

EFFECTIVE DATE: 4-14-97

State of Kansas

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

NOTICE OF INTENT TO DRILL DIST 2
five (5) days prior to commencing well

Expected Spud Date 4.....15.....97.....
month day year

Spot E/2 - E/2 - SW/4 Sec 34.. Twp 24... S, Rg 9... West
East

OPERATOR: License # 7383
Name: Grady Bolding Corporation
Address: P.O. Box 486
City/State/Zip: Great Bend, KS 67530
Contact Person: Grady Bolding
Phone: 316-564-2240

1320 feet from South / North line of Section
2970 feet from East / West line of Section

IS SECTION REGULAR IRREGULAR?
(NOTE: Locate well on the Section Plat on Reverse Side)

CONTRACTOR: License #: 6039
Name: L.D. Drilling, Incorporated

County: Reno

Lease Name: Schmucker Well #: 1

Field Name: Breidenstein NW Ext

Is this a Prorated/Spaced Field? yes no

Target Formation(s): Mississippi

Nearest lease or unit boundary: 330'

Ground Surface Elevation: 1680 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: 150' 130'

Depth to bottom of usable water: 200' 180'

Surface Pipe by Alternate: 1' 2

Length of Surface Pipe Planned to be set: 250

Length of Conductor pipe required: none

Projected Total Depth: 4100'

Formation at Total Depth: Mississippi

Water Source for Drilling Operations:
..... well farm pond other

DWR Permit #:

Will Cores Be Taken?: yes no

If yes, proposed zone:

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

If OWD: 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:

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: 3-26-97 Signature of Operator or Agent: Grady Bolding Title: President

FOR KCC USE:
 API # 15- 155-214090000
 Conductor pipe required NONE feet
 Minimum surface pipe required 200' feet per Alt.
 Approved by: JK 4-9-97
 This authorization expires: 10-9-97
 (This authorization void if drilling not started within 6 months of effective date.)
 Spud date: _____ Agent: _____

RECEIVED
KANSAS CORP COMM
1997 MAR 27 A 11:11
3-27-97

34
24
910

REMEMBER TO:

- File Drill Pit Application (form COP-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spud date;
- File acreage attribution plat according to field prorations 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.

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 Grady Bolding Corporation
 LEASE Schmucker
 WELL NUMBER #1
 FIELD Breidenstein NW Ext.

LOCATION OF WELL: COUNTY Reno
 _____ feet from South north line of section
1320
 _____ feet from East west line of section
2970
 SECTION 34 TWP 24S RG 9W

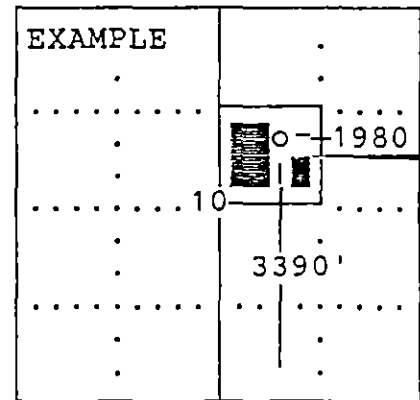
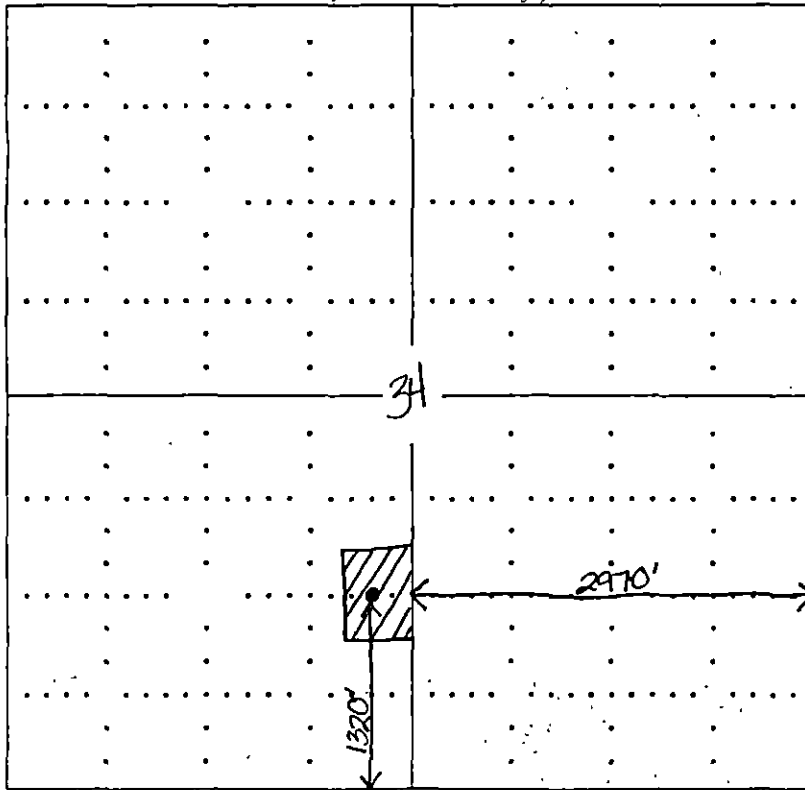
NUMBER OF ACRES ATTRIBUTABLE TO WELL 20
 QTR/QTR/QTR OF ACREAGE E/2 - E/2 - SW/4

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

Section corner used: _____ NE _____ NW x 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.)

34-24S-9W, Reno County, KS



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.