

CARD MUST BE TYPED

State of Kansas
NOTICE OF INTENTION TO DRILL

CARD MUST BE SIGNED

Starting Date: November 9 1985

(see rules on reverse side) Production string will be immediately cemented from below usable water to surface.

API Number 15- 199-20,073-00-00

OPERATOR: License # 5238

SW SW SW Sec 33 Twp 15 S, Rge 42 East West

Name: Petroleum, Inc.
Address: 300 W. Douglas, Suite 800

City/State/Zip: Wichita, KS 67202

Contact Person: Steve Phillips
Phone: 316 624-1686

330 Ft North from Southeast Corner of Section
4950 Ft West from Southeast Corner of Section
(Note: Locate well on Section Plat on reverse side)

CONTRACTOR: License # 5382
Name: Cheyenne Drilling, Inc.

Nearest lease or unit boundary line 330 feet.
County Wallace

City/State: P. O. Box 916, Garden City, KS 67846

Lease Name Smith 'BS' Well# 2

Well Drilled For: Well Class: Type Equipment:

- Oil Swd Infield Mud Rotary
- Gas Inj Pool Ext. Air Rotary
- OWWO Expl Wildcat Cable

Domestic well within 330 feet: yes no
Municipal well within one mile: yes no

If OWWO: old well info as follows:

Depth to Bottom of fresh water 270 feet
Lowest usable water formation Dakota
Depth to Bottom of usable water 1700 feet

Operator

Surface pipe by Alternate: 1 2

Well Name

Surface pipe to be set 1700 feet

Comp Date

Conductor pipe if any required feet

Projected Total Depth 5250' feet

Ground surface elevation feet MSL

Projected Formation at TD Morrow

This Authorization Expires 5-7-85

Expected Producing Formations Morrow

Approved By 11-7-85 [Signature]

I certify that we will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to K.C.C. specifications.

Date 11-7-85 Signature of Operator or Agent [Signature]

Div. Records Manager

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.

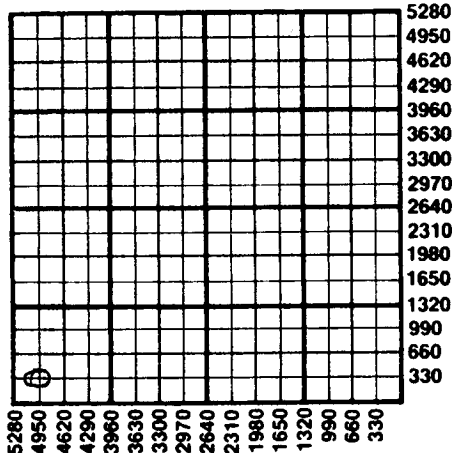
RECEIVED
 STATE CORPORATION COMMISSION

Important procedures to follow:

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

NOV 7 1985
 11-07-85
 CONSERVATION DIVISION
 Wichita, Kansas

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 plugging, prepare a plugging plan, then obtain agreement from the appropriate district office for an approved plugging plan.
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.



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