NOTICE OF INTENTION TO DRILL

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

1. Operator  Space Age Valuable Energy, Inc.
   Address     Box 75, Dresden, Kansas 67635

2. Contractor  Western Well & Pump Inc.
   Address     1100 South Range Box 652
               Colby, Kansas 67701

3. Type of Equipment:  Rotary  X  Cable Tool
4. Well to be Drilled for:  Oil  X  Gas  X
   Disposal  Input  Other

5. Depth of Deepest Fresh Water within 1 mile  160  ft.
6. Depth of Municipal Water Well within 3 miles  160  ft.
7. Depth to Protect all Fresh Water  550  ft.
8. Amount of Surface Casing to be set  300  ft.
9. Alternate No. 1  No. 2  X

REMARKS:

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

API Number 15-039-20,461
   (For office use only) 00-00

Starting Date  July, 23, 1979

County  Decatur

Sec   Twp  S Rge
      23    5    W

Spot Location  E1/2-SE1/4-NW1/4

Nearest Lease Line  950  ft.

Lease Name  Schroer

Well No.  No. 1

Est. Total Depth  2550  ft.

Signature of Operator  Space Age Valuable Energy, Inc.
   by: Maurice Frizzell Sec.
State Corporation Commission of Kansas
Conservation Division
245 North Water
Wichita, Kansas 67202

(IF PREFERRED, MAIL IN ENVELOPE)