**NOTICE OF INTENT TO DRILL**

**KANSAS CORPORATION COMMISSION**
**OIL & GAS CONSERVATION DIVISION**

*Must be approved by KCC five (5) days prior to commencing well*

<table>
<thead>
<tr>
<th>Field</th>
<th>Code</th>
<th>Description</th>
<th>Value</th>
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</thead>
<tbody>
<tr>
<td>Operator License</td>
<td>31191</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Name</td>
<td>R &amp; B OIL &amp; GAS</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Address</td>
<td>P. O. Box 195</td>
<td></td>
<td></td>
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<tr>
<td>City/State/Zip</td>
<td>Attica, Kansas, 67009-0196</td>
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<tr>
<td>Contact Person</td>
<td>Randy Newberry</td>
<td></td>
<td></td>
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<tr>
<td>Phone</td>
<td>620/254-7251</td>
<td></td>
<td></td>
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<tr>
<td>Contractor</td>
<td>NUE DRILLING CO., INC.</td>
<td></td>
<td></td>
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<tr>
<td>License</td>
<td>5929</td>
<td></td>
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**Well Drilled For:**

- **Well Class:** Gas Storage
- **Type Equipment:** Air Rotary
- **Location:** NE 1

**Drilling Date:**

- **Expected Start Date:** February 14, 2005
- **Spot:** SE

**Location Information:**

- **Line of Section:** 10
- **Foot of Section:** 000
- **Foot from NW:** 350
- **Foot from SW:** 000

**Well Data:**

- **Gas:** 350 ft
- **Storage:** 000 ft
- **Pool Ext:** 000 ft
- **Air Rotary:** 000 ft

**Well Details:**

- **Water well within one-quarter mile:** No
- **Public water supply well within one mile:** No
- **Depth to bottom of fresh water:** 120 ft
- **Surface Pipe by Alternates:** 1

**Drilling Operations:**

- **Well:** Yes
- **Farm Pond:** No
- **Other:** No
- **Water Source for Drilling Operations:** No
- **Formation at Total Depth:** Minnesota

**Affidavit:**

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 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 unconcealed 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 for 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;
6. If an ALTERNATE II COMPLETION, production pipe shall be cemented from below any usable water to surface within 120 days of spud date.

**Affidavit Date:** January 12, 2005

**Signature of Operator or Agent:**

**Mail to:** KCC - Conservation Division, 130 S. Market - Room 207B, 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 and within 1 mile of the boundaries of the proposed acreage on the plat for gas wells and within 0.5 mile of the boundaries of the proposed acreage on the plat for oil wells.

API No. 15: ____________________________
Operator: _______________________________
Lease: _________________________________
Well Number: ___________________________
Field: _________________________________
Number of Acres attributable to well: ____________
GTR / GTR / GTR of acreage: ____________

Location of Well: County: ________________

Leas e tran: _____________________________
S. W. W. Line of Section: ________________
Sec. _____________
Twp. _____________
R. _____________
East West

If Section is: 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 acreage attributable acreage for prorated or spaced wells.)

(Show location 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.
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; CO-8 for gas wells).

Bentner County

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

EXAMPLE

SE/NW CO.
January 26, 2005

Mr. Randy Newberry
R & B Oil & Gas
PO Box 195
Attica, KS 67009-0195

RE: Drilling Pit Application
Fischer-Crask Lease Well No. 1
SW/4 Sec. 33-32S-10W
Barber County, Kansas

Dear Mr. Newberry:

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. Please keep the pits away from the draw.

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) 225-9888 when the fluids have been removed. Also please file the enclosed CDP-5 form, Surface Pond Waste Transfer, 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,

Kathy Haynes
Environmental Protection and Remediation Department
cc: S Durrant