KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

NOTICE OF INTENT TO DRILL

KCC WICHITA

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

Expected Spud Date: March 31, 2004

OPERATOR: Licensee: #33300
Name: Evergreen Operating Corporation
Address: 1401 17th street Suite 1200
City/State/Zip: Denver CO 80202
Contact Person: Dan Magee, Director of Engineering
Phone: 303 298-8100

CONTRACTOR: Licensee: #333281
Name: Ensign Drilling Co.

Well Drilled For: Oil
Well Class: Storage
Type Equipment: Mud Rotary

If OWWO: old well information as follows:
Operator: 
Well Name: 
Original Completion Date: 
Original Total Depth:
Directional, Deviated or Horizontal Wellbore? [X] No
If Yes, true vertical depth:
Bottom Hole Location:
KCC DKT #:

SPOT

SW . SE . SW
Sec. 27
Twp. 21
S. R. 22

East
West

425 feet from N / S Line of Section
1790 feet from E / W Line of Section

Is SECTION Regular? [X] Yes

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

County: Linn
Lease Name: Brown
Well #: 24-27
Field Name: Forest City Coal Gas Area
Is this a Prorated / Spaced Field? [X] Yes
Target Formation(s): Cherokee Group

Nearest Lease or unit boundary: 425 feet MSL

Ground Surface Elevation: 981 feet

Water well within one-quarter mile:

Public water supply well within one mile:

Depth to bottom of fresh water: 100 +

Surface Pipe by Alternate: 1
Length of Surface Pipe Planned to be set: 40
Length of Conductor Pipe required: [X] NONE

Projected Total Depth: 1500

Formation at Total Depth: Cherokee Group
Water Source for Drilling Operations:

DWR Permit:

Will Cores be taken? [X] Yes
If Yes, proposed zone: Coals & Shales

AFFIDAVIT

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 shall 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 below 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 will 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.

Signature of Operator or Agent: [Signature] Title: Director of Engineering

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 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: [Signature] Date: 27/3/2004

Mail to: KCC - Conservation Division, 130 S. Market - Room 2078, Wichita, Kansas 67202
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 and 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 - Location of Well: County: Linn
Operator: Evergreen Operating Corporation
Lease: Brown
Well Number: 24-27
Field: Forest City Coal Gas Area
Number of Acres attributable to well: 425 feet from N / S Line of Section
QTR / QTR / QTR of acreage: SW - SE - SW

1790 feet from E / W Line of Section
Sec. 27 Twp. 21 S. R. 22 ✓ East ✓ West

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

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

NOTE: In all cases locate the spot of the proposed drilling location.

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.
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: (CG-7 for oil wells; CG-8 for gas wells).