

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date .. January 6, 1987 .. month day year

API Number 15- 065-22,349-00-00

OPERATOR: License # 5399
Name American Energies Corporation
Address 575 Fourth Financial Center
City/State/Zip Wichita, KS 67202
Contact Person Alan L. DeGood
Phone 316-263-5785

N/2 SW SW Sec. 34 Twp. 10 S, Rg. 24 X West
999 Ft. from South Line of Section
4620 Ft. from East Line of Section

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

CONTRACTOR: License # 5422
Name Abercrombie Drilling, Inc.
City/State Wichita, KS

Nearest lease or unit boundary line 660 feet
County Graham
Lease Name Brungardt Well # D#1

Well Drilled For: Well Class: Type Equipment:
X Oil SWD Infield X Mud Rotary
Gas Inj X 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
Depth to bottom of fresh water 150'
Depth to bottom of usable water 1200'
Surface pipe by Alternate: 1 2X
Surface pipe planned to be set 240'
Conductor pipe required
Projected Total Depth 4120 feet
Formation Pawnee

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 12-31-86 Signature of Operator or Agent Alan L. DeGood Title Vice-president

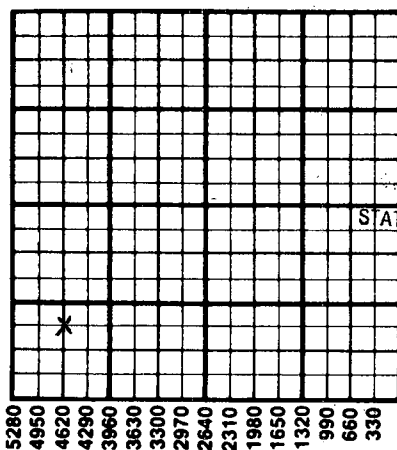
For KCC Use:

Conductor Pipe Required feet; Minimum Surface Pipe Required 200 feet per Alt. X (2)
This Authorization Expires 7-2-87 Approved By PCH 1-2-87

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:**

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



5280  
 4950  
 4620  
 4290  
 3960  
 3630  
 3300  
 2970  
 2640  
 2310  
 1980  
 1650  
 1320  
 990  
 660  
 330

STA 5280  
 4950  
 4620  
 4290  
 3960  
 3630  
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 2970  
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 2310  
 1980  
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 990  
 660  
 330

RECEIVED  
 STATE CORPORATION COMMISSION  
 1-1-87  
 JAN 1 1987  
 CONSERVATION DIVISION  
 Wichita, Kansas

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.

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