

CARD MUST BE TYPED

State of Kansas

CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date..... 1-15-88
month day yearAPI Number 15— 096-21,579-0000OPERATOR: License # 3504
Name Spurlock & Spines Exploration, Inc.
Address 525 Fourth Financial Center
City/State/Zip Wichita, KS 67202
Contact Person Robert C. Spurlock
Phone 316/264-2808N/2 SE SW Sec. 29 Twp. 30 S, Rg. 10 East
X West
..... 990 Ft. from South Line of Section
..... 3300 Ft. from East Line of Section

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

CONTRACTOR: License # 5380
Name Eagle Drilling Company
City/State Wichita, KSNearest lease or unit boundary line 990 feet
County..... Kingman.....Lease Name..... KRENGEL..... Well # 1
Ground surface elevation .. Est. 1750 feet MSLWell Drilled For: Well Class: Type Equipment:
X Oil — Storage — Infield X Mud Rotary
— Gas — Inj "v" — Pool Ext. — Air Rotary
— OWWO — Expl X Wildcat — CableDomestic well within 330 feet: — yes X no
Municipal well within one mile: — yes X noDepth to bottom of fresh water..... 200.....Depth to bottom of usable water 200.....Surface pipe by Alternate: 1 X 2Surface pipe planned to be set 250.....

Conductor pipe required

Projected Total Depth 4900..... feetFormation..... Simpson.....

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 .. 12-24-87..... Signature of Operator or Agent Robert C. Spurlock..... Title... President.....

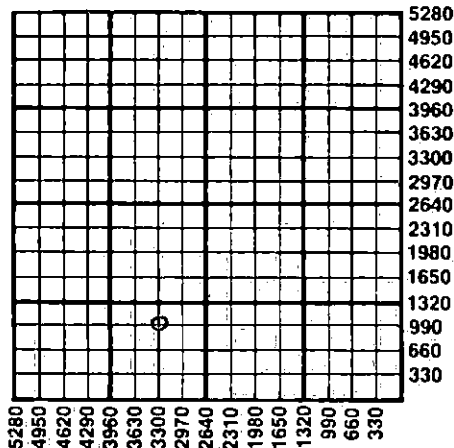
For KCC Use:

Conductor Pipe Required feet; Minimum Surface Pipe Required 200 feet per Alt. 1 2This Authorization Expires..... 6-28-88..... Approved By Dg 12-28-87.....EFFECTIVE DATE: 1-2-88

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:

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 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.

STATE CORPORATION COMMISSION

DEC 2 1987

CONSERVATION DIVISION
 Wichita, Kansas

12-2-87

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