State of Kansas

Buque and

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

API Number 15— 065 - 22, 439 - 00 - 07 (see rules on reverse side) Starting Date month vear Sec. 32... Twp. 7... S. Rg. 21.... 7076 OPERATOR: License # Name Black Diamond Oil Inc Ft. from South Line of Section 1650 Address 1105 E 30th Suite A Ft. from East Line of Section City/State/Zip ... Hays Ks 67601 (Note: Locate well on Section Plat on reverse side) Nearest lease or unit boundary line330.....feet Contact Person Kenneth Vehige County. Graham Phone 913 625-5891 Lease Name Stephen Well # 1 CONTRACTOR: License # .. Name R & C DRILLING CO INC Ground surface elevation2100 feet MSL City/State Hays Ks 67601 Domestic well within 330 feet: Well Drilled For: **Type Equipment:** Municipal well within one mile: Well Class: Depth to bottom of fresh water.....150 ____ Infield X Mud Rotary SWD _X_Oil Depth to bottom of usable water ...1.125..... __ Pool Ext. ___ Air Rotary ____ Ini X Wildcat Surface pipe by Alternate: OWWO ___ Expl ___ Cable Surface pipe planned to be set 200.' If OWWO: old well info as follows: Conductor pipe requiredNone.... Operator Well Name Formation Arbuckle 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. Date2/15/88. Signature of Operator or Agent Title...Owner/Operator..... For KCC Use:

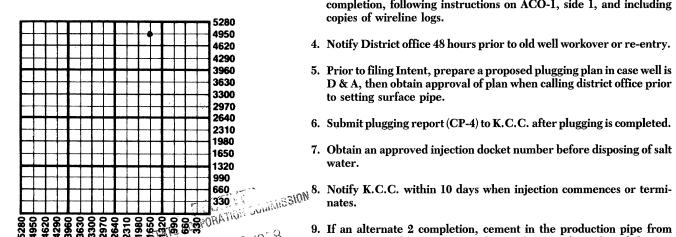
Must be filed with the K.C.C. five (5) days prior to commencing well

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
- below any usable water to surface within 120 days of spud date.

This card void if drilling not started within six (6) months of date received by K.C.C.

A Regular Section of Land 1 Mile = 5.280 Ft.



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