KANSAS CORPORATION COMMISSION
Oil & Gas Conservation Division
NOTICE OF INTENT TO DRILL

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

Expected Spud Date: September 23, 2005

OPERATOR: L. D. DRILLING, INC.
Address: 7 SW 26 AVE
City/State/Zip: LAWRENCE, KANSAS 67530
Phone: 782-735-3061

CONTRACTOR: ADVISE ON AGC; MUST BE UNLICENSED LICENSED

Well Drilled For: Gas
Well Class: Gas
Well Equipment: Mud Rotary

If GWWD: old well information as follows:
Operator Name:
Original Completion Date:
Original Total Depth:

Directional, Deviated or Horizontal wellbore?:
Yes No

If, Yes, true vertical depth:
Bottom Hole Location:

KCC DKT #:

Spud
SE SW NW
1 18
330 990
990

Is Section Regular or Irregular?: Regular

County:
BARTON
Lease Name:
VAN WINKLE
Lease #:
1

Field Name:

Is this a Prorated / Spaced Field?:
Yes No

Target Formation(s):
ARBUCKLE

Nearest Lease or unit boundary:

Ground Surface Elevation: APPROX 1840

Water well within one-quarter mile:
Yes No

Public water supply well within one mile:
Yes No

Depth to bottom of fresh water:

Surface Pipe by Alternate:

Length of Conductor Pipe required:

Projected Total Depth:
3350

Formation at Total Depth:
ARBUCKLE

Water Source for Drilling Operations:
Well Farm Pond Other Haul

DWR Permit #:
(If applicable, provide with DWR Permit)

Will Cores be taken?:
Yes No

If, Yes, proposed zone:

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 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 1 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 #132,891-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:
SEPTEMBER 9, 2005

Signature of Operator or Agent:

Remember to:

- File Drill Rig Application (form COP-1) with Intent to Drill.
- File Completion Form AOG-1 within 120 days of spud date.
- File arogradation plot according to field proportion orders;
- Notify appropriate district office 48 hours prior to workover or re-entry;
- Submit completion report (CP-4) after plugging is completed.
- Obtain written approval before disposing or injecting well water.
- If this permit has expired (See expiration date) please check the box below and return to the address below.

Well Not Drilled - Permit Expired
Signature of Operator or Agent:

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202
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 plot 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: L. D. DRILLING, INC.
Lease: VAN WINKLE
Well Number: 1
Field: 

Number of Acres attributable to well: 10
QTR / QTR / QTR of acreage: SE , SW , SW 

Location of Well: County: BARTON
330 feet from IN / SE Line of Section
990 feet from E / W Line of Section
Sec. 1 18 S. R. 14

Is Section: 2 Regular or 3 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.

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: (CG-7 for oil wells; CG-8 for gas wells).
September 13, 2005

Mr. L.D. Davis
L.D. Drilling, Inc.
7 SW 26 Ave.
Great Bend, KS 67530

RE: Drilling Pit Application
Van Winkle Lease Well No. 1
SW1/4 Sec. 01-18S-14W
Barton County, Kansas

Dear Mr. Davis:

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 practical after drilling operations have ceased. **Please keep all pits away from any draws.**

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 (785) 625-0550 when the fluids have been removed. Please file form CDP-5, 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/conservation/forms.

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,

[Signature]

Kathy Haynes
Environmental Protection and Remediation Department

cc: H Deines

[Address Information]