NOTICE OF INTENTION TO DRILL

State of Kansas

Starting date October 24, 1983

Operator license # 8684
Operator name & address Houston Hydrolance International, Inc., P. O. Box 3723, Victoria, Texas 77903

Contact person Melvin Klotzman, Phone 1-800-531-3640

Contractor Stoepelwerth Drilling, Inc., name & address 1111 East H Street, McCook, Nebraska 69001

Type equipment: rotary X air _____ cable _____
Well drilled for: oil X gas X SWD _____
Inj _____
Well class: infield ____ pool ext _____ wildcat X

API Number 15-5E 1/4 Sec, Sec 3, T 1 S, R 33 W/K
1580 ft. from N or E line of section
390 ft. from N or E line of section
Nearest lease or unit boundary line 330 feet

County Rawlins
Lease name Aloise
Well # 1

Surface piped by alternate 1 or 2 X
Depth of fresh water 150 feet
Lowest usable water formation Dakota
Depth to bottom of usable water 2100 feet
Surface pipe required 280 feet
Conductor pipe if any required feet
Est. total depth 4200 feet

I certify that we will comply with K.S.A. 55-101, et seq., plus eventually plugging hole to KCC specs.

Date 10/10/83. Signature of operator or agent

Fee Paid 10-12-83
Date received 10-12-83

To be filed with Kansas Corporation Commission
5 days prior to commencing well.
Card to be typed MHC/10/30 10/12/83 form C-1

Title Petroleum Consultant

MELVIN KLOTZMAN

THIS PERMIT APR 12 1984
EXPIRES
State Corporation Commission of Kansas
Conservation Division
200 Colorado Derby Bldg.
202 W. 1st St.
Wichita, Kansas 67202

(MAIL IN ENVELOPE)