

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date 11 month 17 day 1986 year 3:50

API Number 15-003-22,767-00-X East

OPERATOR: License # 3093
Name Chaz Oil Corp.
Address P.O. Box 281
City/State/Zip Paola, KS 66071
Contact Person Ernie Pratt
Phone 913 294 4326

App. SE, NW SW. Sec. 3... Twp. 23. S, Rg. 21... West
1540 Ft. from South Line of Section
4180 Ft. from East Line of Section

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

CONTRACTOR: License # 6451
Name Big E Drilling
City/State R. 1, Centerville, KS 66014

Nearest lease or unit boundary line 1100 feet
County Anderson
Lease Name McGee Well # 14-86

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

Ground surface elevation n/s feet MSL
Domestic well within 330 feet: [] yes [X] no
Municipal well within one mile: [] yes [X] no
Depth to bottom of fresh water 20
Depth to bottom of usable water 100
Surface pipe by Alternate: 1 [] 2[X]
Surface pipe planned to be set 20
Conductor pipe required n/a
Projected Total Depth 950 feet
Formation Burgess

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 11/14/86 Signature of Operator or Agent [Signature] Title as agent

For KCC Use:

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

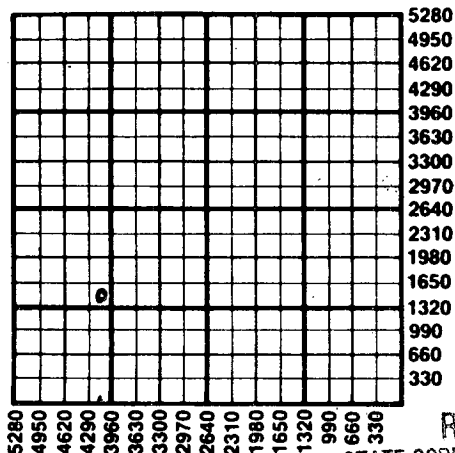
This Authorization Expires 5-14-87 Approved By 11-14-86 [Signature]

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.
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.



RECEIVED
STATE CORPORATION COMMISSION

NOV 14 1986
11-14-86
CONSERVATION DIVISION
Wichita, Kansas

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