NOTICE OF INTENTION TO DRILL

15 - 137 - 20, 036 - 00-00
TO BE FILED WITH THE STATE CORPORATION COMMISSION PRIOR TO COMMENCEMENT OF WELL

1. Operator: Lario Oil & Gas Company
   Address: 301 S. Market, Wichita, Kansas 67202

2. Lease name: Arthur L. Henry
   Well No.: 1
   County: Norton

3. Well Location: C - E/2 NE/4 NE/4
   Sec.: 10
   Township: 4S
   Range: 23W

4. Well to be drilled: 330 ft. from nearest lease line.

5. Drilling Contractor: Not secured to date
   Address: Wichita, KS

6. Type of equipment: Rotary [X] Cable Tool [□]
   Approx. date operation to begin: October 24, 1969

7. Well to be drilled for: Oil [X] Gas [□] Disposal [□] Input [□]
   Estimated Total Depth of Well: 3,700 ft.

8. Depth ofdeepest fresh water well within one mile of location: 100 ft.
   If none exists, write NONE.

9. Ground elevation at location is approx. 0 ft. higher or 0 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.

11. 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 100 ft. and operator agrees to set surface pipe at this location to a depth of not less than 250 ft. Alternate 1 [□] Alternate 2 [X].

REMARKS:

State Corporation Commission of Kansas
Conservation Division
500 Insurance Building
212 North Market
Wichita, Kansas 67202

(IF PREFERRED, MAIL IN ENVELOPE)