

For KCC Use: 9-4-05
Effective Date: _____
District # 1
SGA? Yes No

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

RECEIVED

AUG 29 2005

Form C-1

December 2002

Form must be Typed

Form must be signed

Plans must be Filed

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

KCC WICHITA

Expected Spud Date 09/10/05
month day year

Spot: _____ - NW - SW Sec. 20 Twp. 34S R. 33
 East West

OPERATOR: License # 5447

_____ feet from N / S Line of Section

_____ feet from E / W Line of Section

Name: OXY USA Inc.

Is SECTION Regular _____ Irregular?

Address: P.O. Box 2528

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

City/State/Zip: Liberal, KS 67905

County: Seward

Contact Person: Vicki Carder

Lease Name: Stevesson A Well #: 6

Phone: (620) 629-4242

Field Name: Salley

CONTRACTOR: License # 30606

Is this a Prorated / Spaced Field? Yes No

Name: Murfin Drilling Co., Inc.

Target Formation(s): St. Louis

Well Drilled For: Well Class: Type Equipment:

Nearest Lease or unit Boundary: 660

Oil Enh Rec Infield Mud Rotary

Ground Surface Elevation: 2870 feet MSL

Gas Storage Pool Ext Air Rotary

Water well within one-quarter mile Yes No

OWWO Disposal Wildcat Cable

Public water supply well within one mile: Yes No

Seismic: # of Holes Other

Depth to bottom of fresh water: 600

Depth to bottom of usable water: 640

Other

Surface Pipe by Alternate: 1 2

If OWWO: old well information as follows:

Length of Surface Pipe Planned to be set: 1750

Operator: _____

Length of Conductor Pipe Required: NONE

Well Name: _____

Projected Total Depth: 6600

Original Completion Date: _____ Original Total Depth: _____

Formation at Total Depth: St. Louis

Directional, Deviated or Horizontal wellbore? Yes No

Water Source for Drilling Operations: Well Farm Pond Other _____

IF Yes, true vertical depth _____

DWR Permit # _____

Bottom Hole Location _____

(Note: Apply for Permit with DWR)

KC Expiration date was 6-months from effective date: 3-4-2006

Will Cores be Taken? Yes No

Expiration date is 6-months from approval date: 2-28-2006

If Yes, Proposed zone: _____

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.

* SALLY CHESTER GAS POOL
BPOFILED - CHESTER SAND

I hereby certify that the statements made herein are true and to the best of my knowledge and belief.

Date: 08/26/05 Signature of Operator or Agent: Vicki Carder

Title: Capital Project

For KCC Use ONLY

API # 15 - 175-21996-0000

Conductor pipe required NONE feet

Minimum Surface pipe required 660 feet per Alt. 1

Approved by: RSP 8-30-05 / RSP 9-27-05

This authorization expires: 3-4-06 2-28-06

(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: _____

Date: _____