

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date July 17 1988 month day year

API Number 15-065-22,469-0000

OPERATOR: License # 6875 Name Marmik Oil Company Address 200 N. Jefferson City/State/Zip El Dorado, AR 71730 Contact Person Curtis Morrill Phone 501-862-8546

NW.. SW SW Sec. 19 Twp. 10 S, Rg. 24 990 Ft. from South Line of Section 4950 Ft. from East Line of Section

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

CONTRACTOR: License # 3300 Name Lloyd Drilling Co City/State Morland, Kansas

Nearest lease or unit boundary line 330 feet County Graham

Lease Name Hobbs Well # 1

Ground surface elevation 2428 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 2 X

Surface pipe planned to be set 220

Conductor pipe required 0

Projected Total Depth 3950 feet

Formation Lansing-Kansas City

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

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 Signature of Operator or Agent Curtis Morrill Title Geologist

For KCC Use:

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

This Authorization Expires 12-27-88 Approved By R.L. 6-27-88

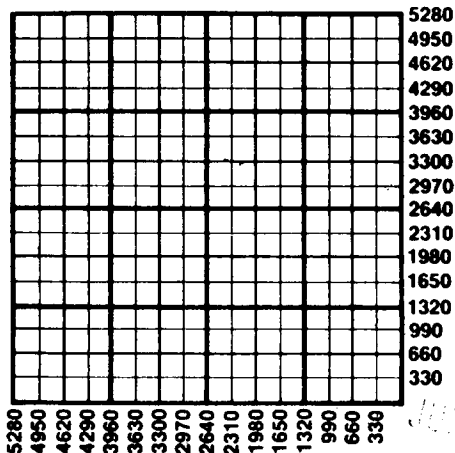
EFFECTIVE DATE: 7-2-88

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 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.

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



06-27-88

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