

Must be approved by the K.C.C. five (5) days prior to commencing well

Expected Spud Date January 16, 1989
month day year

NE NW NW Sec 19 Twp 16S S, Rg 21W East
 West

OPERATOR: License # 5238
Name: Petroleum, Inc.
Address: 301 N. Main, Suite 900
City/State/Zip: Wichita, KS 67202
Contact Person: Everett Jones
Phone: 913 434-4647

4950 feet from South line of Section
4290 feet from East line of Section
(Note: Locate well on Section Plat Below)

CONTRACTOR: License #: 5418
Name: Allen Drilling Co.

County: Ness
Lease Name: Walker "J" Well #: 1
Field Name: _____
Is this a Prorated Field? ... yes no
Target Formation(s): Cherokee/Ft. Scott
Nearest lease or unit boundary: 330'
Ground Surface Elevation: 2319 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: 925'
Surface Pipe by Alternate: ... 1 2
Length of Surface Pipe Planned to be set: 200'
Length of Conductor pipe required: 0
Projected Total Depth: 4450'
Formation at Total Depth: Mississippi
Water Source for Drilling Operations:
... well farm pond ... other
DWR Permit #: _____
Will Cores Be Taken?: ... yes no
If yes, proposed zone: _____

Well Drilled For: Well Class: Type Equipment:
..X Oil ... Inj ... Infield ..X Mud Rotary
... Gas ... Storage ... Pool Ext. ... Air Rotary
... OAWO ... Disposal ..X Wildcat ... Cable
... Seismic; ... # of Holes

If OAWO: old well information as follows:
Operator: _____
Well Name: _____
Comp. Date: _____ Old Total Depth _____

Directional, Deviated or Horizontal wellbore? ... yes no
If yes, total depth location: _____

AFFIDAVIT

RECEIVED
STATE CORPORATION COMMISSION
JAN 10 1989
01-10-1989
CONSERVATION DIVISION
Wichita, Kansas

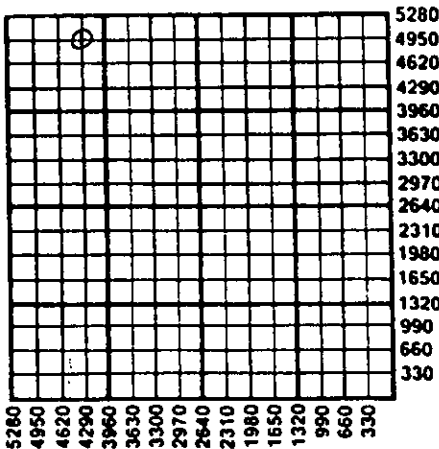
The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-101, et. seq.

It is agreed that the following minimum requirements will be met:

1. The appropriate district office shall be notified before setting surface pipe;
2. The minimum amount of surface pipe as specified above shall be set by circulating cement to the top of the underlying formation; pipe shall be set through all unconsolidated materials plus a minimum of 20 feet into the underlying formation;
3. If the well is dry, a plugging proposal shall be submitted to the district office. An agreement between the operator and the district office on plug length and placement is necessary prior to plugging;
4. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
5. If an Alternate II completion, production pipe shall be cemented from below any usable water to surface within 120 days of spud date. In all cases, notify district office prior to any cementing.

I hereby certify that the statements made herein are true and to the best of my knowledge and belief.

Date: 1-6-89 Signature of Operator or Agent: *Armin D. Moni* Title: Northern Reg. Landman



FOR KCC USE:

API # 15- 135-23,324-00-00

Conductor pipe required feet

Minimum surface pipe required 200 feet per Alt. 2

Approved by: LKM 1-10-89

EFFECTIVE DATE: 1-15-89

This authorization expires: 7-10-89

(This authorization void if drilling not started within 6 months of effective date.)

Spud date: _____ Agent: _____

REMEMBER TO:

- File Drill Pit Application (form CDP-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spud date;
- File acreage attribution plat according to field proration orders;
- Notify appropriate district office 48 hours prior to workover or re-entry;
- Submit plugging report (CP-4) after plugging is completed;
- Obtain written approval before disposing or injecting salt water.