KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
NOTICE OF INTENT TO DRILL

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

FOR KCC USE ONLY

APR # 17

Conductor pipe required

Max. surface pipe depth

Spud date

(Agent)

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APR # 17

Conductor pipe required

Max. surface pipe depth

Spud date

(Agent)

Remember to:

- File Drill Plan Application (form COP-1) with intent to drill;
- File Completion Form KCC-1 within 120 days of spud date;
- File average attribution plot according to field priority order;
- Notify appropriate district office 48 hours prior to weaver or re-entry;
- Submit plugging report (CP-4) after plugging is completed;
- Obtain written approval before depositing or removing salt water;
- If this permit has expired (see authorized expiration date) please check the box below and return to the address below.

Well Not Drilled - Permit Expired

Name of Operator or Agent:

Date:

Mail to: KCC - Conservation Division, 100 S. Market - Room 2279, Wichita, Kansas 67202

FEB 23 2005

KCC WICHITA
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW
Flat 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: Falcon Exploration, Inc.
Lease: Slaughter
Well Number: 1-7
Field: Granger Creek South
Number of Acres attributable to well: 160
QTR/QTR/QTR of acreage: NW, NE, SW

Location of Well: County: Clark
2310: feet from N / S Line of Section
1490: feet from E / W Line of Section
Soc. 7: Twp. 31: Sec. 21
R: West
Is Section: Regular or Regular
Section Irregular, locate well on 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.
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. (C0-7 for oil wells; C0-6 for gas wells).

EXAMPLE

RECEIVED
FEB 23 2005
KCC FICHTA
March 8, 2005

Mr. Ron Schraeder
Falcon Exploration, Inc.
155 N. Market Ste 1020
Wichita, KS 67202

Re: Drilling Pt Application
Srauner Lease Well No. 1-7
SW/4 Sec. 07-31S-21W
Clark County, Kansas

Dear Mr. Schraeder:

District staff has inspected the location and has determined that an unsealed condition will present a pollution threat to water resources.

District staff has instructed that no earthen pits are to be used at the location. Steel pits are to be used. Please inform the Commission in writing as to which disposal well you will utilize to dispose of the contents in the steel pits and the amount of fluid which will be disposed.

Should a haul-off pit be necessary, please complete the enclosed CDF-1. This location will have to be inspected prior to approval of the haul-off pit application.

Sincerely,

Kathy Royles
Environmental Protection and Remediation Department

Cc: S Durrant