

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Base Rd @ 90'

Starting Date ... SEPTEMBER 30 1985
month day year

API Number 15- 195-21,787-00-00
NE NE NW Sec. 35 Twp. 11 S, Rg. 23 X West
4950 Ft. from South Line of Section
2970 Ft. from East Line of Section

OPERATOR: License # 5430
Name ENERGY THREE, INC.
Address P. O. Box 1505
City/State/Zip GREAT BEND, KANSAS 67530
Contact Person CHARLES DIXON
Phone AC316-792-5968

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

CONTRACTOR: License # 5836
Name BIG THREE DRILLING, INC.
City/State BOX 52, GORHAM, KANSAS 67640

Nearest lease or unit boundary line 330 feet
County TREGO
Lease Name RHOADES Well # 1
Ground surface elevation Est 2375 TDPO feet MSL
Domestic well within 330 feet: yes X no
Municipal well within one mile: yes X no
Surface pipe by Alternate: 1 X 2

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

Depth to bottom of fresh water 80
Depth to bottom of usable water 950
Surface pipe planned to be set 950 (8 5/8")
Projected Total Depth 4000 feet
Formation MARMATON

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.

FCR/KDHE

_____ cementing will be done immediately upon setting production casing.

Date 9-24-85 Signature of Operator or Agent _____ Title EXEC. VICE-PRESIDENT

For KCC Use:

Conductor Pipe Required _____ feet; Minimum Surface Pipe Required _____ feet per Alt. 1 2
This Authorization Expires 3-25-86 Approved By _____ 9-25-85

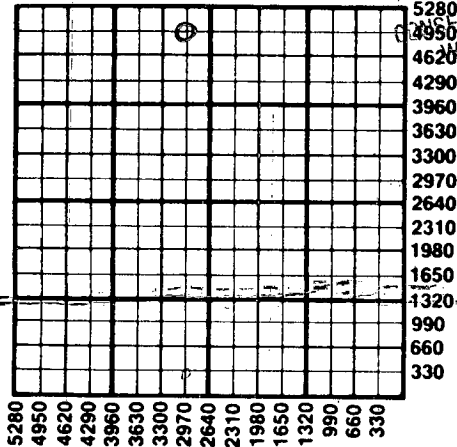
Must be filed with the K.C.C. five (5) days prior to commencing well
This card void if drilling not started within six (6) months of date received by K.C.C.

Important procedures to follow:

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

RECEIVED
CORPORATION COMMISSION
9-25-1985
SEP 25 1985

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.



CONSERVATION DIVISION
Wichita, Kansas

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