

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date... September 23, 1988
month day year

API Number 15-151-21,902-00-00

OPERATOR: License # 5114
Name NATIONAL DEVELOPMENT COMPANY
Address 310 West Central - Suite 117
City/State/Zip Wichita, Kansas 67202
Contact Person Ralph R. Hamilton
Phone 316/267-1331

SW. SW. NW. Sec. 19 Twp. 26 S, Rg. 11
2970 Ft. from South Line of Section
4950 Ft. from East Line of Section

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

CONTRACTOR: License # 5929
Name DUKE DRILLING CO., INC.
City/State Great Bend, Kansas 67530

Nearest lease or unit boundary line 330 feet
County Pratt

Lease Name Schlenz Well # 2 Rabbit

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

Ground surface elevation feet MSL

Domestic well within 330 feet: yes X no

Municipal well within one mile: yes X no

Depth to bottom of fresh water 180

Depth to bottom of usable water 240

Surface pipe by Alternate: 1X 2

If OWWO: old well info as follows:

Surface pipe planned to be set 260

Conductor pipe required

Projected Total Depth 3950 feet

Formation Base Kc

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

Date 9/21/88 Signature of Operator or Agent Sally R. Byers Title Office Manager

For KCC Use:

Conductor Pipe Required feet; Minimum Surface Pipe Required 260 feet per Alt. 1 X

This Authorization Expires 3-21-89 Approved By LKM 9-21-88

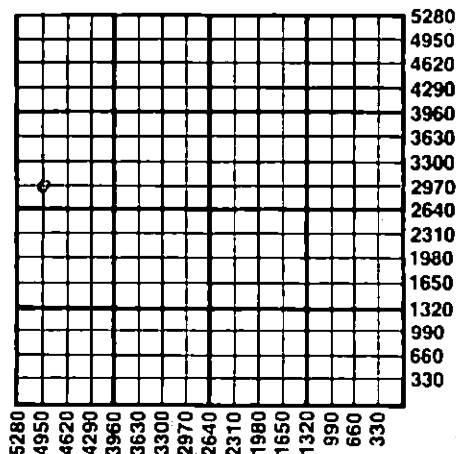
EFFECTIVE DATE: 9-26-88

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 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.
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.



RECEIVED
STATE CORPORATION COMMISSION OF KANSAS
SEP 21 1988

CONSERVATION DIVISION
Wichita, Kansas

State Corporation Commission of Kansas
Conservation Division
200 Colorado Derby Building
Wichita, Kansas 67202-1212
(316) 263-3238