

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date. 5 28 88
 month day year

API Number 15— 135-23,249-00-00

OPERATOR: License # 3455
 Name CARMEN SCHMITT, INC.
 Address 14 Circle Drive
 City/State/Zip Beloit, Kansas 67420
 Contact Person Carmen Schmitt
 Phone 913-738-3210

NW SE NE Sec. 7 Twp. 16 S. Rg. 21W X East
3630 West
990 Ft. from South Line of Section
 Ft. from East Line of Section

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

CONTRACTOR: License # 5302
 Name Red Tiger Drilling Co.
 City/State Wichita, Kansas 67202

Nearest lease or unit boundary line 330 feet
 County Ness
 Lease Name Bisagno Well # 1

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

Ground surface elevation _____ feet MSL
 Domestic well within 330 feet: yes no
 Municipal well within one mile: yes no
 Depth to bottom of fresh water 100
 Depth to bottom of usable water 700
 Surface pipe by Alternate: 1 2
 Surface pipe planned to be set 200
 Conductor pipe required N/A
 Projected Total Depth 4400 feet
 Formation NESS

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.

Date 5-23-88 Signature of Operator or Agent

George A. Anglin
 BY RED TIGER DRILLING CO.

For KCC Use:

Conductor Pipe Required _____ feet; Minimum Surface Pipe Required 200 feet per Alt. 2
 This Authorization Expires 11-24-88 Approved By GH 5-24-88

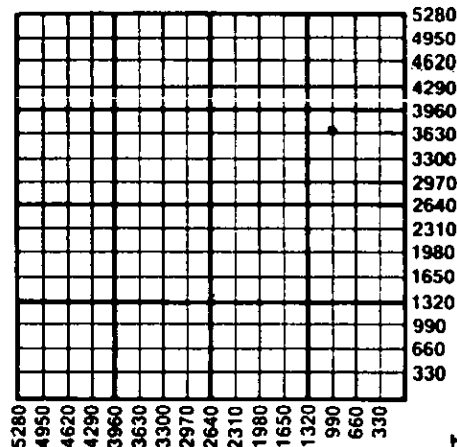
EFFECTIVE DATE: 5-29-88

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 120 days of well spud date, 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.**



RECEIVED
STATE CORPORATION COMMISSION

05-24-1988
MAY 24 1988

CONSERVATION DIVISION
Wichita, Kansas

State Corporation Commission of Kansas
Conservation Division
200 Colorado Derby Building
Wichita, Kansas 67202-1212
(316) 263-3238