NOTICE OF INTENTION TO DRILL

Starting Date: 3.20.85

OPERATOR: License # 9123
Name: Diamond Shamrock Exploration Company
Address: P. O. Box 400
City/State/Zip: Amarillo, Texas 79188-0001
Contact Person: Todd Lovett
Phone: 806/378-3848

CONTRACTOR: License # Not available at this time
Name: Not available at this time
City/State: Not available at this time

Well Drilled For: Oil X Swd □ Infield □ Mud Rotary
□ Gas □ Inj □ Pool Ext. □ Air Rotary
□ OWWO □ Expl □ Wildcat □ Cable

Well Class: □ Oil □ Gas □ Infield □ Mud Rotary
□ Gas □ Inj □ Pool Ext. □ Air Rotary
□ OWWO □ Expl □ Wildcat □ Cable

Type Equipment: □ Oil □ Gas □ Infield □ Mud Rotary
□ Gas □ Inj □ Pool Ext. □ Air Rotary
□ OWWO □ Expl □ Wildcat □ Cable

API Number 137-20.356-00-00

Well # 2-27

Nearest lease or unit boundary line 990 feet.

County: Norton
Lease Name: Dean Hager Estate

Domestic well within 330 feet: □ yes X no
Municipal well within one mile: □ yes □ no

Depth to Bottom of fresh water 160 feet
Lowest usable water formation Dakota
Depth to Bottom of usable water 930 feet
Surface pipe by Alternate: 1 □ 2 X
Surface pipe to be set 300 feet
Conductor pipe if any required 2456 feet MSL
Ground surface elevation 9-8-85

This Authorization Expires 3-8-85

I certify that we will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to K.C.C. specifications.

Date 3-06-85 Signature of Operator or Agent Patti Jones

Title Drlg. & Prod. Clerk

State of Kansas
Card must be typed
(see rules on reverse side)

CARD MUST BE TYPED

CARD MUST BE SIGNED

Form C-1 4/84
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 plugging, prepare a plugging plan, then obtain agreement from the appropriate district office for an approved plugging plan.
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