

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date. 12 20 87 month day year

API Number 15- 023-20,185- OWWO

OPERATOR: License # 9152 Name MAREXCO Address P. O. Box 706 City/State/Zip Edmond, OK 73083-0706 Contact Person Stephen W. Marden Phone (405) 340-6387

SW SE Sec. 36 Twp. 5 S, Rg. 37 East West 660 Ft. from South Line of Section 1980 Ft. from East Line of Section

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

CONTRACTOR: License # 55422 Name Abercrombie Drilling, Inc. City/State Wichita, KS

Nearest lease or unit boundary line 660 feet County Cheyenne Lease Name McKee Well # 34-36 Ground surface elevation 3428 feet MSL Domestic well within 330 feet yes X no Municipal well within one mile yes X no Depth to bottom of fresh water 325 Depth to bottom of usable water 325 Surface pipe by Alternate N/A 1 X 2 Surface pipe planned to be set already set 357 feet Conductor pipe required Projected Total Depth 4876 feet Formation Cherokee

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

If OWWO: old well info as follows: Operator Nelson Enterprise Well Name McKee #1 Comp Date 1/27/82 Old Total Depth 4850

I certify that well will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to K&C specifications. Date 10/11/87 Signature of Operator or Agent Stephen W. Marden Title Sales Representative

For KCC Use: Conductor Pipe Required feet; Minimum Surface Pipe Required feet per Alt. 367 1X This Authorization Expires 6-18-88 Approved By Pett 12-28-87

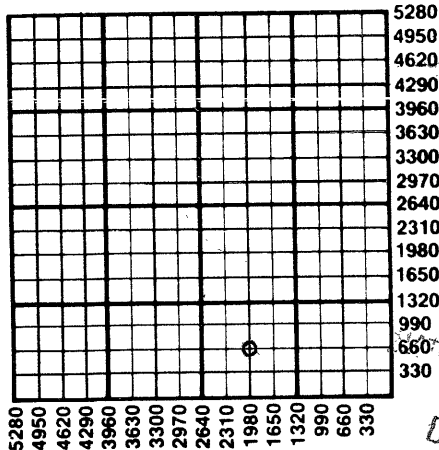
EFFECTIVE DATE: 12-23-87

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.**



RECEIVED
 STATE CORPORATION COMMISSION
 DEC 18 1987
 CONSERVATION DIVISION
 WICHITA, KANSAS
 12-18-87

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