NOTICE OF INTENTION TO DRILL

State of Kansas

Starting Date: 8-10-88

OPERATOR: License # 5058
Name: Griggs Oil, Inc.
Address: 107 N. Market - Suite 800
City/State/Zip: Wichita, Kansas 67202
Contact Person: Rick Griggs
Phone: (316) 267-7779

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

Well Drilled For: Oil
Well Class: SWD
Type Equipment: Infield, X Mud Rotary

API Number: 065-22,479

SE SW SW Sec. 15 Twp. 7 S, Rg. 22
East 330
Ft. from South Line of Section

4290
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: Nichol

Ground surface elevation: 2299 feet MSL

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

Depth to bottom of fresh water: 150'

Depth to bottom of usable water: 1150'

Surface pipe by Alternate: 1
2 X

Surface pipe planned to be set: 200'

Conductor pipe required

Projected Total Depth: 3900 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: 8-2-88 Signature of Operator or Agent: Title: Geologist

For KCC Use:
Conductor Pipe Required: 200 feet
Minimum Surface Pipe Required: 200 feet per Alt.

This Authorization Expires: 2-2-89
Approved By: LKM 8-2-88

EFFECTIVE DATE: 8-7-88
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 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 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.

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