

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date... August 8, 1988
month day year

API Number 15- 195-21,986-00-00

OPERATOR: License # 5418

NW NE NW Sec. 7 Twp. 12 S, Rg. 22 East
West

Name Allen Drilling Company

Address P.O. Box 1389

City/State/Zip Great Bend, KS 67530

Contact Person Doug Hoisington

Phone (316) 793-5877

4950 Ft. from South Line of Section

3630 Ft. from East Line of Section

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

Nearest lease or unit boundary line 330 feet

County Trego

CONTRACTOR: License # 5418

Lease Name NEWCOMER Well # 1-7

Name Allen Drilling Company

City/State Great Bend, KS 67530

Ground surface elevation 2402 est. feet MSL

Domestic well within 330 feet: yes X no

Municipal well within one mile: yes X no

Well Drilled For: Well Class: Type Equipment:

X Oil Storage Infield X Mud Rotary

Gas Inj Pool Ext. Air Rotary

OWWO Expl Wildcat Cable

Depth to bottom of fresh water 150

Depth to bottom of usable water 200 1000

Surface pipe by Alternate: 1 2 X

Surface pipe planned to be set 285 feet 8-5/8"

Conductor pipe required None

Projected Total Depth 4150 feet

Formation Arbuckle

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 8/1/88 Signature of Operator or Agent Title Dixon Allen, President

For KCC Use:

Conductor Pipe Required feet; Minimum Surface Pipe Required 200' feet per Alt. X (2)

This Authorization Expires 2-3-89 Approved By LKM 8-3-88

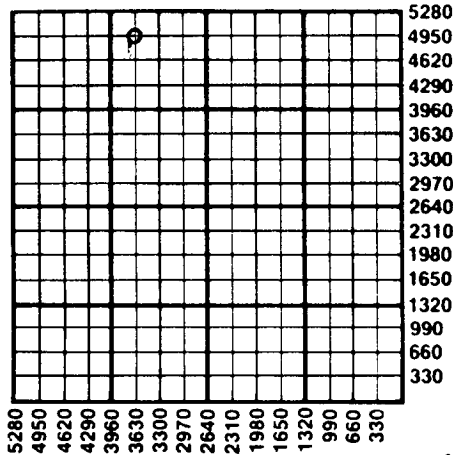
EFFECTIVE DATE: 8-8-88

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 120 days of well spud date, 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 the bottom of the well to prevent any usable water to surface within 120 days of spud date.

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



RECEIVED
STATE CORPORATION COMMISSION
AUG - 2 1988
08-02-7988
CONSERVATION DIVISION
Wichita, Kansas

State Corporation Commission of Kansas
Conservation Division
200 Colorado Derby Building
Wichita, Kansas 67202-1212
(316) 263-3238