

CARD MUST BE TYPED

State of Kansas
NOTICE OF INTENTION TO DRILL

CARD MUST BE SIGNED

(see rules on reverse side)

Starting Date: 8 30 85
month day year

API Number 15- 071-20,389-0000

OPERATOR: License # 4034 150

NW NW SE Sec 6 Twp 16 S, Rge 42
(location) East West

Name Remuda Corporation
Address 490 N. 31st St., Suite 308
City/State/Zip Billings, MT 59101
Contact Person Norm Brown
Phone 316-275-0302

2310 Ft North from Southeast Corner of Section
2360 Ft West from Southeast Corner of Section
(Note: Locate well on Section Plat on reverse side)

CONTRACTOR: License # 6033
Name Murfin Drilling Company
City/State Wichita, KS

Nearest lease or unit boundary line 330 feet.
County Greeley
Lease Name Cheek Well# 7

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

Domestic well within 330 feet: yes no
Municipal well within one mile: yes no

If OWWO: old well info as follows:
Operator
Well Name
Comp Date 5300 Old Total Depth
Projected Total Depth feet
Projected Formation at TD Miss.
Expected Producing Formations Morrow

Depth to Bottom of fresh water 240 feet
Lowest usable water formation Dakota
Depth to Bottom of usable water 940' 1750 feet
Surface pipe by Alternate: 1 2
Surface pipe to be set 450 feet
Conductor pipe if any required N/A feet
Ground surface elevation 3905 feet MSI
This Authorization Expires 2-28-86
Approved By 8-28-85 [Signature] Drilling Manager

I certify that we will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to K.C.C. specifications. Production casing will be cemented immediately upon completion of well from below usable water to surface.
Date 8-28-85 Signature of Operator or Agent [Signature] David L. Murfin, Agent for Updr. TIME [Signature] Drilling Manager

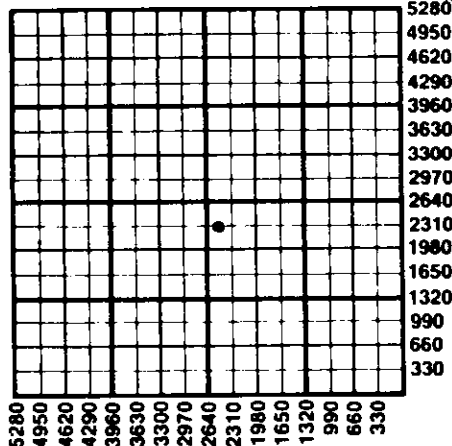
Must be filed with the K.C.C. five (5) days prior to commencing well
This card void if drilling not started within six (6) months of date received by K.C.C.

RECEIVED
STATE CORPORATION COMMISSION
KANSAS

8-28-85
AUG 28 1985

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

CONSERVATION DIVISION
Wichita, Kansas



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 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