NOTICE OF INTENT TO DRILL

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

Expected Spud Date: November 5, 2003

Operator: License# 7644
Name: Bob Miller
Address: 2061 Independence Rd
City/State/Zip: Sedan, KS 67361
Contact Person: Bob Miller
Phone: 620-722-3917

CONTRACTOR: License# 6486
Name: McPherson Drilling

Well Drilled For: Oil
Well Class: Enth Rec
Type Equipment: Mud Rotary

Well Location:

If OWWO: old well information as follows:
Operator:
Well Name:
Original Completion Date:
Original Total Depth:

Directional, Deviated or Horizontal wellbore?
Yes

If Yes, true vertical depth:

Bottom Hole Location:

KCC DKT:

WELL LOC. EXCEPTION

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 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 ALTERATION II COMPLETION, production pipe shall be cemented from below any usable water to surface within 120 days of spudding.

Or pursuant to Appendix "B" - Eastern Kansas surface casing order #133,891-C, which applies to the KCC District 3 area, ALTERATION 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: 10-29-03
Signature of Operator or Agent: Bob Miller
Title: Owner

For KCC Use ONLY
API #: 019 - 26 (1.4 - 00.00.0)
Conductor pipe required: NONE
Minimum surface pipe required: 40 feet per Alt.
Approved by: RSP 11-4-03
This authorization expires: 5-4-04

Remember to:
- File Drill Pit Application (form CDP-1) with Intent to Drill;
- File Completion Form ACC-1 within 120 days of spudding;
- 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 this permit has expired (See: authorized expiration date) please check the box below and return to the address below.

Date: 10-29-03
Signature of Operator or Agent: Bob Miller

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

RECEIVED

KCC WICHITA

C C R
KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

OCT 3 1 2003
December 2002
Form must be Typed
Form must be Signed
All blanks must be Filled

KCC WICHITA