

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

OWWO

Expected Spud Date... 3 28 88
month day year

API Number 15-135-21,738-A-000

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

N/2 N/2 SE Sec. 22 Twp. 18 S. Rg. 24 X East
2310 Ft. from South Line of Section
1320 Ft. from East Line of Section

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

CONTRACTOR: License # 4083
Name Western Kansas Drilling Co., Inc.
City/State Hays, KS 67601

Nearest lease or unit boundary line 330 feet
County Ness
Lease Name Cheyenne 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 2270 feet MSL
Domestic well within 330 feet: ___yes no
Municipal well within one mile: ___yes no
Depth to bottom of fresh water 50
Depth to bottom of usable water 800
Surface pipe by Alternate: 1 ___ 2 X
Surface pipe ~~planned hole~~ set 321 (OWWO)

If OWWO: old well info as follows:
Operator Mull Drilling Co., Inc.
Well Name #1 Debes "B"
Comp Date 1-20-80 Old Total Depth 4317

Conductor pipe required
Projected Total Depth 4317 feet
Formation Miss.

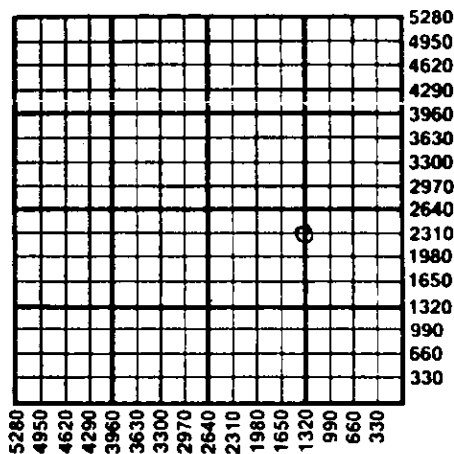
I certify that well will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to KCC specifications.
Date 3-12-88 Signature of Operator or Agent *Bob Watchous* Title Owner

For KCC Use:
Conductor Pipe Required ___ feet; Minimum Surface Pipe Required ___ feet per Alt. X (2)
This Authorization Expires 9-15-88 Approved By *Bob Watchous* 9-15-88

EFFECTIVE DATE: 3-20-88

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.

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



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.

RECEIVED
STATE CORPORATION COMMISSION

9. If an alternate 2 completion, cement in the production pipe from below any usable water to surface within 120 days of spud date.

MAR 15 1988

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

CONSERVATION DIVISION
Wichita, Kansas