

FOR KCC USE:

FORM C-1 7/91

EFFECTIVE DATE: 11-27-99

FORM MUST BE TYPED

DISTRICT # 4

State of Kansas

FORM MUST BE SIGNED

35A7 Yes No

NOTICE OF INTENTION TO DRILL

ALL BLANKS MUST BE FILLED

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

Expected Spud Date 11 24 1999 month day year

Spot NE NE SW Sec 33 Twp 1S S. Rg 39 West

OPERATOR: License # 30425 Name: DNR Oil & Gas Inc. Address: 655 Broadway - Suite 525 City/State/Zip: Denver, Colorado 80203 Contact Person: Charles B. Davis Phone: (303) 825-8956

2510 feet from South line of Section 2310 feet from West line of Section IS SECTION X REGULAR IRREGULAR?

CONTRACTOR: License #: 30606 Name: Murfin Drilling

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

County: Cheyenne Lease Name: Stevens Well #: 1-33 Field Name: Wildcat

Well Drilled For: Well Class: Type Equipment:

- X Oil Enh Rec Infield Mud Rotary Gas Storage Pool Ext Air Rotary OWWO Disposal X Wildcat Cable Seismic # of Holes Other

If OWWO: old well information as follows:

Operator: Well Name: Comp. Date: Old Total Depth

Directional, Deviated or Horizontal wellbore? yes X no

If yes, true vertical depth:

Bottom Hole Location:

Is this a Prorated/Spaced Field? yes X no

Target Formation(s): Cherokee

* Nearest lease or unit boundary: 2310

Ground Surface Elevation: 3227 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: 120 +/-

Depth to bottom of usable water: 250 +/- 140

Surface Pipe by Alternate: X 1 2 ALT ONLY

Length of Surface Pipe Planned to be set: 200

Length of Conductor pipe required: 0

Projected Total Depth: 4900

Formation at Total Depth: Mississippian

Water Source for Drilling Operations:

... well X farm pond other

DWR Permit #:

Will Cores Be Taken? yes X 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: 11-10-99 Signature of Operator or Agent: Charles B. Davis Title: President

OPER. CONTACTED. *LEASE Agreement for NW 1/4 to be FAXED! ASAP.

FOR KCC USE: API # 15- 023-20361-0000 Conductor pipe required NONE feet Minimum surface pipe required 160 feet per Alt. (1) X Approved by: DPW 11-22-99 This authorization expires: 5-22-2000 (This authorization void if drilling not started within 6 months of effective date.) Spud date: Agent:

RECEIVED KANSAS CORPORATION COMMISSION NOV 22 1999 11-22-99 CONSERVATION DIVISION WICHITA, KS

REMEMBER TO:

- File Drill Pit Application (form CDP-1) with Intent to Drill; - File Completion Form AUO-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.

33 39w

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

PLAT OF ACREAGE ATTRIBUTABLE TO A WELL IN A PRORATED OR SPACED FIELD

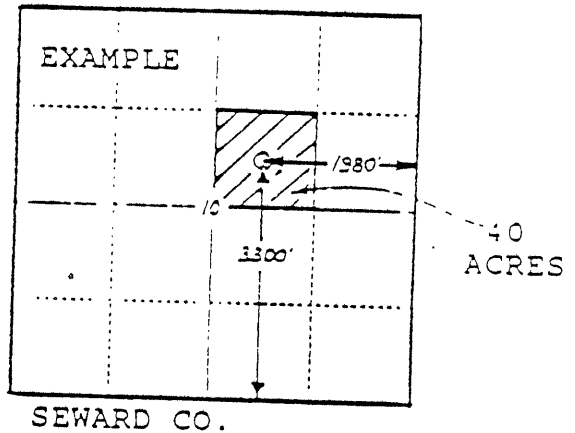
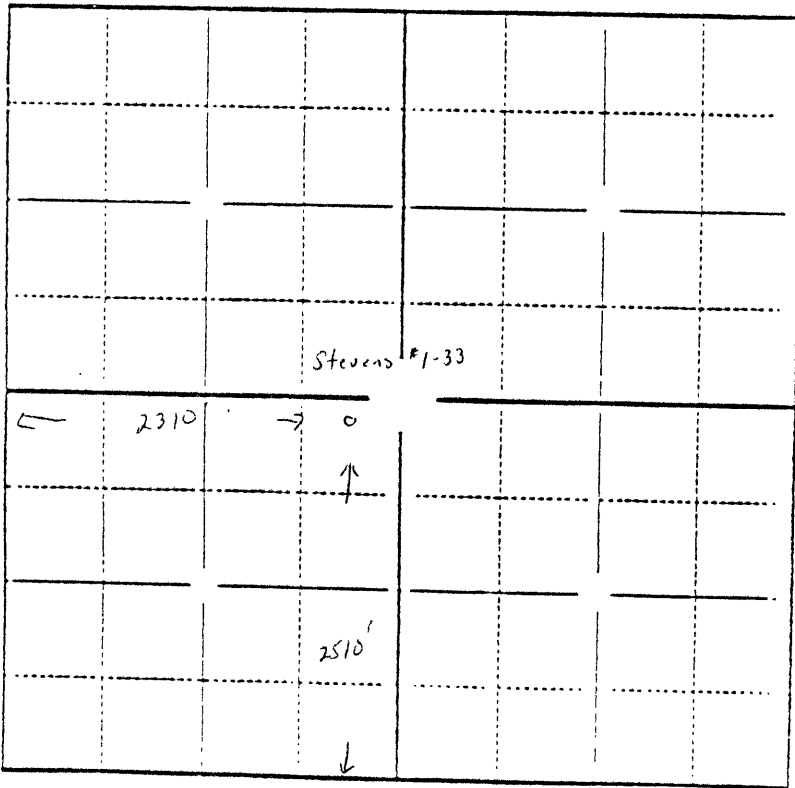
If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please 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 _____ LOCATION OF WELL: COUNTY _____
 LEASE _____ feet from south/north line of section _____
 WELL NUMBER _____ feet from east/west line of section _____
 FIELD _____ SECTION _____ TWP _____ RG _____

NUMBER OF ACRES ATTRIBUTABLE TO WELL _____ IS SECTION _____ REGULAR or _____ IRREGULAR
 QTR/QTR/QTR OF ACREAGE _____ 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.