NOTICE OF INTENTION TO DRILL

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

1. Operator
   KAI OIL COMPANY, INC.
   Address
   Box 914 Shawnee Mission, Kansas 66201

2. Contractor
   Blackstone Drilling
   Address
   Box 455 McPherson, Kansas 67460

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 __100__ ft.
6. Depth of Municipal Water Well within 3 miles __NONE__ ft.
7. Depth to Protect all Fresh Water __1500__ ft.
8. Amount of Surface Casing to be set __210__ ft.
9. Alternate No. 1 __ No. 2 X

REMARKS:

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

Signature of Operator

API Number 15-123-20,003
(For office use only) 00-00

Starting Date September 27, 1973
County Mitchell
Sec. 34 Twp. 6 S. S Rge. 6 W
Spot Location SW-SW-SE
Nearest Lease Line __330__ ft.
Lease Name R. Thierolf
Well No. One (2)
Est. Total Depth __4200__ ft.
State Corporation Commission of Kansas
Conservation Division
P. O. Box 17027
Wichita, Kansas 67217