State of Kansas

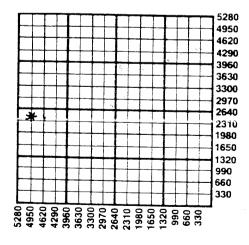
KANSAS CARD MUST BE SIGNED

NOTICE OF INTENTION TO DRILL

KCC Dist. #1	NOTICE OF INTENTION TO DRILL		JUN 15 2084 A-NO
	HUGOTO	N INFILL	JUN 1 JUNG TOOL A-NO
Starting Date September 6 month day	2004	API Number 15— W Corner of SW 1/4 Ap N	1545-00-00
OPERATOR: License # 32787 Name Kansas Natural Gas Oper Address P.O. Box 815 City/State/Zip Sublette, KS 67877 Contact Person Steve Lehning Phone 620-675-8185 or 620-629 CONTRACTOR: License # 33375 Name Cheyenne Drilling - L	wating, Inc	2573 ' 2573 ' 4931 ' NOTE: Attach acreage attribution pl Total number of acres attributed Nearest producing well from same common source of suppl	Fup. 29 S, Rg. 32 W Ft. from South Line of Section Ft. from East Line of Section at locating both Chase (Hugoton) wells to unit 640 acres
City/State Garden City, Kansas Well Drilled as: X New Recompletion Projected Total Depth 2750' Formation Hugoton Chase Series If OWWO or Recompletion: old well info as follows:	OWWOfeet	Depth to bottom of fresh water	
Operator		Depth to bottom of usable water Surface pipe by Alternate: Surface pipe planned to be set	680 1X 2 X per
I certify that well will comply with K.S.A. 55- Date July 2004. Signature of Opera	101, et seq., plus eventua tor or Agent	lly plugging hole to KCC specificat	ions. CCC Supt.
For KCC Use: Conductor Pipe Required NONE fee This Authorization Expires 24	et; Minimum Surface Pir	e Required 680	foot nor Alt (1)
WELL LOCATION EXCEPTIO	N GRANTED 8-2	24.04 04. cons. 366	·CWLE 10/86

Must be filed with the K.C.C. five (5) days prior to commencing well This card void if drilling not started within six (6) months of date received by K.C.C.

A Regular Section of Land 1 Mile = 5,280 Ft.



Important procedures to follow:

- 1. Notify District office before setting surface casing.
- 2. Set surface casing by circulating cement to the top.
- 3. File completion forms ACO-1 with K.C.C. within 120 days of well spud date, following instructions on ACO-1, side 1, and including copies of wireline logs.
- 4. Notify District office 48 hours prior to old well workover or re-entry.
- 5. Submit plugging report (CP-4) to K.C.C. after plugging is completed.
- 6. If an alternate 2 completion, cement in the production pipe from below any usable water to surface within 120 days of spud date.

State Corporation Commission of Kansas Conservation Division 200 Colorado Derby Building Wichita, Kansas 67202-1212 (316) 263-3238