

FOR KCC USE:

FORM C-1 7/91

EFFECTIVE DATE: 3-10-97

FORM MUST BE TYPED

DISTRICT # 4
SGA?Yes. No

State of Kansas
NOTICE OF INTENTION TO DRILL

FORM MUST BE SIGNED
ALL BLANKS MUST BE FILLED

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

Spot 225' W OF East
SE NE SE..... Sec .22.. Twp ...5.. S, Rg .20.. X West

Expected Spud Date March.....10.....1997.....
month day year

1650'..... feet from SOUTH / XXXXX line of Section
555'..... feet from EAST / XXXX line of Section
IS SECTION X REGULAR _____ IRREGULAR?

OPERATOR: License # 5447.....
Name: OXY USA INC.....
Address: 110 S. Main #800.....
City/State/Zip: Wichita, Kansas 67202.....
Contact Person: Shawn M. Kerns.....
Phone: (316) 265-2386.....

(NOTE: Locate well on the Section Plat on Reverse Side)
County: Phillips.....

CONTRACTOR: License #: 30606.....
Name: MURFIN DRILLING CO RIG #3.....

Lease Name: REESE "F"..... Well #: # 6.....
Field Name: Hansen Field.....

Well Drilled For: Well Class: Type Equipment:

Is this a Prorated/Spaced Field? yes ..x. no
Target Formation(s): Arbuckle./ LKC.....

- Oil ... Enh Rec Infield Mud Rotary
- Gas ... Storage ... Pool Ext. ... Air Rotary
- OWWO ... Disposal ... Wildcat ... Cable
- Seismic; # of Holes ... Other
- Other

Nearest lease or unit boundary: 555'.....
Ground Surface Elevation: 2174'..... feet MSL

If **OWWO**: old well information as follows:
Operator:,
Well Name:,
Comp. Date:

Water well within one-quarter mile: yes ..x. no
Public water supply well within one mile: yes ..x. no

Directional, Deviated or Horizontal wellbore? yes ..x. no

Depth to bottom of fresh water: 220'.....
Depth to bottom of usable water: 920'..... 980'.....

If yes, true vertical depth:.....

Surface Pipe by Alternate: 1 ..x. 2
Length of Surface Pipe Planned to be set: 325'.....

Bottom Hole Location.....

Length of Conductor pipe required: 0.....
Projected Total Depth: 3560'.....

Formation at Total Depth: Arbuckle.....
Water Source for Drilling Operations:
... well farm pond ..x. other

DWR Permit #:,
Will Cores Be Taken?: yes ..x. no

If yes, proposed zone:

AFFIDAVIT

RECEIVED
KANSAS CORPORATION COMMISSION
WICHITA, KS

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 17-1001, et. seq.

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

MAR 03 1997

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 plugging;
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 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: 3/3/97 Signature of Operator or Agent: Shawn M. Kern Title: Operations Engineer.....

FOR KCC USE:
 API # 15- 147-205750000
 Conductor pipe required NONE feet
 Minimum surface pipe required 240' feet per Alt. (2)
 Approved by: JK 3-5-97
 This authorization expires: 9-5-97
 (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.

Mail to: Conservation Division, 200 Colorado Derby Building, 202 W. First St., Wichita, Kansas 67202-1286.

22
5
201

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- _____
 OPERATOR OXY Usa Inc
 LOCATION OF WELL: COUNTY Phillips
 LEASE REESE "F"
 WELL NUMBER # 6
 FIELD Hansen Field

1650 feet from SOUTH/XXXXX line of section
555 feet from EAST/XXXX line of section
 SECTION 22 TWP 5s RG 20w

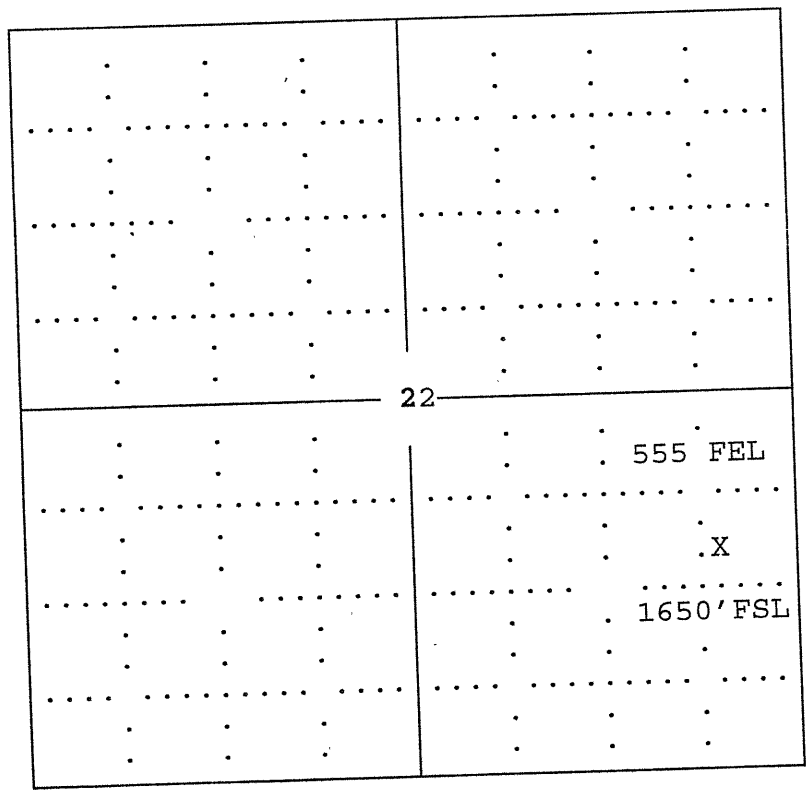
NUMBER OF ACRES ATTRIBUTABLE TO WELL _____
 QTR/QTR/QTR OF ACREAGE SE - NE - SE

IS SECTION x REGULAR or _____ IRREGULAR
IF SECTION IS IRREGULAR, LOCATE WELL FROM NEAREST CORNER BOUNDARY.

Section corner used: _____ NE _____ NW _____ SE _____ SW

PLAT

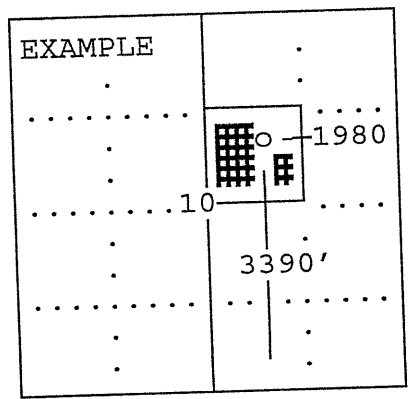
(Show location of the well and shade attributable acreage for prorated or spaced wells.)
 (Show footage to the nearest lease or unit boundary line.)



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 KANSAS CORPORATION COMMISSION

MAR 03 1997

CONSERVATION DIVISION
 WICHITA, KS



SEWARD CO.

PHILLIPS COUNTY

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; and
- 3) the distance to the nearest lease or unit boundary line.