

FOR KCC USE:

EFFECTIVE DATE: 5-9-95

DISTRICT # 1

SEA? Yes No

State of Kansas

NOTICE OF INTENTION TO DRILL

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

COR

FORM C-1 7/ FORM MUST BE TYPED FORM MUST BE SIGNED ALL BLANKS MUST BE FILLED

Expected Spud Date May 2, 1995 month day year

SE NE SW 2 20S 23 E8 Sec Twp S, Rg W

OPERATOR: License # 8541 Name: PETEX, INC. Address: 1610 E. SUNSHINE City/State/Zip: SPRINGFIELD, MO 65804 Contact Person: LARRY CHILDRESS Phone: (417) 887-1225

1650 feet from South/West line of Section 2310 feet from East/West line of Section X REGULAR IRREGULAR

(NOTE: Locate well on the Section Plat on Reverse Side of Map)

County: Ness Field Name: Delaney Well #: 1

Is this a Prorated/Spaced Field? yes X no

Target Formation(s): Mississippian

Nearest lease or unit boundary: .990'

Ground Surface Elevation: app. 2220' feet

Water well within one-quarter mile: yes X no

Public water supply well within one mile: yes X no

*Depth to bottom of fresh water: 180' 180' OK

Depth to bottom of usable water: 420' 620'

Surface Pipe by Alternate: 1 X 2

*Length of Surface Pipe Planned to be set: 200' 200' OK

Length of Conductor pipe required: 4400'

Projected Total Depth: 4400'

Formation at Total Depth: Mississippian

Water Source for Drilling Operations: well X farm pond oth

DWR Permit #: Will Cores Be Taken?: yes X no

If yes, proposed zone:

Well Drilled For: Well Class: Type Equipment:

- XX Oil Enh Rec Infield XX Mud Rotary Gas Storage Pool Ext. Air Rotary OWD Disposal XX Wildcat Cable Seismic: # of Holes Other

If OWD: old well information as follows:

Operator: Well Name: Comp. Date: Old Total Depth

Directional, Deviated or Horizontal wellbore? yes X no

If yes, true vertical depth:

Bottom Hole Location:

*DEPTH TO BOTTOM OF FRESH WATER WAS: 360' IS: 180' AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 5101, et. seq.

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

- 1. Notify the appropriate district office prior to spudding of well; 2. A copy of the approved notice of intent to drill shall be posted on each drilling rig; 3. The minimum amount of surface pipe as specified below shall be set by circulating cement to the top; in all cases surface pipe shall be set through all unconsolidated materials plus a minimum of 20 feet into the underlying formation; 4. If the well is dry hole, an agreement between the operator and the district office on plug length and placement necessary prior to plugging; 5. The appropriate district office will be notified before well is either plugged or production casing is cemented in; 6. IF AN ALTERNATE IS COMPLETED, 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: 4/26/95 Signature of Operator or Agent: Larry Childress Title: president

FOR KCC USE: API # 15- 135-238790000 Conductor pipe required NONE feet Minimum surface pipe required 200' feet per Alt. X (2) Approved by: JK 5-4-95 / JK 5-24-95 This authorization expires: 11-4-95 (This authorization void if drilling not started within 6 months of effective date.) Spud date: Agent:

MINIMUM SURFACE PIPE REQUIRED WAS: 360' IS: 200'

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.

Mail to: Conservation Division, 200 Colorado Derby Building, 202 W. First St., Wichita, Kansas 67202-1286.

STATE COMMISSION CONSERVATION DIVISION APR 27 1995 2 20 2330