NOTICE OF INTENT TO DRILL

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

For KCC Use

Effective Date: 5-24-05

Date: 3-24-05

SUA: Yes No

KANSAS CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION

area

Synopsis: This form must be typed and the original signed. All blanks must be filled.

NOTICE OF INTENT TO DRILL

April 15, 2005

Expected Spud Date

month
year

KLM Exploration Co. Inc.

June 60

City/State/Zip:

Contact Person:

Phone:

CONTRACTOR:

Well Drilled For:

Well Class:

Type Equipment:

Event:

Directional Deviation or Horizontal wellbore?

Yes No

Yes No

If Yes, true vertical depth:

Bottom Hole Location:

KCC Dkt. #

Note: If this Permit expires prior to spudding, please contact the KCC Oil & Gas Division prior to commencing well.

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55-6 et seq.

I hereby certify that the statements made herein are true and to the best of my knowledge and belief.

Signature of Operator or Agent

Date:

April 1, 2005

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: Jefferson
Operator: KLM Exploration Co. Inc. 590 FSL
Lease: Edmonds "C" 1880 FEL
Well Number: 4 Sec.: 17
Field: McCouth Storage Field N. 95 T. S. 30E W. Line of Section

Number of Acres attributable to well: (Show location of the well and shade attributable acreage for prorated or spaced wells.)
QTR / QTR / QTR of acreage: NE - SW - SE

In Section: ☑ Regular or □ Irregular

RECEIVED
MAY 9, 2005
KCC/WHICHITA

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

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

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; CG-8 for gas wells).