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

Starting Date: 10 15 84

OPERATOR: License # 5342
Name Beacon Exploration Company
Address 410 17th St., St., 2300
City/State/Zip Denver, CO, 80202
Contact Person David Kranz
Phone 303-825-1966

CONTRACTOR: License # 6033
Name Murfin Drilling Company
City/State Wichita, KS, 67202

API Number 15-179-20, 767.0000

NE SW NW Sec 26 Twp 6 S, Rge 26 X West

Ft North from Southeast Corner of Section 3630
Ft West from Southeast Corner of Section 4290
(Note: Locate well on Section Plat on reverse side)

Nearest lease or unit boundary line 990 feet.
County Sheridan
Lease Name Teel
Well # 1-26

Domestic well within 330 feet: X no
Municipal well within one mile: X no

Depth to Bottom of fresh water 100 feet
Lowest usable water formation Dakota
Depth to Bottom of usable water 1200 feet
Surface pipe by Alternate: 1 2
Surface pipe to be set 250 feet
Conductor pipe if any required N/A feet
Ground surface elevation feet MSL

This Authorization Expires 10-1-84

Approved By James R. Daniels, Agent for Operator

Date 10-10-84

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

General Manager

Form C-1 4/84
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.
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