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

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

For KCC Use:

Effective Date: 9-20-05

District #:

SOU?

Yes

No

Expected Spud Date:

month day year

5067

OPERATOR:

License #: 54067

Name:

Doyel USA Inc.

Address:

2108 Z-Bay Dr.

City/State/Zip:

Lisbon, KS 67860

Contact Person:

Vic Bailey

Phone:

(316) 679-4520

CONTRACTOR:

License #: 30682

Name:

Martin Drilling Co., Inc.

Well Drilled For:

Well Class: 1

Type Equipment:

Drill Rig:

Mud Rotary

 boosting: 4

Post Ext No Rotary

supplied: 0

Mud Bristol

Other: 0

OWWD: 0

Baits: 0

# of Birds: 0

Other: 0

# OWWD - old well information as follows:

Operator:

Well Name:

Well Completion Date:

Original Depth:

Directional, Deviated or Horizontal wellbore? Yes

No

If Yes, true vertical depth

Below Hole Location

KCC DKT #:

This drilled well is located on the following W & S Loc. # on Line of Section

SPL: 1

WPL: 1

Is it a Planned / Spaced Field?

Yes

No

Target Formation(s):

St Louis

Nearest Lease or Unit Boundary:

610

Ground Surface Elevation:

2892

Water well within one-quarter mile

Yes

No

Public water supply well within one mile:

Yes

No

Depth to bottom of fresh water:

600

Depth to bottom of usable water:

620

Surface Pipe by Alternate:

1

Length of Surface Pipe Planned to be set

1750

Length of Conductor Pipe Required

N/A

Projected Total Depth:

5600

Formation at Total Depth:

St Louis

Water Source for Drilling Operations:

Well

Form Pond

Other

DWR Permit #:

(Note: Apply for Permit with DWR)

Will Come be Taken?

Yes

No

If Yes, Proposed zone:

September 8, 2005 Signature of Operator or Agent:

Date:

KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202

For KCC Use Only

API #:

175

Conductor pipe required: NONE

Minimum Surface Horseshoe:

Approved by:

APR 15, 2005

This authorization expires:

(this authorization void if drilling not started within 6 months of effective date)

Spud date:

Agent:

Remainder:

- Oil Dill Pit Application (form DCP-1) with Intent to Drill
- File Completion Form ACO-1 within 120 days of spud date
- File average attribution plot according to field property owner
- Notify appropriate district office 45 hours prior to re-entry or re-entry
- Submit plugging report (P-D) after plugging is completed
- Obtain written approval before disposing of treating salt water
- If this permit has expired (see authorized expiration date) please check the box below and return the address below.

Well Not Drilled - Permit Expired

Signature of Operator or Agent:

Date:
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW
Plot 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.

APN No. 15 -
Operator: 
Lease:
Well Number:
Field:

Number of acres attributable to well:
GTR / QTR / QTR of acreage -
Location of Well - Count:
Seward

Feet from  Line of Section:
Feet from  Line of Section:
Seco  Trub  R  N
Is Section - Regular or Irregular
IP 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.
Seward County

EXAMPLE

1980
10
3390'

SEWARD CO.
September 15, 2005

Ms. Vicki Carder
OXY USA, Inc.
PO Box 2528
Liberal, KS 67905

RE: Drilling Pit Application
Shives C Lease Well No. 1
NW/4 Sec. 18-34S-33W
Seward County, Kansas

Dear Ms. Carder:

District staff has inspected the above referenced location and has determined that the reserve pit shall be constructed **without slops**, 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 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) 225-9888 when the fluids have been removed. Please file form CDP-S, Exploration and Production Waste Transfer, within 30 days of fluid removal. Conservation division forms are available through our office and on the KCC web site: www.kcc.state.ks.us/conservationforms.

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 Haynell
Environmental Protection and Remediation Department
cc: S Durrant