

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date...November..25,..1988.....
month day year

API Number 15- 095-21,595-0000 ✓ DM

OPERATOR: License # 5010
Name Knighton Oil Company, Inc.
Address 710 Petroleum Building
City/State/Zip Wichita, Kansas 67202
Contact Person Earl M. Knighton, Jr.
Phone (316) 264-7918

.C. SE SW Sec. 30. Twp. 29. S, Rg. 5. X West
660 Ft. from South Line of Section
3300 Ft. from East Line of Section

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

CONTRACTOR: License # 5929
Name Duke Drilling Company, Inc.
City/State Wichita, Kansas 67202

Nearest lease or unit boundary line 660 feet
County Kingman
Lease Name Graber Well # 1

Ground surface elevation 1519 feet MSL

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

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

If OWWO: old well info as follows:

Depth to bottom of fresh water 180'

Depth to bottom of usable water 180'

Surface pipe by Alternate: 1 X 2

Surface pipe planned to be set 200'±

Conductor pipe required n/a

Projected Total Depth 4500 feet

Formation Simpson

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

Date 11/21/88 Signature of Operator or Agent Earl M. Knighton, Jr. Title President

For KCC Use:

Conductor Pipe Required 5-22-89 feet; Minimum Surface Pipe Required 200' feet per Alt. 1 X

This Authorization Expires 5-22-89 Approved By LKM 11-22-88

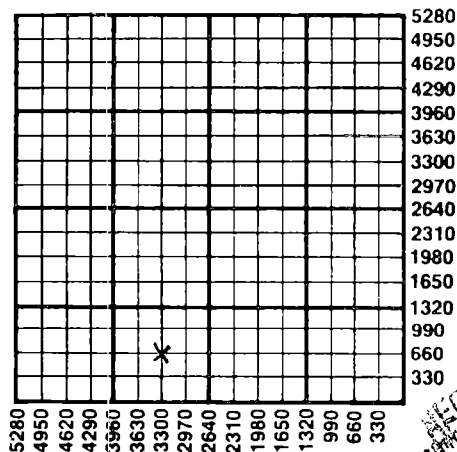
EFFECTIVE DATE: 11-27-88

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.

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



RECEIVED
 STATE CORPORATION COMMISSION
 NOV 22 1988
 CONSERVATION DIVISION
 WICHITA, KANSAS

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 67202-1212
 (316) 263-3238