

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date. 11/14/88 month day year

API Number 15- 015-23,112-05-00

X East

OPERATOR: License # 6044

SE 1/4 SE 1/4 SE 1/4 Sec. 27 Twp. 27 S, Rg. 3 West

Name Stelbar Oil Corporation, Inc.

330' Ft. from South Line of Section

Address 155 North Market, Suite 500

330' Ft. from East Line of Section

City/State/Zip Wichita, KS. 67202

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

Contact Person John C. Shawver

Nearest lease or unit boundary line 330 feet

Phone (316) 264-8378

County Butler

CONTRACTOR: License # 5840

Lease Name Glen-Max, Inc. Well # 1

Name Brandt Drilling

Ground surface elevation 1310 feet MSL

City/State Wichita, KS. 67202

Domestic well within 330 feet: yes X no

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 water 100 ft.

Gas Inj Pool Ext Air Rotary

Depth to bottom of usable water 150 ft.

OWWO Expl Wildcat Cable

Surface pipe by Alternate: 1 X 2

If OWWO: old well info as follows:

Surface pipe planned to be set 200'

Operator

Conductor pipe required

Well Name

Projected Total Depth 3100 feet

Comp Date Old Total Depth

Formation Simpson

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

Date 10/4/88 Signature of Operator or Agent

Vice-President

John C. Shawver

For KCC Use: Conductor Pipe Required feet; Minimum Surface Pipe Required 200' feet per Alt. 1 X

This Authorization Expires 5-10-89 Approved By LKM 11-10-88

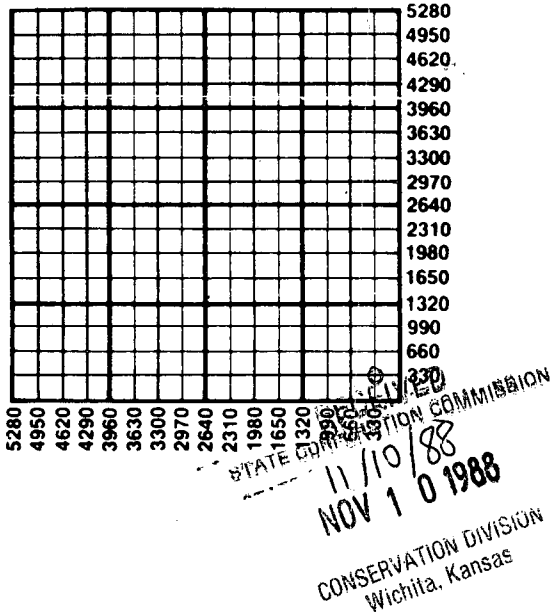
EFFECTIVE DATE: 11-15-88

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.



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