NOTICE OF INTENTION TO DRILL

(state rules on reverse side)

Expected Spud Date: July 16, 1988

OPERATOR: License # 03545
Name: H.W. Operating Company
Address: Suite 1000; 3535 NW 58th Street
City/State/Zip: Oklahoma City, OK 73112
Contact Person: Q.N. Goode
Phone: (405) 949-0414

CONTRACTOR: License # 6033
Name: Murfin Drilling Company
City/State: Wichita, Kansas

Well Drilled For: Oil
Well Class: Storage
Type Equipment: Infield

X Oil
X Gas
X OWWO

If OWWO: old well info as follows:
Operator
Well Name
Comp Date
Old Total Depth

Domestic well within 330 feet: X
Municipal well within one mile: X

Depth to bottom of fresh water: 200'
Depth to bottom of usable water: 200'
Surface pipe by Alternate: 250'

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

Date: 7/16/88
Signature of Operator or Agent
Title: Engineer

For KCC Use:
Conductor Pipe Required: 250 feet; Minimum Surface Pipe Required: 250 feet per Alt.

This Authorization Expires: 1/7/89
Approved By: 2/7/88

EFFECTIVE DATE: 7/16/88
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.
9. If an alternate 2 completion, cement in the production pipe from the top 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