NOTICE OF INTENTION TO DRILL
(see rules on reverse side)

Starting Date .......................... 8 18 86
month day year

OPERATOR: License # 6593
Name ..................... Coastal Oil & Gas Corporation
Address ......... 211 N. Robinson, Suite 1700
City/State/Zip ........................ Oklahoma City, Oklahoma 73102
Contact Person .......................... Brad Crouch
Phone .......................... (405) 239-7031

CONTRACTOR: License # .......................... not yet determined
Name ........................................
City/State ..........................

Well Drilled For: Well Class: Type Equipment:
Oil ______ SWD ____ Infield ___ Mud Rotary
Gas ____ Inj ____ Pool Ext. ___ Air Rotary
____ OWWO ____ Expl ___ Wildcat ___ Cable

If OWWO: old well info as follows:
Operator .......................... NA
Well Name ..........................
Comp Date .......................... Old Total Depth

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

Date .............. 2/2/86 .......................... Signature of Operator or Agent
Signature of Dist. Operations Super.

For KCC Use:
Conductor Pipe Required .............. feet; Minimum Surface Pipe Required .............. 1000 feet per Alt
This Authorization Expires .............. 1/22/87 .......................... Approved By

API Number 15— 089-20,003-00

SW SW Sec. 30 Twp. 5 S, Rg. 10 X

Ft. from South Line of Section
Ft. from East Line of Section

(Note: Locate well on Section Plat on reverse side)

Nearest lease or unit boundary line .............. 660 feet
County ............. Jewell
Lease Name ......... Schmitt
Well # .................... 1-30
Ground surface elevation .............. 1525 feet MSL
Domestic well within 330 feet: ______ yes ___ no
Municipal well within one mile: ____ yes ___ no
Surface pipe by Alternate: .............. 500 feet
Depth to bottom of fresh water .............. 2,280 feet
Depth to bottom of usable water .............. 2,200 feet
Surface pipe planned to be set .............. 800 feet
Projected Total Depth .................... 4,200 feet
Formation ..................... Granite Wash
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 filing Intent, prepare a proposed plugging plan in case well is D & A, then obtain approval of plan when calling district office prior to setting surface pipe.

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