

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date November 17, 1986
month day year

API Number 15- 135-23,072-00-00

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

SE SE NW Sec. 28 Twp. 16 S, Rg. 21 X West
2970 Ft. from South Line of Section
2970 Ft. from East Line of Section

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

CONTRACTOR: License # 5147
Name BEREDCO, Inc.
City/State Wichita, KS

Nearest lease or unit boundary line 330 feet
County Ness
Lease Name Hiltabidle Well # A #2

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

Ground surface elevation 2263 feet MSL
Domestic well within 330 feet: yes X no
Municipal well within one mile: yes X no
Depth to bottom of fresh water 200'
Depth to bottom of usable water 600' 650'

If OWWO: old well info as follows:

Operator
Well Name
Comp Date Old Total Depth

Surface pipe by Alternate: 1 2 X
Surface pipe planned to be set 320'
Conductor pipe required
Projected Total Depth 4300 feet
Formation Mississippian

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

Date 11-11-86 Signature of Operator or Agent Alan L. DeGood Title Vice-President

For KCC Use:

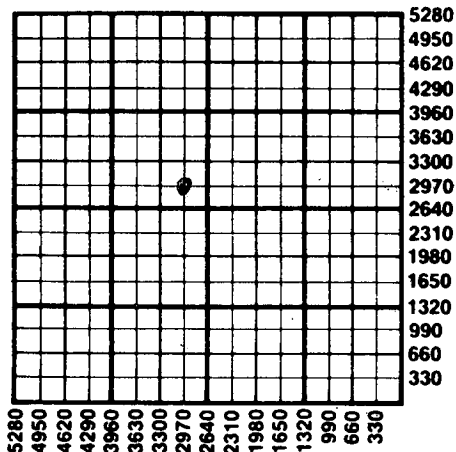
Conductor Pipe Required feet; Minimum Surface Pipe Required 220 feet per Alt. 42
This Authorization Expires 5-13-87 Approved By 11-13-86 R. K. K. R. K. K.

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.**



NOV. 13 1986

11-13-1986

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