

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date 11 month 14 day 86 year 834

API Number 15- 193-20,423-00-00

OPERATOR: License # 5123 & 4277
Name Pickrell Drig Co., Inc. & Bruce Anderson
Address 110 N. Market, Suite 205
City/State/Zip Wichita, Kansas 67202
Contact Person Jay McNeil
Phone 262-8427

50' NE 1/4 SW SE Sec. 27 Twp. 9 S, Rg. 32
680' Ft. from South Line of Section
1940 Ft. from East Line of Section

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

CONTRACTOR: License # 5123
Name Pickrell Drilling Company, Inc.
City/State Wichita, Kansas

Nearest lease or unit boundary line 680 feet
County Thomas
Lease Name Gray Well # 1-A

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 feet MSL
Domestic well within 330 feet: yes X no
Municipal well within one mile: yes X no

If OWWO: old well info as follows:

Operator
Well Name
Comp Date Old Total Depth

Depth to bottom of fresh water 200'
Depth to bottom of usable water 1800'
Surface pipe by Alternate: 1 2 X
Surface pipe planned to be set 350+ feet
Conductor pipe required N/A
Projected Total Depth 4700 feet
Formation Mississippi

I certify that well will comply with K.S.A. 55-101, et seq. plus eventually plugging hole to KCC specifications.
Date 11-11-86 Signature of Operator or Agent Title Chief Geologist

For KCC Use:

Conductor Pipe Required feet; Minimum Surface Pipe Required 250 feet per Alt.
This Authorization Expires 5-12-87 Approved By 11-12-86

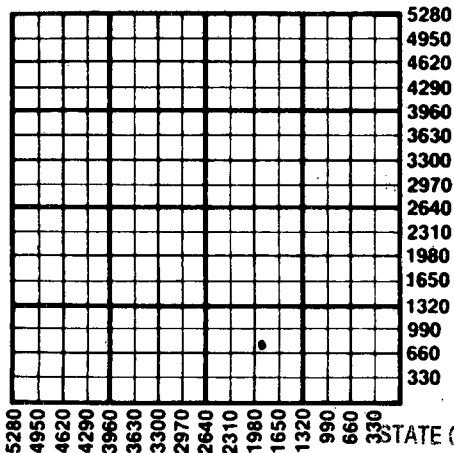
Handwritten signatures and initials at the bottom right of the page.

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.

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



RECEIVED

STATE CORPORATION COMMISSION

NOV 12 1986
 11-12-1986
 CONSERVATION DIVISION
 Wichita, Kansas

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
 (316) 263-3238