

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date. June 25, 1987
month day year

API Number 15— 059-24,242-00-00

OPERATOR: License # 4071

NW NE NE Sec. 10 Twp. 16 S, Rg. 20 X East West

Name Owings Oil & Gas Production Co.

4950 Ft. from South Line of Section

Address 842 Main

832 Ft. from East Line of Section

City/State/Zip Wellsville, KS 66092

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

Contact Person Jerald Owings

Nearest lease or unit boundary line 330 feet

Phone (913) 883-2389

County Franklin

CONTRACTOR: License # 5666

Lease Name Chambers Well # 1

Name Finch's Drilling, Inc.

Ground surface elevation _____ feet MSL

City/State Box 125, R. 2, Ottawa, KS 66067

Domestic well within 330 feet: yes X no

Well Drilled For: Well Class: Type Equipment:

Municipal well within one mile: yes X no

XX Oil X Storage X Infield X Mud Rotary

Depth to bottom of fresh water. 40

XX Gas Inj Pool Ext. Air Rotary

Depth to bottom of usable water 200

 OWWO Expl Wildcat Cable

Surface pipe by Alternate: 1 2 X

If OWWO: old well info as follows:

Surface pipe planned to be set 40

Operator _____

Conductor pipe required _____

Well Name _____

Projected Total Depth 900 feet

Comp Date _____ Old Total Depth _____

Formation Bartlesville

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

Date 6/16/87 Signature of Operator or Agent Greg Engler

Title As Agent

For KCC Use:

Conductor Pipe Required _____ feet; Minimum Surface Pipe Required _____

70 feet per Alt. 40

This Authorization Expires 12-16-87

Approved By 6-16-87

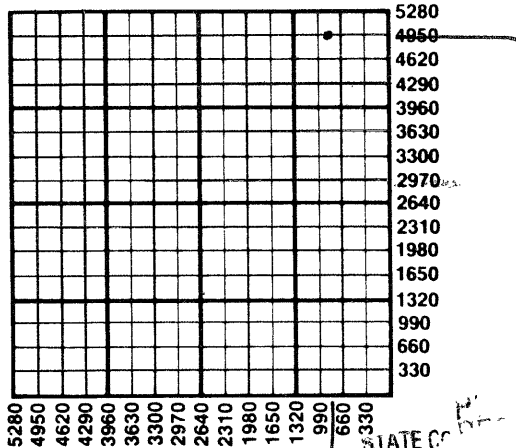
[Handwritten Signature]

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 ~~IF~~ 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.



6-16-87

JUN 16 1987

GEN. WICHITA, KANSAS

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