

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date 5 25 86
month day yearOPERATOR: License # 9067 and 6390
Name DaMar Resources, Inc. and McDonald-
Wallace Petroleum Company, Inc.
Address P. O. Box 70
City/State/Zip Hays, KS 67601
Contact Person Daniel F. Schippers
Phone (913) 625-0020CONTRACTOR: License # 4630
Name Mallard Drilling
City/State McPherson, KS 67460Well Drilled For: Well Class: Type Equipment:
 Oil SWD Infield 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.

cementing will be done immediately upon setting production casing.

Date 5-9-86 Signature of Operator or Agent Daniel F. Schippers Title President

For KCC Use:

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

This Authorization Expires 11-14-86 Approved By 5-14-86

API Number 15- 063-21,039-00-00

NW SE SW Sec. 31 Twp. 14 S, Rg. 27 East
990 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 990 feet

County Gove

Lease Name 'BF' Coberly Well # 1

Ground surface elevation 2523 feet MSL

Domestic well within 330 feet: yes no Municipal well within one mile: yes no Surface pipe by Alternate: 1 2

Depth to bottom of fresh water 100'

Depth to bottom of usable water 1000'

Surface pipe planned to be set 300'

Projected Total Depth 4325 feet

Formation @T.D. Mississipian

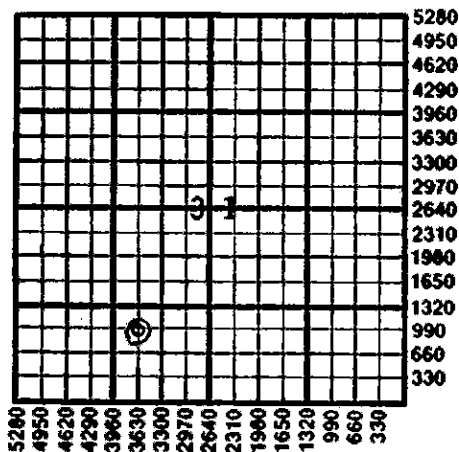
RCH/KDHE

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.**



RECEIVED
STATE CORPORATION COMMISSION

MAY 14 1986
05-14-86
CONSERVATION DIVISION
Wichita, Kansas

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