

CARD MUST BE TYPED

State of Kansas
NOTICE OF INTENTION TO DRILL
(see rules on reverse side)

CARD MUST BE SIGNED

Starting Date: November 26, 1985
month day year

API Number 15- 009-24,113-0000

OPERATOR: License # 5267
Name K & E Petroleum, Inc.
Address 100 South Main, Suite 300, Hardage
City/State/Zip Wichita, Kansas 67202
Contact Person Wayne L. Brinegar
Phone 316-264-4301

SE NE SW ... See 2 ... Twp 16 ... S, Rge 11 ...
(location) East West

1650 ... Ft North from Southeast Corner of Section
2970 ... Ft West from Southeast Corner of Section
(Note: Locate well on Section Plat on reverse side)

CONTRACTOR: License # 5422
Name Abercrombie Drilling, Inc.
City/State Wichita, Kansas 67202

Nearest lease or unit boundary line 330 ... feet.
County Barton
Lease Name Heinze Well# 1

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

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

If OWWO: old well info as follows:

Operator
Well Name
Comp Date Old Total Depth
Projected Total Depth 3400 ... feet
Projected Formation at TD Arbuckle
Expected Producing Formations Lans./Ks. City. & Arbuckle

Depth to Bottom of fresh water 350 ... feet
Lowest usable water formation Cheyenne
Depth to Bottom of usable water 350 ... feet
Surface pipe by Alternate: 1 2
Surface pipe to be set 400 ... feet
Conductor pipe if any required None ... feet
Ground surface elevation 1823 ... feet MSI
This Authorization Expires 5-20-86

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

Date 11-19-85 Signature of Operator or Agent

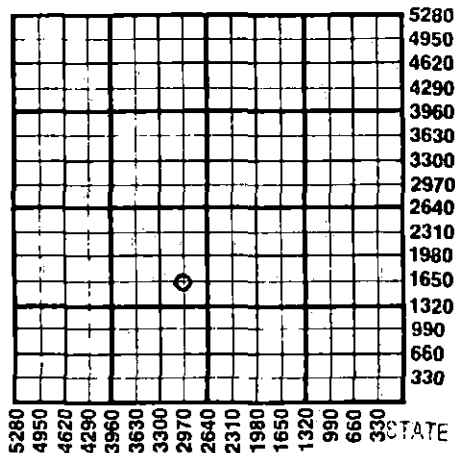
Wayne L. Brinegar

Title Vice President/Operations

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 :

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



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 90 days of well completion, 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 plugging, prepare a plugging plan, then obtain agreement from the appropriate district office for an approved plugging plan.
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.

RECEIVED

STATE CORPORATION COMMISSION

NOV 20 1985
11-20-85
CONSERVATION DIVISION
Wichita, Kansas

State Corporation Commission of Kansas

Conservation Division
200 Colorado Derby Building
Wichita, Kansas 67202
(316) 263-3238