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

Starting Date......March 10, 1986

OPERATOR: License # 6278
Name........PETX Petroleum Corporation
Address.........1616 Glenarm Pl, #1700
City/State/Zip......Denver CO 80202
Contact Person.....Robert E. Johnson
Phone..............(303) 629-1098

CONTRACTOR: License # 6033
Name........Murfin Drilling Co
City/State........Wichita KS

Well Drilled For: Well Class: Type Equipment:
X Oil ______ SWD ______ infield X Mud Rotary
_____ Gas ______ Inj ______ Pool Ext. ______ Air Rotary
_____ OWWO ______ Expl ______ X Wildcat ______ Cable

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

API Number 15—163-22,861-00-00

SE SE SE Sec. 23 Twp. 6 S, Rg. 17 XX East
Ft. from South Line of Section

330
Ft. from East Line of Section

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

Nearest lease or unit boundary line 330 feet
County........Rooks
Lease Name........Proctor-Fairbanks
Well # 1
Ground surface elevation 1896 feet MSL
Domestic well within 330 feet: yes X no
Municipal well within one mile: yes X no
Surface pipe by Alternate: 1 2 X
Depth to bottom of fresh water 1650 feet
Depth to bottom of usable water 800 feet
Surface pipe planned to be set 250 feet
Projected Total Depth 3540 feet
Formation........Granite Wash

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

Date.........1/6/86 Signature of Operator or Agent...............

For KCC Use:
Conductor Pipe Required..............200 feet; Minimum Surface Pipe Required..........200 feet per Alt.
This Authorization Expires........7-8-86

Approved By...........1-8-86
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