

For KCC Use: 6-7-04
Effective Date: 6-7-04
District # 1
SGA? Yes No

NOTICE OF INTENT TO DRILL

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

Expected Spud Date 05 month 21 day 2004 year Ap SE SE NW/4 NW/4 Sec 35 Twp 27 S. R 36 East West

OPERATOR: License # 04824
Name: PIONEER NATURAL RESOURCES USA, INC.
Address: 5205 N. O'Connor Blvd. - Room 1344
City/State/Zip: Irving TX 75039
Contact Person: JUAN F. ORTEGON
Phone: 972-969-3849

1250 feet from N/S Line of Section
1250 feet from E/W Line of Section
Is SECTION Regular Irregular?

(Note: Locate well on Section Plat on Reverse Side)

CONTRACTOR: License #: WILL ADVISE ON ACO-1
Name: MUST BE LICENSED W/ KCC

County: GRANT
Lease Name: KIRMAYER ESTATE Well #: 3-24R
Field Name: PANOMA

Is this a Prorated/Spaced Field? Yes No
Target Formation(s): COUNCIL GROVE

Nearest Lease or unit boundary: 1250'
Ground Surface Elevation: 3116.50 feet MSL

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

Depth to bottom of fresh water: 520
Depth to bottom of usable water: 680

Surface Pipe by Alternate: 1 2
Length of Surface Pipe Planned to be set: 700 MIN

Length of Conductor pipe required: NONE
Projected Total Depth: 3300'

Formation at Total Depth: COUNCIL GROVE
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:

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

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 #

MAR 15 2004

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: 3/9/04 Signature of Operator or Agent: [Signature] Title: OPERATIONS ENGINEER

For KCC Use ONLY
API # 15- 067-21586-00-00
Conductor pipe required NONE feet
Minimum surface pipe required 700 feet per Alt (1)
Approved by: RSP 6-2-04
This authorization expires: 12-2-04
(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 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.
- If 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:

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 PIONEER NATURAL RESOURCES USA, INC.
 Lease KIRMAYER ESTATE
 Well Number 3-24R
 Field PANOMA

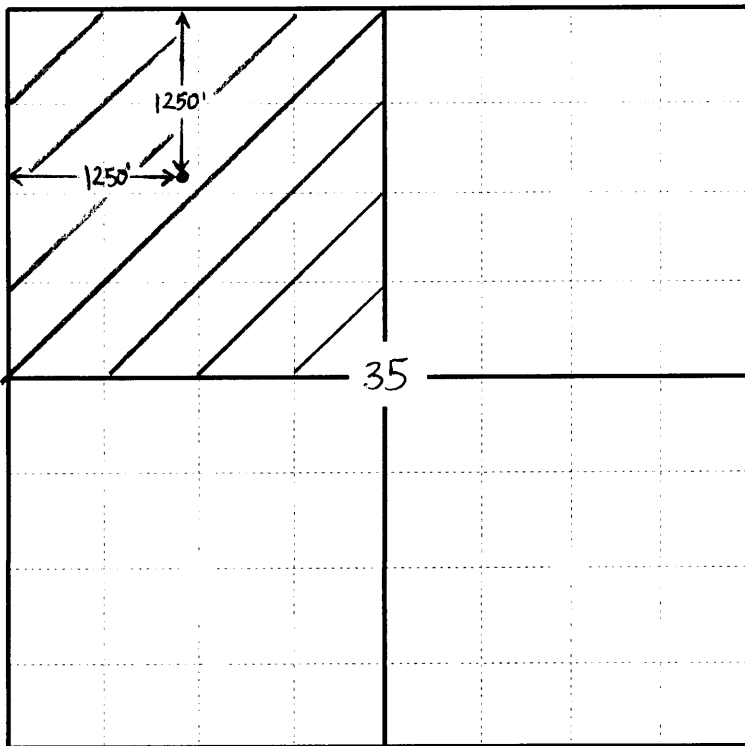
Location of Well: County: GRANT
 _____ 1250 feet from N / S Line of Section
 _____ 1250 feet from E / W Line of Section
 Sec 35 Twp 27 S. R. 36 East West

Number of Acres attributable to well: 640
 QTR/QTR/QTR of acreage: _____ - NW - NW

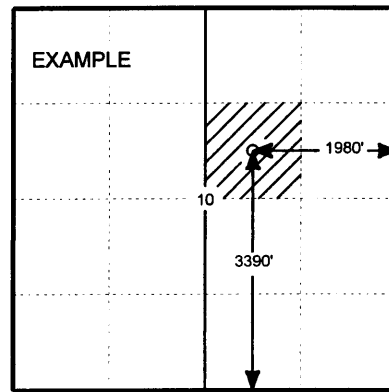
Is Section _____ Regular or Irregular
If Section is irregular, locate well from nearest corner boundary.
 Section corner used: _____ NE _____ NW _____ SE _____ SW

PLAT

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



Please See
 Attachment A
 for complete Proration
 Unit.



SEWARD CO.

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.
3. The distance to the nearest lease or unit boundary line.
4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (CO-7 for oil wells; CG-8 for gas wells).