KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
NOTICE OF INTENT TO DRILL
Must be approved by KCC five (5) days prior to commencing well

Expected Spud Date 08

month
day
year

OPERATOR: License# 30604
Name: Raydon Exploration, Inc.
Address: 9400 N. Broadway, Ste. 400
City/State/Zip: Oklahoma City, OK 73114
Contact Person: David E. Rice
Phone: 620-524-0156

CONTRACTOR: License# 31572
Name: Big A Drilling

Well Drilled For: Oil
Well Class: Enh Rec
Type Equipment: Mud Rotary

Spot AP W2/2 SW  SE
Sec 17 Twp 35S S. R. 29

East 660 feet from (S)
West 2200 feet from (E)

Is SECTION Regular ___ Irregular ___
(Note: Locate well on the Section Plat on reverse side)

County: Meade
Lease Name: Wynona __
Field Name: Adams Ranch ___

Is this a Prorated / Spaced Field? Yes ___ No ___
Target Formation(s): St Louis

Nearest Lease or unit boundary: 660
Ground Surface Elevation: 3368
Water well within one-quarter mile: Yes ___ No ___
Public water supply within one mile: Yes ___ No ___
Depth to bottom of fresh water: 400

Surface Pipe by Alternate: 1
Length of Surface Pipe Planned to be set: 1500
Length of Conductor Pipe required: None___

Projected Total Depth: 5300

Formation Total Depth: St Louis

Water Source for Drilling Operations:
Well X __ Farm Pond ___ Other ___

DWR Permit #: ___
(Note: Apply for Permit with DWR ___)

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: 08-02-04 Signature of Operator or Agent: Daniel E. Rice Title: Agent for Raydon Exploration, Inc.

For KCC Use ONLY
API # 15 119, 21133, 00
Conductor pipe required NONE
Minimum surface pipe required 520 feet per All +
Approved Spud Date 2.9.05
This authorization expires (This authorization void if drilling not started within 6 months of effective date.)
Spud date: Agent: 17 35 29.4

Mail to: KCC - Conservation Division, 130 S. Market - Room 2079, Wichita, Kansas 67202

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.
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 and 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: 
Number of Acres attributable to well: 
QTR / QTR / QTR of acreage: ___ SW __ SE

Location of Well: County: Meade
660 feet from S / N (circle one) Line of Section
2200 feet from E / W (circle one) Line of Section
Sec. 17 Twp. 35S S. R. 29
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.)

NOTE: In all cases locate the spot of the proposed drilling location.

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.
3. The distance to the nearest lease or unit boundary line.
4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (CO-7 for oil wells; CG-8 for gas wells.)

RECEIVED
AUG 05 2004
KCC WICHITA

EXAMPLE

SEWARD CO.
August 6, 2004

David E Rice
Raydon Exploration, Inc.
9400 N Broadway, Ste 400
Oklahoma City OK 73114

Re: Drilling Pit Application
Wynona Lease Well No. 2-17
SE/4 17-35S-29W
Meade County, Kansas

Dear Mr. Rice:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed **without slots**, the bottom shall be flat and reasonably level and the free fluids must be removed. The fluids are to be removed from the reserve pit as soon as the Hutchinson Salt section has been drilled through and displacement of the fluids into the reserve pit has occurred. The fluids should be removed again as soon as practical after drilling operations have ceased.

**If production casing is set all completion fluids shall be removed on a daily basis.**

The fluids should be taken to an authorized disposal well. Please call the District Office at (620) 225-8888 when the fluids have been removed. Also, please file the enclosed Surface Pond Waste Transfer, form CDP-5, within 30 days of fluid removal.

**A copy of this letter should be posted in the doghouse along with the approved Intent to Drill.** If you have any questions or concerns please feel free to contact the undersigned at the above address.

Sincerely,

Jonelle Rains, Supervisor
Department of Environmental Protection and Remediation

cc: Steve Durrant
File