

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date..... 10 15 87
month day year

API Number 15-179-20,908-00-00

OPERATOR: License # 5135
Name John O. Farmer, Inc.
Address P.O. Box 352
City/State/Zip Russell, KS 67665
Contact Person Sam L. Farmer
Phone (913) 483-3144

NE NW SE Sec. 20 Twp. 9 S, Rg. 30 X East West
2310 Ft. from South Line of Section
1650 Ft. from East Line of Section

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

CONTRACTOR: License # 5135
Name John O. Farmer, Inc.
City/State Russell, KS 67665

Nearest lease or unit boundary line 330 feet
County Sheridan
Lease Name Baalman Well # 1

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

Ground surface elevation 2950 (est.) feet MSL
Domestic well within 330 feet: ___yes Xno
Municipal well within one mile: ___yes Xno
Depth to bottom of fresh water 200'
Depth to bottom of usable water 1550'
Surface pipe by Alternate: 1 ___ 2 X
Surface pipe planned to be set 250'
Conductor pipe required none
Projected Total Depth 4250 feet
Formation Lansing

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 9-21-87 Signature of Operator or Agent John O. Farmer III Title Vice-president

For KCC Use:

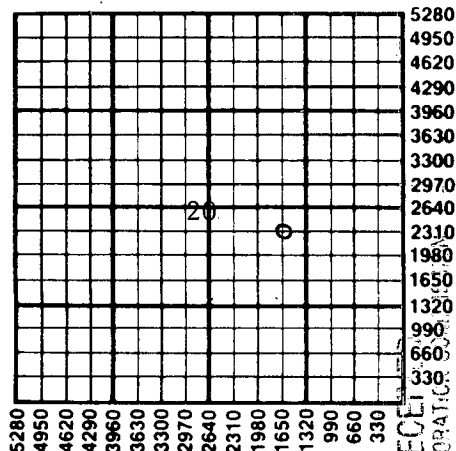
Conductor Pipe Required _____ feet; Minimum Surface Pipe Required 250 feet per Alt. X 2
This Authorization Expires 3-22-88 Effective 9-27-87 Approved By RA 9-22-87

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.



STATE CORPORATION
RECEIVED

SEP 22 1987
09-22-1987
CONSERVATION DIVISION
Wichita, Kansas

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