NOTICE OF INTENTION TO DRILL

State of Kansas
(see rules on reverse side)

Expected Spud Date: July 16, 1988

API Number 15—065-22, 475-0000

OPERATOR: License # 6484
Name ANDERSON ENERGY, INC.
Address 200 E. First, Suite 414
City/State/Zip Wichita, KS 67202
Contact Person WILLIAM L. ANDERSON
Phone 316/265-7929

CONTRACTOR: License # 5302
Name RED TIGER DRILLING
City/State Wichita, KS

Well Drilled For: Oil X Storage X Infield X Mud Rotary
Gas Inj Pool Ext Air Rotary
OWWO Expl Wildcat Cable

If OWWO: old well info as follows:
Operator
Well Name
Comp Date

I certify that well will comply with K.S.A. 55-101, et seq., plus eventually boring hole to KCC specifications.
Date 7/7/88
Signature of Operator or Agent WILLIAM L. ANDERSON
Secretary-Treasurer

For KCC Use:
Conductor Pipe Required 200 feet; Minimum Surface Pipe Required 200 feet per Alt.
This Authorization Expires 1-8-89
Approved By 7-13-88

EFFECTIVE DATE: 7-13-88
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 120 days of well spud date, 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 67202-1212
(316) 263-3238