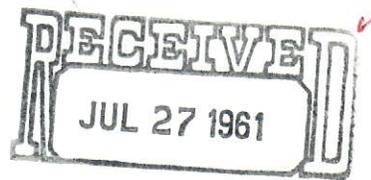




OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO



OIL & GAS CONSERVATION COMMISSION

NOTICE OF INTENTION TO DRILL

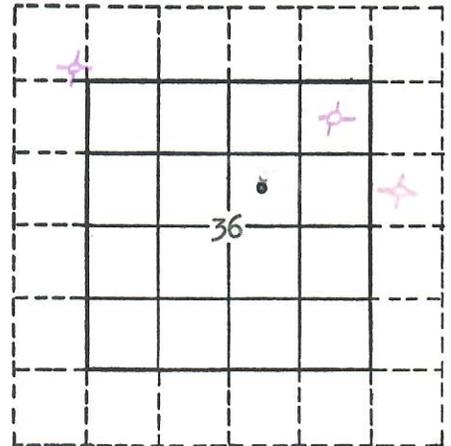
INSTRUCTIONS:

A notice of intention to drill a well shall be filed in duplicate on all Federal and Patented lands, and in triplicate on all State lands. Do not begin operations until approved copy has been received. It is mandatory that the proposed location comply with all rules and regulations of the Commission. Locate well on section grid in proper location, and indicate extent of lease. Unless operations are commenced within 180 days after the date of approval hereof, this approval to drill will become null and void.

Name of Operator HIM DRILLING COMPANY and PETAN COMPANY Phone No. A M 6-3454
Address 918 Patterson Building City Denver State Colorado

How is liability secured: Well Bond (Attached) [X]; Blanket Bond [ ]; Waiver [ ] See Remarks
(Choose one)

Lease Name State-Budin (06 61/6091)
Well No. 1
Field Name Wildcat [X]
County Logan [X]



Location C SW NE Section 36 Township 9N Range 55W Meridian 6
(quarter quarter)
1980 feet from N Section line and 1980 feet from E Section Line

The well is located on: Patented land [ ]; State land [X] Federal land [ ]

The well is located within a spaced area: Yes [ ]; No [X]

Distance from proposed location to nearest property or lease line 660 feet.
Distance from proposed location to nearest drilling unit line 660 feet.

Objectives: "J" Sand Formation Depth 5300 Estimate; Skull Creek Formation Depth 5450 Estimate

Proposed length of surface casing 150 + feet.

Table with columns: Agen., Bond, Spot, Wells, Oil, Gas, Status. Includes handwritten notes: 6M, State, Plotted 7/23/61.

REMARKS:

Lease bonding and damage requirements have been met. Refer to Mineral Department, Board of Land Commissioners.

I/We hereby swear (or affirm) that the statements herein made are a full and correct report.

APPROVED:

Date July 27 1961
Director

Company HIM Drilling Company Date 7/26/61
Address 918 Patterson Bldg. Phone No. AM 6-3454
By James C. [Signature] Title President