NOTICE OF INTENTION TO DRILL

TO BE FILED WITH THE STATE CORPORATION COMMISSION
PRIOR TO COMMENCEMENT OF WELL.

1. Operator Associates Oil & Gas, Inc.
   Suite 501 - 120 S. Market
   Wichita, Kansas 67202

2. Contractor Murfin Drilling Co.
   617 Union Center
   Wichita, Kansas 67202

3. Type of Equipment: Rotary X Cable Tool
4. Well to be Drilled for: Oil X Gas
   Disposal Other

5. Depth of Deepest Fresh Water within 1 mile 100 ft.
6. Depth of Municipal Water Well within 3 miles None ft.
7. Depth to Protect all Fresh Water 550 ft.
8. Amount of Surface Casing to be set 275 ft.
9. Alternate No. 1 No. 2 X

REMARKS:
To Correct Operator

* WAS - John O. Farmer, Inc.
P.O. Box 352, Russell, KS 67665

OPERATOR STATES THAT HE WILL COMPLY WITH K.S.A. 55-128

Signature of Operator

API Number 15-153-20,384
Starting Date August 11, 1980
County Rawlins
Sec 22 Twp 1 S Rge 32 KX W
Spot Location C SW SE
Nearest Lease Line 660 ft.
Lease Name Petterra
Well No. #1
Est. Total Depth 4150 ft.
State Corporation Commission of Kansas
Conservation Division
245 North Water
Wichita, Kansas 67202

(IF PREFERRED, MAIL IN ENVELOPE)