

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date..... 8..... 15..... 1988.....
month day year

API Number 15-003-22,926-00-00

OPERATOR: License #..... 3523.....

NW NE NE Sec. 10 Twp. 23 S, Rg. 21
4675 Ft. from South Line of Section
1045 Ft. from East Line of Section

East

West

Name..... KERR MANAGEMENT.....

Address..... 9701 E. Arapahoe Road.....

City/State/Zip..... Englewood, Colo. 80112.....

Contact Person..... Bob Sadler.....

Phone..... (913) 756-2223.....

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

Nearest lease or unit boundary line 605..... feet

County..... ANDERSON.....

CONTRACTOR: License #..... 6451.....

Lease Name..... LAUGHLIN..... Well #... 10.....

Name..... Big "E" Drilling.....

City/State..... Centerville, Kansas 66041.....

Ground surface elevation feet MSL

Domestic well within 330 feet: _____yes no

Municipal well within one mile: _____yes no

Well Drilled For: Well Class: Type Equipment:

Oil _____ Storage Infield _____ Mud Rotary

_____ Gas _____ Inj _____ Pool Ext. Air Rotary

_____ OWWO _____ Expl _____ Wildcat _____ Cable

Depth to bottom of fresh water..... 20.....

Depth to bottom of usable water 125.....

Surface pipe by Alternate: 1 _____ 2

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

Conductor pipe required None.....

Projected Total Depth 900..... feet

Formation..... Burgessile.....

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..... 8-15-88..... Signature of Operator or Agent Frank Prosser Title..... Agent.....

For KCC Use:

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

This Authorization Expires..... 2-15-89..... Approved By CKM 8-15-88

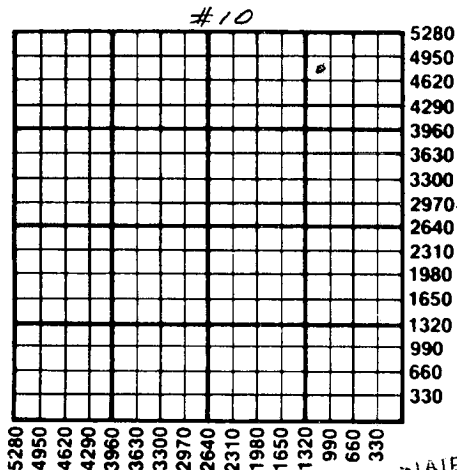
EFFECTIVE DATE: 8-20-88

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.

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



RECEIVED
 STATE CORPORATION COMMISSION

AUG 15 1988
 08-15-88
 CONSERVATION DIVISION
 Wichita, Kansas

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