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

Starting Date: 5 24 85

OPERATOR: License # 8762
Name Magnus Oil & Gas
Address 1002 Fourth Street
City/State/Zip Arapahoe, NE 68922
Contact Person Roger Magnus
Phone 308-962-7996

CONTRACTOR: License # 8682
Name Golden Eagle Drilling Inc.
City/State/County McCook, NE Cheyenne

Well Drilled For: Oil
Well Class: Infield
Type Equipment: Mud Rotary

API Number 15-023-20,234-00-00

SW/4, NE/4 See Twp 3 S, Rge 37 W
(location)
3300 Ft North from Southeast Corner of Section
1980 Ft West from Southeast Corner of Section
(Note: Locate well on Section Plat on reverse side)

Nearest lease or unit boundary line 660 feet.
County Cheyenne
Lease Name Boesener
Well# 1

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

Depth to Bottom of fresh water 300 feet
Lowest usable water formation Ogallala
Depth to Bottom of usable water 325 350 feet
Surface pipe by Alternate: 1 x 2
Surface pipe to be set 325 350 feet
Conductor pipe if any required feet
Ground surface elevation 3295 feet MSL

This Authorization Expires 11-20-85
Approved By 5-20-85

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

Date 5-17-85
Signature of Operator or Agent

Title

Form C-1 4/84

mhc/ndhe 5-20-85
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 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.

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