

EFFECTIVE DATE: 11-12-90

State of Kansas

NOTICE OF INTENTION TO DRILL

Must be approved by the K.C.C. five (5) days prior to commencing well

Expected Spud Date 11 month 19 day 90 year approx. C NW NW Sec 29 Twp 10 S, Rg 32 East West

OPERATOR: License # 5363
Name: BEREXCO, INC.
Address: 970 Fourth Financial Center
City/State/Zip: Wichita, KS 67202
Contact Person: Evan Mayhew
Phone: (316) 265-3311

CONTRACTOR: License #: 6033
Name: Murfin

Well Drilled For: Well Class: Type Equipment:
 Oil ... Inj Infield Mud Rotary
... Gas ... Storage ... Pool Ext. ... Air Rotary
 OWWO ... Disposal ... Wildcat ... Cable
... Seismic; ... # of Holes

If OWWO: old well information as follows:
Operator: Donald C. Slawson & American Energies
Well Name: #1 Spiers "D"
Comp. Date: 3/14/82 Old Total Depth 4760

Directional, Deviated or Horizontal wellbore? yes no
If yes, total depth location:

46304607 ^{2¹ KCC} feet from South line of Section
45804643 feet from East line of Section
(Note: Locate well on Section Plat on Reverse Side)

County: Thomas
Lease Name: Spiers Well #: 2 (OWWO)
Field Name: Riverford
Is this a Prorated Field? ... yes no
Target Formation(s): L-KC Marmaton
Nearest lease or unit boundary: 660
Ground Surface Elevation: 3080 feet MSL
Domestic well within 330 feet: ... yes no
Municipal well within one mile: ... yes no
Depth to bottom of fresh water: ~200 170
Depth to bottom of usable water: 1750 1830
Surface Pipe by Alternate: ... 1 2
Length of Surface Pipe Planned to be set: 338
Length of Conductor pipe required: None
Projected Total Depth: 4760
Formation at Total Depth: Mississippian
Water Source for Drilling Operations:
... well farm pond ... other
DWR Permit #: _____
Will Cores Be Taken?: ... yes no
If yes, proposed zone:

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-101, et. seq.

It is agreed that the following minimum requirements will be met:

1. The appropriate district office shall be notified before setting surface pipe;
2. The minimum amount of surface pipe as specified above shall be set by circulating cement to the top; in all cases surface pipe shall be set through all unconsolidated materials plus a minimum of 20 feet into the underlying formation;
3. If the well is dry, a plugging proposal shall be submitted to the district office. An agreement between the operator and the district office on plug length and placement is necessary prior to plugging;
4. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
5. If an Alternate II completion, production pipe shall be cemented from below any usable water to surface within 120 days of spud date. In all cases, notify district office prior to any cementing.

I hereby certify that the statements made herein are true and to the best of my knowledge and belief.

Date: 11/6/90 Signature of Operator or Agent: _____ Title Executive Vice President

FOR KCC USE:
API # 15- 193-20,239-A
Conductor pipe required None feet
Minimum surface pipe required 280 feet per Alt. • (2)
Approved by: MEW 11-7-90
EFFECTIVE DATE: 11-12-90
This authorization expires: 5-2-91
(This authorization void if drilling not started within 6 months of effective date.)
Spud date: _____ Agent: _____



RECEIVED
STATE CORPORATION COMMISSION
NOV 6 1990
CONSERVATION DIVISION
Wichita, Kansas
29 10 320

REMEMBER TO:

- File Drill Pit Application (form CDP-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spud date;
- File acreage attribution plat according to field proration orders;
- Notify appropriate district office 48 hours prior to workover or re-entry;
- Submit plugging report (CP-4) after plugging is completed;
- Obtain written approval before disposing or injecting salt water.

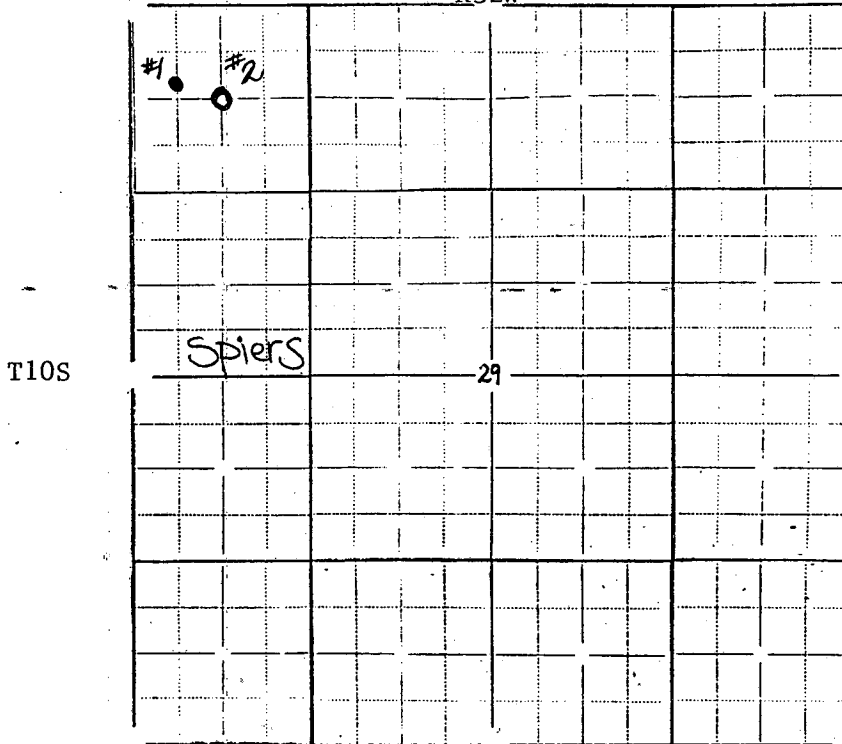
PLAT OF ACREAGE ATTRIBUTABLE TO A WELL

State Corporation Commission, Conservation Division
200 Colorado Derby Bldg. Wichita, Kansas 67202

OPERATOR BEREXCO, INC. LOCATION OF WELL:
 LEASE Spiers 4630 feet north of SE corner
 WELL NUMBER 2 (OWWO) 4580 feet west of SE corner
 FIELD Riverford Sec. 29 T 10S R 32 E/W
 COUNTY _____
 NO. OF ACRES ATTRIBUTABLE TO WELL _____ IS SECTION _____ REGULAR _____ IRREGULAR?
 DESCRIPTION OF ACREAGE _____ IF IRREGULAR, LOCATE WELL FROM NEAREST
 CORNER BOUNDARY.

NOTE: If plat depicted is insufficient for your circumstances, you may attach your own scaled or surveyed plat.

PLAT
R32W



In plotting the proposed location of the well, you must show:

- 1) The manner in which you are using the depicted plat by identifying section lines, i.e. 1 section, 1 section with 8 surrounding partial sections, 4 sections, 16 sections, etc.;
- 2) the well's location relative to the location of other wells producing from the same common source of supply in adjoining drilling units, pursuant to K.A.R. 82-3-108, 82-3-207, 82-3-312, or special orders of the Commission;
- 3) the distance of the proposed drilling location from the section's east and south lines; and
- 4) the distance to the nearest lease or unit boundary line.

I hereby certify that the statements made herein are true and to the best of my knowledge and belief.

Signature of Operator or Agent *[Signature]*

Date 11/6/90 Title Executive Vice President