NOTICE OF INTENTION TO DRILL

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

1. Operator: Varn Petroleum Company  Address: 502 Century Plaza, Wichita, 67202
2. Lease name: Jesse J. Heidner  Well No: 1  County: Franklin
3. Well Location: SW SW  Sec: 20  Township: 16S  Range: 18E
4. Well to be drilled 660 ft. from nearest lease line.
6. Type of equipment: Rotary [X]  Cable Tool [ ]  Approx. date operation to begin: Jan. 2, 19673
7. Well to be drilled for: Oil [ ]  Gas [X]  Disposal [ ]  Input [ ]  Estimated Total Depth of Well: 1200 ft.
8. Depth of deepest fresh water well within one mile of location: None  If none exists, write NONE
9. Ground elevation at location is approx: None ft. higher or None ft. lower than ground elevation at water well.
10. Depth of the deepest municipal water well within three miles of location: None 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 100 ft. and operator agrees to set surface pipe at this location to a depth of not less than 100 ft.  Alternate 1 [ ]  Alternate 2 [X]

REMARKS:

VARN PETROLEUM COMPANY

Signature of Operator: [Signature]

30-2109-519A  1-54.25M
State Corporation Commission of Kansas
Conservation Division
500 Insurance Building
212 North Market
Wichita, Kansas 67202

New Address
P. O. Box 17027
Wichita, Ks. 67217

(If preferred, mail in envelope)

1-2-73