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

Expected Spud Date: December 1, 1987

OPERATOR: License # 5267
Name: K & E Petroleum, Inc.
Address: 100 S. Main, Suite 300
Wichita, KS 67202
Contact Person: Wayne L. Brinegar
Phone: (316)264-4301

CONTRACTOR: License # 5422
Name: Abercrombie Drilling, Inc.
City/State: Wichita, KS 67202

API Number 15—065-22,423-00-00

NW NW Sec.11 Twp.7 S Rg.21 x West
990 Ft. from South Line of Section
4950 Ft. from East Line of Section
(Note: Locate well on Section Plat on reverse side)
Nearest lease or unit boundary line 330 feet
County: Graham
Lease Name: NAPUE
Well #: 1
Ground surface elevation ±2140 feet MSL
Domestic well within 330 feet: yes no
Municipal well within one mile: yes no
Depth to bottom of fresh water: 100!
Depth to bottom of usable water: 1100!
Surface pipe by Alternate: 1 2
Surface pipe planned to be set: 220!
Conductor pipe required: none anticipated
Projected Total Depth: 3700 feet
Formation: Arbuckle

I certify that well will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to KCC specifications.
Date: 11/3/87
Signature of Operator or Agent Wayne L. Brinegar
Title: Vice President

For KCC Use:
Conductor Pipe Required 220 feet; Minimum Surface Pipe Required
This Authorization Expires
EFFECTIVE DATE: 11-9-87

Approved By 220 feet per Alt. 0°
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