

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date 10 6 86
 month day year

API Number 15— 101-21,340-00-00

OPERATOR: License # 5161
 Name Palomino Petroleum
 Address Route 5 Box 51-C
 City/State/Zip Newton, KS 67114
 Contact Person Bob Watchous
 Phone (316) 283-0232

NW SE SW Sec. 22 Twp. 19 S, Rg. 28
 990 East
 3630 West
 Ft. from South Line of Section
 Ft. from East Line of Section

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

CONTRACTOR: License # 4958
 Name Mallard JV, Inc.
 City/State McPherson, KS 67460

Nearest lease or unit boundary line 990 feet
 County Lane
 Lease Name Missionary 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 2775 est feet MSL
 Domestic well within 330 feet: yes no
 Municipal well within one mile: yes no
 Surface pipe by Alternate: 1 — 2 —
 Depth to bottom of fresh water 80
 Depth to bottom of usable water 1050 1300
 Surface pipe planned to be set 320+
 Projected Total Depth 4730 feet
 Formation Miss.

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.

X
 Date 9-29-86 Signature of Operator or Agent Title Owner

For KCC Use:

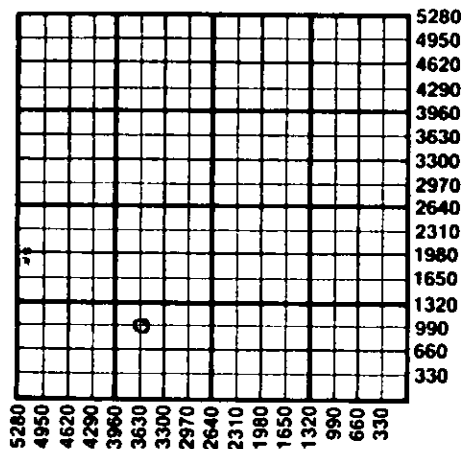
Conductor Pipe Required feet; Minimum Surface Pipe Required 200 feet per Alt. 1 2
 This Authorization Expires 3-30-87 Approved By 9-30-86

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.**



30
 09-30-1984

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