

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date6./10./86.....
month day year 3:45

API Number 15- 107-22,823-0000
X East

OPERATOR: License #6251.....
NameBallou Oil Well Service.....
AddressRt. 5, Box 159.....
City/State/ZipPaola, Kansas 66071.....
Contact PersonPat Ballou.....
Phone913-294-4777.....

App. S.W. S.E. NW Sec....25Twp....20S, Rg....21 West
.....2816..... Ft. from South Line of Section
.....3506..... Ft. from East Line of Section

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

CONTRACTOR: License #8469.....
NameNickell Drilling.....
City/StateParker, Kansas 66072.....

Nearest lease or unit boundary line ...176..... feet
County.....Linn.....

Lease Name....Penka..... Well #.....B-1.
Ground surface elevationn/a..... feet MSL

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

Domestic well within 330 feet: yes no
Municipal well within one mile: yes no

If OWWO: old well info as follows:

Depth to bottom of fresh water.....50.....
Depth to bottom of usable water150.....

Operator
Well Name
Comp Date..... Old Total Depth.....

Surface pipe by Alternate: 1 2
Surface pipe planned to be set20.....
Conductor pipe requiredn/a.....

Formation.....squirrel.....

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

Date6-9-86... Signature of Operator or Agent *Nora A. Gilmore* Title.....as agent.....

For KCC Use:

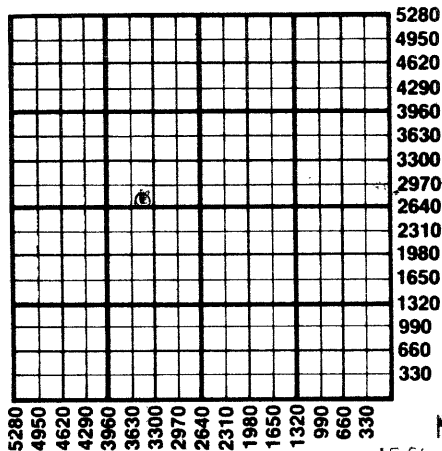
Conductor Pipe Required feet; Minimum Surface Pipe Required20..... feet per Alt. *20*
This Authorization Expires12-9-86..... Approved By6-9-86..... *[Signature]*

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 ¹²⁰90 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 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 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

JUN 9 - 1986
6-9-86
Wichita, Kansas

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