

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date 5 15 1986 month day year

API Number 15- 171-20,331-00 00

OPERATOR: License # 5399 Name American Energies Corporation Address 575 Fourth Financial Center City/State/Zip Wichita, KS 67202 Contact Person Alan L. DeGood Phone 316-263-5785

NE SE. Sec. 27 Twp. 19 S. Rg. 33 East X West 1980 Ft. from South Line of Section 660 Ft. from East Line of Section

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

CONTRACTOR: License # 5363 Name Berexco Inc City/State Wichita, KS

Nearest lease or unit boundary line 660 feet

County Scott

Lease Name Smith Well # H-1

Ground surface elevation N/A feet MSL

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

Domestic well within 330 feet: yes X no

Municipal well within one mile: yes X no

Surface pipe by Alternate: 1 2 X

Depth to bottom of fresh water 1450' 220'

Depth to bottom of usable water 1450' 1350'

Surface pipe planned to be set 8.5/8" @ 3.75'

Projected Total Depth 4750' feet

Formation Mississippian

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 5-6-86 Signature of Operator or Agent Alan L. DeGood Title Vice-President

For KCC Use:

Conductor Pipe Required feet; Minimum Surface Pipe Required 250 feet per Alt. 90

This Authorization Expires 11-7-86 Approved By 5-7-86

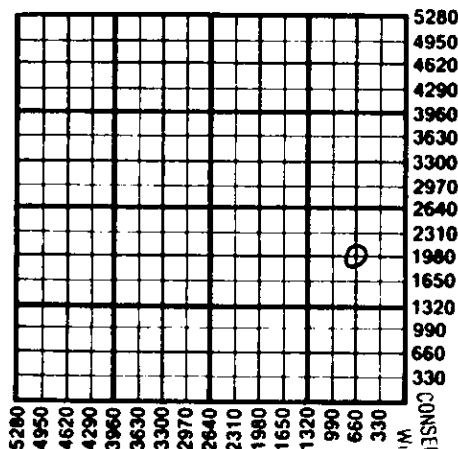
RCH/KO BE

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.**



CONSERVATION DIVISION
 Wichita, Kansas

MAY 07 1988

RECEIVED
 STATE CORPORATION COMMISSION

05-07-86

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