NOTICE OF INTENTION TO DRILL

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

1. Operator C. W. HUGHES AND CADE OIL & GAS CO.
   Address 804 Midland Savings Bldg., Denver, CO 80202

2. Contractor DUNNE-GARDNER PETROLEUM, INC.
   Address Suite 250, 200 W. Douglas, Wichita, KS 67202

3. Type of Equipment: Rotary □ Cable Tool X
4. Well to be Drilled for: Oil X Gas
5. Depth of Deepest Fresh Water within 1 mile 200 ft.
6. Depth of Municipal Water Well within 3 miles none ft.
7. Depth to Protect all Fresh Water 550 ft. 250 ft.
8. Amount of Surface Casing to be set 550 ft.
9. Alternate No. 1 □ No. 2 X

REMARKS:

OPERATOR STATES THAT HE WILL COMPLY WITH K.S.A. 55-128
C. W. HUGHES AND CADE OIL & GAS CO.

Signature of Operator By: [Signature]

C. W. Hughes by Jack D. Dunne
State Corporation Commission of Kansas
Conservation Division
245 North Water
Wichita, Kansas 67202

(IF PREFERRED, MAIL IN 'ENVELOPE)