State of Kansas

NOTICE OF INTENTION TO DRILL

(see rules on reverse side)

Expected Spud Date: APRIL 21, 1987

OPERATOR: License # 5115
Name: REESE EXPLORATION, INC.
Address: 5540 RAFTOWN ROAD
City/State/Zip: RAFTOWN, MO 64133
Contact Person: PATTIE
Phone: 816-356-1970

CONTRACTOR: License # 9545
Name: K-O DRILLING
Address: ROUTE 1, LEROY, KS 66857
City/State: LEROY, KS 66857

API Number 15—121-26,802-000

SE. NE. NW. Sec. 14
Twp. 16 S, Rg. 21

Ft. from South Line of Section
29.40
Ft. from East Line of Section
4610

(Note: Locate well on Section Plat on reverse side)

Nearest lease or unit boundary line 300 feet

County: MIAMI

Lease Name: JOHNSON

Ground surface elevation feet MSL

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

Depth to bottom of fresh water 200

Depth to bottom of usable water

Surface pipe by Alternate: 1 2

Surface pipe planned to be set 40

Conductor pipe required

Projected Total Depth 7000 feet

Formation: SQUIRREL

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

Date: 4-21-87 Signature of Operator or Agent: AS AGENT

Title:

For KCC Use:

Conductor Pipe Required 20 feet; Minimum Surface Pipe Required .

This Authorization Expires: 4-21-87

Approved By:

(Handwritten signature)
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