

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date..... 8 month 14 day 1988 year

API Number 15-207-25,565-00-00

OPERATOR: License # 5115
Name REESE EXPLORATION, INC.
Address 6220 Arlington
City/State/Zip Raytown, Missouri 64118
Contact Person Patty Eichman
Phone (816) 356-1970

NW NW SE Sec. 2 Twp. 26 S, Rg. 14 East
2465 Ft. from South Line of Section
2135 Ft. from East Line of Section

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

CONTRACTOR: License # 5661
Name Kelly Down Drilling
City/State Neosho Falls, Kans. 66758

Nearest lease or unit boundary line 175 feet
County WOODSON
Lease Name STATE OF KANSAS Well # 3-88

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
Depth to bottom of fresh water 20
Depth to bottom of usable water 225
Surface pipe by Alternate: 1 ___ 2
Surface pipe planned to be set 40
Conductor pipe required None
Projected Total Depth 1450 feet
Formation Bartlesville

If OWWO: old well info as follows:

Operator
Well Name
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.

Date 8-9-88 Signature of Operator or Agent *Frank [Signature]* Title Agent

For KCC Use:

Conductor Pipe Required feet; Minimum Surface Pipe Required 40' feet per Alt. X (2)
This Authorization Expires 2-9-89 Approved By *LKM* 8-9-88

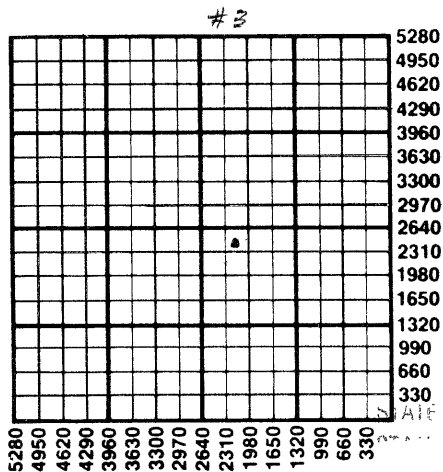
EFFECTIVE DATE: 8-14-88

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-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

16 9 1988

CONSERVATION DIVISION
 Wichita, Kansas
 89-58

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