

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date ..... 29 July 87  
 month day year

OPERATOR: License # ..... 4469  
 Name ..... KELT ENERGY, INC.  
 Address ..... 900 COLLEGE AVE.  
 City/State/Zip ..... INDEPENDENCE, KS 67301  
 Contact Person ..... PETE JOHNSON  
 Phone ..... (316) 331-0207

CONTRACTOR: License # ..... 9722  
 Name ..... G&J OIL CO.  
 City/State ..... CANEY, KS 67333

Well Drilled For: Well Class: Type Equipment:

<input checked="" type="checkbox"/> Oil	<input type="checkbox"/> SWD	<input checked="" type="checkbox"/> Infield	<input checked="" type="checkbox"/> Mud Rotary
<input type="checkbox"/> Gas	<input type="checkbox"/> Inj	<input type="checkbox"/> Pool Ext.	<input type="checkbox"/> Air Rotary
<input type="checkbox"/> OWWO	<input type="checkbox"/> Expl	<input type="checkbox"/> Wildcat	<input type="checkbox"/> Cable

If OWWO: old well info as follows:

Operator ..... NA

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 ..... 24 July 87 ..... Signature of Operator or Agent ..... Title ..... AGENT

For KCC Use:

Conductor Pipe Required ..... feet; Minimum Surface Pipe Required ..... 20 feet per Alt. X 2

This Authorization Expires ..... 1-27-88 ..... Approved By ..... 7-27-87

API Number 15- 099-22,599-0000

SE ~~SW~~ SW NE Sec. 2.. Twp. 32S, Rg. 17E. East

2805 Ft. from South Line of Section

1485 Ft. from East Line of Section

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

Nearest lease or unit boundary line ..... 165 feet

County ..... LABETTE

Lease Name ..... WAGNER Well # ..... KCPW. 15

Ground surface elevation ..... 865 feet MSL

Domestic well within 330 feet: \_\_\_\_\_ yes  no

Municipal well within one mile: \_\_\_\_\_ yes  no

Depth to bottom of fresh water .....

Depth to bottom of usable water ..... 200

Surface pipe by Alternate: 1 \_\_\_\_\_ 2

Surface pipe planned to be set ..... 20

Conductor pipe required ..... NA

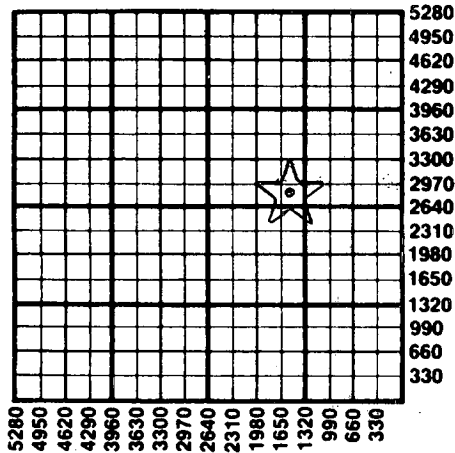
Projected Total Depth ..... 800 feet

Formation ..... BARTLESVILLE

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:**

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



CONSERVATION DIVISION  
 Wichita, Kansas

JUL 27 1987

7-27-87

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 90 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 below any usable water to surface within 120 days of spud date.

STATE CORPORATION COMMISSION

RECEIVED

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