

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

CORRECTION *

NOTICE OF INTENTION TO DRILL

* CORRECTION

(see rules on reverse side)

Expected Spud Date. August 29, 1987
month day year

API Number 15— 077-21,160-00-00

OPERATOR: License # 5171
Name TXO Production Corp.
Address 155 N. Market, Suite 1000
City/State/Zip Wichita, Kansas 67202
Contact Person Cory West
Phone (316) 269-7655

SW SW NE Sec. *2 Twp. 32S, Rg. 7 East West
2970' Ft. from South Line of Section
2310' Ft. from East Line of Section

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

CONTRACTOR: License # 5380
Name Eagle Drilling
City/State Wichita, Kansas 67208

Nearest lease or unit boundary line 2310' feet
County Harper
Lease Name CHERE Well # 1
Ground surface elevation *1432' feet MSL
Domestic well within 330 feet: —yes no
Municipal well within one mile: —yes no
Depth to bottom of fresh water. 100'
Depth to bottom of usable water 225'
Surface pipe by Alternate: 1 2
Surface pipe planned to be set 300'
Conductor pipe required none
Projected Total Depth 4500' feet
Formation Mississippi

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

If OWWO: old well info as follows:

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 8-31-87 Signature of Operator or Agent Cory West Title Drlg. & Prod. Engineer

For KCC Use:

Conductor Pipe Required feet; Minimum Surface Pipe Required 200 feet per Alt.
This Authorization Expires 2-27-88 Approved By 8-31-87 DRUG RCN'D

* WAS: Section 3, Elevation TBD,

8-27-87

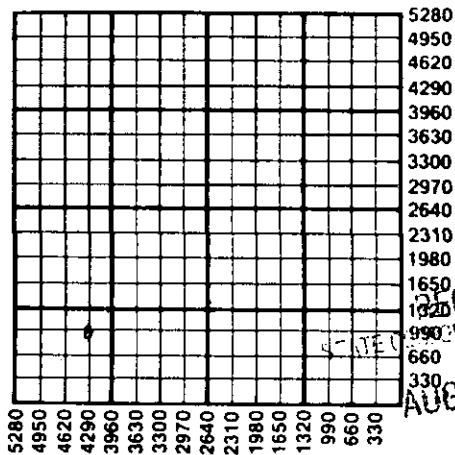
Must be filed with the K.C.C. five (5) days prior to commencing well
This card void if drilling not started within six (6) months of date received by K.C.C.

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 120 days of well spud date, 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 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
OPERATION COMMISSION
AUG 31 1987
CONSERVATION DIVISION
Wichita, Kansas

State Corporation Commission of Kansas
Conservation Division
200 Colorado Derby Building
Wichita, Kansas 67202-1212
(316) 263-3235