

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date... March 20 1988

API Number 15- 099-22,646 00-00

Handwritten initials 'KG' with a checkmark

OPERATOR: License # 3328
Name Central States Oil & Gas, Inc.
Address S. Highway 169
City/State/Zip Cherryvale, Kansas 67335

W 1/2 NW 1/4 Sec. 6 Twp 34 S, Rg. 18
4300 Ft. from South Line of Section
4300 Ft. from East Line of Section

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

Contact Person John R. Housel
Phone 316-336-3644

Nearest lease or unit boundary line 340 feet
County Labette

CONTRACTOR: License # 3328
Name company tools
City/State

Lease Name Reedy Well # 2
Ground surface elevation feet MSL

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

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

If OWWO: old well info as follows:

Operator
Well Name
Comp Date Old Total Depth

Depth to bottom of fresh water 100
Depth to bottom of usable water 150
Surface pipe by Alternate: 1 2 X
Surface pipe planned to be set 20
Conductor pipe required
Projected Total Depth 900
Formation Mississippi

I certify that well will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to KCC specifications
Date 3-17-88 Signature of Operator or Agent

Handwritten signature of John R. Housel and Title

For KCC Use:
Conductor Pipe Required feet; Minimum Surface Pipe Required 20 feet per Alt.
This Authorization Expires 9-18-88 Approved By 4/13-18-88

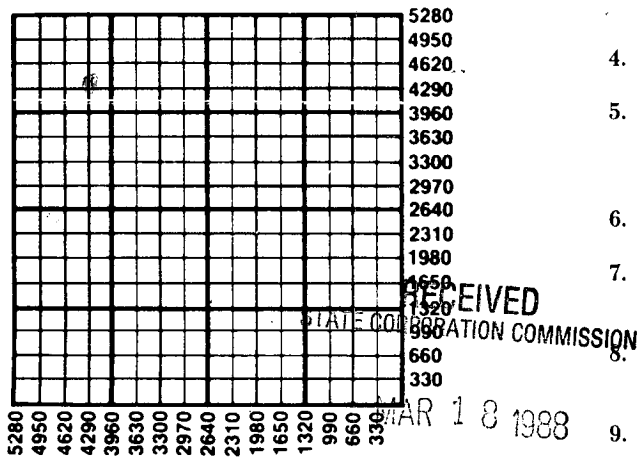
EFFECTIVE DATE 3-23-88

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-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 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.



CONSERVATION DIVISION
Wichita, Kansas

13-18-88

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