

CARD MUST BE TYPED

State of Kansas
NOTICE OF INTENTION TO DRILL

CARD MUST BE SIGNED

(see rules on reverse side)

Starting Date: 10 17 85
month day year

API Number 15- 101-21,239-00-00

OPERATOR: License # 6390 and 9067

E/2 SE NE Sec 24 Twp 16 S, Rge 27W East West
(location)

Name McDonald-Wallace Petroleum Co., Inc.
and Pamar Resources, Inc.
Address P.O. Box 70

3300 Ft North from Southeast Corner of Section
330 Ft West from Southeast Corner of Section
(Note: Locate well on Section Plat on reverse side)

City/State/Zip Hays, KS 67601

Contact Person D. Schippers

Phone (913) 625-0020

Nearest lease or unit boundary line 330 feet.

CONTRACTOR: License # 9943

County Lane

Name Republic Drilling, Inc.

Lease Name V. McBee Well # 1

City/State Wichita, KS 67202

Domestic well within 330 feet: [] yes [X] no

Well Drilled For: Well Class: Type Equipment:

Municipal well within one mile: [] yes [X] no

[X] Oil [] Swd [] Infield [X] Mud Rotary

[] Gas [] Inj [X] Pool Est. [] Air Rotary

[] OWWO [] Expl [] Wildcat [] Cable

Depth to Bottom of fresh water 100 feet

Lowest usable water formation Dakota

If OWWO: old well info as follows:

Depth to Bottom of usable water 1,000 feet

Operator

Surface pipe by Alternate: 1 [] 2 [X]

Well Name

Surface pipe to be set 280 feet

Comp Date Old Total Depth

Conductor pipe if any required N/A feet

Projected Total Depth 4550 feet

Ground surface elevation 2675 est. feet MSL

Projected Formation at TD Mississippi

This Authorization Expires 9-11-85

Expected Producing Formations Lans/Miss

Approved By 10-11-85 [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 10/09/85 Signature of Operator or Agent [Signature]

Title President

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.

10-11-85

RECEIVED
 STATE CORPORATION COMMISSION

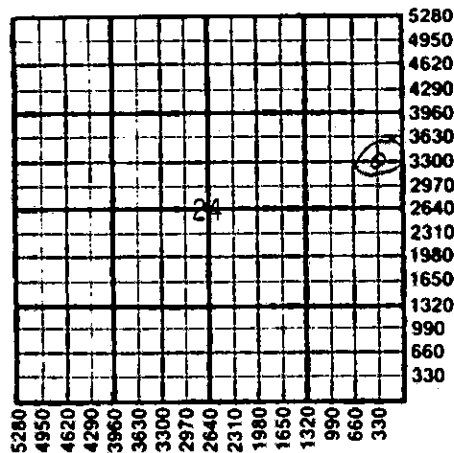
OCT 11 1985

CONSERVATION DIVISION
 Wichita, Kansas

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 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.

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



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