

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date March 28, 1986
month day year

API Number 15— 023-20,245-00-00

OPERATOR: License # 4528

NW. SW. NW. Sec. 12... Twp. 3 S, Rg. 37... X West

Name Paul Prijatelj

3630 Ft. from South Line of Section

Address 201 W. 8th St. Suite 450

4950 Ft. from East Line of Section

City/State/Zip Pueblo, Colorado 81003

Contact Person Paul Prijatelj

Phone (303) 544-2111, 485-3646

Nearest lease or unit boundary line 330 feet

CONTRACTOR: License # 8682

County Cheyenne

Name Golden Eagle Drilling, Inc.

Lease Name Briney Well # 12-24

City/State McCook, Nebraska 69001

Ground surface elevation 3399 feet MSL

Well Drilled For: Well Class: Type Equipment:

Domestic well within 330 feet: yes no

Oil SWD Infield Mud Rotary

Municipal well within one mile: yes no

Gas Inj Pool Ext. Air Rotary

Surface pipe by Alternate: 1 2

OWWO Expl Wildcat Cable

Depth to bottom of fresh water 350

If OWWO: old well info as follows:

Depth to bottom of usable water 400 ft

Operator

Surface pipe planned to be set 405' 405' 405' ft

Well Name

Projected Total Depth 4900 feet

Comp Date Old Total Depth

Formation Cherokee

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

~~_____~~ cementing will be done immediately upon setting production casing.
Date 3/24/86 Signature of Operator or Agent Paul Prijatelj Title Geologist 3/24/86 HR

For KCC Use:

Conductor Pipe Required 9-26-86 feet; Minimum Surface Pipe Required 400 feet per Alt.

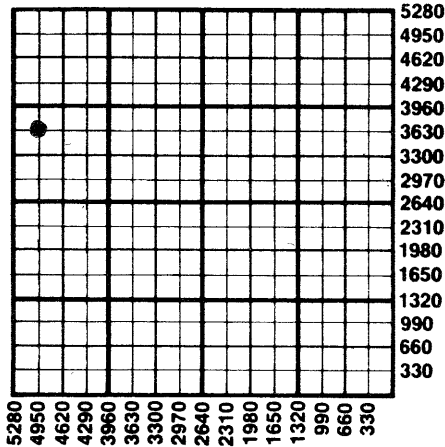
This Authorization Expires 9-26-86 Approved By 3-26-86

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 90 days of well completion, 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

MAR 26 1985

CONSERVATION DIVISION
 Wichita, Kansas

3-26-86

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