Effective Date: 11-6-96
District # 4
SEAT: Yes, X No.
Expected Spud Date: November 84...1996

Operator: License #: 31956
Name: Park Horse Oil Company
Address: 1249 North Atchison, Suite 22A
City/State/Zip: Park City, KS 67201
Contact Person: Douglas K. Kiker
Phone: 306-1-4412

Contractor: License #: 40606
Name: Murnin Drilling Company

Well Drilled For: Oil
Well Class: Infill
Type Equipment: X Mud Rotary
...
...
...
...
...

If OWA/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:

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.

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: 10/29/96
Signature of Operator or Agent: ____________________________
Title: Owner

For KCC Use:
API #: 15
Conductor pipe required: X
Minimum surface pipe required: 275 feet per Alt. X
Approved by: X
This authorization expires: 5-1-97
(At this authorization void if drilling not started within 6 months of effective date.)

Spud date: 01-03-96
Agent: ____________________________

Remember to:
- File Drill Pit Application (form CD-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 (CD-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

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- LOCATION OF WELL: COUNTY
LEASE feet from south/north line of section
WELL NUMBER feet from east/west line of section
FIELD

NUMBER OF ACRES ATTRIBUTABLE TO WELL IS SECTION REGULAR OR IRREGULAR
OTR/OTR/OTR OF ACREAGE

(Show location of the well and shade attributable acreage for prorated or spaced wells.)
(Show footage to the nearest lease or unit boundary line.)

DECAXURY COUNTY, KANSAS
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.