

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date 8 05 86 month day year

API Number 15- 051-24,419-00-00

OPERATOR: License # 9067
Name DaMar Resources, Inc.
Address P.O. Box 70
City/State/Zip Hays, KS 67601
Contact Person Daniel F. Schippers
Phone (913) 625-0020

NW/4 SW/4 SW/4 Sec. 22 Twp. 14 S, Rg. 18
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 #
Name Unknown
City/State

Nearest lease or unit boundary line 330 feet
County Ellis

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

Lease Name Gross Well # 1
Ground surface elevation 2005 est. feet MSL
Domestic well within 330 feet: yes X no
Municipal well within one mile: yes X no
Surface pipe by Alternate: 1 2 X

If OWWO: old well info as follows:

Depth to bottom of fresh water 60
Depth to bottom of usable water 500 600
Surface pipe planned to be set 240
Projected Total Depth 3670 feet
Formation Lansing-Arbuckle

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 7-16-86 Signature of Operator or Agent Title President

For KCC Use:

Conductor Pipe Required feet; Minimum Surface Pipe Required 220 feet per Alt.

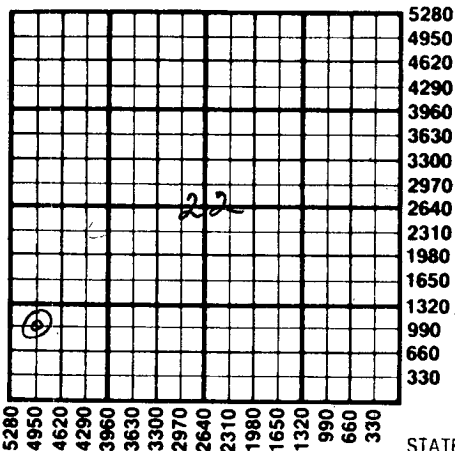
This Authorization Expires 1-17-87 Approved By 7-17-86

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.

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



RECEIVED
STATE CORPORATION COMMISSION

If an alternate 2 completion, cement in the production pipe from below any usable water to surface within 120 days of spud date.

JUL 17 1986
07-17-86
CONSERVATION DIVISION
Wichita, Kansas

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