

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date October 10 1988
month day yearAPI Number 15-165-21,438-00-00OPERATOR: License # 5421
Name Sage Drilling Co., Inc.
Address 202 S. St. Francis
City/State/Zip Wichita, Kansas 67202
Contact Person Casey Coats
Phone 316/263-6139Appr NW SE Sec. 20 Twp. 17 S, Rg. 20 X East
West
2105' Ft. from South Line of Section
1730' Ft. from East Line of Section

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

CONTRACTOR: License # 5929
Name Duke Drilling Co., Inc.
City/State Wichita, KansasNearest lease or unit boundary line 410 feet
County RushLease Name Warnock Well # 1
Ground surface elevation 2163 (est) feet MSLWell Drilled For: Well Class: Type Equipment:
X Oil — SWD — Infield X Mud Rotary
— Gas — Inj — Pool Ext. — Air Rotary
— OWWO — Expl X Wildcat — CableDomestic well within 330 feet: — yes X no
Municipal well within one mile: — yes X no

If OWWO: old well info as follows:

Operator
Well Name
Comp Date Old Total DepthDepth to bottom of fresh water 50
Depth to bottom of usable water 530Surface pipe by Alternate: 1 X 2 —
Surface pipe planned to be set 550Conductor pipe required none
Projected Total Depth 4200 feet
Formation Cherokee Sands, Mississippi

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

Date 9/30/88 Signature of Operator or Agent Casey Coats Title Petroleum Engineer

For KCC Use:

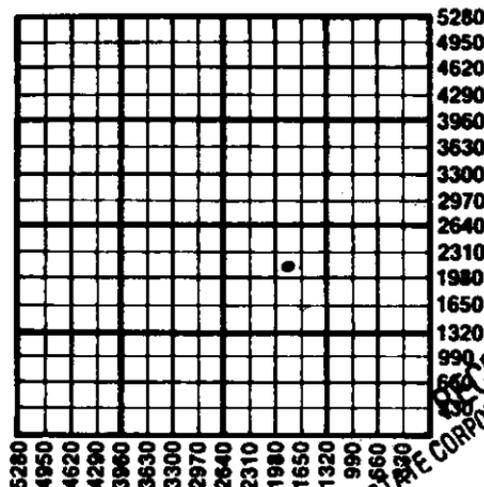
Conductor Pipe Required feet; Minimum Surface Pipe Required 550' feet per Alt. (1) XThis Authorization Expires 4-4-89 Approved By LKM 10-4-88EFFECTIVE DATE: 10-9-88

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.

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

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



RECEIVED
OCT 4 1988
STATE CORPORATION COMMISSION
CONSERVATION DIVISION
Wichita, Kansas

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