NOTICE OF INTENTION TO DRILL

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

1. Operator: Peel-Hardman
   Address: Rt. #3, Box 1448, Wichita, KS

2. Lease name: Shughart
   Well No.: 1
   County: Graham

3. Well Location: NE-NE-SW
   Sec.: 6
   Township: 7S
   Range: 25W

4. Well to be drilled 330 ft. from nearest lease line.

5. Drilling Contractor: Peel Bros.
   Address: Hoisington, KS

6. Type of equipment: Rotary X Cable Tool □
   Approx. date operation to begin: 12-12-64 195

7. Well to be drilled for Oil □ Gas □ Disposal □ Input □
   Estimate Total Depth of Well: 3900 ft.

8. Depth of deepest fresh water well within one mile of location: 148 ft.
   If none exists, write NONE.

9. Ground elevation at location is approx. ___ ft. higher or ___ ft. lower than ground elevation at water well.

10. Depth of the deepest municipal water well within three miles of location: ___ ft.
    If none exists, write NONE.

11. Operator states that he will set surface pipe at least 25 ft. below all Tertiary or unconsolidated deposits and, taking into consideration differences in ground elevations, that the minimum depth necessary, to the best of his knowledge and belief, to protect all fresh water zones is 125 ft. and operator agrees to set surface pipe at this location to a depth of not less than 250 ft. Alternate 1 □ Alternate 2 X.

REMARKS:

Signature of Operator: Peel-Hardman

[Signature]

7-58-25M
State Corporation Commission of Kansas
Conservation Division
500 Insurance Building
212 North Market
Wichita 2, Kansas

(IF PREFERRED, MAIL IN ENVELOPE)