

EFFECTIVE DATE: 11-6-96

State of Kansas

NOTICE OF INTENT TO DRILL DIST #1
five (5) days prior to commencing well

ALL BLANKS MUST BE FILLED SEA? Yes No Must be approved by the K.C.C.

Spot: (70'N & 50'W OF SE NW)
SE NW... Sec 28.. Twp 33.. S. Rg 13.. East
 West

Expected Spud Date Nov. 10, 1996
month day year

OPERATOR: License # 3273
Name: Herman L. Loeb
Address: P. O. Box 524
City/State/Zip: Lawrenceville, IL 62439
Contact Person: George A. Payne
Phone: (812) 853-3813

CONTRACTOR: License #: 5929
Name: Duke Drilling

Well Drilled For:	Well Class:	Type	Equipment:
<input type="checkbox"/> Oil	<input type="checkbox"/> Enh Rec	<input checked="" type="checkbox"/> Infield	<input checked="" type="checkbox"/> Mud Rotary
<input checked="" type="checkbox"/> Gas	<input type="checkbox"/> Storage	<input type="checkbox"/> Pool Ext.	<input type="checkbox"/> Air Rotary
<input type="checkbox"/> OUVV	<input type="checkbox"/> Disposal	<input type="checkbox"/> Wildcat	<input type="checkbox"/> Cable
<input type="checkbox"/> Seismic;	<input type="checkbox"/> # of Holes	<input type="checkbox"/> Other	
<input type="checkbox"/> Other			

If OUVV: old well information as follows:
Operator: _____
Well Name: _____
Comp. Date: _____ Old Total Depth _____

Directional, Deviated or Horizontal wellbore? yes no
If yes, true vertical depth: _____
Bottom Hole Location: _____

1910..... feet from ~~South~~ / North line of Section
 3350..... feet from East / ~~West~~ line of Section
IS SECTION _____ REGULAR IRREGULAR?
(NOTE: Locate well on the Section Plat on Reverse Side)
County: Barber
Lease Name: McKee Well #: 9
Field Name: Medicine Lodge
Is this a Prorated/Spaced Field? yes no
Target Formation(s): Mississippian
Nearest lease or unit boundary: 610 ft
Ground Surface Elevation: 1660..... feet MSL
Water well within one-quarter mile: yes no
Public water supply well within one mile: yes no
Depth to bottom of fresh water: 100 ft
Depth to bottom of usable water: 180 ft
Surface Pipe by Alternate: 1 2
Length of Surface Pipe Planned to be set: 400± ft
Length of Conductor pipe required: none
Projected Total Depth: 5,100 ft
Formation at Total Depth: Arbuckle
Water Source for Drilling Operations:
 well farm pond other
DWR Permit #: _____
Will Cores Be Taken?: yes no
If yes, proposed zone: _____

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-101, 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 is 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 II COMPLETION, 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: 10/28/96..... Signature of Operator or Agent: George A. Payne Title: Petroleum Engineer...

FOR KCC USE:
API # 15- 007-225250000
Conductor pipe required NONE feet
Minimum surface pipe required 200 feet per Alt. (1)
Approved by: JK 11-1-96

This authorization expires: 5-1-97
(This authorization void if drilling not started within 6 months of effective date.)
Spud date: _____ Agent: _____

REMEMBER TO:

- File Drilling 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.

RECEIVED
KANSAS CONS DIV
10-31-96
28 33 1345

IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

PLAT OF ACREAGE ATTRIBUTABLE TO A WELL IN A PRORATED OR SPACED FIELD

If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please show all the wells within 1 mile of the boundaries of the proposed acreage attribution unit for gas wells and within 1/2 mile of the boundaries of the proposed acreage attribution unit for oil wells.

API NO. 15- _____
 OPERATOR Herman L. Loeb
 LEASE McKee
 WELL NUMBER 9
 FIELD Medicine Lodge

LOCATION OF WELL: COUNTY Barber
1910 feet from ~~west~~/north line of section
3350 feet from ~~east~~/west line of section
 SECTION 28 TWP 33S RG 13W

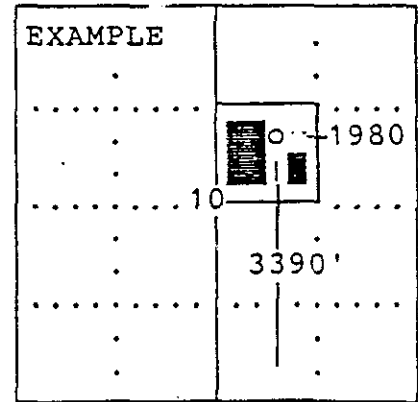
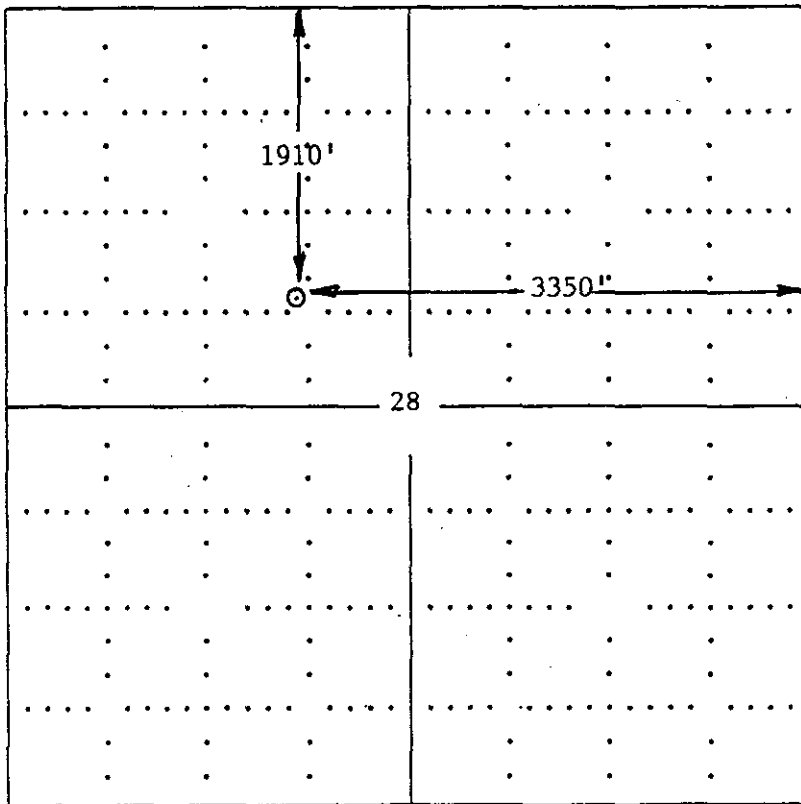
NUMBER OF ACRES ATTRIBUTABLE TO WELL _____
 QTR/QTR/QTR OF ACREAGE _____

IS SECTION _____ REGULAR or X IRREGULAR
 IF SECTION IS IRREGULAR, LOCATE WELL FROM NEAREST
CORNER BOUNDARY.

Section corner used: X NE _____ NW _____ SE _____ SW

PLAT

(Show location of the well and shade attributable acreage for prorated or spaced wells.)
 (Show footage to the nearest lease or unit boundary line.)



SEWARD CO.

In plotting the proposed location of the well, you must show:

- 1) The manner in which you are using the depicted plat by identifying section lines, i.e. 1 section, 1 section with 8 surrounding sections, 4 sections, etc.;
- 2) the distance of the proposed drilling location from the section's south/north and east/west; and
- 3) the distance to the nearest lease or unit boundary line.