**STATE OF KANSAS**

**NOTICE OF INTENTION TO DRILL**

(see rules on reverse side)

<table>
<thead>
<tr>
<th>Expected Spud Date</th>
<th>09/08/1987</th>
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**OPERATOR:** License # 5115  
Name: **REESE EXPLORATION, INC.**  
Address: 5540 RAYTOWN RD.  
City/State/Zip: RAYTOWN, MO. 64133  
Contact Person: **PATTIE**  
Phone: (816) 356-1970  
Contractor: License # 5661  
Name: **KELLY DOWN DRILLING CO., INC.**  
City/State: ROUTE 1, NEOSHO, KS. 66758

**API Number:** 121-261827-00-00  
**NE NE NW Sec. 24 Twp. 16 S. Rg. 21 W.**  
**East**  
**5200 Ft. from South Line of Section**  
**2740 Ft. from East Line of Section**

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

**Nearest lease or unit boundary line:** 1960 feet  
**County:** MIAMI  
**Lease Name:** SCHENDEL  
**Well #:** WSW 1  
**Ground surface elevation:** feet MSL  
**Domestic well within 330 feet:** yes  
**Municipal well within one mile:** no  
**Depth to bottom of fresh water:** 200 feet  
**Depth to bottom of usable water:** 200 feet  
**Surface pipe by Alternate:** 1 __ 2 X  
**Surface pipe planned to be set:** 20  
**Conductor pipe required:**  
**Projected Total Depth:** 1000 feet  
**Formation:** MISSISSIPPIAN  

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

Date: 09/02/87  
Signature of Operator or Agent: **GREG EGGLESTON**  
Title: **AS AGENT**

**For KCC Use:**  
Conductor Pipe Required: 12-19-87  
Minimum Surface Pipe Required: 20 feet per Alt.  
This Authorization Expires: 09-02-1987  
Approved By: 6-19-87  

**WAS:** C E/2 NW 3960 FSL  
Nearest Lease Line: 9-2-87  
3800 FEL
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