

CARD MUST BE TYPED

State of Kansas
NOTICE OF INTENTION TO DRILL
(see rules on reverse side)

CARD MUST BE SIGNED

Starting Date: 10 10 85
month day year

API Number 15- 135-22,936-00-00

OPERATOR: License # 5161

..... East
..SW. SE. NE. Sec 27. Twp 17. S. Rge 24. West
(location)

Name Palomino Petroleum

Address P.O. Box 18610

City/State/Zip Wichita, KS 67218

Contact Person Bob Watchous

Phone (316) 683-8152

..... 2970 Ft North from Southeast Corner of Section

..... 990 Ft West from Southeast Corner of Section

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

CONTRACTOR: License # 5476

Name DNB Drilling, Inc.

City/State Wichita, KS

Nearest lease or unit boundary line 330 feet.

County Ness

Lease Name Patricia Well# 1

Domestic well within 330 feet: yes no

Municipal well within one mile: yes no

Well Drilled For: Well Class: Type Equipment:

Oil Swd Infield Mud Rotary

Gas Inj Pool Ext. Air Rotary

OWWO Expl Wildcat Cable

Depth to Bottom of fresh water 90 feet

Lowest usable water formation Dakota

Depth to Bottom of usable water 850 feet

Surface pipe by Alternate: 1 2

Surface pipe to be set 240+ feet

Conductor pipe if any required feet

Ground surface elevation 2433 feet MSE.

This Authorization Expires 3-30-86

Approved By 9-30-85

If OWWO: old well info as follows:

Operator

Well Name

Comp Date Old Total Depth

Projected Total Depth 4450 feet

Projected Formation at TD Miss.

Expected Producing Formations Marm., Chero., Miss.

If run, production string will be cemented immediately to protect the Dakota.

I certify that we will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to K.C.C. specifications.

Date 9-27-85 Signature of Operator or Agent Bob Watchous

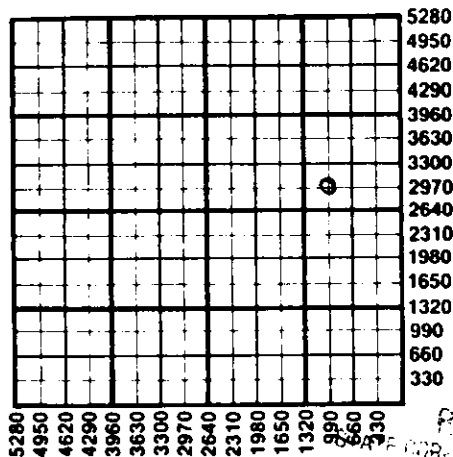
Bob Watchous

Title Owner Ret/KO Hr

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 :

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



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.

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

RECEIVED
SEP 30 1985
09-30-1985
CONSERVATION DIVISION