NOTICE OF INTENTION TO DRILL

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

1. Operator: PETROLEUM MANAGEMENT, INC. Address: 1515 Vickers KSB&T Bldg, Wichita
2. Lease name: ADEE Well No.: 4 County: Phillips
3. Well Location: SE NE NW Sec.: 30 Township: 4South Range: 19 West
4. Well to be drilled: 990 ft. from nearest lease line.
5. Drilling Contractor: Red Tiger Address: 1720 Vickers KSB&T Bldg, Wichita
7. Well to be drilled for: Oil [X] Gas [ ] Disposal [ ] Input [ ] Estimated Total Depth of Well: 3400 ft.
8. Depth of deepest fresh water well within one mile of location: 48 ft. If none exists, write NONE.
9. Ground elevation at location is approx.: 10 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.

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: 200 ft. and operator agrees to set surface pipe at this location to a depth of not less than: 200 ft. Alternate 1 [ ] Alternate 2 [X].

REMARKS:

Signature of Operator: Dale Silcott, Vice President

32-2559-519A 2-58-25M
State Corporation Commission of Kansas
Conservation Division
500 Insurance Building
212 North Market
Wichita, Kansas 67202

(IF PREFERRED, MAIL IN ENVELOPE)