State of Kansas

CARD MUST BE SIGNED

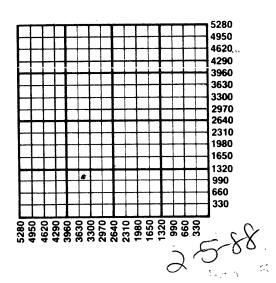
NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date	.210	1988.	API Number 15— 107 - 22,962 -00-00
month day year 3523 Name KERR MANAGEMENT Address 9701 E. Arapahoe Road City/State/Zip Englewood, Colo. 80112 Contact Person Bob Sadler Phone (913) 756-2223 CONTRACTOR: License # 6451 Name Big "E" Drilling City/State Centerville, Kans. 66041			NW SE SW Sec 18 Twp 22 S, Rg 22 West
Well Drilled For:	Well Class:	Type Equipment:	Municipal well within one mile:yes X_no
_X Oil Storage	Infield	Mud Rotary	Depth to bottom of fresh water20
Gas Inj	X Pool Ext.	X Air Rotary	Depth to bottom of usable water150
OWWO Expl	Wildcat	Cable	Surface pipe by Alternate: 1 2 X
If OWWO: old well info as follows:			Surface pipe planned to be set20
Operator			Conductor pipe requiredNone
Well Name			Projected Total Depth
Comp Date Old Total Depth			FormationBartlesville
I certify that well will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to KCG specifications. Date2-5-88 Signature of Operator or Agent			
For KCC Use: Conductor Pipe Required			
EFFECTIVE DATE: 2-10-88			

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.

A Regular Section of Land 1 Mile = 5,280 Ft.



Important procedures to follow:

- I. 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.
- $6. \ \ Submit plugging \ report \ (CP-4) \ to \ K.C.C. \ after \ plugging \ is \ completed.$
- Obtain an approved injection docket number before disposing of salt water.
- 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.

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