Permit Extension

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

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

Date: 7/6/05

Expected Spud Date: July 22 2005

OPERATOR: License No.: 516d
Name: Mud Drilling Company, Inc.
Address: P.O. Box 27583
Wichita, Kansas 67202-2758
Contact Person: Mark Sheets
Phone: 316-264-8366

CONTRACTOR: License No.: 5629
Name: Duke Drilling Company, Inc.

Permit Extension

Received: 7-6-05

For KCC Use Only

API 15: 24372.000

Spud Date: 7-6-05

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 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 cementing the top, in all cases surface pipe shall be set through an unconsolidated material plus a minimum of 20 feet into the underlying formation.
4. If the well is to be drilled, an agreement between the operator and the subject office on plug length and placement is necessary prior to spudding.
5. The appropriate district office shall be notified before well is either plugged or production casing is withdrawn.
6. If an ALTERNATIVE II COMPLETION, production pipe shall be cemented from below and sealed to surface within 120 days of spud date.

Or pursuant to Appendix “B” - Eastern Kansas surface casing order #130.881-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: 5/29/05

Signature of Operator or Agent: 

President/COO

Mail to: KCC - Conservation Division, 130 S. Market - Room 2076, Wichita, Kansas 67202
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

Plat of acreage allocable 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, and if the intended well is in a prorated or spaced field complete the plat below showing that the well will be primarily located in relation 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 allocation unit for gas wells and within 1/2 mile of the boundaries of the proposed acreage allocation unit for oil wells.

API No. 15: 
Operator: Mud Drilling Company, Inc.
Lease: 
Well Number: 1,8
Field: Wildcat

Number of Acres allocable to well: 40
QTR / QTR / QTR of acreage: 

Location of Well: County: Ness
650 ft
2108 ft F.E.L.
Line of Section
N
E

Is Section: Regular or Irregular

If Section is Irregular, locate well from nearest corner boundary.
Section corner used: NE NW SE SW

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, e.g., 1 section, 2 sections with 4 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 allocation plat must be attached; (CO-7 for oil wells; CO-8 for gas wells).