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

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

For KCC Use:
Effective Date: 11-28-04
District #: 40
SGA? Yes No
Expected Spud Date: 11/30/04

OPERATOR: License #: 5647
Name: OXY USA Inc.
Address: P.O. Box 2528
City/State/Zip: Liberal, KS 67905
Contact Person: Victor Clark
Phone: 620-296-4442

CONTRACTOR: License #: 30066
Name: Mattlin Drilling Co. Inc.

Well Drilled For:
Well Class: Type Equipment:

Oil Gas Storage Production Oil Rotary
OWWO: Disposal Medical Radioactive
Season: Seasonal Other

If OWWO, old well information as follows:
Owner Name:
Original Completion Date:
Original Total Depth:
Directional, deviated or horizontal well?: Yes No
IF Yes, true vertical depth:
Bottom Hole Location:

KCC DEC#: 4
extension Request/Received May 5, 2005

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion, and eventual plugging of this well will comply with K.S.A. 5-40, 41, 42, 43.
It is agreed that the following minimum requirements will be met:
1. Use the appropriate district office prior to spudding well.
2. A copy of the approved notice of intent to drill shall be posted on each nearly RF.
3. The minimum amount of surface pipe as specified below shall be set by the drilling equipment 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.
6. If an alternate core completion, production pipe shall be gushiered below any usable water to surface within 120 days of spud date. Or pursuant to Appendix "B" - Eastern Kansas surface casing order #113, 831-G, which applies to the KCC District 3 area, all cementing must be completed within 20 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: November 17, 2004
Signature of Operator or Agent:
Title: Capital/Parent

For KCC Use ONLY
API #: 15: 175-21957.0000
Conductor pipe required: None
Minimum Surface Equipment: 16" Well per AOB
Approved by: 2003-05-11 12:00:00
This authorization expires: 2003-05-11 12:00:00
(This authorization void of drilling not started within 6 months of effective date.)
Spud date: 11/30/04
Agent:

Remember to:
File Oil/PL Application (Form CGP-1) with KCC.
File Completion Form ACC-1 within 120 days of spud date.
Notify appropriate district office 48 hours prior to re-entering or re-entering.
Submit plugging report (PLR) after plugging is completed.
Obtain written approval of any proposed defacing or interfering with water wells.
If this permit has expired (even if not authorized expiration date), please check the box below and notify the address below.
Well hot Drilled - Permit Expired

Signature of Operator or Agent:
Date: