State of Kansas

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

Starting Date: October 20, 1987

OPERATOR: License #: 6111
Name: N-B. Company, Inc.
Address: P.O. Box 506
City/State/Zip: Russell, KS 67665-0506
Contact Person: Kyle B. Branum
Phone: (913) 483-5345

CONTRACTOR: License #: 8241
Name: Emphasis Oil Operations
City/State: Russell, KS 67665-0506

Well Drilled For:

- X Oil
- Gas
- OWWO

Well Class:
- SWD
- Inj
- Expl

Type Equipment:
- X Mud Rotary
- Pool Ext.
- Wildcat

API Number: 163-22,956

Coordinates:
- SW, SE, SE
- Sec: 6
- Twp: 7 S, Rg: 20
- X West
- 330 Ft. from South Line of Section
- 990 Ft. from East Line of Section

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

Nearest lease or unit boundary line: 330 feet

County: Books

Lease Name: Loeffler, "B"
Well #: 2

Ground surface elevation: 2100 feet MSL

Domestic well within 330 feet:
- Yes
- No

Municipal well within one mile:
- Yes
- No

Depth to bottom of fresh water: 40 feet

Depth to bottom of usable water: 4400 feet

Surface pipe by Alternate: 1

Surface pipe planned to be set: 200 feet

Conductor pipe required: N/A

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: 10/19/87
Signature of Operator or Agent: [Signature]
Title: President

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

This Authorization Expires: 4-19-88

[Signature]

YWAS: Loeffler
Well #: B2

Appointed By: [Signature]

ORI#: RCVD 10-19-87
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.

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