

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date 3 29 86 month day year

API Number 15- 195-21,855-00-00

OPERATOR: License # 7875 STRATA ENERGY RESOURCES CORPORATION Name 4101 Birch St., Ste. 130 Address Newport Beach, California 92660 City/State/Zip Raymond Diaz Contact Person 714-261-8181 Phone

SE NE SE Sec. 22 Twp. 11 S, Rg. 22 East West 1650 330 Ft. from South Line of Section Ft. from East Line of Section

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

CONTRACTOR: License # 5302 Red Tiger Drilling Co. Name Wichita, Kansas 67202 City/State

Nearest lease or unit boundary line 330 feet County Trego Lease Name Spalsbury Well # 2

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

Ground surface elevation 2293 feet MSL Domestic well within 330 feet: yes X no Municipal well within one mile: yes X no Depth to bottom of fresh water 95 Depth to bottom of usable water 875 Surface pipe by Alternate: 1 2 X

If OWWO: old well info as follows: Operator Well Name Comp Date Old Total Depth

Surface pipe planned to be set 250 Conductor pipe required N/A Projected Total Depth 4000 feet Formation Arb

I certify that well will comply with K.S.A. 55-101, et seq., plus any other applicable regulations and specifications. Date 3/25/86 Signature of Operator or Agent Raymond Diaz Title Owner

BY RED TIGER DRILLING COMPANY

For KCC Use: Conductor Pipe Required 250 feet; Minimum Surface Pipe Required 3-2586 feet per Alt. This Authorization Expires 9-25-86 Approved By

Handwritten signatures and initials: Raymond Diaz, RCH/KCHZ

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.

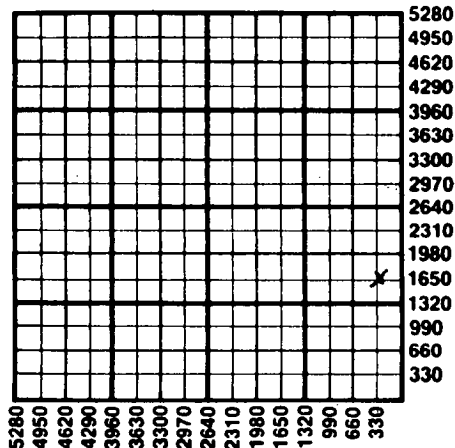
RECEIVED
STATE CORPORATION COMMISSION

Important procedures to follow:

3-25-1986
MAR 25 1986

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

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