KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

NOTICE OF INTENT TO DRILL

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

Operable Date: 12/05
SAFETY

For KCC Use

Effective Date: 12/05
District #

SGAT: Yes

K-C-1

OPERATOR:

Lic.

Name: Mid-Continent Resourses, Inc.

Address: P.O. Box 239

City/State/Zip: Garden City, KS 67846

Contact: Scott Comer

Phone: 785-390-2270

RECEIVED

AUG 01 2005

CONSERVATION DIVISION

Name: PetroMark Drilling, LLC

Well Drilled For:

Well Class:

Type Equipment:

Oil

Exch Rec

Inield

Mod Rotary

Gas

Storage

Pod Ext.

Air Rotary

OWD

Disposal

Widmark

Sylvanic

# of Holes

Other

If OWNED: old well information as follows:

Operator:

Well Name:

Original Completion Date:

Original Total Depth:

Directional: Deviated or Horizontal well?: Yes / No

If Yes, true vertical depth:

Borehole Hole Location:

KCC DKT #: WELL LOC. EXCEPTION GRANTED 9-1-05

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 if 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 below 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.

Or pursuant to Appendix "B" - Eastern Kansas surface casing order #1319.DT-C, which applies to the KCC District 5 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: July 30, 2005
Signature of Operator or Agent:

Title: Petroleum Engineer

For KCC Use ONLY

API # 15

244,000.000

Conductor pipe required:

None

Minimum surface pipe required:

300 feet per Acre

Approved:

9-1-05

This authorization expires 9-6-06

Spud date:

Remember to:

- File Drill Plan Application (form CDP-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spud date;
- File acreage attribution plot according to field operator, orders;
- Notify appropriate district office 48 hours prior to worker or re-entry;
- Submit plugging report (CP-A) after plugging is completed;
- Obtain written approval before disposing 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:

Date:

Form C-1

December 2010

Form must be Typed

All blanks must be filled
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: MicrContinent Resources, Inc.
Lease: Chabrin
Well Number: 3-23
Field: Schaben
Number of Acres attributable to well: 40
QTR / QTR / QTR of acreage: NW
Location of Well: County: Ness
Sec: 23																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																															n																																																																																																																																														