NOTICE OF INTENTION TO DRILL

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

1. Operator: Graves Drilling Co., Inc. Address: 505 Union Center, Wichita, Kansas
   Operator: Zadina

2. Lease Name: ___________________________ Well No.: 1
   County: Rawlins

3. Well Location: NW NW Sec. 2 Township: 2 Range: 35W

4. Well to be drilled: 660 ft. from nearest lease line.

5. Drilling Contractor: Company tools
   Address: ___________________________


7. Well to be drilled for Oil [X] Gas [□] Disposal [□] Input [□] Estimated Total Depth of Well: 4500 ft.

8. Depth of deepest fresh water well within one mile of location: 95 ft. If none exists, write NONE.

9. Ground elevation at location is approx. Same ft. higher or _______ ft. lower than ground elevation at water well.

10. Depth of the deepest municipal water well within three miles of location: _______ ft. If none exists, write NONE.

   None

11. Operator states that he will set surface pipe at least 25 ft. below all Tertiary or unconsolidated deposits and, taking into consideration differences in ground elevations, that the minimum depth necessary, to the best of his knowledge and belief, to protect all fresh water zones is: 130 ft. and operator agrees to set surface pipe at this location to a depth of not less than 256 ft. Alternate 1 [□] Alternate 2 [X].

REMARKS:

Signature of Operator: __________________________

32-2559-519A  2-68-25M
State Corporation Commission of Kansas
Conservation Division
500 Insurance Building
212 North Market
Wichita, Kansas 67202

(IF PREFERRED, MAIL IN ENVELOPE)