

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date 9 20 87
month day year

API Number 15-199-20,117-00-00
ODD Section

OPERATOR: License # 5171
Name TXO Production Corp.
Address 1660 Lincoln St., Ste. 1800
City/State/Zip Denver, Colorado 80264
Contact Person Frank D. Tsuru
Phone (303) 861-4246

..... East
..... Sec. 12 Twp. 15 S, Rg. 43 XX West
330' Ft. from South Line of Section
1382' Ft. from East Line of Section

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

CONTRACTOR: License # TBD
Name
City/State 247-3241

Nearest lease or unit boundary line 330 feet
County Wallace
Lease Name Akers "A" Well # 1

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

Ground surface elevation .. 3936 feet MSL
Domestic well within 330 feet: _____ yes no
Municipal well within one mile: _____ yes no
Depth to bottom of fresh water 300'
Depth to bottom of usable water 1800'
Surface pipe by Alternate: 1 _____ 2

If OWWO: old well info as follows:
Operator
Well Name
Comp Date Old Total Depth

Surface pipe planned to be set 450'
Conductor pipe required None
Projected Total Depth 5300' feet
Formation Morrow/Mississippian

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

Date 9/16/87 Signature of Operator or Agent Frank D. Tsuru Title Drlg. & Prod. Engineer

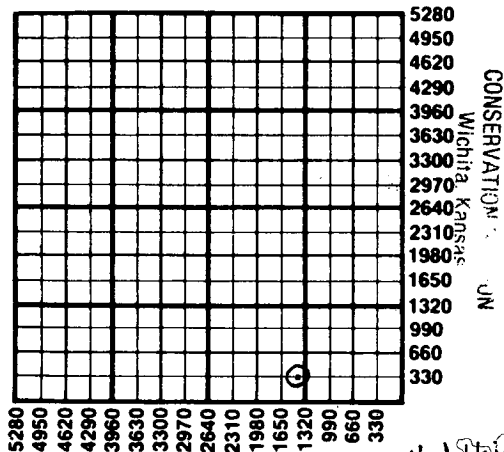
For KCC Use:
Conductor Pipe Required feet; Minimum Surface Pipe Required 300 feet per Alt. X 2
This Authorization Expires 3-23-88 Effective 9-28-87 Approved By 449-23-87

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.



SEP 21 1987

STATE CORPORATION COMMISSION RECEIVED

Please note that this is an odd sized section right on the Colo-Ks border

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