TO BE FILED WITH THE STATE CORPORATION COMMISSION 5 DAYS PRIOR TO COMMENCEMENT OF WELL

1. Operator Nielson Enterprises Inc.
   Address Suite 2770 - 1675 Broadway
   City-State Denver, Colorado Zip Code 80202

2. Contractor Western Well Drilling, Inc.
   Address 11299 Old Brighton Road
   City-State Henderson, Colorado Zip Code 80640

3. Type of Equipment: Rotary: X Air: _______ Cable Tools: _______
4. Well to be Drilled for: Oil: _______ Gas: X SWD: _______ Input: _______
5. Well Classification: Infield _______ Pool Ext. _______ Wildcat X
6. Depth of Deepest Fresh Water within 1 mile 150 ft.
7. Depth of Municipal Water Well within 3 miles None ft.
8. Depth to Protect all Fresh Water (Table 1) 200 - 550 ft.
9. Amount of Surface Casing to be set 370 ft.
10. Alternate No. 1 _______ Alternate No. 2 X

API Number 15-023-20 \- 150 (For office use only)
Starting Date 8 / 25 / 1980
County Cheyenne
Sec. 35 Twp. 4 S. Rng. 40 E West
Exact Spot Location of Well Center NE/4
Nearest Lease Line 1320'
Lease Name Heaton
Well No. 1
Est. Total Depth 1600' ft.

FEE - PC # 7215
REMARKS: 7-15-80

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

Signature of Operator William E. Richardson
State Corporation Commission of Kansas
Conservation Division
245 North Water
Wichita, Kansas 67202

(IF PREFERRED, MAIL IN ENVELOPE)