

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date..... 02/19/88
month day year

API Number 15— 121-26,883-00-00

OPERATOR: License #..... 6251
Name Ballou Well Service
Address Rt. #5 Box 149
City/State/Zip Paola Kansas 66071
Contact Person..... A.F. Ballou
Phone..... (913) 294-4777

NW SW SE Sec. 36 Twp. 17 S, Rg. 21
1248
2200
Ft. from South Line of Section
Ft. from East Line of Section

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

CONTRACTOR: License #4441
Name Reush Well Service
City/State..... Ottawa Kansas 66067

Nearest lease or unit boundary line 688 feet
County..... Miami
Lease Name..... Gallagher Well # A-2

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

Ground surface elevation feet MSL
Domestic well within 330 feet: yes no
Municipal well within one mile: yes no

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

Depth to bottom of fresh water.....
Depth to bottom of usable water 200.....
Surface pipe by Alternate: 1 2
Surface pipe planned to be set 20

I certify that well will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to KCC specifications.
Date 02/18/88..... Signature of Operator or Agent *C. DeG Engleman* Title S. Agent

Conductor pipe required
Projected Total Depth 600 feet
Formation..... Squirrel

For KCC Use:
Conductor Pipe Required feet; Minimum Surface Pipe Required 20 feet per Alt. *XO2*
This Authorization Expires 8-18-88 Approved By *Pat 2-18-88*

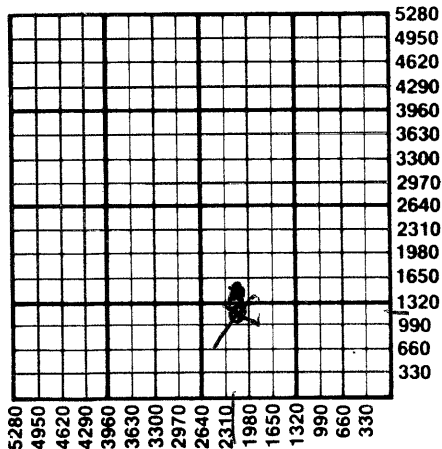
EFFECTIVE DATE: 2-23-88

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-1) to K.C.C. after plugging is completed.
7. Obtain an approved injection ticket 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 of Kansas
 Conservation Division
 200 Colorado Derby Building
 Wichita, Kansas 67202-1212
 (316) 263-3238

FEB 18 1988
 CONSERVATION DIVISION
 02-18-88