

EFFECTIVE DATE: 3/13/90

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 March 21, 1990
month day year

NW.. SE. SE.. Sec .3.: Twp ...3 S, Rg .39. X East West

OPERATOR: License # 03628
Name: Harvest Energy Company
Address: P.O. Box 620006
City/State/Zip: Littleton, CO 80162
Contact Person: Alan L. Nackerud
Phone: (303) 972-8750

1026 feet from South line of Section
719 feet from East line of Section
(Note: Locate well on Section Plat Below)

CONTRACTOR: License #: n/a
Name: to be announced

Please Advise

County: Cheyenne
Lease Name: Steffen Well #: 1-3
Field Name: Bird City
Is this a Prorated Field? yes X no ✓
Target Formation(s): Niobrara
Nearest lease or unit boundary: 719 feet
Ground Surface Elevation: 3461 feet MSL
Domestic well within 330 feet: yes X no ✓
Municipal well within one mile: yes X no ✓
Depth to bottom of fresh water: 260 feet 150 ✓
Depth to bottom of usable water: 320 feet
Surface Pipe by Alternate: X 1 2
Length of Surface Pipe Planned to be set: 350 feet
Length of Conductor pipe required:
Projected Total Depth: 1,450 feet
Formation at Total Depth: Niobrara
Water Source for Drilling Operations: contractor
... well farm pond X other
DWR Permit #: contractor to supply water
Will Cores Be Taken?: yes X no
If yes, proposed zone:

Well Drilled For: Well Class: Type Equipment:
... Oil ... Inj X. Infield X. Mud Rotary
X. Gas ... Storage ... Pool Ext. ... Air Rotary
... OWWO ... Disposal ... Wildcat ... Cable
... Seismic; ... # of Holes

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

Directional, Deviated or Horizontal wellbore? yes X no
If yes, total depth location:

AFFIDAVIT

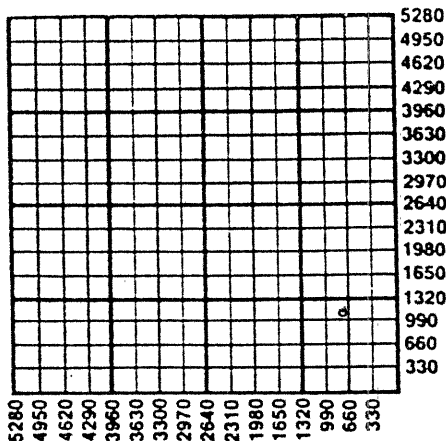
The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-101, et. seq.

It is agreed that the following minimum requirements will be met:

- 1. The appropriate district office shall be notified before setting surface pipe;
- 2. The minimum amount of surface pipe as specified above 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;
- 3. If the well is dry, a plugging proposal shall be submitted to the district office. An agreement between the operator and the district office on plug length and placement is necessary prior to plugging;
- 4. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
- 5. If an Alternate II completion, production pipe shall be cemented from below any usable water to surface within 120 days of spud 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: 3/5/90 Signature of Operator or Agent: [Signature] Title: owner



FOR KCC USE:
API # 15- 023-20,280-00
Conductor pipe required none feet
Minimum surface pipe required 350 feet per Alt. 1
Approved by: [Signature] 3/10/90 3-8-90
EFFECTIVE DATE: 3/13/90
This authorization expires: 9/8/90
(This authorization void if drilling not started within 6 months of effective date.)
Spud date: _____ Agent: _____

REMEMBER TO:

- File Drill Pit Application (form CDP-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spud 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.