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

Expected Spud Date ............ 10 18 1988

API Number 15—065-22,495-00-00

OPERATOR: License # ............ 6861
Name ......................... RON'S OIL OPERATIONS, INC.
Address ...................... RR #1 Box #194
City/State/Zip ............... Penokee, Kansas 67659
Contact Person ............. Ron Nickelson
Phone ....................... (913) 674-2315

CONTRACTOR: License # ....... 3300
Name ......................... Lloyd Drilling Co.
City/State .................. Morland, Kansas 67650

Well Drilled For:          Well Class: Type Equipment:
                          ______ Oil       ______ Storage  ______ Infield  ______ Mud Rotary
                          ______ Gas        ______ Inj      ______ Pool Ext.    ______ Air Rotary
                          ______ OWWO      ______ Expl     ______ Wildcat       ______ Cable

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

Domestic well within 330 feet: yes no
Municipal well within one mile: yes no
Depth to bottom of fresh water .... 78
Depth to bottom of usable water .... 1390
Surface pipe by Alternate: 1 2
Surface pipe planned to be set .... 250
Conductor pipe required .............. 0
Projected Total Depth .............. 3875
Formation .................. KANS. CITY

I certify that well will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to KCC specifications.
Date .......... 10-13-88 .. Signature of Operator or Agent .....

For KCC Use:
Conductor Pipe Required ................ feet; Minimum Surface Pipe Required ................
This Authorization Expires ............ 4-13-89
Approved By .... LKM. 10-13-88

EFFECTIVE DATE: 10-18-88
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