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

Must be approved by KCC five (5) days prior to commencement.

For KCC Use:
Effective Date: 11-03-2005
Oil & Gas District # No. 11
ISQA#? Yes No

David Scott

JUNE 3, 2005
KCC WICHITA
RECEIVED

OPERATOR: Licensed: 7076
Name: BLACK DIAMOND OIL, INC.
Address: P.O. BOX 641
City/State/Zip: HAYS, KS 67601
Contact Person: KENNETH VENGE
Phone: 786-625-5891

CONTRACTOR:
Name: TINT Well Servicing, Inc.
Well Drilled For: 
Well Class: 
Type of Equipment: 
Old 
Emb Rec 
Infield 
Med Mud 
Gas Storage 
Pool Ext. 
Air Lift 
OWO 
Disposal 
Widjcat 
Cable 
Silastic 
No of Holes 
Other 

IF OWO: old well information as follows:
Operator: BLACK DIAMOND OIL, INC.
Well Name: ANDREASON A11
Original Completion Date: 19562 Original Total Depth: 3673
Directional: Deviated or Horizontal wellbore:
Yes / No

Bottom Hole Location:
KCC DKT #:

Spot NE NW SW SE
feet from feet from
2310 990
90 21
N / S Line of Section E / W Line of Section

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

County: GRANAM
Lease Name: ANDREASON
Well # A11
Field Name: MOREL
Is this a Priced / Spaced Field?

Target Formation(s):
ARBUCKLE

Nearest Lease or Unit boundary:

Ground Surface Elevation: 2227

Water well within one-quarter mile:
Public water supply well within one mile:
Depth to bottom of fresh water:
Depth to bottom of usable water:

Surface Pipe by Alternate:

Length of Conductor Pipe required:

Projected Total Depth:

Formation at Total Depth:

Water Source for Drilling Operations:

DWR Permit #:

Will Cores be taken?
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 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 a 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. Of pursuant to Appendix "B" - Eastern Kansas surface casing order #433,891-C, which applies to the KCC District 3 area, alternate II cementing must be completed within 30 days of the spud date or the well shall be plugged. 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: 5-31-2005
Signature of Operator or Agent:

For KCC Use ONLY:
Aff # 15 - 065 01397 00 01
Conductor pipe required, Yes / No
Minimum surface pipe required, Yes / No
Approved by KSP965 0605
This authorization expires 12/06/05
(This authorization void if drilling not started within 6 months of effective date)

Mail to: KCC - Conservation Division, 130 S. Market - Room 207B, Wichita, Kansas 67202

KSP965

- File Drill Plot Application (form CDP-1) with intent to Drill.
- File Completion Form A703-1 within 100 days of spud date.
- File acreage attribution plot according to field production orders.
- Notify appropriate district office at least 48 hours prior to workover or re-entry.
- Submit plugging report (CP-4) after plugging is completed.
- Obtain written approval before disposing of or injecting 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

Signature of Operator or Agent:
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW
Prel 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 - Location of Well: County: GRAHAM
Operator: BLACK DIAMOND OIL, INC
Lease: ANDRESON
Well Number: A11
Field: MOREL

Number of Acres attributable to well:

QTR / QTR / QTR of acreage: NE, NW, SW

Location from the line of Section

<table>
<thead>
<tr>
<th>Location from the line of Section</th>
<th>N</th>
<th>S</th>
<th>E</th>
<th>W</th>
</tr>
</thead>
<tbody>
<tr>
<td>2310</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>990</td>
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</tr>
</tbody>
</table>

In 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.
Graham 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 5 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 a proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (CG-7 for oil wells; CG-8 for gas wells).