NOTICE OF INTENT TO DRILL

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

For KCC Use Only

API # 15 - 24359.00.00
Conductor pipe required - 1200 feet

This authorization expires - [ ]

For KCC Use Only

API # 15 - 24359.00.00
Conductor pipe required - 1200 feet

This authorization expires - [ ]

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

Expected Spud Date: May 31 2005

OPERATOR: Licensee: 30742
Name: Patrimonio Petroleum, Inc.
Address: 4924 SE 84th St.
City/State/Zip: Newton, Kansas 67114-6821
Contact Person: Roxie R. Watchous
Phone: (316) 729-1000

CONTRACTOR: License: 30606
Name: Muffin Drilling Company, Inc.

Well Drilled For:
- Oil
- Gas
- Storage
- Oil Well
- Gas Well
- Other

CONSIDERATION WORKS

Well Type: D:5384
Type: Oil
Date Due: May 17 2005

CIVIL WORKS

Date: May 17 2005

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 will be met:
1. Notify the appropriate district office prior to spudding of well;
2. The minimum amount of surface pipe as specified below shall be set on all ground water wells; in all cases surface pipe shall be set through all uncased materials plus a minimum of 20 feet into the underlying formation;
3. 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;
4. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
5. If an ALTERNATE is COMPLETION, production pipe shall be cemented from below any usable water in subcrop within 120 days of spud date.

Date: May 17 2005

Signature of Operator or Agent: [ ]

Title: [ ]

Remember to:
- File Dril,Pi Application (form CDP-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spud date;
- File Start of Production (CPS-4) after logging required completions;
- Submit written approval before disposing of or injecting well water;
- If this permit has expired (see approved expiration date) please check the box below and return to the address above.
- [ ] Well Not Drilled - Permit Expired

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 of 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: ____________________________
Operator: Palomino Petroleum, Inc.
Lease: ____________________________
Field: Obie SE
Well Number: 1
Number of Acres attributable to well: 6/2, SE, SW

Location of Well: County: NESS
Location from N Line of Section
2000
Sec. 7, Twp. 19, S. 1, 23
E of Section
Is Section: Regular or Irregular

If Section is Irregular, locate well from nearest corner boundary.
Section comer used: NE, NW, SE, SW

RECEIVED
KANSAS CORPORATION COMMISSION
MAY 1, 2005
CONSERVATION DIVISION
MONTEAUX

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

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