

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date..... 9 30 88
month day year

API Number 15-039-20,836-00-00

OPERATOR: License # 3007

SW SE NE Sec 36 Twp. 3 S, Rg. 26 East West

Name ~~Jeron Oil & Gas and~~ Western Kansas Exploration

2970' Ft. from South Line of Section

Address 230 W. Main

990' Ft. from East Line of Section

City/State/Zip Dennison, Texas 75020

(Note: Locate well on Section Plat on reverse side)

Contact Person Ron Castleberry

Nearest lease or unit boundary line 990' feet

Phone 214-463-6104

County Decatur

CONTRACTOR: License # 4083

Lease Name Ward Well # 1

Name Western Kansas Drilling, Inc.

Ground surface elevation 2460' feet MSL

City/State Hays, Kansas 67601

Domestic well within 330 feet: ___yes no

Well Drilled For: Well Class: Type Equipment:

Municipal well within one mile: ___yes no

Oil ___ Storage ___ Infield Mud Rotary

Depth to bottom of fresh water 180'

___ Gas ___ Inj ___ Pool Ext. ___ Air Rotary

Depth to bottom of usable water 1400'

___ OWWO ___ Expl Wildcat ___ Cable

Surface pipe by Alternate: 1 ___ 2

If OWWO: old well info as follows:

Surface pipe planned to be set 200'

Operator

Conductor pipe required 0'

Well Name

Projected Total Depth 4100' feet

Comp Date..... Old Total Depth.....

Formation Arbuckle

I certify that well will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to KCC specifications.

Date 9-21-88 Signature of Operator or Agent

[Signature] Title Agent

For KCC Use:

Conductor Pipe Required .. feet; Minimum Surface Pipe Required 200' feet per Alt. 2

This Authorization Expires 3-22-89 Approved By LKM 9-22-88

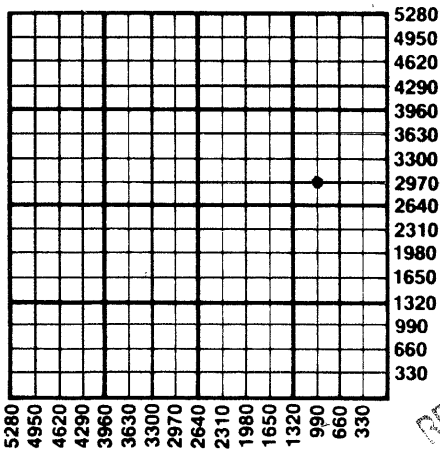
EFFECTIVE DATE: 9-27-88

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.

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



RECEIVED
STATE CORPORATION COMMISSION (SYSTEM)
9-22-88
SEP 22 1988
CONSERVATION DIVISION
Wichita, Kansas

8. If an alternate 2 completion, cement in the production pipe from below any usable water to surface within 120 days of spud date.

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