NOTICE OF INTENTION TO DRILL

State of Kansas
(see rules on reverse side)

CORRECTED LOCATION, ELEVATION

February 1985

Starting Date: ...........................................
month day year

OPERATOR: License # 6278
Name PETX Petroleum Corporation
Address 1616 Glenarm Place, #1700
City/State/Zip Denver, CO 80202
Contact Person Robert E. Johnson
Phone (303) 629-1098

CONTRACTOR: License # 6033
Name Murfin Drilling Company
City/State Wichita, KS

API Number 15-065-22,053-00-00

SSSW NW .......................... Sec 7 Twp 7 S, Rge 21

* 2990 Ft North from Southeast Corner of Section
* 2240 Ft West from Southeast Corner of Section

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

Nearest lease or unit boundary line 350 feet.

County Graham
Lease Name Davis 1

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

Depth to Bottom of fresh water Dakota 1100 feet

Lowest usable water formation 1100 feet

Depth to Bottom of usable water Dakota 1100 feet

Surface pipe by Alternate: 1 □ 2 √

Surface pipe to be set 300 feet

Conductor pipe if any required feet

Ground surface elevation 2158 feet MSL

This Authorization Expires 2-23-85

Approved By 2-23-85

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

1/9/85
Date

Signature of Operator or Agent

Title

Landman

Form C-1 4/84
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 plugging, prepare a plugging plan, then obtain agreement from the appropriate district office for an approved plugging plan.
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