

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date..... 9 8 87
month day year

API Number 15- 125-28,666-00-00

OPERATOR: License # 4469
Name..... KELL OIL & GAS INC.
Address..... 900 COLLEGE AVE.
City/State/Zip..... INDEPENDENCE, KS 67301
Contact Person..... PETE JOHNSON
Phone..... 316- 331-0207

SE SW NE Sec. 11. Twp. 34 S. Rg. 13E — East
2805 Ft. from South Line of Section
1485 Ft. from East Line of Section

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

CONTRACTOR: License #
Name..... UNKNOWN
City/State.....

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

Lease Name... H. CARRA Well #KHHH 10

Ground surface elevation 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 .. 175

Surface pipe by Alternate: 1 2

Surface pipe planned to be set 20

Conductor pipe required NA

Projected Total Depth 1750 feet

Formation..... ARBUCKLE

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

If OWWO: old well info as follows:

Operator
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..... 9-2-87..... Signature of Operator or Agent..... Title.....

For KCC Use:

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

This Authorization Expires 3-8-88 Approved By Pete 9-8-87

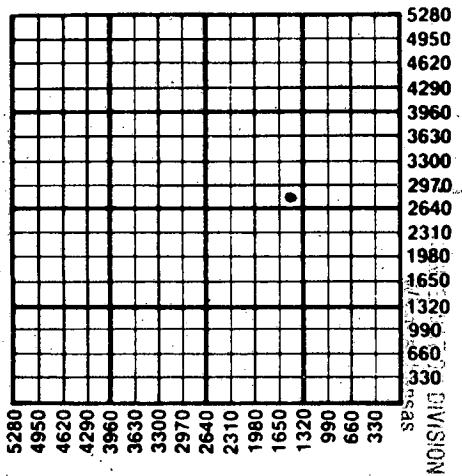
Effective 9-13-88

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.



SEP 4 1987

STATE CORPORATION COMMISSION
 RECEIVED

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

9-4-87