**NOTICE OF INTENT TO DRILL**

**PERMIT EXTENSION**

For KCC Use: ____________________________

Effective Date: ____________________________

District # ____________________________

SGA? ☐ Yes ☑ No

Expected Spud Date: 10/28/03

OPERATOR: License # 5447 ☑

Name: OXY USA Inc.

Address: P.O. Box 2528

City/State/Zip: Liberal, KS 67905

Contact Person: Vicki Carter

Phone: (620) 629-4242

CONTRACTOR: License # ☐ Must be lic. / KCC

Name: Will Advise on ACO

Well Drilled For: ☐ Oil ☐ Gas ☐ OWWO ☐ Seismic ☐ Other

Well Class: ☐ Infield ☐ Mud Rotary ☐ Other ☐ Replacement Well

Type Equipment: ☐ Infield ☐ Air Rotary ☐ Field Name: Panama Council Grove

Is SECTION ☑ Regular ☐ Irregular?

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

County: Grant

Lease Name: McCandless A

Well #: 5

Field Name: Panama Council Grove

Is this a Prorated / Spaced Field? ☑ Yes ☐ No

Target Formation(s): Council Grove

Nearest Lease or Unit Boundary: 1250'

Ground Surface Elevation: 3038

Water well within one-quarter mile ☐ Yes ☐ No

Public water supply well within one mile: ☐ Yes ☐ No

Depth to bottom of fresh water: 435

Depth to bottom of usable water: 720

Surface Pipe by Alternate: ☐ 1 ☐ 2

Length of Surface Pipe Planned to be set: 800

Length of Conductor Pipe Required: 3100

Projected Total Depth: Form of Total Depth: Council Grove

Water Source for Drilling Operations:

☐ Well ☐ Farm Pond ☐ Other

DWR Permit #: ☐ Will Cores be Taken? ☐ Yes ☐ No

(Note: Apply for Permit with DWR ☐)

If Yes, Proposed zone:

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; and in 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: September 22, 2003

Signature of Operator or Agent: ____________________________

Title: Capital Project

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 acreration attribution plat according to field precreation 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 Exired

Signature of Operator or Agent: ____________________________

Date: ____________________________

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 1/4 mile of the boundaries of the proposed acreage attribution unit for oil wells.

API No. 15 - OXY USA Inc.
Operator: OXY USA Inc.
Lease: McCandless A
Well Number: 5
Field: Panama Council Grove

Location of Well: County Grant
1250 feet from N / S Line of Section
1250 feet from E / W Line of Section
Sec. 23 Twp. 28S R. 35
East West

Is Section Regular or Irregular

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

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 the nearest lease or unit boundary line.)

Note: In all cases locate the spot of the proposed drilling location.
Grant County

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