FOR FCC USE:

STATE OF KANSAS
NOTICE OF INTENTION TO DRILL

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

Expected Spud Date: September 9, 1996

OPERATOR: License # 5285
Name: The Dane G. Hansen Trust
Address: P. O. Box 187
City/State/Zip: Logan, Kansas 67658
Contact Person: Dane G. Hanna
Phone: 913-588-4616

CONTRACTOR: License # 5420
Name: White and Ellis Drilling, Inc.

Well Drilled For: Oil
Well Class: Infield
Type Equipment: Mud Rotary

Xoil ... Enh Rec XInfeld X... Mud Rotary
S... Sea ... Storage ... Pool Ext. ... Air Rotary
OWAO Disposal Wildcat Cable
S... Seismic ... # of Holes Other
... Other

If O&O: old well information as follows:
Operator:
Well Name:
Comp. Date: Old Total Depth

Directional, Deviated or Horizontal wellbore? yes X no
If yes, true vertical depth:
Bottom Hole 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. Notify the appropriate district office prior to spudding of well;
2. A copy of the approved notice of intent to drill shall be posted on each drilling rig;
3. The minimum amount of surface pipe as specified below 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;
4. If the well is dry hole, an agreement between the operator and the district office on plug length and placement is necessary prior to spudding;
5. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
6. If an alternate II completion, production pipe shall be cemented from below any usable water to surface within 120 days of spudd 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: August 30, 1996
Signature of Operator or Agent: Dane G. Hanna
Title: Manager/Trustee

RECEIVED
KANSAS CORPORATION COMMISSION
SEP 03 1996
CORPORATION COMMISSION
WICHITA, KS

FOR FCC USE:
API # 15-163-237860000
Conductor pipe required None
Minimum surface pipe required 2000 feet per Alt. X 2
Approved by:

This authorization expires: 2-3-97
(This authorization void if drilling not started within 6 months of effective date.)

Spud date:
Agent:

REMEMBER TO:
- File Drill Plat Application (form CD-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spudd date;
- File acreage attribution plat according to field proration orders;
- Notify appropriate district office 48 hours prior to workover or re-entry;
- Submit plugging report (CP-4) after plugging is completed;
- Obtain written approval before disposing or injecting salt water.

Mail to: Conservation Division, 200 Colorado Derby Building, 202 W. First St., Wichita, Kansas 67202-1286.
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

PLAT OF ACREAGE ATTRIBUTABLE TO A WELL IN A PRORATED OR SPACED FIELD

If the intended well is in a prorated or spaced field, please fully complete this side of the form. If the intended well is in a prorated or spaced field complete the plat below showing that the well will be properly located in relationship to other wells producing from the common source of supply. Please show all the wells within 1 mile of the boundaries of the proposed acreage attribution unit for gas wells and within 1/2 mile of the boundaries of the proposed acreage attribution unit for oil wells.

API NO. 15-_________________________ LOCATION OF WELL: COUNTY
OPERATOR ____________________________ feet from south/north line of section
LEASE _______________________________ feet from east/west line of section
WELL NUMBER ________________________ SECTION _____ TWP _______ RG _______
FIELD ________________________________

NUMBER OF ACRES ATTRIBUTABLE TO WELL ______ NUMBER OF QTR/QTR/QTR OF ACREAGE ______

IS SECTION ______ REGULAR or ______ IRREGULAR
If Section is IRREGULAR, locate well from nearest corner boundary.
Section corner used: NE NW SE SW

(Show location of the well and shade attributable acreage for prorated or spaced wells.)
(Show footage to the nearest lease or unit boundary line.)

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 sections, 4 sections, etc.;
2) the distance of the proposed drilling location from the section's south/north and east/west lines; and
3) the distance to the nearest lease or unit boundary line.

Section 30-8-17, Rooks County, Kansas

EXAMPLE

40
ACRES

SEWARD CO.