NOTICE OF INTENTION TO DRILL

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

1. Operator ____________________________ Petroleum Management, Inc.
   Address _______________________________ 400 N. Woodlawn, Suite 201, Wichita, Ks. 67208

2. Contractor ____________________________ Pioneer Drilling Co., Inc.
   Address _______________________________ 308 W. Mill, Plainville, Ks. 67663

3. Type of Equipment: Rotary ______ X ______ Cable Tool ______

4. Well to be Drilled for: Oil ______ X ______ Gas ______
   Disposal ______ Input ______ Other ______

5. Depth of Deepest Fresh Water within 1 mile ______ 70 ______ ft.

6. Depth of Municipal Water Well within 3 miles ______ 60 ______ ft.

7. Depth to Protect all Fresh Water ______ 550 ______ ft.

8. Amount of Surface Casing to be set ______ 200 ______ ft.

9. Alternate No. 1 ______ X ______ No. 2 ______

API Number 15-147-20,300- ______ (For office use only) ______
Starting Date ___________ November 28, 1980 ______
County ____________________________ Phillips
Sec. 29 ______ Twp. 4 ______ S Rge. 18 ______ W
Spot Location ______ 2475' FNL, 1320' FEL of WW/4
Nearest Lease Line ______ 1320 ______ ft. ______ NE
Lease Name ____________________________ Sutley-Quanz
Well No. ____________________________ 1 ______
Est. Total Depth ______ 3455 ______ ft.

REMARKS:
  FEE-11-7-80 ______
  ___________ 4591 ______

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

Signature of Operator ____________________________

C-1
MI-1981
State Corporation Commission of Kansas
Conservation Division
245 North Water
Wichita, Kansas 67202

(IF PREFERRED, MAIL IN ENVELOPE)