

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Starting Date 04 -02 -88 month day year

API Number 15 101-21,465-00-00 DA
164' N, 164' W
SE SE SE Sec. 10 Twp. 17 S, Rg. 29
494 East
494 West

OPERATOR: License # 4661
Name GALLOWAY PETROLEUM EXPLORATION, INC.
Address 360 BROADWAY PLAZA BLDG.
City/State/Zip WICHITA, KS 67202
Contact Person CASEY GALLOWAY
Phone

(Note: Locate well on Section Plat on reverse side)
Nearest lease or unit boundary line 494 feet
County LANE
Lease Name GRACE ELAINE Well # 1-10

CONTRACTOR: License # 5783
Name GALLOWAY DRILLING CO., INC.
City/State WICHITA, KS

Ground surface elevation N/A feet MSL
Domestic well within 330 feet: yes X no
Municipal well within one mile: yes X no

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

Depth to bottom of fresh water 250'
Depth to bottom of usable water 1300'
Surface pipe by Alternate: 1 2 X

If OWWO: old well info as follows:

Surface pipe planned to be set 350'
Conductor pipe required No
Projected Total Depth 4600' feet
Formation MISSISSIPPI

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.

Date 3/23/88 Signature of Operator or Agent Casey Galloway Title PRESIDENT

For KCC Use:

Conductor Pipe Required feet; Minimum Surface Pipe Required 250 feet per Alt. (1) (2)

This Authorization Expires 9-24-88 Approved By P.H. 3-24-88

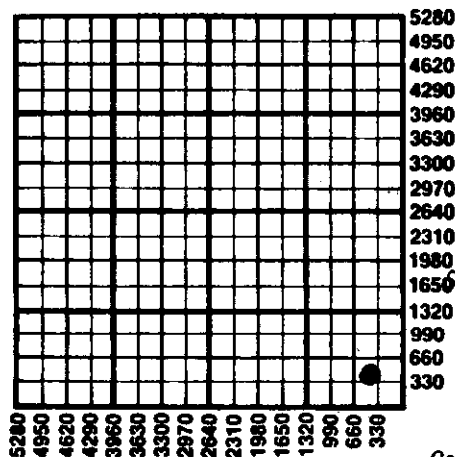
EFFECTIVE DATE: 3-29-88

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 I, 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.
Notify K.C.C. within 10 days when injection commences or terminate.
- 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.



RECEIVED
STATE CORPORATION COMMISSION

MAR 24 1988

03-24-1988
CONSERVATION DIVISION
Wichita, Kansas

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