

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date..... July 5, 1988
month day year

API Number 15-125-29,061 8000
W 1/2 SW NE SE Sec. 27 Twp. 33 S, Rg. 14
1980 Ft. from South Line of Section
990 Ft. from East Line of Section

OPERATOR: License # 5675
Name McPherson Drilling Co.
Address Rt. 2 Box 221
City/State/Zip Cherryvale, KS. 67335
Contact Person Ron McPherson
Phone 316-336-2662

(Note: Locate well on Section Plat on reverse side)
Nearest lease or unit boundary line 990 feet
County Montgomery
Lease Name Gullick Well # 3

CONTRACTOR: License # Company tools
Name
City/State

Ground surface elevation 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 X Infield Mud Rotary
Gas Inj Pool Ext X Air Rotary
OWWO Expl Wildcat Cable

Depth to bottom of fresh water
Depth to bottom of usable water 175
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 20 ft.
Conductor pipe required
Projected Total Depth 750 feet
Formation Wayside

I certify that well will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to KGC specifications.
Date 6/30/88 Signature of Operator or Agent Nancy J. McPherson Title As agent

For KCC Use:
Conductor Pipe Required feet; Minimum Surface Pipe Required 20 feet per Alt. X 2
This Authorization Expires 1-1-89 Approved By PCH 7-1-88

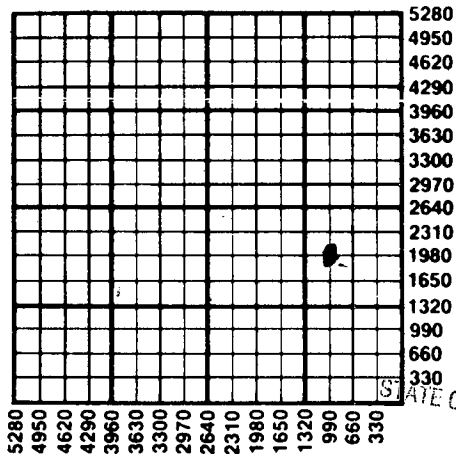
EFFECTIVE DATE: 7-6-88

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.
- Use 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.



RECEIVED
STATE CORPORATION COMMISSION

JUL 1 1988
07-01-88
CONSERVATION DIVISION
Wichita, Kansas

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