

005W0

FOR ECC USE:

FORM C-1 7/91

FORM MUST BE TYPED

FORM MUST BE SIGNED

ALL BLANKS MUST BE FILLED

EFFECTIVE DATE: 8-26-95

State of Kansas

DISTRICT # 14
SEAT... Yrs... Mo

NOTICE OF INTENTION TO DRILL

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

Expected Spud Date August 28, 1995
month day year

Spot 310'S & 10'E of East
SW NW NE 24 Twp 28S S. Rg 18W West

OPERATOR: License # 6926
Name: ADVANTAGE RESOURCES, INC.
Address: 1775 Sherman Street - Suite 1375
City/State/Zip: Denver, Colorado 80203-4316
Contact Person: Ed Ackman / Lou Bortz
Phone: 303/831-1912

3980 feet from South / XXXXX line of Section
2300 feet from East / XXXX line of Section
IS SECTION X REGULAR IRREGULAR?

CONTRACTOR: License #: 5929
Name: DUKE DRILLING CO., INC.

(NOTE: Locate well on the Section Plat on Reverse Side)
County: Kiowa
Lease Name: Hardy "B" Well #: 1
Field Name: Hardy
Is this a Prorated/Spaced Field? yes X.. no

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

Target Formation(s):
Nearest lease or unit boundary: 1300'
Ground Surface Elevation: 2209' feet MSL
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' / 180'
Depth to bottom of usable water: 300' / 180'
Surface Pipe by Alternate: X.. 1 .. 2
Length of Surface Pipe to be set: 480'
Length of Conductor pipe required: N/A
Projected Total Depth: 5400
Formation at Total Depth:
Water Source for Drilling Operations:
... well ... farm pond X.. other

If OWWO: old well information as follows:
Operator: ADVANTAGE RESOURCES, INC.
Well Name: Hardy "B" #1
Comp. Date: 12/31/92 Old Total Depth 4940'

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

DWR Permit #:
Will Corrosion Be Taken?: yes X.. no
If yes, proposed zone:

AFFIDAVIT

RECEIVED
KANSAS CORPORATION COMMISSION

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:

AUG 21 1995

CONSERVATION DIVISION
WICHITA, KS

- 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 IS 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: August 21, 1995.. Signature of Operator or Agent: [Signature] Title: Agent

FOR ECC USE:
API # 15- 097-213480001
Conductor pipe required NONE feet
Minimum surface pipe required 480 feet per Alt. (X)
Approved by: [Signature] 8-21-95
This authorization expires: 2-21-96
(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 ACD-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: Conservation Division, 200 Colorado Derby Building, 202 W. First St., Wichita, Kansas 67202-1286.

24
28
18W

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 _____

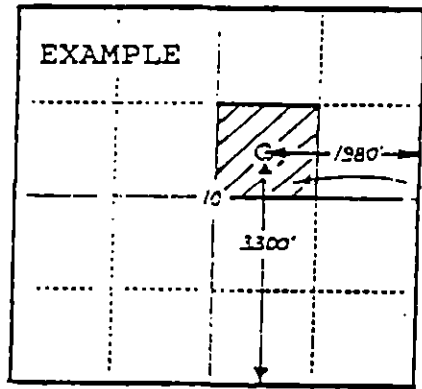
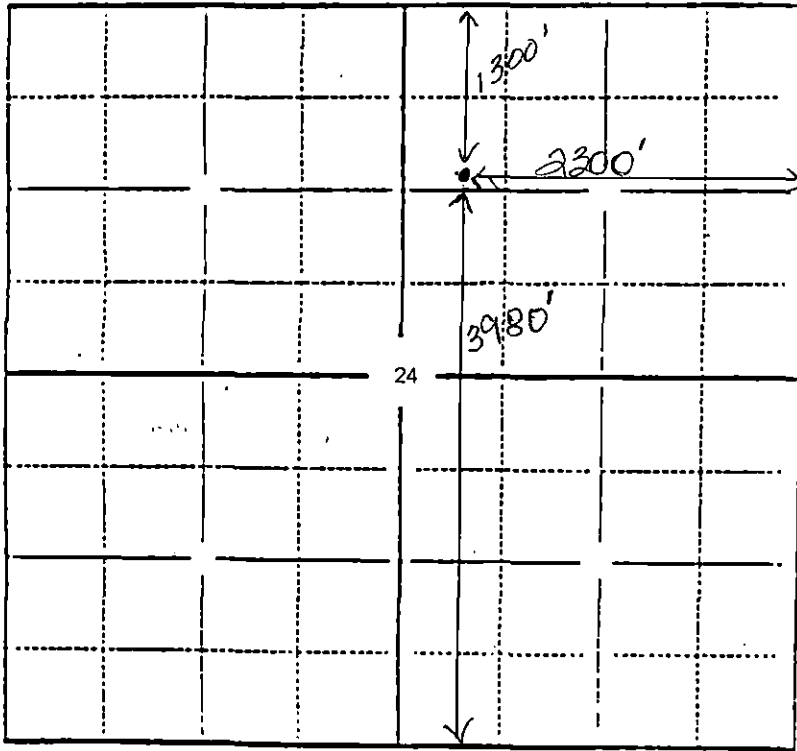
NUMBER OF ACRES ATTRIBUTABLE TO WELL _____
QTR/QTR/QTR OF ACREAGE _____ - _____ - _____

IS SECTION _____ 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.

KIOWA COUNTY

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.