

For KCC Use:
Effective Date: 10-20-03
District # 1
SGA? Yes No

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
NOTICE OF INTENT TO DRILL

RECEIVED
OCT 15 2003

Form C-1
December 2002
Form must be Typed
Form must be signed
All blanks must be Filled

Must be approved by KCC five (5) days prior to commencing work

KCC WICHITA

Expected Spud Date 12/28/03
month day year

Spot: Ap N12 N12 - SE - SE Sec. 15 Twp. 32S R. 34
 East West

OPERATOR: License # 5447

1106 feet from N / S Line of Section

Name: OXY USA Inc.

737 feet from E / W Line of Section

Address: P.O. Box 2528

Is SECTION X Regular Irregular?

City/State/Zip: Liberal, KS 67905

(Note: Locate well on the Section Plat on reverse side)

Contact Person: Vicki Carder

County: Seward

Phone: (620) 629-4242

Lease Name: Kapp B Well #: 4

CONTRACTOR: License #

Field Name:

Name:

Is this a Prorated / Spaced Field? Yes No

Well Drilled For: Well Class: Type Equipment:

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

Target Formation(s): St. Louis

Nearest Lease or unit Boundary: 737

Ground Surface Elevation: 2915 feet MSL

Water well within one-quarter mile Yes No

Public water supply well within one mile: Yes No

Depth to bottom of fresh water: 480

Depth to bottom of usable water: 560

Surface Pipe by Alternate: 1 2

Length of Surface Pipe Planned to be set: 1750

Length of Conductor Pipe Required: NONE

Projected Total Depth: 6400

Formation at Total Depth: St. Louis

Water Source for Drilling Operations:

Well Farm Pond Other

DWR Permit #

(Note: Apply for Permit with DWR)

Will Cores be Taken? Yes No

If Yes, Proposed zone:

If OWWO: old well information as follows:

Operator:

Well Name:

Original Completion Date: Original Total Depth:

Directional, Deviated or Horizontal wellbore? Yes No

IF Yes, true vertical depth

Bottom Hole Location

KCC DKT #:

Prorated & Spaced Hugen

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. 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. Or pursuant to Appendix "B" - Eastern Kansas surface casing order #133,891-C, which applies to the KCC District 3 area, alternate II cementing must be completed within 30 days of the spud date or the well shall be plugged. *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: October 13, 2003 Signature of Operator or Agent: Vicki Carder Title: Capital Project

For KCC Use ONLY

API # 15 - 175-21911-00.00

Conductor pipe required NONE feet

Minimum Surface pipe required 580 feet per Alt. (1)

Approved by: RJP 10-15-03

This authorization expires: 4-15-04

(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 proation 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.
- If this permit has expired (see: authorized expiration date) please check the box below and return to the address below.

Well Not Drilled - Permit Expired
Signature of Operator or Agent: Vicki Carder

Date: 10-7-04

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202