

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date. March 4, 1988
month day year

API Number 15-153-20, 707 00-000

OPERATOR: License # 3667
Name Presley Petroleum Co. d/b/a Source Petroleum
Address 200 W. Douglas, Suite 820
City/State/Zip Wichita, Kansas 67202
Contact Person John D. Howard, Jr.
Phone 262-7397

CONTRACTOR: License #
Name Unknown
City/State

Well Drilled For: Well Class: Type Equipment:
 Oil Storage Infill Mud Rotary
 Gas Inj Pool Ext. Air Rotary
 OWWO Expl Wildcat Cable

If OWWO: old well info as follows:
Operator
Well Name
Comp Date Old Total Depth

I certify that well will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to KCC specifications.
Date 2/29/88 Signature of Operator or Agent

75' E NW NE SE Sec. 24 Twp. 1 S, Rg. 33 East West
2310 Ft. from South Line of Section
915 Ft. from East Line of Section

(Note: Locate well on Section Plat on reverse side)
Nearest lease or unit boundary line 330 feet
County Rawlins
Lease Name Rather "A" Well # #1
Ground surface elevation 3022 feet MSL
Domestic well within 330 feet: yes no
Municipal well within one mile: yes no
Depth to bottom of fresh water 250
Depth to bottom of usable water 250
Surface pipe by Alternate: 1 2
Surface pipe planned to be set 300'
Conductor pipe required 0
Projected Total Depth 4600' feet
Formation Arbuckle

For KCC Use:
Conductor Pipe Required _____ feet; Minimum Surface Pipe Required 300 feet per Alt.
This Authorization Expires 8-29-88 Approved By J.D. Howard Title Geologist/General Manager

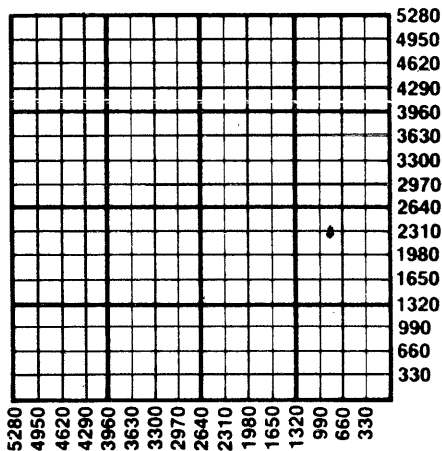
EFFECTIVE DATE: 3-5-88

Must be filed with the K.C.C. five (5) days prior to commencing well
This card void if drilling not started within six (6) months of date received by K.C.C.

Important procedures to follow:

1. Notify District office before setting surface casing.
2. Set surface casing by circulating cement to the top.
3. File completion forms ACO-1 with K.C.C. within 120 days of well spud date, following instructions on ACO-1, side 1, and including copies of wireline logs.
4. Notify District office 48 hours prior to old well workover or re-entry.
5. Prior to filing Intent, prepare a proposed plugging plan in case well is D & A, then obtain approval of plan when calling district office prior to setting surface pipe.
6. Submit plugging report (CP-4) to K.C.C. after plugging is completed.
7. Obtain an approved injection docket number before disposing of salt water.
8. Notify K.C.C. within 10 days when injection commences or terminates.
9. If an alternate 2 completion, cement in the production pipe from below any usable water to surface within 120 days of spud date.

A Regular Section of Land
1 Mile = 5,280 Ft.



STATE CORPORATION COMMISSION
2-29-88
FEB 29 1988
CONSERVATION DIVISION
Wichita, Kansas

State Corporation Commission of Kansas
Conservation Division
200 Colorado Derby Building
Wichita, Kansas 67202-1212
(316) 263-3238