or Agent: [Signature] Title: Vice-President

FOR KCC USE:
 API # 15- 095-206510001
 Conductor pipe required NONE feet
 Minimum surface pipe required 227 feet per Alt. (1)
 Approved by: JK 4-22-98
 This authorization expires: 10-22-98
 (This authorization void if drilling not started within 6 months of effective date.)
 Spud date: _____ Agent: _____

RECEIVED
 KANSAS CORP CO
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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: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202.

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 Trans Pacific Oil Corporation
 LEASE K.U.
 WELL NUMBER #1-31 OWWO
 FIELD Washbon Extension

LOCATION OF WELL: COUNTY Kingman
 2055' feet from south north line of section
 2055' feet from east west line of section
 SECTION 31 TWP 30S RG 7W

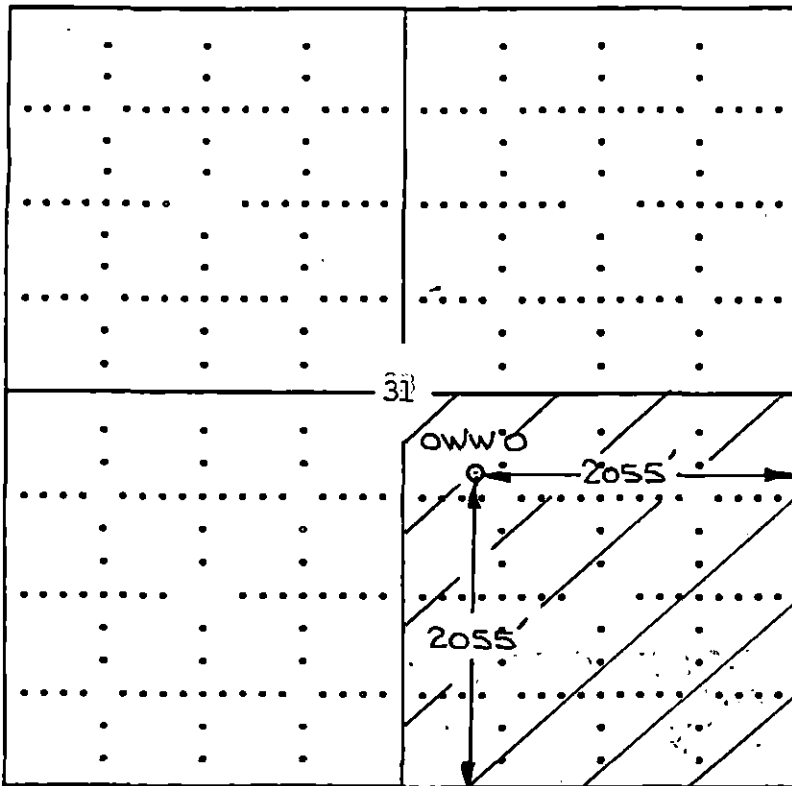
NUMBER OF ACRES ATTRIBUTABLE TO WELL 160
 QTR/QTR/QTR OF ACREAGE _____ - _____ - SE/4

IS SECTION X REGULAR or _____ IRREGULAR
IF SECTION IS IRREGULAR, LOCATE WELL FROM NEAREST CORNER BOUNDARY.

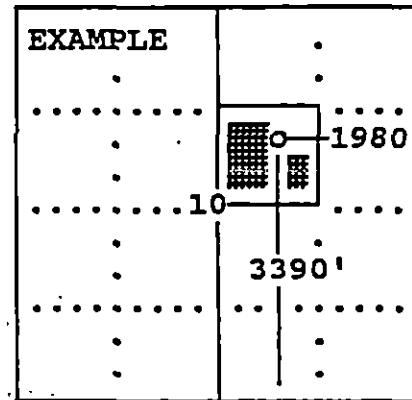
Section corner used: _____ NE _____ NW X SE _____ SW

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.)



Kingman Co.



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