NOTICE OF INTENTION TO DRILL

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

1. Operator
   Petroleum Management, Inc.
   Address: 400 N. Woodlawn, Suite 201, Wichita, KS 67208

2. Contractor
   Pioneer Drilling Co., Inc.
   Address: 308 W. Mill, Plainville, Ks. 67663

3. Type of Equipment:
   Rotary X Cable Tool

4. Well to be Drilled for:
   Oil X Gas
   Disposal ___________  Input ________ Other ________

5. Depth of Deepest Fresh Water within 1 mile ___________ 25 ft.
6. Depth of Municipal Water Well within 3 miles None ft.
7. Depth to Protect all Fresh Water ___________ 550 200 ft.
8. Amount of Surface Casing to be set ___________ 200 ft.
9. Alternate No. 1 ________ No. 2 X ________

REMARKS:
FEE-11-7-80
PC # 4591

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

API Number: 15-065-21,329 (For office use only) 00-00
Starting Date: November 22, 1980
County: Graham
Sec 11 Twp 6 S Rge 21 W
Spot Location: C SE/4 NW/4 SE/4
Nearest Lease Line: 990 ft.
Lease Name: Lagerberg
Well No.: 1
Est. Total Depth: 3600 ft.

Signature of Operator

Dale R. Hill
State Corporation Commission of Kansas
Conservation Division
245 North Water
Wichita, Kansas 67202

(If preferred, mail in envelope)