

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date 12 month 02 day 86 year

API Number 15- 165-21,370-0000

OPERATOR: License # 9067 & 3007
Name DaMar Resources, Inc. and Western Kansas Expl. Inc.
Address P. O. Box 70
City/State/Zip Hays, KS 67601
Contact Person Hays, KS 67601
Phone (913) 625-0020

W/2 SE/4 SW/4 Sec. 1 Twp. 18 S, Rg. 20 X West
660 Ft. from South Line of Section
3630 Ft. from East Line of Section
(Note: Locate well on Section Plat on reverse side)

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

Nearest lease or unit boundary line 660 feet

County Rush

Lease Name Weltmer Well # 1

Ground surface elevation 2110 feet MSL

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

Domestic well within 330 feet: yes X no

Municipal well within one mile: yes X no

Surface pipe by Alternate: 1 X 2

If OWWO: old well info as follows:

Depth to bottom of fresh water 300'

Depth to bottom of usable water 475'

Surface pipe planned to be set 500'

Projected Total Depth 4000 feet

Formation Cherokee/Mississippian

Operator
Well Name
Comp Date Old Total Depth

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

cementing will be done immediately upon setting production casing
Date 11/24/86 Signature of Operator or Agent Title President

For KCC Use:

Conductor Pipe Required 500 feet; Minimum Surface Pipe Required feet per Alt. 1 4

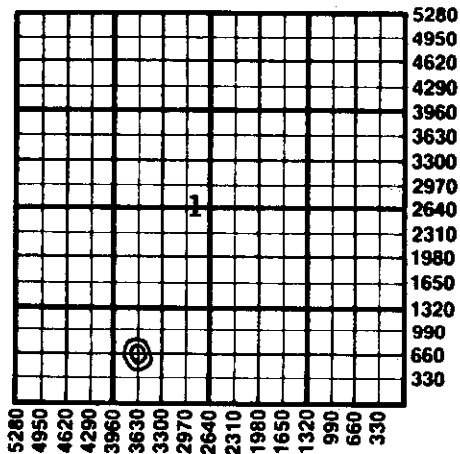
This Authorization Expires 5-25-87 Approved By 11-25-86

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.
9. If an 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.



NOV 25 1986
11-25-86

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