State of Kansas

CARD MUST BE SIGNED

CARD MUST BE TYPED

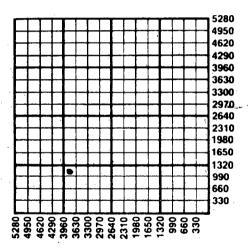
NOTICE OF INTENTION TO DRILL (see rules on reverse side)

Expected Spud Date. 9 8 87 (see rules on month day year	API Number 15— 125-28,646 00-00
OPERATOR: License # 4469 Name KELT OIL & GAS INC. Address 900 COLLEGE AVE.	NW SE SW 12 34 13E — East 1155 Sec Twp S, Rg — West 3795 Ft. from South Line of Section
City/State/Zip INDEPENDENCE, KS 67301 Contact Person. PETE JOHNSON Phone 316-331-0207	Nearest lease or unit boundary line Y
CONTRACTOR: License # UNKNOWN City/State	Lease NamePENDLETON Well #KHHE 7 Ground surface elevation feet MSL
Well Drilled For: Oil Storage Infield Mud Rotary Gas Inj Pool Ext. Air Rotary	Domestic well within 330 feet: Municipal well within one mile: Depth to bottom of fresh water. Depth to bottom of usable water .175
OWWO Expl Wildcat Cable If OWWO: old well info as follows: Operator	Surface pipe by Alternate: 1 2 1 Surface pipe planned to be set 20 Conductor pipe requiredNA
Well Name Comp Date Old Total Depth.	Projected Total Depth
Date	Les. Machon. Title Dog ant.
Conductor Pipe Required	Per Required 20 feet per Alt. X (2) Approved By A. 9-8-8-7

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.

A Regular Section of Land

1 Mile = 5,280 Ft.



Important procedures to follow:

- I. 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 settingisurface pipe.

Submit plugging report (CP-4) to K.C.C. after plugging is completed. Wichita, Kansas

Obtain an approved injection docket number before disposing of salt NOLLY water.

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

If an alternate 2 completion, cement in the production pipe from below any susable water to surface within 120 days of spud date.

State Corporation Commission of Kansas

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