State of Kansas

NOTICE OF INTENTION TO DRILL

Starting date 8-18-83

Operator license # 6691

Operator name & address Terra-Max Energy, Inc Box 848 Monument, Colorado 80132

Contact person M. Kelly Desmarateau Phone 303-488-2804

Contractor name & address Circle M Drilling Oberlin, Ks.

Type equipment: rotary X air ___ cable ___

Well drilled for: oil ___ gas ___ SWD ___

Inj ___

Well class: infield ___ pool ext ___ X wildcat ___

API Number 15-SE ¾ Sec, Sec 17, T 7 S, R 19 W

330 ft. from SE or S line of section SE ½

330 ft. from W or E line of section

Nearest lease or unit boundary line 330 feet

County Reeks

Lease name Grisbel Well # 3-77 17C

Surface piped by alternate 1 or 2 X

Depth of fresh water 80 feet

Lowest usable water formation Dakota

Depth to bottom of usable water 920 feet

Surface pipe required 200 feet

Conductor pipe if any required 0 feet

Est. total depth 3550 feet

I certify that we will comply with K.S.A. 55-101, et seq., plus eventually plugging holes to KCC specs.

Date 8-9-83 Signature of operator or agent M. Kelly Desmarateau Title Chairman

Fee Paid 9-12-83

Date received 9-12-83

To be filed with Kansas Corporation Commission

5 days prior to commencing well.

Card to be typed

ICOR-KDHE

E-12-83

form C-1
State Corporation Commission of Kansas
Conservation Division
200 Colorado Derby Bldg.
202 W. 1st St.
Wichita, Kansas 67202