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

State of Kansas

Starting Date .............................. 8 21 85
month day year

OPERATOR: License # 5099
Name ............ J-W Operating Company
Address .......... P.O. Box 305
City/State/Zip ............ Wray, Colorado 80758
Contact Person .......... Andrew R. Weaver
Phone ............ 303-232-3151

CONTRACTOR: License # 8273
Name ............ Excell Drilling Company
City/State ............ Wray, Colorado

Well Drilled For: .............................. Well Class: ...................... Type Equipment:
____ Oil ...... ____ SWD .......... X Infield .......... X Mud Rotary
____ Gas ...... ____ Inj .......... ____ Pool Ext. .......... ____ Air Rotary
____ OWWO .......... ____ Expl .......... ____ Wildcat .......... ____ Cable

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.

X Cements Will Be Done Immediately Upon Setting Production Casing.

Date .............................. Signature of Operator or Agent .............. Title .............. District Manager ..............

For KCC Use:
Conductor Pipe Required ...................... feet; Minimum Surface Pipe Required ...................... feet per Alt. 1 2
This Authorization Expires ...................... Approved By ..............

API Number 15— 023-20, 239-00-00

Nearest lease or unit boundary line .............. 660 feet
County ............ Cheyenne
Lease Name ............ Rudolph Walters
Ground surface elevation ...................... 3603 feet MSL
Surface pipe by Alternate: .............. yes x no
Depth to bottom of fresh water ...................... 225'
Depth to bottom of usable water ...................... 235'
Surface pipe planned to be set ...................... 290'
Projected Total Depth ...................... 1600'
Formation ............ Niobrara

X NAS: 15-023-20, 339
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 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 of Kansas
Conservation Division
200 Colorado Derby Building
Wichita, Kansas 67202
(316) 263-3238