NOTICE OF INTENTION TO DRILL

API Number 15— 099-22, 467-00-00 (see rules on reverse side) 5 7 86 Starting Date OPERATOR: License # 9313 .app. SE SE Nec. 29. Twp. 32. s, Rg. 18... ___west Name James Lorenz Address R. R. 2 City/State/Zip Parson, Kansas 67537 (Note: Locate well on Section Plat on reverse side) Contact Person. Jim Lorenz Nearest lease or unit boundary line330.......feet Phone 316-331-8191 County....Labette..... Lease Name....Ellison...... Well #....2...... Name McPherson Drilling Co. City/State .. R. 2. Box 221. Cherryvale, Ks. .. 67335 Domestic well within 330 feet: Well Drilled For: Well Class: Type Equipment: Municipal well within one mile: ___yes X_no Depth to bottom of fresh water......20...... ___ SWD __X Infield ___ Mud Rotary _X Oil Depth to bottom of usable water150...... ___ Inj ___ Pool Ext. XX Air Rotary X Gas ___ Wildcat Surface pipe by Alternate: ___ owwo ___ Expl ___ Cable Surface pipe planned to be set2Q..... If OWWO: old well info as follows: Conductor pipe required Well Name Formation....Bartlesville..... Comp Date Old Total Depth..... I certify that well will comply with K.S.A. 55-101, et seq., plus eyentually plugging hole to KCC specifications. Date5-6-86 Signature of Operator or Agent Nonce A. M. Title as. agent For KCC Use:

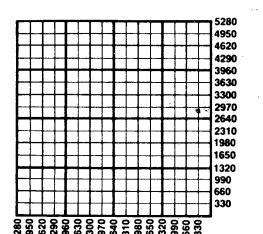
Must be filed with the K.C.C. five (5) days prior to commencing well

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 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.
- 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.
- 8. Notify K.C.C. within 10 days when injection commences or terminates.

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



RECEIVED 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

MAY 6 - 1986

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

5-6-86