

CARD MUST BE TYPED

State of Kansas
NOTICE OF INTENTION TO DRILL
(see rules on reverse side)

CARD MUST BE SIGNED

Starting Date: JULY 3 1985
month day year

API Number 15- 165-21,302-0000

OPERATOR: License # 5430
Name ... ENERGY THREE, INC.
Address P.O. Box 1505
City/State/Zip .. GREAT BEND, KANSAS 67530
Contact Person CHARLES DIXON
Phone AC316-792-5968

NE NW SE ... Sec 17 Twp 19 S, Rge 20 East
(location) West

2310 Ft North from Southeast Corner of Section
1650 Ft West from Southeast Corner of Section
(Note: Locate well on Section Plat on reverse side)

CONTRACTOR: License # 5836
Name ... BIG THREE DRILLING, INC.
City/State GORHAM, KANSAS 67640 (Box 52)

Nearest lease or unit boundary line 990 feet.
County RUSH

Lease Name R. L. YOUNG Well# 1

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

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

Depth to Bottom of fresh water 260 feet
Lowest usable water formation DAKOTA

Depth to Bottom of usable water 450 590 mhc feet

Surface pipe by Alternate : 1 2

Surface pipe to be set 450 590 mhc feet

Conductor pipe if any required feet

Ground surface elevation F.S. 2285 mhc feet MSL

This Authorization Expires 12-24-85

Approved By 6-24-85 [Signature]

If OWWO: old well info as follows:

Operator

Well Name

Comp Date Old Total Depth

Projected Total Depth 4400 feet

Projected Formation at TD MISSISSIPPI

Expected Producing Formations MISSISSIPPI

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

Date 6-21-85 Signature of Operator or Agent [Signature] Title

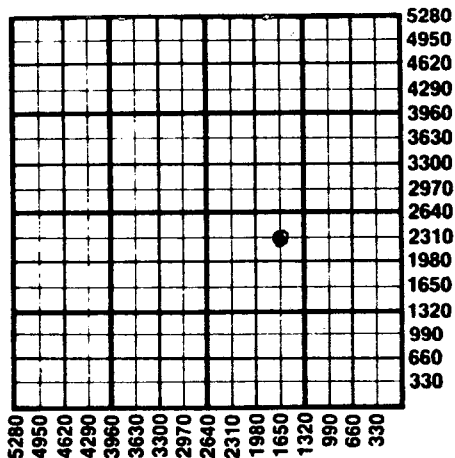
EXECUTIVE VICE-PRESIDENT

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

Important procedures to follow JUN 24 1985

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



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