NOTICE OF INTENTION TO DRILL

TO BE FILED WITH THE STATE CORPORATION COMMISSION PRIOR TO COMMENCEMENT OF WELL

1. Operator ____________________________ L - M Operations
   Address 2004 Vine St., Hays, Kansas 67601

2. Contractor ____________________________ Dreiling Oil, Inc.
   Address Victoria, Kansas

3. Type of Equipment: Rotary X Cable Tool

4. Well to be Drilled for: Oil X Gas
   Disposal Other

5. Depth of Deepest Fresh Water within 1 mile 100 ft.

6. Depth of Municipal Water Well within 3 miles NONE ft.

7. Depth to Protect all Fresh Water 550 ft.
   Amount of Surface Casing to be set 200 ft.

8. Alternate No. 1 X No. 2

REMARKS:

OPERATOR STATES THAT HE WILL COMPLY WITH K.S.A. 55-128

Signature of Operator ____________________________

API Number 15-163-21,025
Starting Date December 30, 1979
County Rooks
Sec 28 Twp 78 S Rge 19 W
Spot Location NE-NW-NE
Nearest Lease Line 330 ft.
Lease Name Cannaday - McKelvy
Well No. 1
Est. Total Depth 3,500 ft.
State Corporation Commission of Kansas
Conservation Division
245 North Water
Wichita, Kansas 67202