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

Starting Date: April 22, 1985

OPERATOR: License # 8000
Name: PanCanadian Petroleum Company
Address: 600 Seventeenth St. Ste. 1800S
City/State/Zip: Denver, CO 80202
Contact Person: Glen Jameson/Tom Rubis
Phone: (303) 825-8371

CONTRACTOR: License # 9087
Name: R & C Drilling Co. Inc.
City/State: Hays, Kansas

Well Drilled For: Oil
Well Class: Infeld
Type Equipment: Mud Rotary

API Number 15- 065-22, 174-00-00

□ East
□ West

C SW NE... See 17. Twp 6 S, Rge 22.
(location)

3300'... Ft North from Southeast Corner of Section 17
1980'... Ft West from Southeast Corner of Section 17
(Note: Locate well on Section Plat on reverse side)

Nearest lease or unit boundary line 660'... feet.

County: Graham

Lease Name: Pennington 32-17... Well # 1

Domestic well within 330 feet: □ yes □ no
Municipal well within one mile: □ yes □ no

Depth to Bottom of fresh water 200'... feet

Lowest usable water formation: Dakota

Depth to Bottom of usable water 1160' / 1225'... feet

Surface pipe by Alternate: 1 □ 2 □
Surface pipe to be set 280'... feet

Conductor pipe if any required: None

Ground surface elevation 2316'... feet MSL

This Authorization Expires 10-12-85

Approved By 4-12-85

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

Date 4/12/85

Signature of Operator or Agent James D. Keisling
Title Coordinator, Eng. Oper. U.S.

formatted by F. G. McIvers 4/26/85
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 plugging, prepare a plugging plan, then obtain agreement from the appropriate district office for an approved plugging plan.
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.

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