NOTICE OF INTENTION TO DRILL

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

1. Operator
   AMERICAN PETROLEUM COMPANY, INC
   400 North Woodlawn, Suite 111
   Wichita, Kansas 67208

2. Contractor
   PIONEER DRILLING
   308 W. Mill
   Plainville, Kansas 67663

3. Type of Equipment: Rotary X / Cable Tool

4. Well to be Drilled for: Oil X / Gas

5. Depth of Deepest Fresh Water within 1 mile None ft.

6. Depth of Municipal Water Well within 3 miles None ft.

7. Depth to Protect all Fresh Water 550 ft.

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

9. Alternate No. 1 No. 2 X

REMARKS:

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

Signature of Operator

[Signature]

API Number 15-147-20.256
(For office use only) 0000

Starting Date May 28, 1979

County Phillips

Sec 2 Twp 4 S Rge 19 W

Spot Location 1180' FWL 1050' FSL NW/4

Nearest Lease Line 1050 ft.

Lease Name GRAU

Well No. 4A

Est. Total Depth 3,450 ft.
State Corporation Commission of Kansas
Conservation Division
245 North Water
Wichita, Kansas 67202

(IF PREFERRED, MAIL IN ENVELOPE)