NOTICE OF INTENTION TO DRILL

Must be approved by the K.C.C. five (5) days prior to commencing well

Expected Spud Date: 7...15....91....

month day year

OPERATOR: License #: 5058
Name: CH 8 Oil, Inc.
Address: 107 N. Market - Suite 800
Wichita, Kansas 67202
Contact Person: Jim Collins
Phone: 316-267-7779

CONTRACTOR: License #: Unknown
Name:

Well Drilled For: X. Oil ... Inj ... Infield X. Mud Rotary
X. Gas ... Storage X. Pool Ext. ... Air Rotary
X. OWAO ... Disposal X. Wildcat X. Cable
X. Seismic; # of Holes

Well Class: X. Oil ...
Type Equipment: X. Mud Rotary

If OWAO: old well information as follows:
Operator: N/A
Well Name: N/A
Comp. Date: Old Total Depth

Directional, Deviated or Horizontal wellbore? Yes X. No
If yes, total depth location:

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-101, et. seq.

It is agreed that the following minimum requirements will be met:

1. The appropriate district office shall be notified before setting surface pipe;
2. The minimum amount of surface pipe as specified above shall be set by circulating cement to the top; in all cases surface pipe shall be set through all unconsolidated materials plus a minimum of 20 feet into the underlying formation;
3. If the well is dry, a plugging proposal shall be submitted to the district office. An agreement between the operator and the district office on plug length and placement is necessary prior to plugging;
4. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
5. If an Alternate II completion, production pipe shall be cemented from below any usable water to surface within 120 days of spud date. In all cases, notify district office prior to any cementing.

I hereby certify that the statements made herein are true and to the best of my knowledge and belief.

Date: 6-19-91 Signature of Operator or Agent: James Stratton Title: Vice President

FOR FCC USE:

API # 15-065-22643-X0-C0
Conductor pipe required X0 feet
Minimum surface pipe required 200 feet per Alt. 0
Approved by: MLG 6-29-91
EFFECTIVE DATE: 6-29-91
This authorization expires: 12-31-91
(This authorization void if drilling not started within 6 months of effective date.)
Spud date: Agent:

RECEIVED
STATE CORPORATION COMMISSION
6-20-91
JUN 20 1991
CONSERVATION DIVISION
Wichita, Kansas

REMEMBER TO:
- File Drill Pit Application (form CDP-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spud date;
- File acreage attribution plan according to field operation orders;
- Notify appropriate district office 48 hours prior to workover or re-entry;
- Submit plugging report (CP-6) after plugging is completed;
- Obtain written approval before disposing of or injecting salt water.
PLAT OF ACREAGE ATTRIBUTABLE TO A WELL

State Corporation Commission, Conservation Division
200 Colorado Derby Bldg. Wichita, Kansas 67202

OPERATOR Griggs Oil, Inc.
LEASE Fountain
WELL NUMBER 3
FIELD Mt. Etna NW

LOCATION OF WELL:
660' feet north of SE corner
3135' feet west of SE corner
Sec. 3 T 7 R 23 E/W
COUNTY Graham

IS SECTION X REGULAR IRREGULAR?
IF IRREGULAR, LOCATE WELL FROM NEAREST CORNER BOUNDARY.

NO. OF ACRES ATTRIBUTABLE TO WELL 40
DESCRIPTION OF ACREAGE C W/2 SE SW

NOTE: If plat depicted is insufficient for your circumstances, you may attach your own scaled or surveyed plat.

PLAT

In plotting the proposed location of the well, you must show:

1) The manner in which you are using the depicted plat by identifying section lines, i.e. 1 section, 1 section with 8 surrounding partial sections, 4 sections, 16 sections, etc.;

2) the well's location relative to the location of other wells producing from the same common source of supply in adjoining drilling units, pursuant to K.A.R. 82-3-108, 82-3-207, 82-3-312, or special orders of the Commission;

3) the distance of the proposed drilling location from the section's east and south lines; and

4) the distance to the nearest lease or unit boundary line.

I hereby certify that the statements made herein are true and to the best of my knowledge and belief.

Signature of Operator or Agent

Date 6-19-91 Title Vice President