NOTICE OF INTENTION TO DRILL

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

1. Operator _Terra Resources, Inc._
P. O. Box 839
Address _Oklahoma City, OK 73101_

2. Contractor _Red Tiger Drilling Company_
1720 Kansas State Bank Bldg.
Address _Wichita, KS 67202_

3. Type of Equipment: Rotary _X_ Cable Tool
4. Well to be Drilled for: Oil _X_ Gas
   Disposal ___________ Input ___________ Other ___________
5. Depth of Deepest Fresh Water within 1 mile 150 ft.
6. Depth of Municipal Water Well within 3 miles none ft.
7. Depth to Protect all Fresh Water 200 ft.
8. Amount of Surface Casing to be set 450 ft.
9. Alternate No. 1 ___________ No. 2 _X_

REMARKS: OPERATOR STATES THAT HE WILL COMPLY WITH K.S.A. 55-128

Signature of Operator Wayne Johnston

API Number 15-105-20009-00 C-1 (For office use only)
Starting Date November 19, 1978
County Lincoln
Sec 23 Twp 10 S Rge 10 W
Spot Location SW SE
Nearest Lease Line 660 ft.
Lease Name Oetting
Well No. 1
Est. Total Depth 3900 ft.
State Corporation Commission of Kansas
Conservation Division
P. O. Box 17027
Wichita, Kansas 67217

(IF PREFERRED, MAIL IN ENVELOPE)